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中广核礦業有限公司*
CGN Mining Company Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 01164)

Operational Statement for the First Quarter of 2023

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 first quarter of 2023.

1. NATURAL URANIUM PRODUCTION

In the first quarter of 2023, the natural uranium deposits that the Group holds an interest produced 590.9tU of natural uranium, representing a completion rate of 99.4% of the production plan of the quarter, among which 227.8tU were produced by Semizbay-U Limited Liability Partnership (“**Semizbay-U**”), a 49% owned joint venture of the Group in Kazakhstan, and 363.1tU were produced by Mining Company “ORTALYK” LLP (“**Ortalyk**”), a 49% owned associate of the Group in Kazakhstan.

Natural uranium production in the first quarter of 2023

	Planned production output (tU)	Actual production output (tU)	Production plan completion rate
Semizbay-U			
Semizbay Mine	84.4	86.0	101.9%
Irkol Mine	139.6	141.8	101.6%
Sub-total	<u>224.0</u>	<u>227.8</u>	<u>101.7%</u>
Ortalyk			
Central Mynkuduk Deposit	353.3	338.8	95.9% ¹
Zhalpak Deposit	16.9	24.3	143.4%
Sub-total	<u>370.3</u>	<u>363.1</u>	<u>98.1%</u>
Total	<u><u>594.3</u></u>	<u><u>590.9</u></u>	<u><u>99.4%</u></u>

Notes:

1. Due to the impact of inflation in Kazakhstan in 2022, the purchase of raw materials such as sulfuric acid was restricted, and the production plan of Central Mynkuduk Deposit was not completed in this quarter. Ortalyk has currently expanded the raw material supply purchase channels, the problem has been solved.
2. The mine construction plan has been approved by the board of directors of Ortalyk in this quarter, and it is expected to officially start construction expansion in the second quarter.

2. NATURAL URANIUM TRADING

As of 31 March 2023, the Group held 1,618tU of natural uranium (approximately 4.21 million pounds of U₃O₈), with a weighted average cost of US\$45.05 per pound of U₃O₈, and contracted but not delivered natural uranium sales of 3,943tU (approximately 10.25 million pounds of U₃O₈), with a weighted average selling price of US\$43.66 per pound of U₃O₈.

New natural uranium contracts entered in the first quarter of 2023

	Quantity (tU)	Weighted average price (US\$ per pound of U ₃ O ₈)
Procurement	671	50.98
Sales	633	52.08

Natural uranium delivery in the first quarter of 2023

	Quantity (tU)	Weighted average price (US\$ per pound of U ₃ O ₈)
Receipt from suppliers during the quarter under contracts entered	846	47.52
Delivery to customers during the quarter under contracts entered	1,539	50.14

Note: 1tU equals approximately 2,600 pounds of U₃O₈.

The above operational data for the first quarter of 2023 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 the influence of 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 one or two decimal places.

By order of the Board
CGN Mining Company Limited
An Junjing
Chairman

Hong Kong, 21 April 2023

As at the date of this announcement, the Board comprises two executive Directors: Mr. An Junjing (chairman and chief executive officer) and Ms. Xu Junmei; three non-executive Directors: Mr. Sun Xu, Mr. Yin Xiong and Mr. Liu Guanhua; and three independent non-executive Directors: Mr. Qiu Xianhong, Mr. Gao Pei Ji and Mr. Lee Kwok Tung Louis.

* *For identification purpose only*