

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.



REAL GOLD MINING LIMITED

瑞 金 礦 業 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 246)

UPDATE ANNOUNCEMENT

The board of directors (the “**Board**”) of Real Gold Mining Limited (the “**Company**”) is making this announcement to provide the latest updates on the Company, together with its subsidiaries (the “**Group**”). For each of the following sections, references are made to certain previous announcement(s) of the Company. Unless otherwise defined, capitalised terms used in the following sections shall have the same meanings as those defined in the announcements referred to therein.

UPDATE ON THE ACTIVITIES AT THE GOLD MINES OF THE GROUP

The Company wishes to keep its shareholders and potential investors informed of the development of the gold mines owned by the Group. Reference is made to the announcements of the Company dated 31 March 2017, 15 September 2017, 6 December 2017, 15 January 2018, 2 March 2018, 29 March 2018, 4 May 2018, 12 June 2018, 4 July 2018, 31 July 2018, 31 October 2018, 31 January 2019, 29 April 2019, 31 July 2019 and 31 October 2019.

Shirengou Gold Mine and Nantaizi Gold Mine

The Group has two gold mines in the Chifeng Municipality, Inner Mongolia, namely, Shirengou Gold Mine and Nantaizi Gold Mine which are adjacent to each other and form one operating segment of the Group. The mining permit and the safety production permit for Shirengou Gold Mine are valid until August 2020 and February 2021, respectively. The exploration permit and the safety production permit for Nantaizi Gold Mine are valid until June 2020 and February 2021, respectively but its mining permit expired in November 2019. The Group is still assessing whether or not to renew the mining permit.

Production at Shirengou Gold Mine and Nantaizi Gold Mine was suspended since 2016. Although the Group is maintaining the relevant permits of these two gold mines, the Group does not intend to resume production at these gold mines.

Other gold mines

As at the date of this announcement, the Group also owns Luotuochang Gold Mine in the Chifeng Municipality, Inner Mongolia, Gaotaizi Gold Mine in Inner Mongolia, and Yandan Gold Mine and two other smaller gold mines in Guangxi. None of these mines are currently in production.

The safety production permit for Luotuochang Gold Mine is valid until December 2020 but the mining permit expired on 18 January 2020. The Group is working on renewing the mining permit for Luotuochang Gold Mine.

The mining permit and safety production permit for Gaotaizi Gold Mine expired in February 2019 and March 2019, respectively, and the Group has filed an application for the renewal of such permits in January 2019.

For the gold mines in Guangxi, the exploration permit for Yandan Gold Mine is valid until November 2020. The Group is in the process of renewing the exploration permit for each of Bayan Gold Mine and Yunpanshan Gold Mine which expired in January 2019. The Group has suspended its exploration at these gold mines.

Although the Group is maintaining the relevant permits of these gold mines, the Group does not intend to resume production or exploration at these gold mines.

UPDATE ON THE FREEZING ORDER OVER SHARES IN FUBON AND THE CHANGE OF LEGAL REPRESENTATIVE OF FUQIAO

Reference is made to the announcements of the Company dated 21 August 2017, 6 December 2017, 15 January 2018, 2 March 2018, 4 May 2018, 12 June 2018, 4 July 2018, 31 July 2018, 31 October 2018, 31 January 2019, 29 April 2019, 31 July 2019 and 31 October 2019.

It has recently come to the Company's attention that the term of the freezing order over shares in Fubon expired in late December 2019 and was not extended by court order. As Fuqiao is part of the proposed disposal group (which is set out in greater details on page 3 below), the Group may no longer proceed with the change of legal representative of Fuqiao as previously announced.

For more background, please refer to the Company's announcements dated 21 August 2017 and 6 December 2017 for details relating to the investigation by the Huizhou Police and the freezing of the entire shares in Fubon, and the consequent impediment on the progress of effecting changes of legal representatives of Fubon and Fuqiao.

UPDATE ON GUANGFA BANK ACCOUNTS OF THE GROUP

Reference is made to the announcements of the Company dated 23 May 2017, 21 August 2017, 15 September 2017, 6 December 2017, 2 March 2018, 29 March 2018, 4 May 2018, 12 June 2018, 4 July 2018, 31 July 2018, 31 October 2018, 31 January 2019, 29 April 2019, 31 July 2019, 31 October 2019 and 6 December 2019.

Save for the update set out in the announcement of the Company dated 6 December 2019, there is no material update on these cases as at the date of this announcement.

UPDATE ON THE APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR OF THE COMPANY

Reference is made to the announcement of the Company dated 30 September 2019. The Company continues to look for suitable candidate to fill out the vacancy of an independent non-executive director of the Company following the resignation of Ms. Zhang Hui.

UPDATE ON THE RESUMPTION OF TRADING IN THE SHARES OF THE COMPANY

Reference is made to the announcements of the Company dated 14 November 2019, 22 November 2019 and 29 November 2019 with respect to the Company's initiation of a review of the decision of the Listing Committee to cancel the listing of the Company under Rule 6.01A of the Listing Rules. As at the date of this announcement, other than the aforementioned announcements made by the Company, there is no material update on the review by the Company.

As part of its resumption proposal, the Group as vendor entered into an agreement with Chifeng Longyitai Mining Co., Ltd. (赤峰隆益泰礦業有限責任公司) as purchaser on 13 January 2020 to sell, subject to certain conditions, the entire equity interest in Fubon and Great Future Investments Limited for an aggregate consideration of RMB1,000,000 (subject to adjustments). Please refer to the announcement dated 23 January 2020 for further details.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

By Order of the Board
Real Gold Mining Limited
Lu Chunxiang
Chairman

Hong Kong, 23 January 2020

As at the date of this announcement, the executive directors are Mr. Lu Chunxiang (Chairman), Mr. Li Feng, Mr. Ren Yancheng, Mr. Guo Honggang and Mr. Kirk Vincent Wiedemer; and the independent non-executive directors are Mr. Liu Aiguo and Ms. Wang Xu.