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中國礦業資源集團有限公司*
China Mining Resources Group Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 00340)

ANNOUNCEMENT OF FINAL RESULTS
FOR THE YEAR ENDED 31 DECEMBER 2014

The board of directors (the “Board”) of China Mining Resources Group Limited (the “Company”) is pleased to announce the consolidated results of the Company and its subsidiaries (collectively known as the “Group”) for the year ended 31 December 2014:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Year Ended 31 December 2014

	<i>Notes</i>	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i> (Restated)
Continuing operation			
Revenue	3	133,007	140,421
Cost of sales		<u>(72,535)</u>	<u>(79,589)</u>
Gross profit		60,472	60,832
Other income	5	8,362	9,670
Other gains and losses	6	(8,429)	(8,178)
Selling and distribution expenses		(44,023)	(56,588)
Administrative expenses		(41,883)	(58,926)
Finance costs		(14,526)	(13,834)
Impairment loss recognised in respect of goodwill		—	(88,295)
Impairment loss recognised in respect of available-for-sale investments		(17,378)	(24,998)
Impairment loss recognised in respect of property, plant and equipment		—	(60,658)
Impairment loss recognised in respect of other intangible assets		(5,602)	(27,777)
Gain (loss) on disposal of property, plant and equipment		<u>12,582</u>	<u>(104)</u>

* *For identification purpose only*

	<i>Notes</i>	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i> (Restated)
Loss before tax		(50,425)	(268,856)
Income tax (expense) credit	7	<u>(2,944)</u>	<u>6,165</u>
Loss for the year from continuing operation	9	<u>(53,369)</u>	<u>(262,691)</u>
Discontinued operations			
Profit (loss) for the year from discontinued operations	8	<u>673,144</u>	<u>(82,209)</u>
Profit (loss) for the year		<u>619,775</u>	<u>(344,900)</u>
Other comprehensive (expense) income			
Items that will not be reclassified to profit or loss:			
Actuarial (loss) gain on defined benefit pension plans		<u>(6,681)</u>	<u>5,039</u>
Items that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of financial statements of foreign operations		(36)	7,130
Fair value gain on available-for-sale investments		5,467	1,530
Release of investment revaluation reserve upon disposals of available-for-sale investments		(553)	—
Release of translation reserve upon disposals of subsidiaries		<u>(218,844)</u>	<u>—</u>
		<u>(213,966)</u>	<u>8,660</u>
Other comprehensive (expense) income for the year, net of income tax		<u>(220,647)</u>	<u>13,699</u>
Total comprehensive income (expense) for the year		<u>399,128</u>	<u>(331,201)</u>

	<i>Notes</i>	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i> (Restated)
Profit (loss) for the year attributable to:			
Owners of the Company			
— from continuing operation		(51,633)	(250,276)
— from discontinued operations		682,045	(60,772)
		<u>630,412</u>	<u>(311,048)</u>
Non-controlling interests			
— from continuing operation		(1,736)	(12,415)
— from discontinued operations		(8,901)	(21,437)
		<u>(10,637)</u>	<u>(33,852)</u>
Profit (loss) for the year		<u>619,775</u>	<u>(344,900)</u>
Total comprehensive income (expense) attributable to:			
Owners of the Company		411,317	(299,967)
Non-controlling interests		(12,189)	(31,234)
		<u>399,128</u>	<u>(331,201)</u>
Earnings (loss) per share	<i>11</i>		
From continuing and discontinued operations			
Basic (HK cents)		<u>6.90 cents</u>	<u>(3.40) cents</u>
Diluted (HK cents)		<u>6.90 cents</u>	<u>(3.40) cents</u>
From continuing operation			
Basic (HK cents)		<u>(0.56) cents</u>	<u>(2.74) cents</u>
Diluted (HK cents)		<u>(0.56) cents</u>	<u>(2.74) cents</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2014

		2014	2013
	<i>Notes</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
Non-current assets			
Property, plant and equipment		19,572	93,623
Prepaid lease payments — non-current portion		25,945	31,174
Exploration and evaluation assets		—	—
Goodwill		—	—
Other intangible assets		11,484	100,226
Biological assets		11,745	10,219
Available-for-sale investments		20,537	69,819
Other non-current financial assets		—	7,610
		<u>89,283</u>	<u>312,671</u>
Current assets			
Inventories		106,789	174,514
Trade and other receivables	12	87,527	135,311
Prepaid lease payments		348	549
Short-term loan and loan interest receivables		—	—
Bank balances and cash		214,170	118,555
		<u>408,834</u>	<u>428,929</u>
Current liabilities			
Trade and other payables	13	63,440	271,787
Tax liabilities		16,065	56,943
Bank borrowings		90,770	107,806
Other borrowings		—	2,357
Provisions		—	11,630
		<u>170,275</u>	<u>450,523</u>
Net current assets (liabilities)		<u>238,559</u>	<u>(21,594)</u>
Total assets less current liabilities		<u>327,842</u>	<u>291,077</u>

	<i>Notes</i>	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Non-current liabilities			
Deferred income		1,914	107,487
Other borrowings — non-current portion		—	4,353
Provisions — non-current portion		—	76,031
Deferred tax liabilities		—	—
Other long-term payables	<i>13</i>	—	42,061
Non-redeemable convertible preference shares		53,619	53,125
		<u>55,533</u>	<u>283,057</u>
Net Assets		<u>272,309</u>	<u>8,020</u>
Capital and reserves			
Share capital		913,878	913,878
Share premium and reserves		(651,613)	(1,062,762)
Equity attributable to owners of the Company		262,265	(148,884)
Non-controlling interests		10,044	156,904
Total Equity		<u>272,309</u>	<u>8,020</u>

Notes:

1. GENERAL

China Mining Resources Group Limited (the “Company”) is incorporated in Bermuda as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). The addresses of the registered office and principal place of business of the Company are disclosed in the “Corporate Information” of the annual report.

The functional currency of the Company and its subsidiaries (hereinafter collectively referred to as the “Group”) is Renminbi (“RMB”). The consolidated financial statements are presented in Hong Kong dollars (“HK\$”) for the convenience of the investors as its shares are listed on the Stock Exchange.

