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REAL GOLD MINING LIMITED

瑞 金 礦 業 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 246)

**FURTHER DELAY IN PUBLICATION OF ANNUAL RESULTS AND
DISPATCH OF ANNUAL REPORT,
DELAY IN PUBLICATION OF INTERIM RESULTS AND DISPATCH OF
INTERIM REPORT**

AND

**UPDATE ON THE ACTIVITIES AT THE GOLD MINES OF THE GROUP FOR
THE SIX MONTHS ENDED 30 JUNE 2012**

The board of directors of Real Gold Mining Limited announces that (i) there will be a further delay in the publication of the annual results and dispatch of the annual report of the Company for the year ended 31 December 2011 until further notice; and (ii) there will be a delay in the publication of the interim results and dispatch of the interim report of the Company for the six months ended 30 June 2012 until further notice. Despite the delay, the Company wishes to keep the Shareholders informed of its development by providing an update on the activities at the gold mines of the Group and other information of the Group for the six months ended 30 June 2012 which the Board believes to be of interest to the Shareholders.

DELAYS IN PUBLICATION OF ANNUAL RESULTS AND INTERIM RESULTS

Reference is made to the announcement of Real Gold Mining Limited (the “**Company**”) dated 14 March 2012 relating to, among other things, the delay in publication of audited annual results of the Company and its subsidiaries (collectively the “**Group**”) for the financial year ended 31 December 2011.

Pursuant to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”), the Company is required to:

- (a) publish its annual results for the year ended 31 December 2011 (the “**2011 Annual Results**”) on a date not more than three months after the end of the financial year, that is, by 31 March 2012 (Rule 13.49(1)(ii) of the Listing Rules);
- (b) dispatch its annual report for the year ended 31 December 2011 (the “**2011 Annual Report**”) to every member and every other holder of its listed securities (not being bearer securities) on a date not more than four months after the end of the financial year, that is, by 30 April 2012 (Rule 13.46(2) of the Listing Rules);
- (c) publish its interim results for the six months ended 30 June 2012 (the “**2012 Interim Results**”) on a date not later than two months after the end of its first six months of the financial year, that is, by 31 August 2012 (Rule 13.49(6) of the Listing Rules); and
- (d) dispatch its 2012 interim report for the six months ended 30 June 2012 (the “**2012 Interim Report**”) to every member and every other holder of its listed securities (not being bearer securities) on a date not more than three months after the end of its first six months of the financial year, that is, by 30 September 2012 (Rule 13.48(1) of the Listing Rules).

As of the date of this announcement, the Annual Results are still pending for publication. Further, as mentioned in the announcement of the Company dated 10 August 2012, the board of directors of the Company (the “**Board**”) engaged FTI Consulting (Hong Kong) Limited as an independent forensic specialist to conduct forensic accounting investigations. In addition, the Company is still in the process of identifying an accounting firm with suitable experience for its auditor engagement. Due to the reasons above, the Board wishes to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that (i) there will be a further delay in the publication of the 2011 Annual Results and the dispatch of the 2011 Annual Report until further notice; and (ii) there will be a delay in the publication of the 2012 Interim Results and the dispatch of the 2012 Interim Report until further notice. The further delay in the publication of the 2011 Annual Results and the dispatch of the 2011 Annual Report, as well as the expected delay in the publication of the 2012 Interim Results and the dispatch of the 2012 Interim Report constitute breaches of the Listing Rules.

UPDATE ON THE ACTIVITIES AT THE GOLD MINES OF THE GROUP FOR THE SIX MONTHS ENDED 30 JUNE 2012

While the 2012 Interim Results and the 2012 Interim Report will not be available for some time, the Company wishes to keep the Shareholders and the potential investors informed of its development by providing an update on the activities at the gold mines owned by the Group.

The Group owns three gold mines in operation in the Chifeng Municipality, Inner Mongolia, namely the Shirengou Gold Mine, the Nantaizi Gold Mine and the Luotuochang Gold Mine. The Nantaizi Gold Mine and the Shirengou Gold Mine are adjacent to each other, and the ore processing facility located at the Nantaizi Gold Mine (“**Shirengou-Nantaizi Processing Plant**”) processes ore from both the

Nantaizi Gold Mine and the Shirengou Gold Mine. The ore processing facility located at the Luotuochang Gold Mine (“**Luotuochang Processing Plant**”) processes ore from the Luotuochang Gold Mine. The table below is an update on the operational conditions at the Shirengou-Nantaizi Processing Plant and the Luotuochang Processing Plant for the six months ended 30 June 2012:

