MMG LIMITED
五礦資源有限公司
(Incorporated in Hong Kong with limited liability)
(STOCK CODE: 1208)

CONTINUING CONNECTED TRANSACTION
KHOEMACAU MINE LOGISTICS SERVICES AGREEMENT

LOGISTICS SERVICES AGREEMENT

On 30 October 2025, Khoemacau Copper and Minmetals Logistics, entered into the Logistics Services Agreement for the provision of shipping, logistics and transportation services for the carriage of copper concentrate from the Boseto processing facility at Khoemacau Mine.

Minmetals Logistics is a subsidiary of CMC, the ultimate controlling shareholder of the Company, and is therefore an associate of CMC and a connected person of the Company under the Listing Rules. As a result, the Logistics Services Agreement constitutes a continuing connected transaction for the Company.

As some of the relevant percentage ratios in respect of the Logistics Services Agreement are more than 0.1% but less than 5% , such connected transaction is subject to the reporting, annual review and announcement requirements but exempt from the independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

LOGISTICS SERVICES AGREEMENT

As part of the ordinary and usual course of business, the Group engages ocean and land transport from various shipping and logistics service providers for the transport of its products, including copper, zinc and lead concentrates.

The Company processes copper concentrate at the Khoemacau Mine. On 30 October 2025, Khoemacau Copper and Minmetals Logistics entered into the Logistics Services Agreement. In accordance with the Logistics Services Agreement, Minmetals Logistics will be providing, sea and overland shipping, logistics and transportation services for the carriage of copper concentrate from Boseto processing facility at Khoemacau Mine to a designated port in the PRC.

The principal terms of the Logistics Services Agreement are set out below.

Parties	:	(1) Khoemacau Copper (2) Minmetals Logistics
Services to be purchased	:	Provision of ocean and overland shipping, logistics and transportation services for the carriage of copper concentrate from Boseto processing facility at Khoemacau Mine.
Term	:	12 months, commencing on 1 January 2026, with an option to extend for an additional 12 months and a further 3 months (if needed) to fulfil payment obligations.
Deliverable	:	Logistics services for the export of copper concentrate from the Boseto processing facility at the Khoemacau Mine in the North-West District of Botswana to a designated port in the PRC with CIF delivery term at the option of the principal.
Pricing	:	Prices will be expressed in US Dollars determined on an arm's length basis and consistent with the prevailing international market practice and rates at the time for similar services which shall be based on the freight rate to be paid per wet metric ton, such rate to be inclusive of all charges, fees and costs from the loading port to the destination port. All rates are exclusive of VAT and include all other taxes. Khoemacau Copper will conduct pre-shipment inquiries every three (3) months to evaluate and determine the most suitable proposal for placing purchase orders and fulfilling copper concentrate export logistics for the subsequent three (3) months from different contractors having regard to volumes of copper concentrate, pricing and availability of services. Khoemacau Copper reserves the right to accept or reject any proposal, in whole or in part, at its sole discretion, and shall not be obligated to select the proposal with the lowest cost or any specific proposal. The rates will be subject to a purchase order issued by the Company to the contractor. The transportation cost is subject to revision every 12 months, excluding the sea-freight to be reviewed every 3 months.
Payment Terms	:	Payment will be made on a per bill of lading basis and in accordance with the term. The end of the month following the month of Khoemacau Copper's receipt of the payment statement.

In order to determine the award of the Logistics Services Agreement, a number of vendors were invited to tender. The selection process adopted a comprehensive evaluation method, which included the assessment of pricing, technical capability and other commercial terms. Following a lengthy and detailed evaluation process, focused on a multi-vendor approach, Khoemacau Copper will engage up to three contractors for logistics services.

The Logistics Services Agreement has been negotiated on an arm's length basis and is considered by management to reflect normal commercial terms, with fair and reasonable pricing, and to be in the best interests of the shareholders of the Company.

ANNUAL CAP

The maximum aggregate amount to be paid under the Logistics Services Agreement for a calendar year during the term is capped at US$30 million. The annual cap was determined by reference to the agreed pricing principles as set out in the Logistics Services Agreement, projected production volumes and schedules of the Khoeamacau Mine, requirements of buyers including loading and discharging points and prevailing and projected international market sea freights for similar services in Peru and Australia.

REASONS FOR AND BENEFITS OF THE LOGISTICS SERVICES AGREEMENT

Khoemacau Copper's principal activities include the production of copper and as part of its ordinary and usual course of business. Khoeamacau Copper sells these products and requires ocean and land transport to deliver products to customers. Engaging the logistic services of Minmetals Logistics has the benefit of a specialised logistics services provider (amongst a panel of contractors) managing the logistics of the export of copper concentrate on behalf of Khoemacau Copper, and on terms which are in the commercial interests of the Group. This allows Khoemacau Copper to maximise its delivery options and to meet its obligations to customers in a timely matter and to also manage the production schedules and ensure efficient operations.