The Company is an investment holding company and the principal activities of its subsidiaries are production and sales of tea. The Group was also engaged in mining, processing and sales of molybdenum and online video broadcasting which were discontinued during the year ended 31 December 2014 (Note 8).

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) AND HONG KONG ACCOUNTING STANDARDS (“HKASs”)

Application of new and revised HKFRSs and HKASs

The Group has applied the following new and revised HKFRSs and HKASs issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) for the first time in the current year:

Amendments to HKFRS 10, HKFRS 12 and HKAS 27 (2011)	Investment Entities
Amendments to HKAS 32	Offsetting Financial Assets and Financial Liabilities
Amendments to HKAS 36	Recoverable Amount Disclosures for Non-financial Assets
Amendments to HKAS 39	Novation of Derivatives and Continuation of Hedge Accounting
HK(IFRIC*) — Interpretation 21	Levies

* *IFRIC represents the International Financial Reporting Interpretations Committee*

The application of the new and revised HKFRSs and HKASs in the current year has had no material impact on the Group’s financial performance and positions for the current and prior years and/or on the disclosures set out in the consolidated financial statements.

In addition, the Hong Kong Companies Ordinance (Cap. 622) will affect the presentation and disclosure of certain information in the consolidated financial statements for the year ending 31 December 2015. The Group is in the process of making an assessment of expected impact of these changes.

New and revised HKFRSs and HKASs in issue but not yet effective

The Group has not early applied the following new and revised HKFRSs and HKASs that have been issued but are not yet effective:

HKFRS 9	Financial Instruments ¹
HKFRS 14	Regulatory Deferral Accounts ²
HKFRS 15	Revenue from Contracts with Customers ³
Amendments to HKFRS 11	Accounting for Acquisitions of Interests in Joint Operations ⁵
Amendments to HKAS 16 and HKAS 38	Clarification of Acceptable Methods of Depreciation and Amortisation ⁵
Amendments to HKAS 16 and HKAS 41	Agriculture: Bearer Plants ⁵
Amendments to HKAS 19 (2011)	Defined Benefits Plans: Employee Contributions ⁴
Amendments to HKAS 27	Equity Method in Separate Financial Statements ⁵
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ⁵
Annual Improvements Project	Annual Improvements to HKFRSs 2010-2012 Cycle ⁶
Annual Improvements Project	Annual Improvements to HKFRSs 2011-2013 Cycle ⁴
Annual Improvements Project	Annual Improvements to HKFRSs 2012-2014 Cycle ⁵
Amendments to HKFRS 10, HKFRS 12, and HKAS 28	Investment Entities — Applying the Consolidation Exception ⁵
Amendments to HKAS 1	Disclosure Initiative ⁵

¹ Effective for annual periods beginning on or after 1 January 2018, with earlier application permitted.

² Effective for first annual HKFRS financial statements beginning on or after 1 January 2016, with earlier application permitted.

³ Effective for annual periods beginning on or after 1 January 2017, with earlier application permitted.

⁴ Effective for annual periods beginning on or after 1 July 2014, with earlier application permitted.

⁵ Effective for annual periods beginning on or after 1 January 2016, with earlier application permitted.

⁶ Effective for annual periods beginning on or after 1 July 2014, with limited exceptions. Earlier application is permitted.

3. REVENUE

Revenue represents turnover arising on sale of tea products from continuing operation for the year. An analysis of the Group's revenue for the year is as follows:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i> (Restated)
Sales of tea products	<u>133,007</u>	<u>140,421</u>

4. SEGMENT INFORMATION

Information reported to the board of directors (the "Board"), being the chief operating decision maker, for the purposes of resource allocation and assessment of segment performance focuses on the types of goods delivered or services provided. This is also the basis upon which the Group is organised and specifically focuses on the Group's operating divisions. No operating segments identified by the Board have been aggregated in arriving at the reporting segments of the Group.

Specifically, the Group's reportable and operating segment under HKFRS 8 is as follows:

Tea products — production and sales of tea

Two reportable and operating segments (mining, processing and sales of molybdenum (the "Molybdenum"); and online video broadcasting (the "iTV")) were discontinued during the year ended 31 December 2014. Therefore, the Group has only one operating and reportable segment, represented the production and sales of tea, for the year ended 31 December 2014. Since this is the only operating and reportable segment of the Group, no further analysis of i) segment results for the years ended 31 December 2014 and 2013 and ii) segment assets and liabilities as at 31 December 2014 thereof is presented. All the revenue of the Group are generated from production and sales of tea for the year ended 31 December 2014.

Segment assets and liabilities

The following is an analysis of the Group's assets and liabilities by reportable and operating segment as at 31 December 2013:

	Continuing	Discontinued Operations		Total <i>HK\$'000</i>
	Operation Tea products <i>HK\$'000</i>	Molybdenum <i>HK\$'000</i>	iTV <i>HK\$'000</i>	
ASSETS AND LIABILITIES				
Segment assets	<u>266,941</u>	<u>339,139</u>	<u>3,933</u>	<u>610,013</u>
Unallocated assets				
— Available-for-sale investments				69,819
— Certain bank balances and cash				47,704
— Others				<u>14,064</u>
Total unallocated assets				<u>131,587</u>
Total assets				<u><u>741,600</u></u>
Segment liabilities	<u>139,287</u>	<u>535,755</u>	<u>421</u>	<u>675,463</u>
Unallocated liabilities				
— Certain other payables				3,074
— Certain tax liabilities				1,918
— Non-redeemable convertible preference shares				<u>53,125</u>
Total unallocated liabilities				<u>58,117</u>
Total liabilities				<u><u>733,580</u></u>

For the purposes of monitoring segment performances and allocating resources between segments:

- all assets are allocated to operating segments other than available-for-sale investments, certain bank balances and cash and other assets that are not attributable to segments; and
- all liabilities are allocated to operating segments other than certain other payables, certain tax liabilities and non-redeemable convertible preference shares.

Geographical information

The Group's operations are mainly located in the PRC (country of domicile), Hong Kong.

Information about the Group's revenue from continuing operation from external customers is presented based on the geographical location of customers. Information about the Group's non-current assets (excluding financial instruments) is presented based on the geographical location of the assets.

