

[For Immediate Release]



China Mining Resources Announced the Proposed Acquisition of a Natural Rutile Mine with Not Less than 5,000,000 tones of Natural Rutile in the Hubei Province, PRC

HONG KONG, June 26 – China Mining Resources Group Limited (“China Mining” or the “Company” ; HKSE: 340) and its subsidiaries (the “Group”) announced that on 25 June 2007, the Company entered into an Exclusivity Agreement in respect of the Proposed Acquisition of the entire interests in Fullight Investments Limited (“Fullight”).

The principal activities of Fullight and its subsidiaries (the “FL Group”) are rutile related business and its principal asset is a natural rutile mine located in the Hubei Province, PRC, with natural rutile resources of not less than 5,000,000 tones which has not yet commenced operation. Natural rutile is the most effective raw material for titanium chloride and high grade titanium sponge which have been applied in industrial and consumption applications.

The Exclusivity Agreement allows for and facilitates the conduct of due diligence on the business and assets of the FL Group by the Company for a period of 180 days from the date of the Exclusivity Agreement. Upon entering into the Exclusivity Agreement, the Company paid a cash consideration of HK\$300,000 in order to obtain such exclusivity. The consideration for the Proposed Acquisition will be subject to negotiations and agreement between the Vendor and the Company. Based on a PRC geological report, the mine is believed to contain not less than 5,000,000 tonnes of natural rutile, making the mine one of the largest natural rutile mines in the PRC.

The Group, through one of its subsidiaries, holds a 51% effective interest in a rutile mine with 1,893,500 tonnes of natural rutile and is planning to start rutile and titanium production. Should the Proposed Acquisition materialize and the natural rutile be proven to be no less than 5,000,000 tonnes, the Group shall be able to control approximately 6,900,000 tonnes of natural rutile in the PRC and will rank as one of the largest natural rutile owners in the PRC.

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In addition, China Mining received shareholders' approval on June 8, 2007, to acquire 75.08% of Harbin Songjiang Copper (Group) Co. Ltd., a molybdenum, copper and zinc miner, for a total consideration of RMB1,807,881,000. This, together with the Proposed Acquisition, represents an important step for the Company in its effort to become an integrated miner producing high-quality metal products.

Mr. Cai Yuan, Chairman of China Mining, commented, "The Proposed Acquisition is a substantial strategic development that will enable us to leverage our existing knowledge and expertise in the rutile and titanium production related businesses in order to enhance the future performance and investment returns of the Group. The Company will continue to search for strong mining businesses with an emphasis on high value-added products. We aim to become one of the leading miners in Asia through organic growth as well as mergers and acquisitions and deliver increasing returns to our shareholders."

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Investor & Media Enquiries :

Mr. Richard Yeung
China Mining Resources Group Ltd.
Tel : (852) 2295 0822
Fax : (852) 2295 3290
eMail :
richard.yeung@chinaminingresources.com

Mr. Hon Fung
Christensen
Tel: (852) 2232 3933
Fax: (852) 2117 0869
eMail: fhon@ChristensenIR.com

Ms. Kylie Yeung
Christensen
Tel: (852) 2232 3983
Fax: (852) 2117 0869
eMail: kyeung@ChristensenIR.com