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罕王  
HANKING

**CHINA HANKING HOLDINGS LIMITED**

**中國罕王控股有限公司**

*(incorporated in the Cayman Islands with limited liability)*

**(Stock code: 03788)**

**INSIDE INFORMATION**  
**HANKING GOLD ENTERED INTO A PARTNERSHIP AGREEMENT**  
**WITH PNP TO JOINTLY DEVELOP THE NEVORIA EAST**  
**UNDERGROUND GOLD MINE**

This announcement is made by China Hanking Holdings Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) is pleased to announce that following the increase of its gold resources and smooth progress of open-pit mining, Hanking Gold Mining Pty Ltd (“**Hanking Gold**”, a wholly-owned subsidiary of the Company) has entered into a partnership agreement with NPS Mining Alliance Pty Ltd (“**PNP**”, a wholly-owned subsidiary of Australia-based Pit n Portal Corporate Services Pty Ltd), and a partnership named “Hanking Gold Mining Alliance” (the “**Partnership**”) has been established for jointly developing the Nevoria East Underground Gold Mine.

On 19 April 2013, Hanking Gold completed the acquisition of the Southern Cross Gold Operations in Western Australia (“**SXO Gold Project**”) (Figure 1). Hanking Gold owns a complete set of infrastructure and production facilities including offices, accommodations, entertainment facilities, the dedicated toll road for ore transportation, processing plant, maintenance workshop and tailings facility, with 932 square kilometres exploration and mining tenements. At the time of acquisition, the SXO Gold Project had 20,596,000 tonnes gold ore resources at average grade of 3.6 gram/tonne for 2,405,000 ounces gold resources in accordance with the Australasian Code for Reporting of Mineral Resources and Ore Reserves by the Joint Ore Reserves Committee (version 2012) (“**JORC Code**”).

This has been increased to 23,375,000 tonnes gold ore resources at average grade of 3.8 gram/tonne for 2,830,000 ounces gold resources in accordance with JORC Code after Hanking Gold completed two drilling programs by the end of 2014.

In July 2014, Hanking Gold completed its bankable feasibility study for its stage 1 mine development plan and obtained all relevant approvals. Following the board approval, pre-stripping started for open-pit mining at the Cornishman Gold Mine on 28 August 2014, and refurbishment of the Marvel Loch Processing Plant was carried out concurrently. Currently, the open-pit mining is progressing well with mining volume reaching 35,000 tonnes per day. The ore processing plant refurbishment is almost completed. It is scheduled to crush 10,000 tonnes of ore this month. The ore processing plant has annual ore processing capacity of 2,400,000 tonnes.

PNP is an Australian specialised mining equipment and underground mining service provider. Its customers include BHP Billiton, Rio Tinto, Glencore and other global mining conglomerates as well as many small and medium mining companies. With extensive experience in low-cost underground mining, its key production management and technical personnel worked at the Nevoria gold project and are familiar with local conditions.

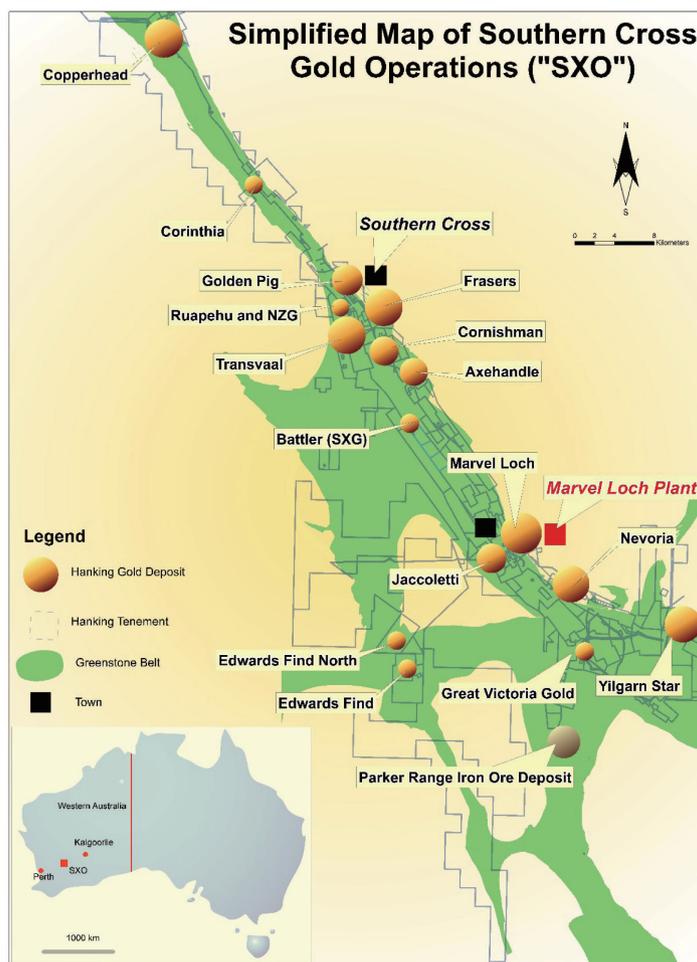
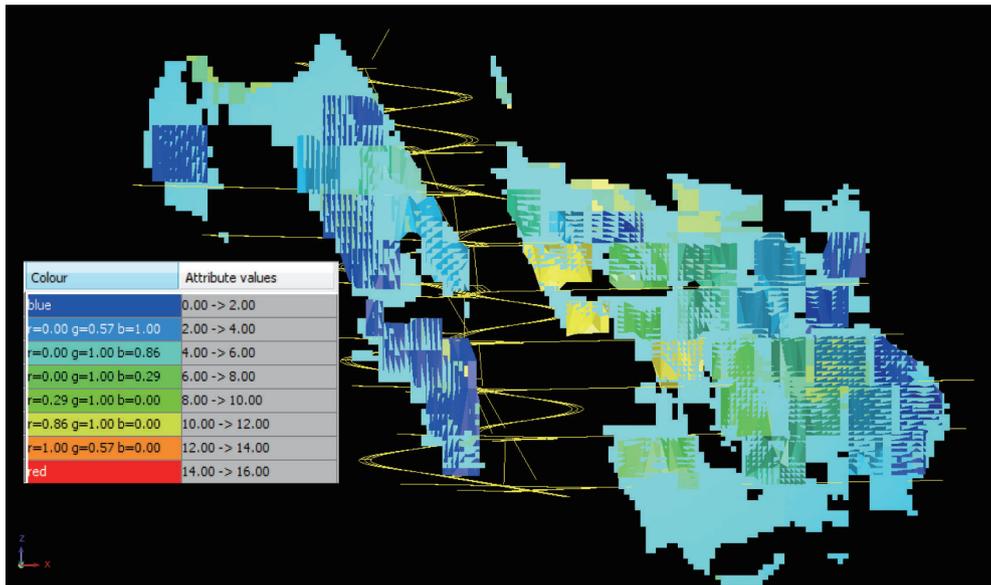


