



CHINA MINING INTERNATIONAL LIMITED

中矿国际有限公司

(Incorporated in the Cayman Islands)

(Company Registration No. CT-140095)

**BINDING MEMORANDUM OF UNDERSTANDING IN RELATION TO THE PROPOSED
ACQUISITION OF EQUITY INTEREST IN AERO WIND PROPERTIES (PTY) LTD**

SECOND PROGRESS UPDATE

All capitalised terms used and not defined below shall have the same meanings given to them in the 25 April 2016 Announcement (as defined below).

The board of Directors (the “**Board**”) of China Mining International Limited (the “**Company**”) refers to the announcement released on 25 April 2016 (“**25 April 2016 Announcement**”) regarding the binding MOU entered into between the Company and the Sellers, in relation to the Proposed Acquisition by the Company of an equity interest in Aero Wind Properties (Pty) Ltd (“**AWP**”) (the holder of a prospecting right for the Thabazimbi Project).

The Board is pleased to announce that on 16 May 2016, AWP received the acceptance from the Department of Mineral Resources of the Republic of South Africa for an application of mining right to mine iron ore for the Thabazimbi Project (the “**Acceptance**”) for a mining area size of approximately 1,720.54 hectares using open cast mining method. The grant of the Acceptance is subject to AWP submitting required documentation within a prescribed timeframe to the Department of Mineral Resources of the Republic of South Africa.

The Company will make further announcement(s) to keep shareholders informed, as and when there are further updates or if there are any material developments.

Shareholders of the Company and potential investors should exercise caution when trading in the shares of the Company as there is no certainty or assurance, as at the date of this announcement, that: (a) the terms of the Proposed Acquisition will not change from those set out in the MOU; and (b) the Proposed Acquisition will be completed. When in doubt as to the action they should take, they should consult their legal, financial, tax or other advisers.

BY ORDER OF THE BOARD

Mr. Li Bin
CEO and Executive Director
20 May 2016