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中國礦業資源集團有限公司*
China Mining Resources Group Limited
(Incorporated in Bermuda with limited liability)
(Stock Code: 00340)

CLARIFICATION ANNOUNCEMENT

The Board makes this announcement in response to certain press article published on Hong Kong newspapers on 6 November 2011 regarding, amongst other things, acquisition and disposal of the shares of the Company by certain parties last year.

The board of directors (the “**Board**”) of China Mining Resources Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) makes this announcement in response to certain press article published on Hong Kong newspapers on 6 November 2011 (the “**Articles**”) regarding, amongst other things, acquisition and disposal of the shares of the Company by certain parties last year.

The Board would like to clarify the following statements made in the Articles:

- (1) Mr. Lin Ming (林明, “**Mr. Lin**”), founder of Fujian Yuansheng Foods Industry Co. Ltd (福建元盛食品工業有限公司, “**Fujian Yuansheng**”), an enterprise in the People’s Republic of China (“**PRC**”), has initiated an action on 5 November 2011 for a claim of approximately RMB1,589 million against various parties, including the Company for forging documents to obtain interests in Fujian Yuansheng from Mr. Lin during a period of 14 months from October 2009 to December 2010;
- (2) the abovementioned obtaining of interests in Fujian Yuansheng from Mr. Lin during a period of 14 months from October 2009 to December 2010 by various parties including the Company was in breach of certain foreign investment regulations in the PRC;
- (3) in 2009, Mr. Lin was negotiating the proposed acquisition of approximately 70% of the interests in the parent company of Fujian Yuansheng by the Company at a consideration of RMB700 million; and

* *For identification purpose only*

- (4) various persons including certain parties related to the Company were involved in alleged insiders' dealings when dealing in shares of the Company during the period from January 2010 to March 2010, when the Company made announcements in relation to the proposed acquisition of Win Power Investment Limited and subsequent abortion of such proposed acquisition.

The Board would like to announce and clarify that the Company has received a writ of summons issued by the High Court of Hong Kong Special Administrative Region on 8 November 2011 (the “**Writ**”) pursuant to which Mr. Lin and Fujian Yuansheng (named as the plaintiffs in the Writ) are alleging that, amongst other things, the Company and 27 other co-defendants and/or certain PRC government officials had acted in conspiracy in obtaining ownership and control of certain assets of Mr. Lin and Fujian Yuansheng and that the plaintiffs are claiming for, amongst other things, damages from 28 defendants jointly and severally in the total amount of RMB1,589,000,000.

The Board would also like to clarify that the Company has not obtained any interests in Fujian Yuansheng. The Company is seeking legal advice in response to the Writ. The Company will keep the public informed as to the progress of the Writ and further announcement will be made as and when appropriate. No hearing date for the Writ is fixed yet.

The Board would also like to clarify that on 19 January 2010 the Company entered into an agreement pursuant to which the Company conditionally agreed to acquire approximately 70% interests in Win Power Investment Limited, a parent company of Fujian Yuansheng (the “**Acquisition**”). The Acquisition was subsequently terminated on 26 March 2010 (please see announcements dated 19 January 2010 and 26 March 2010 of the Company for more details). In addition, the Board, to its best knowledge and belief, is not aware of any insiders' dealings in relation to dealings in shares of the Company as alleged above.

Dealings in the shares of the Company has been suspended at 10.42 a.m. on 11 October 2011 pending price sensitive information relating to investigations conducted by the Independent Commission Against Corruption in relation to previous transactions of the Company to be announced.

By order of the Board
China Mining Resources Group Limited
Leung Lai Ming
Company Secretary

Hong Kong, 8 November 2011

As at the date of this announcement, the board of directors of the Company comprises Dr. You Xian Sheng, Mr. Chen Shou Wu, Mr. Wang Hui and Mr. Yeung Kwok Kuen as executive directors, Mr. Lam Ming Yung as non-executive director, Mr. Chan Sze Hon, Mr. Chu Kang Nam, Mr. Goh Choo Hwee and Mr. Lin Xiang Min as independent non-executive directors.