Table of operation review for the six months ended 30 June 2012

	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	1H12	1H11	YoY
Shirengou-Nantaizi Processing Plant									
Average Daily Capacity (t/day)	1,480	1,480	1,480	1,480	1,480	1,480	1,480	1,480	
Utilization Rate (%)	99.5	99.3	99.0	99.4	99.0	98.8	99.1	100.1	
Production Days (Days)	14.0	15.3	27.0	29.0	27.0	29.0	141.3	135.9	4%
Ore Processed (kt)	20.6	22.5	39.6	42.7	39.6	42.4	207.3	201.2	3%
Average Gold Grade (g/t)	8.6	8.5	5.9	4.8	4.5	4.5	5.7	9.2	-38%
Average Recovery Rate (%)	76.6	69.5	72.9	81.0	81.4	82.3	77.1	84.1	-8%
Payable Gold (koz)	4.3	4.3	5.5	5.3	4.7	5.1	29.2	50.2	-42%
Equivalent Gold (koz)	5.4	5.4	6.7	6.6	5.9	6.2	36.2	66.7	-46%
Luotuochang Processing Plant									
Average Daily Capacity (t/day)	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	
Utilization Rate (%)	99.5	101.0	101.3	100.1	100.1	99.8	100.3	99.1	
Production Days (Days)	12.7	15.7	26.5	27.7	27.0	24.9	134.5	136.6	-2%
Ore Processed (kt)	13.9	17.4	29.5	30.5	29.7	27.3	148.4	148.8	—
Average Gold Grade (g/t)	2.9	2.9	2.8	2.4	2.3	2.3	2.6	3.0	-16%
Average Recovery Rate (%)	85.5	84.9	84.8	82.8	82.6	81.9	83.6	86.6	-3%
Payable Gold (koz)	1.1	1.4	2.2	2.0	1.8	1.7	10.2	12.5	-18%
Equivalent Gold (koz)	2.0	2.4	3.9	3.5	3.4	2.9	17.9	29.6	-39%
Total Payable Gold (koz)									
	5.4	5.7	7.7	7.3	6.5	6.8	39.3	62.7	-37%
Total Produced Equivalent Gold (koz)									
	7.4	7.8	10.6	10.1	9.3	9.1	54.1	96.3	-44%

Operational conditions of the Shirengou-Nantaizi Processing Plant

From January to June 2012, the Shirengou-Nantaizi Processing Plant maintained a daily ore processing capacity of approximately 1,480 tonnes. The total amount of ore processed in the first half of 2012 reached approximately 207,300 tonnes.

The average gold grade for the first half of 2012 was approximately 5.7 grams per tonne, and the average recovery rate was approximately 77.1%.

The total production of payable gold and equivalent gold in the first half of 2012 was approximately 29,200 ounces and 36,200 ounces respectively, representing a decrease of approximately 42% and 46% respectively from the same period in 2011.

The decrease in the total production of payable gold was mainly due to the following factors:

(a) Decrease in average gold grade caused by the reasons below:

- (i) Increase in dilution. Shirengou Gold Mine and Nantaizi Gold Mine are in the same mining area, thus having the same ore-forming conditions and ore-control factors, with ore bodies limited by the structures. As the mining depth deepened, ore-control fault structures have changed, which results in more heavily fracturing ore bodies and instability of the hanging wall. Therefore, ores are easily mixed with a large number of country rocks at the time of mining, which leads to the decrease of ore grade.
- (ii) Decrease of geological grade in some parts of the ore bodies. It is verified that in the deeper area of the ore drift, geological grade in some parts of the ore bodies decreases, which gives rise to the decrease of ore grade.

(b) Decrease in average recovery rate owing to lower grade of raw ores.

The decrease in the total production of equivalent gold was mainly due to the decrease in the total production of payable gold which forms part of the total production of equivalent gold, coupled with the decrease in the production and prices of other metals, as well as increase in the price of gold, which is used as the denominator to get the quantity of equivalent gold of the other metals.

Operational conditions of the Luotuochang Processing Plant

From January to June 2012, the Luotuochang Processing Plant maintained a daily ore processing capacity of approximately 1,100 tonnes. The total amount of ore processed in the first half of 2012 reached approximately 148,400 tonnes.

The average gold grade for the first half of 2012 was approximately 2.6 grams per tonne, and the average recovery rate was approximately 83.6%.

The total production of payable gold and equivalent gold in the first half of 2012 was approximately 10,200 ounces and 17,900 ounces respectively, representing a decrease of approximately 18% and 39% respectively from the same period in 2011.