For the year ended 31 December 2014

	The PRC <i>HK\$'000</i>	Hong Kong <i>HK\$'000</i>	Others <i>HK\$'000</i>	Total <i>HK\$'000</i>
Revenue from external customers	132,879	—	128	133,007
Non-current assets excluding financial instruments	<u>68,426</u>	<u>320</u>	<u>—</u>	<u>68,746</u>

For the year ended 31 December 2013 (Restated)

	The PRC <i>HK\$'000</i>	Hong Kong <i>HK\$'000</i>	Others <i>HK\$'000</i>	Total <i>HK\$'000</i>
Revenue from external customers	140,369	—	52	140,421
Non-current assets excluding financial instruments	<u>231,571</u>	<u>11,281</u>	<u>—</u>	<u>242,852</u>

Information about major customers

Revenues from customers of the corresponding years contributing over 10% of the total revenue of the Group from continuing operation is as follows:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i> (Restated)
Customer A ¹	<u>49,097</u>	<u>59,642</u>

¹ Revenue from tea products

5. OTHER INCOME

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i> (Restated)
Continuing operation		
Interest income on bank deposits	1,019	1,221
Interest income from advanced to suppliers (<i>Note 11(c)</i>)	5,626	5,583
Government grants (<i>Note</i>)	1,552	2,685
Rental income	9	21
Others	156	160
	<u>8,362</u>	<u>9,670</u>

Note: During the year ended 31 December 2014, the Group received grants of approximately HK\$1,552,000 (2013: HK\$2,685,000) from the local government. There are no unfulfilled conditions and other contingencies attaching to such government grants and thus, the amounts are recognised as other income upon receipt.

6. OTHER GAINS AND LOSSES

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i> (Restated)
Continuing operation		
Net foreign exchange loss	(10,691)	(10,567)
Gain on changes in fair value less costs-to-sell for biological assets	2,262	2,389
	<u>(8,429)</u>	<u>(8,178)</u>

7. INCOME TAX EXPENSE (CREDIT)

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Current tax:		
Hong Kong	—	—
PRC Enterprise Income Tax	1,194	—
Under provision in prior year	1,025	—
Deferred tax:		
Current year	725	(6,165)
Income tax expense (credit)	<u>2,944</u>	<u>(6,165)</u>

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profit for both years. No Hong Kong profits tax have been provided for the years end 31 December 2014 and 2013 as the Group did not generate any assessable profits arising in Hong Kong for both years.

Under the Law of the PRC on Enterprise Income Tax (the “EIT Law”) and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% from 1 January 2008 onwards.

8. DISCONTINUED OPERATIONS

Disposal of molybdenum operation

Pursuant to the Company’s circular dated 22 September 2014, the Company entered into a disposal agreement on 3 September 2014 with a purchaser (the “Purchaser”), an independent third party, in respect of the disposal of the 75.08% equity interests in Harbin Songjiang Copper (Group) Company Limited* and its subsidiaries (collectively referred to as the “Disposed Subsidiaries”) at a consideration of approximately HK\$113,854,000 (equivalent to RMB90,096,000). The principal activities of the Disposed Subsidiaries are engaged in the mining, processing and sales of molybdenum, which represents the molybdenum segment of the Group. The disposal was effected in order to generate cash flows for the Group of which the Group intends to apply in future investment opportunities, including opportunities in the mining sector or other profitable investments opportunities, and the discontinuity of the molybdenum segment is consistent with the Group’s long term policy to focus its activities on the tea and other business which has a higher profit margin or better operating prospects. The disposal was completed on 31 October 2014, on which date the control of the molybdenum operations passed to the Purchaser.

* *For identification purpose only*

Cease of the iTV business

On 27 November 2014, the Directors announced a plan to cease the Group’s iTV business. The cessation of iTV business is consistent with the Group’s long-term policy to redirect its resources to the tea and other businesses of the Group.

The combined results of the discontinued operations (i.e. Molybdenum and iTV business) included in the profit for the year are set out below. The comparative loss and cash flows from discontinued operations have been re-presented to include those operations classified as discontinued in the current year.

	2014 <i>HK\$’000</i>	2013 <i>HK\$’000</i>
Loss on discontinued operations	(29,788)	(82,209)
Compensation for loss of office paid by the Company	(7,771)	—
Gain on disposal of subsidiaries	<u>710,703</u>	<u>—</u>
Profit (loss) for the year from discontinued operations	<u><u>673,144</u></u>	<u><u>(82,209)</u></u>
Attributable to:		
Owners of the Company	682,045	(60,772)
Non-controlling interests	<u>(8,901)</u>	<u>(21,437)</u>
	<u><u>673,144</u></u>	<u><u>(82,209)</u></u>

The results of the discontinued operations (i.e. Molybdenum and iTV business) included in the profit (loss) for the year are set out below:

For the year ended 31 December 2014

	Molybdenum <i>HK\$'000</i>	iTV <i>HK\$'000</i>	Total <i>HK\$'000</i>
<i>Loss for the year from discontinued operations</i>			
Revenue	51,393	—	51,393
Cost of sale	(30,326)	—	(30,326)
Other income	645	44	689
Other gains and losses	1,413	—	1,413
Selling and distribution expenses	(371)	—	(371)
Administrative expenses	(35,573)	(3,133)	(38,706)
Gain on settlement of post-employment benefit	20,872	—	20,872
Loss on disposal of property, plant and equipment	(490)	—	(490)
Impairment loss recognised in respect of other intangible asset	(26,101)	—	(26,101)
Impairment loss recognised in respect of property, plant and equipment	(63)	—	(63)
Finance cost	(8,098)	—	(8,098)
Loss before tax	(26,699)	(3,089)	(29,788)
Income tax expense	—	—	—
Loss for the year from discontinued operations	<u>(26,699)</u>	<u>(3,089)</u>	<u>(29,788)</u>
Loss for the year from discontinued operations include the followings:			
Depreciation and amortisation	8,032	183	8,215
Auditor's remuneration	—	45	45
Impairment loss recognised in respect of trade and other receivables	7,566	—	7,566
Reversal of impairment loss of trade and other receivables	(758)	—	(758)
Cost of inventories recognised as an expense	30,326	—	30,326
Staff costs	34,417	1,288	35,705
Written-off of property, plant and equipment	156	—	156
Minimum lease payments under operating lease in respect of rented premises	—	740	740

