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MMG LIMITED

五礦資源有限公司

(Incorporated in Hong Kong with limited liability)

(STOCK CODE: 1208)

VOLUNTARY ANNOUNCEMENT LAS BAMBAS UPDATE

MMG Limited (MMG or the Company) advises that logistics transport has been temporarily disrupted by community blockades in the Velille district in the Chumbivilcas province in Peru.

The illegal blockade, located more than 200 kilometres from Las Bambas, is on public roads. The protest relates to demands that are being made by a small section of the Velille community for additional compensation as well as claims of unmet social and environmental commitments. MMG is deeply frustrated by the blockade as Las Bambas has been fulfilling its commitments with all communities along the haul road. This includes additional commitments to support sustainable development projects that were made to Velille district authorities and two Velille communities in September and November 2020.

Production at site continues and is yet to be affected by the blockade. However due to the impact on personnel and supply logistics, there is a risk that production may need to be progressively curtailed from this week if a resolution cannot be reached. Should this be the case and to the extent possible, Las Bambas will take the opportunity to conduct various maintenance activities on site, some of which had been deferred due to the impacts of COVID-19.

Based on Las Bambas' current schedule, there will be delays to some concentrate shipments as a result of this event. Force Majeure has been declared under certain supply contracts, including for road and rail transportation services.

The primary focus remains on ensuring the health, safety and security of employees, contractors and the communities involved.

MMG, together with representatives from the office of the Prime Minister of Peru and the Peruvian Ministry of Energy and Mines, is seeking ongoing constructive dialogue with members of the Velille district. The Company remains committed to achieving a peaceful resolution to current issues and supporting the ongoing sustainable development of all communities along the haul road.

By order of the Board
MMG Limited
Gao Xiaoyu
CEO and Executive Director

Hong Kong, 24 December 2020

As at the date of this announcement, the Board consists of eight directors, of which one is an executive director, namely Mr Gao Xiaoyu; four are non-executive directors, namely Mr Guo Wenqing (Chairman), Mr Jiao Jian, Mr Zhang Shuqiang and Mr Xu Jiqing; and three are independent non-executive directors, namely Dr Peter William Cassidy, Mr Leung Cheuk Yan and Mr Chan Ka Keung, Peter.