The decrease in the total production of payable gold was mainly due to the following factors:

(a) Decrease in average gold grade caused by the reasons below:

- (i) Increase in dilution. As the mining depth deepened in Luotuochang Gold Mine, ore-control fault structures have changed, which results in more heavily fracturing ore bodies and instability of the hanging wall. Therefore, ores are easily mixed with a large number of country rocks at the time of mining, which leads to the decrease of ore grade.

- (ii) Decrease of geological grade in some parts of the ore bodies. It is verified that in the deeper area of the ore drift, geological grade in some parts of the ore bodies decreases, which gives rise to the decrease of ore grade.
- (b) Decrease in average recovery rate owing to lower grade of raw ores.
- (c) Decrease in the number of production days: There were more days of plant closure for repair and maintenance work in the first half of 2012 than in the same period in 2011. At certain times during the period of repair and maintenance work, heavy snow made roads too slippery for the transport of materials to be used in conducting the maintenance work, which led to delays.

The decrease in the total production of equivalent gold was mainly due to the decrease in the total production of payable gold which forms part of the total production of equivalent gold, coupled with the decrease in the production and prices of other metals, as well as increase in the price of gold, which is used as the denominator to get the quantity of equivalent gold of the other metals.

Overall, the Company produced approximately 39,300 ounces of payable gold and approximately 54,100 ounces of equivalent gold in the first half of 2012, representing a decrease of approximately 37% and 44% respectively from the same period in 2011.

Update on the activities at the other gold mines of the Group

As at the date of this announcement, the Company also owns the Yandan Gold Mine, the Yantang Gold Mine, the Yangchangbian Gold Mine and twelve other gold mines through its PRC subsidiaries.

We have completed detailed geological survey of certain sections for the Yandan Gold Mine in Guangxi. The geological reserve reports have been submitted to the Department of Land and Resources of Guangxi. When the case file for the reserve assessment is opened by the said department, we will apply for the mining permits in accordance with the requisite procedure.

For the other twelve gold mines in Guangxi owned by the Group, general and detailed geological surveys are being conducted. Upon their completion, work will be arranged for the next step in accordance with the geological result obtained.

For Yantang Gold Mine, detailed geological surveys are being carried out, including trenching, drilling and pitting of the ground surface, and reports of the detailed geological surveys will be submitted to the relevant authorities upon the completion of the detailed geological surveys. We continue to carry out exploration in order to increase reserves and improve the reserve categories so as to provide the mines with reliable reserves of the resources, and at the same time to predict and identify prospecting targets based on the formation patterns concluded through exploration in the course of production.

We have completed part of the exploration activities at Yangchangbian Gold Mine in Yunnan and part of the construction of the roads and the processing facilities. The local government has planned the use of the surrounding region of Yangchangbian Gold Mine in Yunnan as “4A Class National Tourist Attraction” and submitted the application to the PRC central government. As the local government will

not process our application of the mining permit for Yangchangbian Gold Mine in Yunnan pending the final result of the “4A Class National Tourist Attraction” application, exploration and construction of processing facilities have been put on hold. It is uncertain whether the mining permits will be obtained by us within a reasonable time.

OTHER INFORMATION

For the purpose of providing information which the Board believes to be of interest to the Shareholders pending release of the unaudited Interim Results of the Group for the six months ended 30 June 2012, the Board wishes to announce that bank balances of the Group (based on bank statements provided by the principal bankers of the Group) as at 30 June 2012 (unaudited) were approximately RMB2.9 billion. We continue to maintain a strong cash position to support our long term sustainable growth.

The Company will publish further announcements to inform the Shareholders and the investing public on the date of release of the 2011 Annual Results and the 2012 Interim Results, as well as the latest development of the Company as soon as practicable.

Trading in the shares of the Company (the “**Shares**”) has been suspended since 27 May 2011. The time for the release of the 2011 Annual Results and the 2012 Interim Results of the Company is yet to be determined, and trading in the Shares will remain suspended until further notice. **Shareholders and the investing public should exercise caution when dealing in the Shares and/or securities of the Company.**

By order of the Board
Real Gold Mining Limited
Lu Tianjun
Chairman

Chifeng City, Inner Mongolia, 30 August 2012

As at the date hereof, the executive directors of the Company are Mr. Lu Tianjun (Chairman), Mr. Ma Wenxue, Mr. Cui Jie and Mr. Li Qing; and the independent non-executive directors of the Company are Mr. Li Xiaoping, Mr. Zhao Enguang and Mr. Yang Yicheng.