

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

## **Announcement on the Amount of External Guarantee for 2023**

The Board of Directors and all Director 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 guarantee amount: RMB 5 billion
- The company has no overdue external guarantees.

### **I. Overview of the Guarantee Situation**

Chifeng Jilong Gold Mining Co., Ltd. (hereinafter referred to as the "Company") held the 16th meeting of the 8th Board of Directors on March 30, 2023 to deliberate and adopt the "Proposal on the Amount of External Guarantee for 2023" by 12 votes in favour (100% of valid votes), 0 against, and 0 abstention.

In order to ensure the smooth and efficient implementation of financing, investment, project cooperation and other matters within the scope of the company and its subsidiaries in 2023, it is proposed that the company provide guarantees for subsidiaries or mutual guarantees be provided between subsidiaries, including but not limited to joint and several liability guarantees, equity pledges of subsidiaries, asset mortgages, etc., and the total amount of the above guarantees shall not exceed RMB 5 billion Yuan. The scope of the above guarantee includes subsidiaries within the scope of consolidation at the current stage and subsidiaries newly consolidated into the Company during the authorization period.

## II. Basic information of the guarantor and the guaranteed person

As of the disclosure date of this announcement, the basic information of the Company and its major subsidiaries is as follows:

(1) The basic information of the parent company

Company Name: Chifeng Jilong Gold Mining Co., Ltd.

Residence: Fumin Village, Sidaowanzi Town, Aohan Banner, Chifeng City,  
Inner Mongolia Autonomous Region

Legal representative: Wang Jianhua

Registered capital: RMB 1,663,911,378 Yuan

Type of enterprise: company limited by shares

Business scope: non-ferrous metal mining and processing, procurement and sales; investment into and management of the mining industry and other industries in which investment is permitted in other countries; import and export of goods or technology.

Main financial data for the past year:

Unit: RMB 10,000 Yuan

Project	Dec 31, 2023	Dec 31, 2021
Total assets	689,418.30	569,837.56
Total liabilities	213,275.00	114,313.24
Among them: the total amount of bank loans	113,351.48	
Total current liabilities	135,297.89	114,313.24
Net assets	476,143.30	455,524.31
	January-December 2022	January-December 2021
Business revenue	11,654.54	7,361.64
Net profit	50,697.69	32,610.91

(2) Basic information of the subsidiaries

1. Company name: Chifeng Jilong Mining Co., Ltd.

Residence: Fumin Village, Sidaowanzi Town, Aohan Banner, Chifeng City,  
Inner Mongolia Autonomous Region

Legal representative: Sun Lijun

Registered capital: RMB 175 million Yuan

Business Type: Limited Liability Company

Business scope: gold mining and processing, gold sales.

Main financial data for the past year:

Unit: RMB 10,000

Project	Dec 31, 2022	Dec 31, 2021
Total assets	181,237.59	158,124.47
Total liabilities	74,363.37	43,738.41
Among them: the total amount of bank loans	4,870.00	
Total current liabilities	72,486.30	43,681.13
Net assets	106,874.22	114,386.05
	January-December 2022	January-December 2021
Business revenue	37,432.76	40,195.09
Net profit	12,502.36	20,562.44

2. Company name: Chifeng Huatai Mining Co., Ltd.

Residence: Aobao Village, Wangfu Town, Songshan District, Chifeng City,

Inner Mongolia Autonomous Region

Legal representative: Li Guoqing

Registered capital: RMB 20 million Yuan

Business Type: Limited Liability Company (Wholly Owned by Legal Persons)

Business scope: gold mining, mineral processing, smelting, mine development.

Main financial data for the past year:

Unit: RMB 10,000

Project	Dec 31, 2022	Dec 31, 2021
Total assets	33,029.49	33,038.94
Total liabilities	26,379.35	20,478.49
Among them: the total amount of bank loans		
Total current liabilities	24,514.96	18,913.12
Net assets	6,650.13	12,560.45
	January-December 2022	January-December 2021

Business revenue	1,671.69	5,627.24
Net profit	-5,939.44	-2,816.39

3. Company name: Liaoning Wulong Gold Mining Co., Ltd.

Residence: No. 475, Jinkuang Banshichu North Road, Zhen'an District, Dandong City, Liaoning Province

Legal representative: Liu Jin

Registered capital: 40 million yuan

Business Type: Limited Liability Company (Wholly Owned by Legal Persons)

Business scope: underground mining of gold mines

Main financial data for the past year:

Unit: RMB 10,000

Project	Dec 31, 2022	Dec 31, 2021
Total assets	136,869.04	104,401.29
Total liabilities	47,427.08	30,420.79
Among them: the total amount of bank loans		
Total current liabilities	35,042.69	24,532.74
Net assets	89,441.96	73,980.49
	January-December 2022	January-December 2021
Business revenue	54,034.40	33,437.21
Net profit	12,120.43	8,570.64

4. Company name: Jilin Hanfeng Mining Technology Co., Ltd.

Registered address: Tianbaoshan Community, Laotougou Town, Longjing City

Legal representative: Ji Hongyong

Registered capital: RMB 429.2 million Yuan

Business Type: Limited Liability Company

Business scope: copper, lead, zinc, molybdenum and other non-ferrous metals mining and mineral processing, smelting, deep processing and sales, agricultural and sideline products, native products purchase, sales, polymetallic beneficiation technology and separation, deep-mine mining technology, ground stress monitoring in deep mine, investment and technical consultation.

