

## **Chifeng Jilong Gold Mining Co., Ltd.**

### **Announcement on the Progress of Providing Guarantee for its Subsidiary**

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 legal liabilities for the authenticity, accuracy and completeness of its contents.

#### **Highlight of Important Content:**

- The amount of this guarantee: RMB 120 million Yuan.
- There is no counter-guarantee in this guarantee.
- The Company has no overdue external guarantee.

#### **1. Overview of External Guarantees**

Chifeng Jilong Gold Mining Co., Ltd. (hereinafter referred to as the "Company" or "Chifeng Gold") held the 47<sup>th</sup> meeting of the 7<sup>th</sup> Board of Directors on December 17, 2021 and the first extraordinary General Meeting of Shareholders in 2022 on January 4, 2022. The two meetings deliberated and adopted the "Proposal on the Total Amount of Financing in 2022" and "Proposal on the Total Amount of External Guarantee in 2022". It was agreed that the total amount of financing in 2022 (referring to the financing balance) of the Company and subsidiaries within the scope of consolidation shall not exceed RMB 4.5 billion Yuan, including working capital loans, project loans, trade finance, M&A loans, etc., excluding equity refinancing such as non-public issuance of shares, corporate bonds, and short-term financing bond in the interbank market, medium-term notes and other debt financing instruments. In order to ensure the smooth and efficient implementation of financing, investment and project cooperation of the Company and its subsidiaries within the scope of consolidation in 2022, it is proposed that the Company provide guarantees for the subsidiaries or guarantees be provided between the subsidiaries, and the total amount of all guarantees above shall not exceed RMB 5 billion Yuan.

Recently, Chifeng Jilong Mining Co., Ltd. (hereinafter referred to as "Jilong Mining"), a wholly owned subsidiary of the Company, and China CITIC Bank Co., Ltd. Hohhot Branch (hereinafter referred to as "CITIC Hohhot Branch") signed the "Gold Leasing Transaction Contract", and Jilong Mining carry out gold leasing financing at the Chifeng Branch of China CITIC Bank Co., Ltd. (hereinafter referred to as "CITIC Chifeng

Branch")., undertaken by CITIC Hohhot Branch; the company signed the "Maximum Guarantee Contract" with CITIC Chifeng Branch to provide joint and several liability guarantee for the financing of Jilong Mining, and the maximum principal amount of the secured principal claims is RMB120,000,000Yuan.

## **2. Cumulative External Guarantee Amount**

As of the date of this announcement, the total amount of external guarantees provided by the Company is RMB 2,121,300,400 Yuan (including this addition of Guarantee, the guarantee amount of foreign currency financing is converted according to the mid-price of the RMB exchange rate published by the People's Bank of China on the date of this announcement), accounting for 45.91% of the Company's latest audited net assets, all of which are guarantees for subsidiaries. Except for these, the Company has no other external guarantees, no overdue guarantees.

It is hereby announced.

Board of Directors

Chifeng Jilong Gold Mining Co., Ltd.

February 18, 2023