

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

### **2020 Earnings Preannouncement**

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 the important content:

The Company's earnings in 2020 is projected to increase by about 575,000,000 yuan, an increase of about 305.83% year on year.

#### **I. Forecast of performance for the current period**

##### (1) The performance forecast period

January 1, 2020 to December 31, 2020.

##### (2) Performance forecast

1. According to the preliminary calculation by the financial department, it is expected that the net profit attributable to shareholders of the listed company in 2020 will increase by about 575,000,000 yuan compared with the same period of the previous year, an increase of about 305.83% year-on-year.

2. The net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses will increase by about 508 million yuan compared with the same period last year, an increase of about 279.35% year on year.

#### **II. The performance of the same period last year**

(1) Net profit attributable to shareholders of the listed company: 188,012,200 yuan. Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses: 181,853,000 yuan.

(2) Earnings per share: 0.13 yuan.

### **3. The main reasons for the expected increase in the performance of the current period**

1. In 2020, the Company implemented a scientific and reasonable incentive mechanism centering around the strategic planning objectives, which greatly stimulated the enthusiasm of all employees, helping to greatly increase the production and sales of gold, and achieve remarkable results in cost reduction and efficiency improvement. In addition, the gold prices also shot up. Therefore, the gross profit margin of gold products also increased significantly compared with the same period last year.

2. Company's US dollar liabilities generated floating exchange gains due to the appreciation of the Chinese Yuan.

### **4. Risk Warning**

This performance forecast has not been audited by an accounting firm, and there are not any major uncertainties in the Company that affect the accuracy of the content of this performance forecast.

### **5. Other explanatory matters**

The forecast data above are only preliminary accounting numbers, and the specific and accurate financial numbers are subject to the audited 2020 annual report to be officially disclosed by the Company.

This is hereby announced.

Board of Directors

Chifeng Jilong Gold Mining Co., Ltd.

19<sup>th</sup> January 2021