For the year ended 31 December 2013

	Molybdenum HK\$ '000	iTV HK\$ '000	Total HK\$ '000
<i>Loss for the year from discontinued operations</i>			
Revenue	46,163	1	46,164
Cost of sale	(56,359)	—	(56,359)
Other income	2,388	23	2,411
Other gains and losses	5,568	3,150	8,718
Selling and distribution expenses	(1,758)	—	(1,758)
Administrative expenses	(24,808)	(5,999)	(30,807)
Impairment loss recognised in respect of property, plant and equipment	—	(526)	(526)
Impairment loss recognised in respect of short-term loan and loan interest receivables	—	(15,357)	(15,357)
Impairment loss recognised in respect of other intangible asset	(32,083)	—	(32,083)
Impairment loss recognised in respect of inventory	(1,318)	—	(1,318)
Gain on disposal of property, plant and equipment	12,276	—	12,276
Finance cost	(13,570)	—	(13,570)
	<hr/>	<hr/>	<hr/>
Loss before tax	(63,501)	(18,708)	(82,209)
Income tax expense	—	—	—
	<hr/>	<hr/>	<hr/>
Loss for the year from discontinued operations	<u>(63,501)</u>	<u>(18,708)</u>	<u>(82,209)</u>
Loss for the year from discontinued operations include the followings:			
Depreciation and amortisation	11,117	412	11,529
Waiver of other payable	—	(3,150)	(3,150)
Auditor's remuneration	—	50	50
Impairment loss recognised in respect of trade and other receivables	156	500	656
Cost of inventories recognised as an expense	47,990	—	47,990
Staff costs	11,292	1,247	12,539
Minimum lease payments under operating lease in respect of rented premises	120	400	520

9. LOSS FOR THE YEAR FROM CONTINUING OPERATION

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i> (Restated)
Loss for the year from continuing operation has been arrived at after charging (crediting):		
Directors' and chief executives' remuneration	5,161	8,095
Other staff's salaries, bonus and allowances	17,808	21,626
Other staff's contribution to retirement benefits schemes	962	1,379
Share-based payments expenses — directors	—	9,251
Share-based payments expenses — employees	—	1,099
	<hr/>	<hr/>
Total staff costs	23,931	41,450
	<hr/>	<hr/>
Impairment loss recognised in respect of trade and other receivables	3,166	5,410
Reversal of impairment loss recognised in respect of trade and other receivables	(3,706)	(1,373)
Amortisation of other intangible assets	371	368
Amortisation of prepaid lease payments	881	874
Auditors' remuneration		
— Audit service	1,268	1,380
— Non-audit service	735	520
Costs of inventories recognised as an expense	70,374	77,829
Written-off of inventories	22	—
Written-off of property, plant and equipment	9	—
Depreciation of property, plant and equipment	5,560	5,450
Share-based payment expense — consultant	—	1,240
Minimum leases payments under operating lease in respect of rented premises	16,847	13,207
	<hr/> <hr/>	<hr/> <hr/>

10. DIVIDEND

No dividend was paid or proposed during the year ended 31 December 2014, nor has any dividend been proposed since the end of the reporting period (2013: HK\$Nil).

11. EARNINGS (LOSS) PER SHARE

From continuing and discontinued operations

The calculation of the basic and diluted earnings (loss) per share attributable to owners of the Company is based on the following data:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Profit (loss) for the year attributable to owners of the Company for the purpose of basic earnings (loss) per share	630,412	(311,048)
Effect of dilutive potential ordinary shares:		
Interest on non-redeemable convertible preference shares (<i>Note</i>)	<u>—</u>	<u>—</u>
Profit (loss) for the year attributable to the owners of the Company for the purpose of diluted earnings (loss) per share	<u>630,412</u>	<u>(311,048)</u>
	Number of shares	
	2014 <i>'000</i>	2013 <i>'000</i>
Weighted average number of ordinary shares for the purpose of basic earnings (loss) per share	9,138,782	9,138,782
Effect of dilutive potential ordinary shares:		
Non-redeemable convertible preference shares (<i>Note</i>)	—	—
Share options issued by the Company (<i>Note</i>)	<u>—</u>	<u>—</u>
Weighted average number of ordinary shares for the purpose of diluted earnings (loss) per share	<u>9,138,782</u>	<u>9,138,782</u>

Note: The computation of diluted loss per share for the years ended 31 December 2013 do not assume the conversion of the Company's outstanding share options and non-redeemable convertible preference shares since their exercise would result in a decrease in loss per share.

The computation of diluted earnings per share for the year ended 31 December 2014 do not assume the conversion of the Company's outstanding share options and non-redeemable convertible preference shares since the exercise prices of those share options and non-redeemable convertible preference shares were higher than the average market price of shares.

From continuing operation

The calculation of the basic and diluted earnings (loss) per share from continuing operation attributable to owners of the Company is based on the following data:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Earnings (loss) figures are calculated as follows:		
Profit (loss) for the year attributable to owners of the Company	630,412	(311,048)
Less: (profit) loss for the year from discontinued operations	<u>(682,045)</u>	<u>60,772</u>
Loss for the purpose of basic loss per share from continuing operation	(51,633)	(250,276)
Effect of dilutive potential ordinary shares:		
Interest on non-redeemable convertible preference shares (<i>Note</i>)	<u>—</u>	<u>—</u>
Loss for the purpose of diluted loss per share from continuing operation	<u>(51,633)</u>	<u>(250,276)</u>

The denominators used are the same as those detailed above for both basic and diluted earnings (loss) per share.

Note: The computation of diluted loss per share for the years ended 31 December 2014 and 2013 do not assume the conversion of the Company's outstanding share options and non-redeemable convertible preference shares since their exercise would result in a decrease in loss per share.

