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中广核矿业有限公司*
CGN Mining Company Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 01164)

OPERATIONAL STATEMENT FOR THE THIRD QUARTER OF 2020

This announcement is made by CGN Mining Company Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis to report to its shareholders and potential investors on the natural uranium production and trading of the Group in the third quarter of 2020.

1. Natural Uranium Production

In the third quarter of 2020, Semizbay-U Limited Liability Partnership (“**Semizbay-U**”), a 49% owned joint venture of the Group in Kazakhstan, produced 133.78tU of natural uranium, representing a completion rate of 95.15% of the production plan of the quarter, among which 41.28tU were produced by the Semizbay mine located in the Valihanov District of Akmoltnsk Oblast (“**Semizbay Mine**”) and 92.50tU were produced by the Irkol mine located in the town of Chiili (“**Irkol Mine**”).

Production of Semizbay-U in the third quarter of 2020

	Planned production output (tU)	Actual production output (tU)	Production plan completion rate
Semizbay Mine	48.51	41.28	85.08%
Irkol Mine	92.08	92.50	100.46%
Total	140.59	133.78	95.15%

Note: Considering that Semizbay Mine exceeded the production plan for the first half of 2020 by 13.05tU, Semizbay-U took the initiative to reduce Semizbay Mine’s production for the third quarter of 2020. As of 30 September 2020, Semizbay Mine has accumulatively produced 248.39tU this year, representing a completion rate of 102.40% of the production plan for the first three quarters of 2020.

2. Natural Uranium Trading

As of 30 September 2020, the Group held 4,647tU of natural uranium (approximately 12.08 million pounds of U_3O_8), with a weighted average cost of US\$27.56 per pound of U_3O_8 , and contracted but not delivered natural uranium sales of 6,360tU (approximately 16.54 million pounds of U_3O_8), with a weighted average selling price of US\$31.48 per pound of U_3O_8 .

New natural uranium contracts entered in the third quarter of 2020

	Quantity (tU)	Weighted average price (US\$ per pound of U_3O_8)
Procurement	1,446	29.24
Sales	1,554	30.39

Natural uranium delivery in the third quarter of 2020

	Quantity (tU)	Weighted average price (US\$ per pound of U_3O_8)
Receipt from suppliers and traders	1,242	30.40
Delivery to customers	1,069	29.90

Note: 1tU equals approximately 2,600 pounds of U_3O_8

The above operational data for the third quarter of 2020 is based on preliminary internal management information, which is unaudited nor reviewed, and may somewhat differ from the data disclosed in other periodic reports of the Company and is for reference only. In addition, due to various factors, including but not limited to changes in regulatory policies, changes in market conditions, adverse weather natural disasters and seasonal factors, material differences may exist among the operational data of different quarters. The operational data in this announcement does not make any express or implied forecast or guarantee in respect of the Group's operating and financial prospect. Investors are hereby reminded of the risks which may result from inappropriate reliance on or utilization of the information given herein.

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

Note: Certain figures contained in this announcement are rounded to two decimal places.

By order of the Board
CGN Mining Company Limited
An Junjing
Chief Executive Officer

Hong Kong, 28 October 2020

As at the date of this announcement, the board of directors of the Company comprises two executive directors: Mr. An Junjing (chief executive officer) and Mr. Chen Deshao; three non-executive directors: Mr. Yu Zhiping (chairman), Mr. Sun Xu and Mr. Yin Xiong; and three independent non-executive directors: Mr. Qiu Xianhong, Mr. Gao Pei Ji and Mr. Lee Kwok Tung Louis.

* *For identification purpose only*