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罕王
HANKING

CHINA HANKING HOLDINGS LIMITED

中國罕王控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock code: 03788)

INSIDE INFORMATION

NEW ACQUISITION OF STRATEGIC MINING TENEMENTS CONTAINING 29,634 OUNCES JORC CODE-COMPLIANT GOLD RESOURCE NEAR OUR EXISTING FACILITY IN WESTERN AUSTRALIA

This announcement is made by China Hanking Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong).

The board of directors (the “**Board**”) of the Company is pleased to announce that Hanking Gold Mining Pty Ltd (“**Hanking Gold**”), a wholly-owned subsidiary of the Company, acquired the Zeus Mining Tenements (comprising two strategic mining tenements) with 29,634 ounces JORC Code-compliant gold resource near its existing gold deposit.

Hanking Gold acquired 100% interest of two strategic mining tenements (M77/765 and M77/766) from Sammy Resources Pty Ltd, a wholly owned subsidiary of Cazaly Resources Limited and a third party which is independent of and not connected with the Company and its connected persons and not a connected person of the Company. The tenements which host the Zeus gold deposit in the Southern Cross region in Western Australia is the south extension of the Great Victory Gold (“**GVG**”)-Zeus gold mineralised corridor (Figures 1 and 2). The GVG gold deposit area, which is wholly-owned by Hanking Gold, has a historic gold production of about 280,000 ounces gold from shallow open-pit and underground mining and about 150,000 ounces remaining gold resource. At the Zeus gold deposit area, the previous owners have already delineated 468,583 tons ore at 1.97 g/t for 29,634 ounces gold by a total of 14,427.7 meters in 260 reverse circulation drilling and diamond drilling holes (Table 1). The area of these newly acquired mining tenements is 19.1 square kilometers. The mining licenses are

valid until 24 January 2028 and are renewable for further 21 years. The total consideration (being AUD220,000) for the acquisition has been paid in full, and Hanking Gold has recently obtained the necessary regulatory approval in relation to the acquisition. The deposit is within trucking distance (22 kilometers) along Hanking Gold's haul road to its Marvel Loch Processing Plant. Hanking Gold was trucking ore from GVG to Marvel Loch in 2015.

Dr. Qiu Yumin, the executive director of the Company, and president and chief executive officer of Hanking Gold said *“this acquisition is part of Hanking Gold’s strategy to consolidate near-mine and value-adding tenure in the region to create values for the shareholders of the Company and for the benefits of all stakeholders by better utilisation of our established infrastructure”*.

The newly acquired Zeus gold mineralisation remains open both along strike and at depth and is under explored. Hanking Gold currently has a total gold resource of 25.915 million tons ore at 3.6 g/t for 3.039 million ounces JORC Code-compliant gold resource (Table 2). Hanking Gold will continue its highly successful exploration programs in the Southern Cross region. Hanking Gold became a low-cost gold producer in Western Australia since 2015.

Dr. Pan Guocheng, the executive director, president and chief executive officer of the Company expressed that, *“the successful acquisition of this value adding resource near our existing facility has again demonstrated the team’s capacity for growth in Australia. The Group will continue to support value creation acquisition and exploration”*.