From discontinued operations

Basic and diluted earnings per share for the discontinued operations is HK7.46 cents per share (2013: loss of HK\$0.67 cents per share), based on the earnings for the year from the discontinued operations of approximately HK\$682,045,000 (2013: loss for the year of HK\$60,772,000) and the denominators detailed above for both basic and diluted earnings (loss) per share.

12. TRADE AND OTHER RECEIVABLES

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Trade receivables (<i>Note (a)</i>)	22,749	49,888
Less: Allowances	<u>(10,127)</u>	<u>(13,851)</u>
	<u>12,622</u>	<u>36,037</u>
Other receivables (<i>Note (b)</i>)	10,801	78,114
Less: Allowances	<u>(3,666)</u>	<u>(60,271)</u>
	<u>7,135</u>	<u>17,843</u>
Bill receivables	—	13,887
Deposits and prepayments	13,773	12,206
Advanced to suppliers (<i>Note (c)</i>)	<u>53,997</u>	<u>59,143</u>
	<u>67,770</u>	<u>85,236</u>
Total trade and other receivables	<u>87,527</u>	<u>139,116</u>
Analysed for reporting purposes as:		
— Current assets	87,527	135,311
— Non-current assets included in other non-current financial assets (<i>Note (b)</i>)	<u>—</u>	<u>3,805</u>
	<u>87,527</u>	<u>139,116</u>

Notes:

(a) Trade receivables

The Group normally allows credit period of 90 days to its trade customers. The aged analysis of trade receivables net of allowance for doubtful debts presented based on the invoice date which approximated the respective dates on which revenue was recognised at the end of the reporting period is as follows:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
0 — 30 days	2,885	3,621
31 — 60 days	2,491	2,289
61 — 90 days	812	1,417
Over 90 days	<u>6,434</u>	<u>28,710</u>
	<u>12,622</u>	<u>36,037</u>

Before accepting any new customer, the Group assesses the potential customer's credit quality and defines credit limits by customer. Limits and credit quality attributed to customers are reviewed once a year. At 31 December 2014, approximately 27% (2013: 15%) of the trade receivables that are neither past due nor impaired.

Trade receivables which are past due based on the invoice date but not impaired:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
31 — 90 days	—	—
Over 90 days	<u>6,434</u>	<u>28,710</u>
	<u>6,434</u>	<u>28,710</u>

Included in the Group's trade receivables at 31 December 2014 are debtors with aggregate carrying amount of approximately HK\$6,434,000 (2013: HK\$28,710,000) which are past due at the end of the reporting period for which the Group has not provided for impairment loss as there has not been a significant change in credit quality and the amounts are still considered to be recoverable. The Group does not hold any collateral over these balances. The average age of trade receivables is 116 days (2013: 154 days).

At 31 December 2013, included in the Group's trade receivables past due but not impaired is receivable from one of the major customers of mining, processing and sales of molybdenum segment with approximately HK\$23,636,000. This customer was a stated-owned enterprise located in the PRC and has long-term business relationship with the Group. The Group allows credit period of 30 days to this customer. In view of the past repayment records and the high credit rating of this customer, even though the repayment time was exceed the credit period and the balance was unsecured, the Directors are in the opinion that there has not been any significant change in the credit quality of this customer and further, this customer did not have any bad debt history. Accordingly, the Directors are satisfied that no impairment loss for this customer was required to be recognised.

Movement in the allowance for doubtful debts for trade receivables:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
At beginning of the year	13,851	9,906
Exchange adjustments	(73)	381
Reversal of impairment loss	(944)	(1,373)
Amounts written-off during the year as uncollectible	(1,267)	—
Impairment loss recognised	3,166	4,937
Derecognised on disposal of subsidiaries	<u>(4,606)</u>	<u>—</u>
At end of the year	<u>10,127</u>	<u>13,851</u>

Movement in the allowance for doubtful debts for other receivables:

	2014	2013
	<i>HK\$'000</i>	<i>HK\$'000</i>
At beginning of the year	60,271	57,212
Exchange adjustments	(74)	1,930
Reversal of impairment loss	(3,520)	—
Amounts written-off during the year as uncollectible	(1,135)	—
Impairment loss recognised	7,566	1,129
Derecognised on disposal of subsidiaries	(59,442)	—
	<hr/>	<hr/>
At end of the year	<u>3,666</u>	<u>60,271</u>

Included in the Group's allowance for doubtful debts are individually impaired trade receivables and other receivables with an aggregate balances of approximately HK\$10,127,000 (2013: HK\$13,851,000) and HK\$3,666,000 (2013: HK\$60,271,000) respectively in which the Directors consider that the Group is unlikely to recover these debts as they are long outstanding for more than 180 days to one year. The Group does not hold any collateral over these balances.

Due to the derecognition of the Disposed Subsidiaries, the relevant trade and other receivables have been derecognised during the year ended 31 December 2014.

(b) Other receivables

Included in the Group's other receivables, an amount of approximately HK\$7,610,000 (equivalent to RMB6,000,000) represented the proceeds from the disposal of certain plant and equipment of the Group during the year ended 31 December 2013. Pursuant to the asset disposal agreement, an amount of approximately HK\$3,805,000 will be settled in September 2014 and the remaining amount of approximately HK\$3,805,000 will be settled in September 2015. Accordingly, an amount of HK\$3,805,000 was reclassified as other non-current financial assets in the consolidated statement of financial position at 31 December 2013.

During the year ended 31 December 2014, full impairment loss had been recognised in respect of these other receivables.

(c) Advanced to suppliers

The amount represented advance payments to several suppliers for sourcing of goods from them. Out of which, amounting to approximately HK\$50,428,000 (2013: approximately HK\$50,732,000) represented the sourcing of teas from several suppliers which the goods shall be delivered during the year ending 31 December 2015. Prior to the delivery of teas to the Group, these suppliers will pay an interest at the rate of 11.152% (2013: 11.152%) on the outstanding balances to the Group. During the year ended 31 December 2014, interest income from these suppliers of approximately HK\$5,626,000 (equivalent to RMB4,461,000) (2013: HK\$5,583,000 (equivalent to RMB4,402,000)) were received by the Company and the amount was recognised as other income in the consolidated statement of profit or loss and other comprehensive income (Note 5).

