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江西銅業股份有限公司
JIANGXI COPPER COMPANY LIMITED

(a Sino-foreign joint venture joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 0358)

**ANNOUNCEMENT IN RELATION TO THE PROPOSED
INVESTMENT IN CONSTRUCTION PROJECTS FOR ANNUAL
PRODUCTIONS OF 100,000 TONNES OF LITHIUM COPPER
FOIL, 220,000 TONNES OF COPPER ROD AND 30,000 TONNES OF
CASTING MATERIAL**

The Board of the Company and all members of the Board warrant that the contents of this announcement do not contain any false statement, misleading representation or material omission and accept responsibility severally and jointly for the truthfulness, accuracy and completeness of the contents of this announcement.

Important Notice:

- Name of the investment target: Investment in construction projects for annual productions of 100,000 tonnes of lithium copper foil, 220,000 tonnes of copper rod and 30,000 tonnes of casting material (the “**Investment**”).
- Amount of the Investment: The total amount of investments in the three projects is expected to be RMB12.8 billion, among which, the fixed assets investment shall be RMB8.5 billion and the working capital investment shall be RMB4.3 billion. It is expected that RMB7.8 billion of fixed assets and RMB3.6 billion of working capital shall be invested in the 100,000 tonnes of lithium copper foil project before 31 December 2028; it is expected that RMB200 million of fixed assets and RMB600 million of working capital shall be invested in the 220,000 tonnes of copper rod project before 31 December 2022; it is expected that RMB500 million of fixed assets and RMB100 million of working capital shall be invested in the 30,000 tonnes of casting material project before 31 December 2026.

- The Investment does not constitute a restructuring of material assets nor a connected transaction and is not required to be submitted to the general meeting for consideration by shareholders.
- Special risk alert: both parties to the Investment agree that they will strictly abide by the relevant requirements of the agreement and jointly promote the smooth development of the Investment. However, as the Investment involves various administrative approval matters in industry and commerce, taxation, real estate, construction, environmental impact assessments, evaluation on safe production, etc., the Investment is still subject to risks of uncertainties.

I. OVERVIEW OF THE INVESTMENT

(I) Basic information of the Investment:

In order to further refine and deepen the copper processing of Jiangxi Copper Company Limited (the “**Company**”) and especially to accelerate the strategic layout of high value-added and high technology copper foil, the Company and Shangrao Economic Development Zone (“**Shangrao Development Zone**”) entered into an investment project contract (《招商項目合同書》) (the “**Investment Project Contract**”), pursuant to which the Company shall, through the establishment and registration of new companies, invest in three construction projects in the Shangrao Development Zone, with annual productions of 100,000 tonnes of lithium copper foil, 220,000 tonnes of copper rod and 30,000 tonnes of casting material.

The total amount of investments in the three projects is expected to be RMB12.8 billion, among which, the fixed assets investment shall be RMB8.5 billion and the working capital investment shall be RMB4.3 billion. It is expected that RMB7.8 billion of fixed assets and RMB3.6 billion of working capital shall be invested in the 100,000 tonnes of lithium copper foil project before 31 December 2028; it is expected that RMB200 million of fixed assets and RMB600 million of working capital shall be invested in the 220,000 tonnes of copper rod project before 31 December 2022; it is expected that RMB500 million of fixed assets and RMB100 million of working capital shall be invested in the 30,000 tonnes of casting material project before 31 December 2026.

Shangrao Development Zone will provide policy support to the Company in terms of land use, construction, finance, production, growth, ancillary facilities and local financial contribution during the course of the Company’s project construction.

(II) Consideration of the Board:

On 15 July 2021, the Company convened the second meeting of the ninth session of the board (the “**Board**”) of directors (the “**Directors**”) of the Company, and all the Directors considered and approved the “Resolution on the Proposed Investment in the Construction Projects for Annual Productions of 100,000 Tonnes of Lithium Copper Foil, 220,000 Tonnes of Copper Rod and 30,000 Tonnes of Casting Materials of Jiangxi Copper Company Limited”.

(III) The Investment does not constitute a restructuring of material assets nor a connected transaction and is not required to be submitted to the general meeting for consideration by shareholders.