Figure 1 – Tenements and major gold mines of Hanking Gold’s SXO Gold Project



**Figure 2 – Diagram showing the Nevoria East Underground Gold Mine underground development plan**

Location	Reserve Category	Tonnes (t)	Gold (g/t)	Contained Gold (oz)
Nevoria East	Probable	547,000	3.8	67,000

**Table 1 – JORC Code-compliant reserves of the Nevoria East Underground Gold Mine**

Through due diligence investigation and friendly negotiations, Hanking Gold entered into the partnership agreement with PNP to maximise PNP’s competitiveness in complete set of underground mining equipment and low-cost underground mining technology, as well as Hanking Gold’s advantages in 2,830,000 ounces of gold resources and the annual ore processing capacity of 2.4 million tonnes of its ore processing plant. Pursuant to this agreement, the parties will initially jointly develop the Nevoria East Underground Gold Mine owned by Hanking Gold (Figure 2). With a site area of 0.1 square kilometre, the mine has 67,000 ounces of gold reserves at present (Table 1). PNP shall provide underground mining equipment and technology, conduct underground gold mining according to Australian standards, and provide up to AUD\$7 million project finance to the Partnership for the mine development. Hanking Gold shall provide surface management including logistics and gold ore processing. The partnership is on a profit-sharing basis, 80% for Hanking Gold and 20% for PNP. The Partnership has been registered in Australia recently. It is estimated to produce 300,000 tonnes of ore for 30,000 ounces (approximately 1 tonne) of gold in 2015. This is the first step of cooperation between the two companies, further feasibility study will be carried out to explore potential cooperation opportunities for other assets in the 930 square kilometres tenements.

*“This strategic partnership is formed on a complementary basis, aligning the strength and interest of both parties and allowing Hanking Gold to better utilize its infrastructure, especially the ore processing capacity, to maximise synergy and economies of scale, significantly reduce its operating costs and production risks, and hence improve the profitability”,* said Dr. Qiu Yumin, President and Chief Executive Officer of Hanking, when commenting on the Partnership.

Through the partnership, Hanking Gold may engage in underground gold mining in addition to its ongoing open-pit gold mining operations for efficient utilisation of its infrastructure. Aligning the interests of both parties on the profit-sharing basis, the Partnership is conducive for cost control and is expected to substantially increase the gold production. Accordingly, the total gold production for Hanking Gold is estimated to be increased to 100,000 ounces (3 tonnes) in 2015. *“The latest partnership further evidenced the potential of the SXO Gold Project. The Company will continue to identify opportunities to fully utilise its complete set of infrastructure and vast resource potential of Hanking Gold to maximise the values for shareholders of the Company”,* said Dr. Pan Guocheng, Chairman and Executive Director of the Company.

By order of the Board  
**China Hanking Holdings Limited**  
**Pan Guocheng**  
*Chairman and Executive Director*

Shenyang, the PRC, 22 December 2014

*As at the date of this announcement, the executive directors of the Company are Mr. Pan Guocheng, Mr. Yang Jiye, Mr. Zheng Xuezhong, Mr. Xia Zhuo and Mr. Qiu Yumin; the non-executive directors of the Company are Ms. Yang Min, Mr. Lan Fusheng and Mr. Kenneth Jue Lee; and the independent non-executive directors of the Company are Mr. Wang Ping, Mr. Johnson Chi-King Fu, Mr. Wang Anjian and Mr. Jiang Zhouhua.*