13. TRADE AND OTHER PAYABLES

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Trade payables (<i>Note (a)</i>)	19,159	15,151
Mining right payables (<i>Note (b)</i>)	—	118,186
Other payables and accruals	<u>44,281</u>	<u>180,511</u>
	<u>63,440</u>	<u>313,848</u>

Analysed for reporting purposes as:

— Current liabilities	63,440	271,787
— Non-current liabilities (classified as “other long-term payables”)	<u>—</u>	<u>42,061</u>
	<u>63,440</u>	<u>313,848</u>

Notes:

(a) Trade payables

The following is an aged analysis of trade payables presented based on the invoice date at the end of the reporting period:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
0 — 90 days	11,829	6,473
91 — 180 days	4,844	4,169
181 — 365 days	651	660
Over 1 year	<u>1,835</u>	<u>3,849</u>
	<u>19,159</u>	<u>15,151</u>

The average credit period on purchases of goods is 90 days (2013: 90 days). The Group has financial risk management policies in place to ensure that all payables are settled within the credit timetable.

(b) Mining right payables

	2014	2013
	<i>HK\$'000</i>	<i>HK\$'000</i>
Analysed for reporting purposes as:		
— Current liabilities	—	76,125
— Non-current liabilities (classified as “other long-term payables”)	—	42,061
	<u>—</u>	<u>118,186</u>
	<u>—</u>	<u>118,186</u>

14. EVENT AFTER THE REPORTING PERIOD

Subsequent to the end of the reporting period, the following event took place:

Pursuant to the announcement dated 5 March 2015, the Company received a conversion notice from Ms. Ho Ping Tanya in respect of the conversion of all of the non-redeemable convertible preference shares of the Company held by her on 5 March 2015. As a result of this conversion, the Company will allot and issue a total of 3,300,000,000 ordinary shares of the Company (“Conversion Shares”) to Ms. Ho Ping Tanya on 10 March 2015 and Ms. Ho Ping Tanya will be a substantial shareholder of the Company.

The Conversion Shares will rank pair passu with all the existing ordinary share of the Company at the date of allotment and among themselves in all respects, and represent approximately 26.53% of the issued ordinary share capital of the Company as enlarged by the allotment and issue of the Conversion Shares.

FINAL DIVIDEND

The Board does not recommend the payment of a dividend for the year ended 31 December 2014 (2013: Nil).

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Wednesday, 27 May 2015 to Friday, 29 May 2015, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for attending the forthcoming annual general meeting of the Company, all completed transfer forms accompanied by the relevant share certificates must be lodged with the Company’s branch share registrar in Hong Kong, Union Registrars Limited, at A18/F., Asia Orient Tower, Town Place, 33 Lockhart Road, Wanchai, Hong Kong no later than 4:00 p.m. on Tuesday, 26 May 2015.

MANAGEMENT DISCUSSION AND ANALYSIS

Results

For the financial year ended 31 December 2014, the Group recorded a revenue of HK\$133,007,000 (2013: HK\$140,421,000) and gross profit of HK\$60,472,000 (2013: HK\$60,832,000) from continuing operation, representing a decrease of 5% and 1% in revenue and gross profit respectively as compared with last year. The decrease in revenue was mainly due to the slight decrease of revenue generated from King Gold Investment Limited (“King Gold”) and its subsidiaries (together with King Gold, “King Gold Group”).

The Group’s gain attributable to owners of the Company amounted to HK\$630,412,000 (2013: loss of HK\$311,048,000). In particular, the significant increase in gain was mainly attributable to the one-off gain of HK\$710,703,000 arising from the disposal of Harbin Songjiang Copper (Group) Company Limited (“Harbin Songjiang”) and its subsidiaries (“Harbin Songjiang Group”), and the significant decrease of impairment losses of HK\$172,558,000 (HK\$138,046,000 attributable to equity owners) on goodwill, brand name, property, plant and equipment of tea business provided during the year 2014.

Review of Operations

Continuing operation

King Gold Group

King Gold Group is principally engaged in cultivation, research, production and sale of Chinese tea products, and its products selling under the brand names of “武夷” and “武夷星” which are well-recognised in the PRC as premium tea products and widely distributed throughout the country. King Gold Group contributed HK\$133,007,000 (2013: HK\$140,421,000) and HK\$5,547,000 (2013: HK\$187,891,000) to the Group’s revenue and loss for the year ended 31 December 2014 respectively. For the financial year ended 31 December 2014, King Gold Group generated revenue of HK\$133,007,000 (2013: HK\$140,421,000). This represented a decrease of 5% in revenue when compared with last year. Decrease in revenue was mainly attributable to the effects of slowdown of the economic development in the PRC and various austerity measures implemented by the PRC government which had affected the general spending sentiment and confidence of customer market in the PRC. The cost of sales of King Gold Group decreased from HK\$79,589,000 in the year 2013 to HK\$72,535,000 in the year 2014. The average gross profit margin was 45%, representing a slight increase of 2% as compared with an average gross profit margin of 43% last year.

Brand name are allocated to the Group's tea business cash-generating unit and arises from the acquisition of King Gold Group in 2009. In view of the deterioration of the Group's tea business in year 2014 as a result of the aforementioned reasons, the directors of the Company has determined that there would be an impairment indication in the brand name of the tea business of King Gold Group as at the year ended 31 December 2014. A valuation was performed by an independent valuer to assess the impairment by a cash flow projection basis. Accordingly, impairment losses in respect of the brand name of HK\$4,172,000 (2013: HK\$27,777,000) was recognised in the consolidated statement of profit or loss and other comprehensive income during the year 2014.

Investments in Canada listed mining companies and other securities

The Group has invested in several Canada listed mining companies which were held for the purpose of long-term investments and capital gain and dividend income. The Group has disposed the shares of a Canada listed company during the year ended 31 December 2014. The investment portfolio of the Group, including available-for-sale investments, recorded a depreciation during the year ended 31 December 2014. The net decrease in fair value of the investment portfolio during the year 2014 was HK\$27,352,000 (2013: HK\$58,330,000).