FIGURE 1 – GOLD DEPOSITS OF HANKING GOLD'S SXO GOLD PROJECT

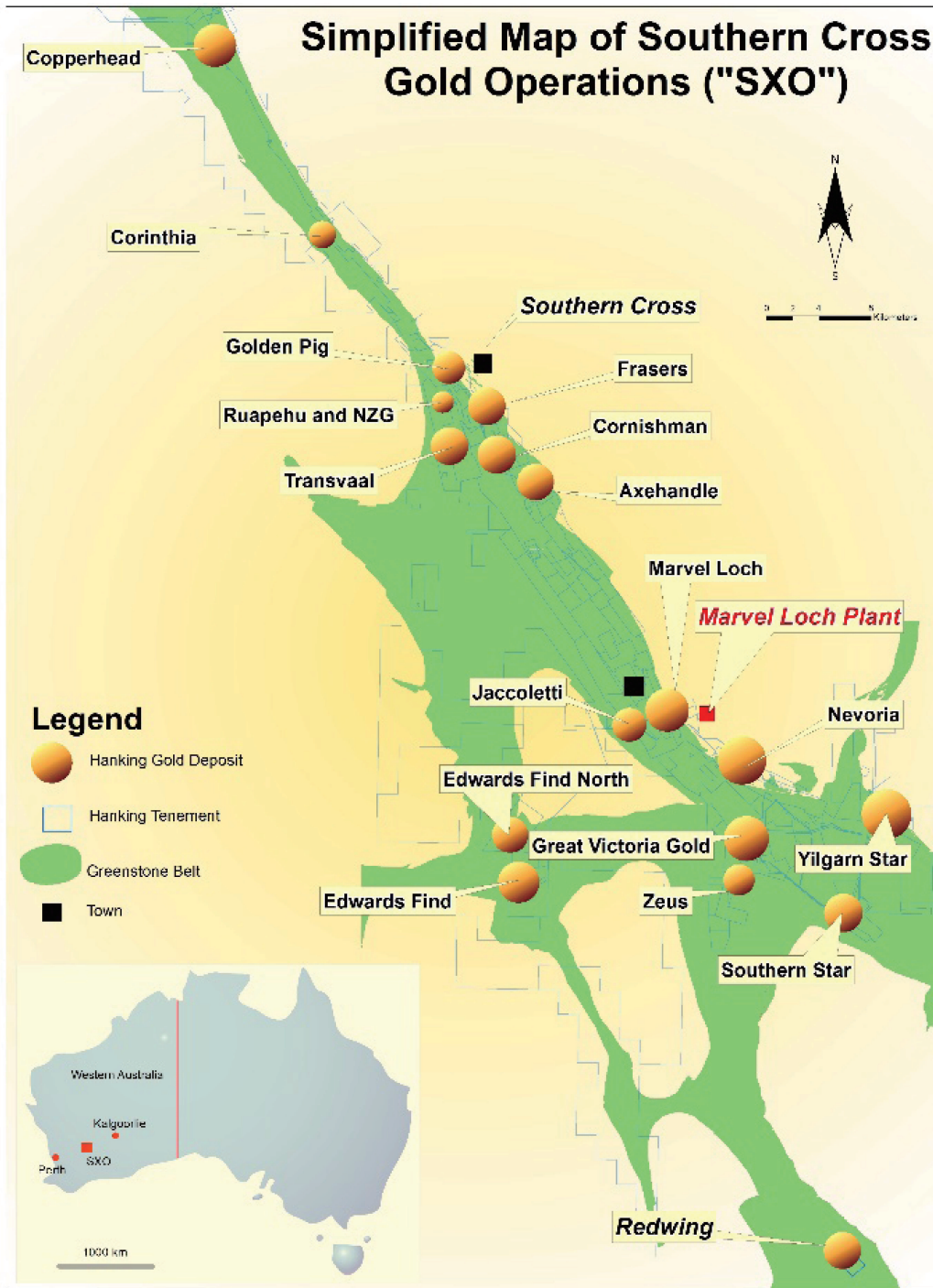


FIGURE 2 – GEOLOGY MAP OF HANKING GOLD'S GVG-ZEUS GOLD DEPOSIT AREA

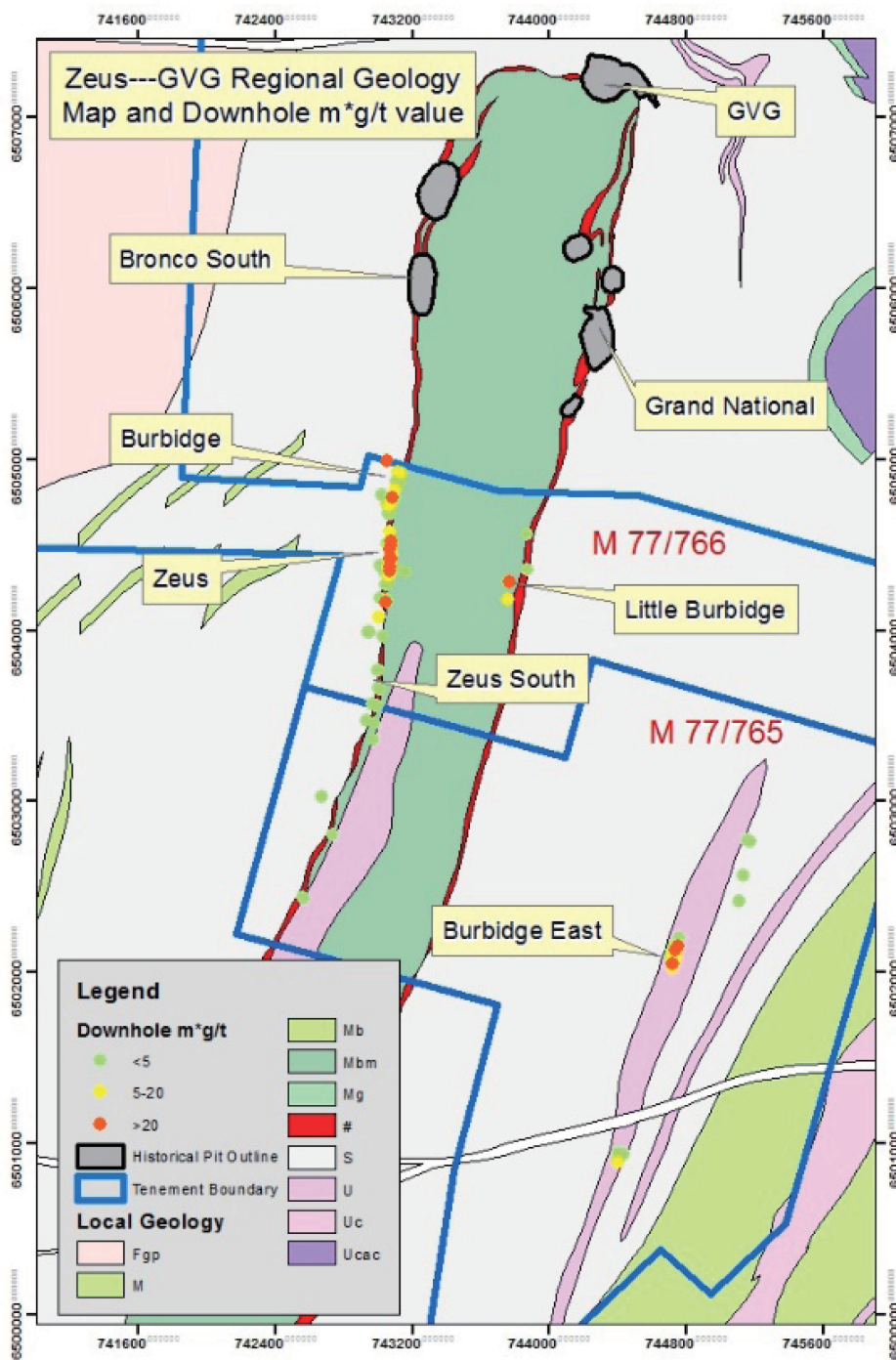


TABLE 1 – ZEUS JORC CODE-COMPLIANT RESOURCE SUMMARY

Prospect	Tonnes	Grade (g/t)	Ounces Au	Resources Category
Zeus	142,930	2.76	12,683	Inferred
Burbidge	121,741	1.64	6,419	Inferred
Zeus South	29,111	1.08	1,011	Inferred
Little Burbidge East	129,338	1.59	6,612	Inferred
Burbidge East	45,464	1.99	2,909	Inferred
Total	468,583	1.97	29,634	Inferred

* cut off grade 1 g/t

* Data shown in the table above are extracted from the resource estimate report signed by Mr. D Horn. Mr. Horn is the exploration manager of Cazaly Resources Limited and a member of the Australian Institute of Mining and Metallurgy (“AusIMM”). Mr. Horn has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken to qualify as a competent person as defined in the 2012 Edition of the “Australasian Code for the Reporting of Mineral Resources and Ore Reserves”.