The terms of the Logistics Services Agreement have been reviewed and approved by the Directors (including the independent non-executive Directors but excluding the Interested Directors), who are of the view that the terms of the Logistics Serivces Agreement and the transactions contemplated thereunder are on normal commercial terms, in the ordinary and usual course of business of the Group, and are fair and reasonable and in the interests of the shareholders of the Company as a whole.

The Interested Directors, each holding position(s) at CMC and/or CMN, have abstained from voting on the Board resolution approving the Logistics Services Agreement in order to avoid any possible conflict of interest.

LISTING RULES IMPLICATIONS

Minmetals Logistics is a subsidiary of CMC, the ultimate controlling shareholder of the Company, and is therefore a connected person of the Company under the Listing Rules. In accordance with 14A.31 of the Listing Rules the Logistics Services Agreement is considered a continuing connected transaction.

As some of the relevant percentage ratios in respect of the Logistics Services Agreement are more than 0.1% but less than 5%, the transaction constitutes a continuing connected transaction which is subject to the reporting, annual review and announcement requirements but exempt from the independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

INFORMATION ABOUT THE GROUP

The Group is engaged in the exploration, development and mining of copper, zinc, cobalt, gold, silver, molybdenum and lead deposits around the world.

INFORMATION ABOUT MINMETALS LOGISTICS

Minmetals Logistics is a subsidiary of CMC, the ultimate controlling shareholder of the Company. Minmetals Logistics is principally engaged in the business of providing ocean transport for dry bulk cargo, break-bulk and containers for operations such as the Group and the shipping market in general.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise.

associate	has the meaning ascribed to it under the Listing Rules
Board	the board of directors of the Company
CMC	中國五礦集團有限公司(China Minmetals Corporation), a state-owned enterprise incorporated under the laws of the PRC and the ultimate controlling shareholder of the Company
CMN	五礦有色金屬股份有限公司(China Minmetals Non-ferrous Metals Co., Ltd), a company incorporated under the laws of the PRC and the controlling shareholder of the Company
Company	MMG Limited, a company incorporated in Hong Kong, the securities of which are listed and traded on the main board of the Stock Exchange
connected person	has the meaning ascribed to it under the Listing Rules
controlling shareholder	has the meaning ascribed to it under the Listing Rules
Director(s)	the director(s) of the Company
Group	the Company and its subsidiaries from time to time

Hong Kong	the Hong Kong Special Administrative Region of the People's Republic of China
Interested Directors	Xu Jiqing, Zhang Shuqiang, Cao Liang and Zhao Jing Ivo
Khoemacau Copper	Khoemacau Copper Mining (Pty) Ltd, a company incorporated in Botswana, a subsidiary of the Company and the operator of the Khoemacau Mine
Khoemacau Mine	means the Khoemacau Copper Mine in Botswana
Listing Rules	the Rules Governing the Listing of Securities on the Stock Exchange
Logistics Services Agreement	means the agreement dated 30 October 2025 between Khoemacau Copper Mining (Pty) Ltd and Minmetals Logistic Group Co., Ltd, for the logistics, land transportation and shipping of copper concentrate from Khoemacau Mine to a nominated port in the PRC
Minmetals Logistics	means Minmetals Logistics Group Co., Ltd., a company incorporated in the PRC and a subsidiary of CMC
PRC	the People's Republic of China (for the purpose of this announcement, excluding Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan)
Stock Exchange	The Stock Exchange of Hong Kong Limited
subsidiary	has the meaning ascribed to it under the Companies Ordinance (Chapter 622 of the Laws of Hong Kong)
%	Percentage

Unless otherwise specified, conversion of US$ into HK$ in this announcement is based on the exchange rate of US$1.00 = HK$7.8 for the purpose of illustration only. No representation is made and there is no assurance that US$ or HK$ can be purchased or sold at such rate.

By order of the Board
MMG Limited
Zhao Jing Ivo
CEO and Executive Director

Hong Kong, 30 October 2025

As at the date of this announcement, the Board comprises eight directors, of which one is an executive director, namely Mr Zhao Jing Ivo; three are non-executive directors, namely Mr Xu Jiqing (Chairman), Mr Zhang Shuqiang and Mr Cao Liang; and four are independent non-executive directors, namely Dr Peter William Cassidy, Mr Leung Cheuk Yan, Mr Chan Ka Keung, Peter and Ms Chen Ying.