

Chifeng Jilong Gold Mining Co., Ltd.

Announcement on the Progress of Providing Guarantee for Subsidiaries

The Board of Directors and all directors of the Company warrant that this announcement does not contain any false records, misleading statements or major omissions, and they will bear joint and several liabilities for the authenticity, accuracy and completeness of its contents.

Important Tips:

- Amount of this guarantee: 99 billion Lao Kip (about RMB 56.4 million)
- There is no counter-guarantee in this guarantee
- The Company has no overdue external guarantee

I. Overview of guarantee

Chifeng Jilong Gold Mining Co., Ltd. (hereinafter referred to as “the Company” or “Chifeng Gold”) considered and adopted the Proposal on Total Financing Amount in 2022 and the Proposal on Total External Guarantee in 2022 at the 43rd Meeting of the 7th Board of Directors held on December 17, 2021 and the 1st Extraordinary General Meeting in 2022 held on January 4, 2022, respectively. It is agreed that the total financing amount (referring to the financing balance) of the Company and its subsidiaries within the scope of merger in 2022 shall not exceed RMB 4.5 billion, including working capital loans, project loans, trade financing, and M&A loans, etc., excluding equity refinancing such as private placement of shares and corporate bonds, and issuing debt financing instruments such as short-term financing bonds and medium-term notes in the inter-bank market. In order to ensure the smooth and efficient implementation of financing, investment and project cooperation between the Company and its subsidiaries within the scope of merger in 2022, it is proposed that the Company provide guarantees for subsidiaries or subsidiaries provide mutual guarantees between them, and the total amount of the above guarantees shall not exceed RMB 5 billion.

Recently, Lane Xang Minerals Limited (Chinese name: 万象矿业有限公司, hereinafter referred to as “LXML”) and Bank of China (Hong Kong) Co., Ltd. Vientiane Branch (hereinafter referred to as “BOC Vientiane Branch”) signed the Working Capital Loan Contract. According to this contract, BOC Vientiane Branch will provide LXML with a working capital loan of 99 billion Lao Kip (about RMB 56.4 million) with a loan period of 12 months, starting from the actual withdrawal date. The Company signed the Guaranty of Maximum Amount Contract with BOC

Vientiane Branch to provide joint and several liability guarantee for this financing of LXML.

II. Cumulative number of external guarantees and number of overdue guarantees

As of the announcement date, the total amount of external guarantees provided by the Company is RMB 758.11 million (the guarantee amount of foreign currency loans is converted according to the central parity of RMB exchange rate announced by the People's Bank of China on the announcement date), accounting for 18.55% of the latest audited net assets of the Company, all of which belong to guarantees for subsidiaries. In addition to this, the Company has no other guarantees and no overdue guarantees.

It is hereby announced.

Board of Directors of Chifeng Jilong Gold Mining Co., Ltd.

January 8, 2022