TABLE 2 – SUMMARY OF HANKING GOLD JORC CODE-COMPLIANT RESOURCE (UPDATED TO MAY 2016)

Deposit	Cut Off Grade (g/t)		Measured			Indicated			Inferred			Total		
	Open Cut	Underground	Ore (KT)	grade (g/t)	Au (KoZ)	Ore (KT)	grade (g/t)	Au (KoZ)	Ore (KT)	grade (g/t)	Au (KoZ)	Ore (KT)	grade (g/t)	Au (KoZ)
Marvel Loch	2.2	n/a	287	3.1	29	2,930	3.2	299	1,400	2.5	112	4,617	3.0	440
Nevoria	0.6	2	-	-	-	3,513	3.4	381	328	4.0	42	3,841	3.4	423
Transvaal	-	2.6	-	-	-	1,630	4.7	249	1,800	4.9	286	3,430	4.8	535
Jaccoletti	2.6	2.6	-	-	-	-	4.6	-	715	5.5	126	715	5.5	126
Axehandle	0.7	n/a	2,330	2.6	193	990	2.5	78	440	2.2	31	3,760	2.5	301
Cornishman	0.9	2.5	646	5.0	103	569	4.9	90	460	5.3	79	1,675	5.1	273
Edwards Find area	0.7	0.7	-	-	-	347	3.1	35	363	2.6	30	710	2.8	65
Frasers	-	-	-	-	-	1,117	4.6	165	1,474	6.1	289	2,591	5.5	454
Yilgarn Star	4.0	4.0	-	-	-	385	6.6	82	-	-	-	385	6.6	82
Redwing	0.5	-	-	-	-	-	-	-	1,400	2.4	108	1,400	2.4	108
Zeus	1.0	-	-	-	-	-	-	-	469	2.0	30	469	2.0	30
Others	-	-	367	1.0	12	1,610	2.7	140	345	4.5	50	2,322	2.7	202
Total			<u>3,630</u>	<u>2.9</u>	<u>337</u>	<u>13,091</u>	<u>3.6</u>	<u>1,519</u>	<u>9,194</u>	<u>4.0</u>	<u>1,183</u>	<u>25,915</u>	<u>3.6</u>	<u>3,039</u>

* Data shown in the table above cover data of various deposits of the SXO Gold Project, among which, data of the Zeus Gold Deposit are extracted from the resource estimate report signed by Mr. D Horn (please refer to table 1 above for his brief introduction); data of the Redwing Gold Deposit are extracted from the resource estimate report signed by Mr. J F Brigden, the resource geologist of Sons of Gwalia Ltd., who is an competent person for the JORC Code-compliant resource estimate; data of Frasers and

Cornishman are extracted from the resource estimate report signed by Dr. Shi Bielin, a senior resource geologist of CSA Global Pty Ltd., in accordance with the JORC Code. Dr. Shi Bielin is a member of both of AusIMM and AIG (Australian Institute of Geoscientists), and has extensive experience in such type of gold mines at the SXO Gold Project. Data of other mines are extracted from the resource estimate report issued by St Barbara Mining Ltd. (“**SBM**”) in 2012. The report was signed by Mr. Phillip Uttley, the chief geologist of SBM, in accordance with the JORC Code. Mr. Phillip Uttley is a member of AusIMM and has extensive experience in such type of gold mines at the SXO Gold Project.

By Order of the Board
China Hanking Holdings Limited
Yang Jiye
Chairman and executive Director

Shenyang, the PRC, 6 May 2016

As at the date of this announcement, the executive directors of the Company are Mr. Yang Jiye, Dr. Pan Guocheng, Mr. Zheng Xuezhi, Dr. Qiu Yumin and Mr. Xia Zhuo; the non-executive director of the Company is Mr. Kenneth Jue Lee; and the independent non-executive directors of the Company are Mr. Wang Ping, Mr. Wang Anjian and Mr. Ma Qingshan.