Main financial data for the past year:

Unit: RMB 10,000

Project	Dec 31, 2022	Dec 31, 2021
Total assets	65,253.69	54,629.25
Total liabilities	6,416.43	4,997.46
Among them: the total amount of bank loans		
Total current liabilities	4,429.53	3,718.79
Net assets	58,837.26	49,631.79
	January-December 2022	January-December 2021
Business revenue	23,947.34	20,887.96
Net profit	9,664.42	9,292.05

5. Company name: Anhui Guangyuan Science and Technology Development Co., Ltd.

Residence: 6# Office Building, Northwest Corner of the intersection of Sidingshan Road and Fanhua Avenue, Hefei Circular Economy Demonstration Park, Feidong County, Hefei City, Anhui Province

Legal representative: Lu Hong

Registered capital: RMB 44,776,000 Yuan

Business Type: Limited Liability Company

Business scope: research, development, production and sales of environmental protection technology products; company-owned housing rental; renewable resource recycling, processing and sales; disposal of waste electrical and electronic products (operating within the validity period within the scope of qualification certificate); production of rare metals (gold, silver, copper, palladium); battery recycling, storage, disassembly.

Main financial data for the past year:

Unit: RMB 10,000

Project	Dec 31, 2022	Dec 31, 2021
Total assets	45,308.01	41,893.48
Total liabilities	14,112.13	13,395.63
Among them: the total amount of bank loans	12,108.94	

Total current liabilities	10,055.38	13,329.58
Net assets	31,195.88	28,497.86
	January-December 2022	January-December 2021
Business revenue	30,650.96	25,755.48
Net profit	2,402.56	2,931.26

6. Company name: CHIJIN International (HK) Limited

Office address: Suite 603, 6/F, Laws Comm Plaza 788, Cheung Sha Wan

RD, KL

Registered capital: HK\$1.00 + US\$291 million dollars

Business Type: Limited Liability Company

Business nature: investment and investment management

Main financial data for the past year:

Unit: RMB 10,000 Yuan

Project	Dec 31, 2022	Dec 31, 2021	
Total assets	280,015.79	3,535.76	
Total liabilities	80,168.88	7,289.08	
Among them: the total amount of bank loans			
Total current liabilities	80,168.88	7,289.08	
Net assets	199,846.91	-3,753.32	
	January-December 2022	January-December 2021	
Business revenue		27,458.22	
Net profit	1,341.21	2,082.39	

7. Company name: Lane Xang Minerals Limited

Registered address: Bourichanh Road, Phonsinuan Village, Sisattanak District, PO Box 4486, Vientiane Capital, Lao PDR

Registered capital: 1,436,516,830,000 Lao Kip

Business Type: Limited Liability Company

Business scope: development and operation of Sepon copper-gold mine

Main financial data for the past year:

Unit: RMB 10,000 Yuan

Project	Dec 31, 2022	Dec 31, 2021	
Total assets	552,268.28	469,080.51	
Total liabilities	296,828.46	219,507.41	
Among them: the total amount of bank loans	8,705.75	2,552.98	
Total current liabilities	102,850.35	57,266.69	
Net assets	255,439.81	249,573.10	
	January-December 2022	January-December 2021	
Business revenue	299,873.95	252,293.44	
Net profit	23,106.30	18,569.84	

8. Company name: Golden Star Resources Limited and its subsidiaries

Registered Address: Ontario, Canada

Business Type: Limited Liability Company

Business scope: gold mining

Main financial data for the past year:

Unit: RMB 10,000

Project	Dec 31, 2022	Dec 31, 2021
Total assets	864,255.46	/
Total liabilities	478,499.93	/
Among them: the total amount of bank loans	61,182.82	/
Total current liabilities	87,013.80	/
Net assets	385,755.53	/
	January-December 2022	January-December 2021
Business revenue	179,057.63	/
Net profit	-547.07	/

### III. The main content of the guarantee agreement

In addition to the announced external guarantees, the Company or its subsidiaries have not yet added any new guarantees.

#### **IV. Board opinion**

The Board of Directors of the Company believes that the Company's subsidiaries have strong profitability and good operating performance, solvency and credit status. This guarantee is to support the development of the Company's production and operation, ensure the smooth implementation of financing, investment, project cooperation and other matters of the Company and its subsidiaries, and the Board of Directors of the Company has sufficient understanding and control on the operation of the company and its subsidiaries, and the relevant financial risks are within control, and this guarantee has not harmed the interests of the Company and its shareholders.

The independent directors of the Company expressed their independent opinions, and the Company performed the necessary decision-making procedures for this guarantee, and complied with relevant laws, regulations and the articles of association; the guarantee provided by the Company to the subsidiaries and the mutual guarantee between the subsidiaries will facilitate the smooth implementation of financing, investment, project cooperation and other matters between the Company and its subsidiaries; the company's subsidiaries have strong profitability, good business performance, solvency and credit status; the Company has sufficient control over the subsidiaries, can effectively monitor and manage their operations, and the guarantee will not harm the interests of the Company or all shareholders; It is agreed that the Company's external guarantee related arrangements for 2023 can be carried out.

#### **V. Cumulative number of external guarantees and overdue guarantees**

As of the date of this announcement, the total amount of external guarantees provided by the Company is 2,112,435,800 Yuan (the guarantee amount of foreign currency financing is converted into Chinese Yuan according to the mid-price of the RMB exchange rate announced by the People's Bank of China on the date of this announcement), accounting for 40.72% of the Company's latest audited net assets. All of these are guarantees to subsidiaries. Except for these, the Company has no other guarantees, no overdue guarantees.



This is hereby announced.

Board of Directors  
Chifeng Jilong Gold Mining Co., Ltd.  
March 31, 2023