Discontinued operations

Disposal of Harbin Songjiang Group

On 31 October 2014, the Group has disposed of 75.08% equity interests of Harbin Songjiang (the "Disposal"), a group which is based in Harbin, Heilongjiang Province, the People's Republic of China (the "PRC") and specifies in the mining, processing and sales of molybdenum. Upon completion of the Disposal, Harbin Songjiang ceased to be a subsidiary of the Group. During the period from 1 January 2014 to 31 October 2014, Harbin Songjiang Group contributed HK\$51,393,000 (2013: HK\$46,163,000) and HK\$673,144,000 (2013: Loss of HK\$63,501,000) to the Group's revenue and profit. The significant increase of operating profit of Harbin Songjiang Group was mainly contributed by the one-off gain of approximately HK\$710,703,000 arising from the Disposal. Such gain was derived from (i) the sales proceed of HK\$113,854,000; and (ii) the net liabilities and others reserves of Harbin Songjiang Group of HK\$596,849,000 upon the Disposal.

Cessation of online video broadcasting business ("iTV Business")

Year Joy Investments Limited ("Year Joy") indirectly owns 100% of the economic benefit from the operation of the iTV business of China iTV Network Co., Ltd. ("China iTV"), a company established in the PRC on 7 September 1998 with limited liability, through an exclusive business operation agreement. China iTV is mainly engaged in providing online video service which involves an online video platform that offers various contents and delivers various value-added services to the customers of telecommunication operators in the PRC. Year Joy and its subsidiaries ("Year Joy Group") contributed HK\$nil (2013: HK\$1,000) and HK\$3,089,000 (2013: HK\$18,708,000) to the Group's revenue and loss for the year ended 31 December 2014.

As disclosed in the announcement of the Company dated 27 November 2014, the Board has carefully assessed iTV Business operation and appraised the current market situation. The Board observed that the competition within the iTV business was fierce and it was difficult for the Group to develop client networks as a startup business and generate positive cashflow. The Board believed that substantial capital injection was required if the Company was to boost the client network of iTV Business. In light of the above, the Board was of the view that the iTV Business operation was not going to improve unless substantial capital was injected. The Group has ceased operating the iTV Business towards the end of 2014 so as to re-focus the business of the Group on the tea and other businesses sector.

Liquidity, Financial Resources and Capital Structure

As at 31 December 2014, the Group had total assets and net assets amounted to HK\$498,117,000 (2013: HK\$741,600,000) and HK\$272,309,000 (2013: HK\$8,020,000), respectively. The current ratio was 2.40, as compared to 0.95 as of last year end.

As at 31 December 2014, the Group had bank balances and cash, of HK\$214,170,000 (2013: HK\$118,555,000), and most of which were denominated in Renminbi and Hong Kong dollars.

At the end of the reporting period, the Group had: (i) bank borrowings of HK\$90,770,000 (2013: HK\$107,806,000) which were denominated in Renminbi and interest-bearing at floating rates with reference to the prevailing borrowing rate quoted by the People's Bank of China and (ii) other loans of HK\$nil (2013: HK\$6,710,000). The gearing ratio, as a ratio of total borrowings to shareholders' fund was 34.6% (2013: negative of 76.9% due to the Company's negative equity position).

As at 31 December 2014, the Group has pledged certain buildings, certain prepaid lease payments and a forest use right with carrying values of approximately HK\$11,100,000 (2013: HK\$35,319,000), HK\$17,124,000 (2013: HK\$19,938,000) and HK\$7,384,000 (2013: HK\$9,240,000) respectively to secure general banking facilities grant to the Group.

Foreign Exchange Risk Management

As part of the Group's assets and liabilities are denominated in Hong Kong Dollar and Canadian Dollar in order to minimise the foreign currency risk, the Group aims to utilise the fund for transactions that are denominated in the same currency.

Share Capital

As at 31 December 2014, the Company had 9,138,782,211 ordinary shares and 3,776,190,000 non-redeemable convertible preference shares in issue with total shareholders' fund of the Group amounting to approximately HK\$1,291,497,000.

Material Acquisitions and Disposals of Subsidiaries and Associated Companies

On 3 September 2014, the Company entered into a disposal agreement to disposal 75.08% equity interests in Harbin Songjiang, a subsidiary of the Company, to an independent third party for a cash consideration of RMB90,096,000 (equivalent to approximately HK\$113,854,000) and the disposal was completed on 31 October 2014.

Saved as disclosed above, there were no other material acquisitions or disposals of subsidiaries and associated companies during the year ended 31 December 2014.

Contingent Liabilities

As at 31 December 2014, the Group had no contingent liability (2013: Nil).

As disclosed in the announcement of the Company dated 8 November 2011, the Company has received a writ of summons issued by the High Court of Hong Kong Special Administrative Region on 8 November 2011 (the “Writ”) pursuant to which Mr. Lin Min and Fujian Yuansheng Foods Industry Co. Ltd. (“Fujian Yuansheng”) (named as the plaintiffs in the writ) alleged that, amongst other things, the Company and 27 other co-defendants and/or certain PRC government officials had acted in conspiracy in obtaining ownership and control of certain assets of the plaintiffs and they were claiming for, amongst other things, damages from all 28 defendants jointly and severally in the total amount of RMB1,589,000,000.

As announced by the Company on 8 November 2011 and 26 March 2010, the Company has not obtained any interests in Fujian Yuanshen and is seeking legal advice in response to the Writ, in the opinion of the directors, the possible of an outflow of resources embodying economic benefit is remote.

Employees and Remuneration Policies

As at 31 December 2014, the Group had approximately 10 and 337 employees in Hong Kong and Mainland China respectively.

The staff cost of the Group (including directors’ remuneration in form of salary and other benefits, share-based payments, performance related incentive payments and retirement benefit contributions) was approximately HK\$23,931,000 for the year ended 31 December 2014 (2013: HK\$41,450,000). There was no share-based payment for the year ended 31 December 2014 (2013: HK\$10,350,000).

Directors’ remuneration were fixed with reference to their duties and responsibilities with the Company as well as the Company’s remuneration policy.

Employees of the Group are remunerated at a competitive level and are rewarded according to their performance. Our Group’s remuneration packages include medical scheme, group insurance, mandatory provident fund for Hong Kong employees, social insurance packages for Mainland China employees, performance bonus and share option scheme.