II. BASIC INFORMATION OF THE SUBJECT OF THE INVESTMENT CONTRACT

Shangrao Development Zone is a national-level economic and technological development zone located in the western part of Shangrao downtown. It has been successively approved as a key undertaking area for gradient transfer of national processing trade, an undertaking base for transfer of Taiwan-funded enterprises, a national-level Haizhi work base of China Association for Science and Technology, a national photovoltaic high-tech industrialisation base, a national optical high-tech industrialisation base, a national industrialisation base for high-tech development of new energy vehicles, provincial ecological and industrial park, provincial demonstration base for intelligent manufacturing and provincial demonstration park for employment and poverty alleviation.

III. MAJOR CONTENT OF THE INVESTMENT CONTRACT

Jiangxi Copper Yates Copper Foil Company Limited (江西省江銅耶茲銅箔有限公司) (“**Copper Foil Company**”), a subsidiary of the Company, shall incorporate a new company in the Shangrao Development Zone and the investment in the project is expected to be RMB11.4 billion, among which, the fixed assets investment shall be RMB7.8 billion and the working capital investment shall be RMB3.6 billion. The industrial and commercial registration shall be completed within 30 days after the signing of the Investment Project Contract with the support of Shangrao Development Zone and the project shall be established based on the exact time of completion of such registration. The investment in the construction of the copper foil project shall be divided into two phases: the first phase of the project shall produce 50,000 tonnes of lithium copper foil annually and shall be implemented in stages with an aim to complete the first phase of the construction and begin production of 25,000 tonnes of lithium copper foil before 31 December 2023 and with an aim to complete the construction and begin production of entire first phase of the project before 31

December 2024; the second phase of the project shall produce 50,000 tonnes of lithium copper foil annually, with an aim to complete the construction and begin production of the entire phase of the project before 31 December 2028. After both phases of the project reach their capacities, an annual production capacity of 100,000 tonnes of lithium copper foil can be achieved.

Jiangxi Copper Products Company Limited (江西銅業銅材有限公司), a subsidiary of the Company, shall incorporate a new company in the Shangrao Development Zone and the investment in the project is expected to be RMB800 million, among which, the fixed assets investment shall be RMB200 million and the working capital investment shall be RMB600 million. The industrial and commercial registration shall be completed within 30 days after the signing of the Investment Project Contract with the support of Shangrao Development Zone. The project shall be established based on the exact time of completion of such registration and the project aims to be completed and begins production before 31 December 2022. After the project reaches its capacity, an annual production capacity of 220,000 tonnes of copper rod can be achieved.

The Company proposes to establish a joint venture in the Shangrao Development Zone and the investment in the project is expected to be RMB600 million, among which, the fixed assets investment shall be RMB500 million and the working capital investment shall be RMB100 million. The industrial and commercial registration shall be completed within 30 days after the signing of the Investment Project Contract and the joint venture agreement with the support of Shangrao Development Zone and the project shall be established based on the exact time of completion of such registration. The casting material project shall be divided into two phases: the first phase of the project shall produce 15,000 tonnes of casting materials annually with an aim to complete the construction and begin production before 31 December 2022; the second phase of the project shall produce 15,000 tonnes of casting materials annually with an aim to complete the construction and begin production before 31 December 2026. After the two phases of the project reach their capacities, an annual production capacity of 30,000 tonnes of casting materials can be achieved.

IV. IMPACT OF THE INVESTMENT ON THE COMPANY

The Investment is in line with the strategic positioning of the copper processing of the Company, especially taking into account the trend of continuous growth in demand for lithium copper foil, as well as the advanced research and development technology in copper foil products and the production capacity of a full range of copper foil products of Copper Foil Company. After completion of the Investment and with its capacity reached, the Company's position in the copper processing industry will be further consolidated, and the Company's market share in the copper processing field will be further expanded, thereby enhancing the continuous profitability of the Company.

V. SPECIAL RISK ALERT

Both parties to the Investment agree that they will strictly abide by the relevant requirements of the agreement and jointly promote the smooth development of the Investment. However, as the Investment involves various administrative approval matters in industry and commerce, taxation, real estate, construction, environmental impact assessments, evaluation on safe production, etc., the Investment is still subject to risks of uncertainties.

By Order of the Board
JIANGXI COPPER COMPANY LIMITED
Zheng Gaoqing
Chairman

Nanchang, Jiangxi, the People's Republic of China, 15 July 2021

As at the date of this announcement, the executive Directors of the Company are Mr. Zheng Gaoqing, Mr. Wang Bo, Mr. Gao Jian-min, Mr. Liang Qing, Mr. Liu Fangyun and Mr. Yu Tong; and the independent non-executive Directors of the Company are Mr. Liu Erh Fei, Mr. Liu Xike, Mr. Zhu Xingwen and Mr. Wang Feng.