



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)

ANNOUNCEMENT

This announcement is made by the Company pursuant to Rule 13.09(1) of the Listing Rules.

The Board wishes to inform the shareholders of the Company and potential investors that it is anticipated that the interim results of the Company for the six months ended 30 June 2008 may record significant loss as compared with that for the six months ended 30 June 2007.

Shareholders and potential investors of the Company are advised to exercise caution when interpreting the expected financial result described in this announcement and when dealing in the securities of the Company.

This announcement is made by the Company pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

Reference is made to the interim report of China Mining Resources Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) for the six months ended 30 June 2007 (the “**2007 Interim Report**”) and the annual report of the Company for the year ended 31 December 2007 (“**2007 Annual Report**”).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders and potential investors of the Company that it is currently anticipated that the interim results of the Company for the six months ended 30 June 2008 (“**2008 Interim Results**”) may record significant loss as compared with that for the six months ended 30 June 2007, whilst the Group’s unaudited consolidated interim results for the six months ended 30 June 2007 recorded a loss of approximately HK\$5.0 million and the Group’s audited consolidated results for the year ended 31 December 2007 also recorded a profit of approximately HK\$224.4 million.

Based on the analysis of the information currently available, the Board announces that the expected deterioration in the 2008 Interim Results was due to a number of factors. Further to the delay in completion of the construction project due to the hampering caused by bad weather as well as additional time consumed in handling the relocation of domestic residences as previously mentioned in the 2007 Annual Report, the management of Shanxi Shenli Aerospace Titanium Company Limited (“**Shanxi Shenli**”), a subsidiary of the Company, had decided that, pending development of the market conditions, the construction of the rutile mine as held by it would be temporarily suspended due to the increase in construction costs and land premium in respect of the premises on which the plant of the rutile mine is to be situated and the neighboring land area, and the decrease in market price of rutile related products.

* *for the purpose of identification only*

In this connection, the directors of the Company had decided to take a conservative view and make certain impairment provision for the Group's investment in the rutile business of Shanxi Shenli, the amount of the impairment provision is subject to internal assessment, which may significantly affect the interim results of the Company for the six months ended 30 June 2008.

In addition, the Board announces that the operations of copper and zinc mine of Harbin Songjiang Copper (Group) Company Limited (the "**Harbin Group**") located in Bin County, Harbin City of Heilongjiang Province (the "**Copper Mine**") had been suspended as the Copper Mine is an aged mine (as mentioned in 2007 Annual Report) which would require more attention and care in respect of production safety. The Harbin Group is currently performing safety inspection in respect of its operations and it is currently intended that the operations of the Copper Mine shall resume before the second half of next year. For the year ended 31 December 2007, revenue generated from the Copper Mine was approximately HK\$115 million which represented 16.6% of total revenue of the Group, and accordingly, operating results of the Group would be affected during the suspension period of the Copper Mine.

Shareholders and potential investors of the Company are advised to exercise caution when interpreting the expected financial result described in this announcement and when dealing in the securities of the Company.

By Order of the Board
China Mining Resources Group Limited
Cai Yuan
Chairman

Hong Kong, 17 September 2008

As at the date of this announcement, the board of directors of the Company comprises Mr. Cai Yuan, Dr. You Xian Sheng, Mr. Wang Hui, Mr. Yeung Kwok Kuen and Mr. Chen Shou Wu 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.