According to the share option scheme adopted by the Company on 25 May 2012, share options may be granted to directors, employees and other eligible participants of the Group to subscribe for shares in the Company in accordance with the terms and conditions stipulated therein.

Prospects

The poor spending sentiment in the PRC was affecting the tea business market in year 2014. Notwithstanding adverse conditions of the tea business market, the management of the Group has put great effort to overcome the difficulties, and adopted a series of market promotion to expand the customer base, explore additional distribution channels for its products and promote the “Wuyi star” and “Wuyi” brands in the PRC market. Looking ahead, the future operating environment of tea industry in the PRC is expected to face significant challenge and uncertainties. We will focus our resources to further promote and strengthen the existing tea products under “Wuyi star” and “Wuyi” brands, develop and launch new and exclusive tea products, focus on the optimizing and adjusting our distribution resources in terms of number of stores and coverage, we will also explore new sales platforms and channels to broaden its customer base.

The disposal in 2014 has generated cash flow for the Group of which the Group intends to apply in future investment opportunities including opportunities in the mining sector or other profitable investment opportunities that are in line with the Group’s development strategy to diversify the Group’s business stream, steadily developing the Group’s tea business, and thereby further expand the Group’s source of revenue, enhance the Group’s profitability, so as to enhance the long-term benefits of the Company and our shareholders as a whole.

PURCHASE, SALES OR REDEMPTION OF THE COMPANY’S SHARES

The Company has not redeemed any of its securities during the year ended 31 December 2014. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company’s securities during the year.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE OF THE LISTING RULES

For the year ended 31 December 2014, the Company has applied the principles of the Corporate Governance Code and Corporate Governance Report as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”) (the “Code”), and the associated Listing Rules. During the year ended 31 December 2014, the Company has complied with the code provisions of the Code (“Code Provision(s)”), except for certain deviations as specified and explained below with considered reasons for such deviations.

1. Under Code Provision A.2.1 of the Code, the roles of chairman and chief executive officer should be separated and should not be performed by the same person.

Since the resignation of Dr. You Xian Sheng as the chairman and the executive director of the Company on 31 January 2014, the Company has not appointed a new chairman of the Board (the “Chairman”). Until the appointment of the new Chairman, the Board collectively focuses on the overall strategic planning and development of the Group and effective functioning of the Board.

Since the resignation of Mr. Chen Shou Wu as the chief executive officer of the Company (the “Chief Executive Officer”) and the executive director of the Company on 1 March 2014, the Company had not appointed a new Chief Executive Officer. Until the appointment of Mr. Wang Hui, the executive director of the Company, as the new Chief Executive Officer on 29 January 2015, the executive directors of the Company, possessing extensive relevant industry knowledge, collectively oversee the day-to-day management of the business and operations of the Group.

The Board believes that this arrangement still enables the Company to make and implement decisions promptly, and thus achieve the Company’s objectives efficiently and effectively in response to the changing environment.

The Board will review the current situation from time to time and shall make necessary arrangements when the Board considers appropriate.

2. Under Code Provision A.2.7 of the Code, the chairman should at least annually hold meetings with the non-executive directors (including independent non-executive directors) without the executive directors present.

Since the resignation of Dr. You Xian Sheng as the chairman and the executive director of the Company on 31 January 2014, the Company has not appointed a new Chairman, no meeting was held between the Chairman and the non-executive directors (including independent non-executive directors) of the Company without the executive directors of the Company present during the year ended 31 December 2014.

3. Under Code Provision A.6.7 of the Code, the independent non-executive directors should also attend general meetings and develop a balanced understanding of the views of shareholders.

Due to personal commitment, an independent non-executive director of the Company was unable to attend a special general meeting of the Company held on 9 October 2014.

4. Under Code Provision E.1.2 of the Code, the Chairman should attend the annual general meeting. Since the new Chairman has not been appointed following the resignation of Dr. You Xian Sheng as the Chairman on 31 January 2014, Mr. Wang Hui, the executive director of the Company, has been elected by other directors of the Company present to act as the chairman of the annual general meeting of the Company held on 30 May 2014 in accordance with the By-laws of the Company.

5. Following the resignation of Mr. Lin Xiang Min as an independent non-executive director of the Company on 31 January 2014, the Company has not complied with the requirements of the Listing Rules as follows:
- a. Rule 3.10(1) of the Listing Rules (i.e. having at least three independent non-executive directors); and
 - b. Rule 3.21 of the Listing Rules (i.e. the audit committee must comprise a minimum of three members).

Subsequent to the appointment of Mr. Ngai Sai Chuen as an independent non-executive director of the Company on 1 March 2014, the above rules have been duly complied with.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix 10 to the Listing Rules. The Company has made specific enquiry of all directors regarding any non-compliance with the Model Code during the year ended 31 December 2014, and they all confirmed that they had fully complied with the required standards set out in the Model Code.

AUDIT COMMITTEE

As at the date of this announcement, the audit committee of the Company comprises Mr. Chong Cha Hwa, Mr. Chu Kang Nam and Mr. Ngai Sai Chuen, all of them are independent non-executive directors. The consolidated financial results of the Group for the year ended 31 December 2014 have been reviewed by the audit committee of the Company.

PUBLICATION OF RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This announcement is published on the website of the Company (www.chinaminingresources.com) and the designated website of the Stock Exchange (www.hkexnews.hk).

The 2014 annual report of the Company will be dispatched to the shareholders of the Company and available on the above websites in due course.

APPRECIATION

On behalf of the Board, I would like to take this opportunity to express my appreciation to the continuous support of our shareholders and hard work and dedication of all our staff over the past year.

By Order of the Board
China Mining Resources Group Limited
Wang Hui
Executive Director and Chief Executive Officer

Hong Kong, 25 March 2015

As at the date hereof, the board of directors of the Company comprises Mr. Wang Hui, Mr. Fang Yi Quan and Mr. Yeung Kwok Kuen as executive directors and Mr. Chong Cha Hwa, Mr. Chu Kang Nam and Mr. Ngai Sai Chuen as independent non-executive directors.