

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**MMG LIMITED**  
**五礦資源有限公司**

*(Incorporated in Hong Kong with limited liability)*  
**(STOCK CODE: 1208)**

**ANNOUNCEMENT  
PURSUANT TO RULE 13.09 OF THE LISTING RULES  
DUGALD RIVER PROJECT  
AND RESUMPTION OF TRADING**

This announcement is made pursuant to Rule 13.09 of the Listing Rules.

The board of directors (Board) of MMG Limited (Company) is pleased to announce that it has today approved the ongoing development of the Dugald River Project.

The Company has completed its project review, during which it has continued to undertake underground mine development, and is satisfied that the revised mine development methods and underground mine design will enable the Company to optimise the exploitation of the ore body. The revised development plan for the Dugald River Project includes a mine production rate of 1.5 million tonnes per annum, construction of a concentrator and annual production of approximately 160,000 tonnes of zinc in zinc concentrate and by-products over an estimated 28 year mine life.

Remaining expenditure to complete the Dugald River Project is estimated to be approximately US\$750.0 million plus interest costs associated with project funding. First production of concentrate is expected during the first half 2018.

The further development of the Dugald River Project will be subject to revised financing arrangements, and discussions with our lenders have commenced in relation to the impact of the changed scope of the Dugald River Project on the existing loan terms (if any). The further development of the Dugald River Project is also subject to renegotiation of existing operating service contracts and receipt of necessary permits and approvals. These conditions to the approval are expected to be reviewed in or about May 2016 pursuant to a scheduled project governance review.

At the request of the Company, trading in the shares of the Company on The Stock Exchange of Hong Kong Limited (Stock Exchange) was halted with effect from 2:02 p.m. on 28 July 2015 pending the release of this announcement. The Company has made an application to the Stock Exchange for the resumption of trading in the shares of the Company with effect from 9:00 a.m. on 29 July 2015.

By order of the Board

**MMG Limited**

**Andrew Gordon Michelmore**

*CEO and Executive Director*

Hong Kong, 28 July 2015

*As at the date of this announcement, the Board comprises nine directors, of which three are executive directors, namely Mr Andrew Gordon Michelmore, Mr David Mark Lamont and Mr Xu Jiqing; two are non-executive directors, namely Mr Jiao Jian (Chairman) and Mr Gao Xiaoyu; and four are independent non-executive directors, namely Dr Peter William Cassidy, Mr Leung Cheuk Yan, Ms Jennifer Anne Seabrook and Prof Pei Ker Wei.*