

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

### **Announcement on the Progress of Providing Guarantee for the 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.

#### **Highlights of important content:**

- The amount of the guarantee: RMB 200 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 forty-third meeting of the seventh Board of Directors on December 17, 2021 and the first extraordinary general meeting of shareholders on January 4, 2022 to deliberate and adopt the "Proposal on the Total Amount of Financing in 2022" and "Proposal on the Total Amount of Annual External Guarantees in 2022". It is resolved in the meetings that the total amount of annual financing (referring to the financing balance) of the Company and subsidiaries within the scope of consolidation in 2022 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 the financing, investment, project cooperation and other matters of the Company and the 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 the above guarantees 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 Construction Bank Co., Ltd Chifeng Branch (hereinafter referred to as "CCB Chifeng Branch") signed the "Gold Leasing

Business Master Agreement" to enable Jilong Mining to get gold leasing financing at CCB Chifeng Branch. The Company signed the "Maximum Principal Guarantee Contract" with CCB Chifeng Branch, providing joint and several liability guarantee for Jilong Mining's financing with CCB Chifeng Branch, and the maximum principal amount of the main claim guaranteed is RMB 200 million Yuan.

## 2. Cumulative external guarantee amount

As at the date of this announcement, the total amount of external guarantees provided by the Company is RMB1,990,128,600 yuan (including this new guarantee, the guarantee amount of foreign currency financing is calculated in accordance with the RMB exchange rate mid-price published by the People's Bank of China on the day of the announcement), accounting for 43.07% of the Company's latest audited net assets, and all the guarantees are is a guarantee to the subsidiaries. Except for this, the Company has no other external guarantees, no overdue guarantees.

It is hereby announced.

Board of Directors

Chifeng Jilong Gold Mining Co., Ltd.

February 10, 2023