

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



China Vanadium Titano-Magnetite Mining Company Limited

中國鈇鈦磁鐵礦業有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 00893)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the Shareholders and potential investors that, based on the initial assessment of the Group's unaudited management accounts, the Group is expected to record a significant decline in profit by no more than 60% for the year ending 31 December 2013, as compared with the profit recorded for the year ended 31 December 2012.

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

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions under Part XIVA of the SFO.

Reference is also made to the announcements of the Company on profit warning made on 11 July 2013 and 19 July 2013 respectively.

The Board wishes to inform the Shareholders and potential investors that, based on the initial assessment of the Group's unaudited accounts, the Group is expected to record a significant decline in profit by no more than 60% for the year ending 31 December 2013, as compared with the profit recorded for the year ended 31 December 2012. Such a decrease in profit is mainly attributable to (i) a decrease in the production volume of the vanadium-bearing iron concentrates at the Baicao Mine as a result of the preservation measures adopted to preserve the potential niobium and tantalum ore resources at the Baicao Mine since July 2013, as announced on 11 July 2013; (ii) a decrease in market prices (particularly high-grade titanium concentrates) and the increase in unit cost of sales of the Group's products; and (iii) a decrease in the demand for our iron pellets for the year ending 31 December 2013, as compared with those for the year ended 31 December 2012.

The information contained in this announcement is only based on the preliminary assessment by the Board with reference to the information currently available including the unaudited management accounts of the Group, which have not been reviewed by the Company's auditors. As at the date of this announcement, the Group's consolidated results for the year ending 31 December 2013 have not yet been finalised, and are subject to necessary adjustments. Further details of the Group's financial information will be disclosed as and when the annual results of the Group for the year ending 31 December 2013 are announced in March 2014.

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

DEFINITIONS

The following terms have the following meanings in this announcement unless the context otherwise requires:

“Baicao Mine”	白草鐵礦, the vanadium-bearing titano-magnetite mine located in Xiaoheiqing Townlet, Huili County, Sichuan and operated by Huili Caitong with a mining area of 1.88 square kilometres
“Board”	the board of Directors
“Company”	China Vanadium Titano-Magnetite Mining Company Limited (中國釩鈦磁鐵礦業有限公司), a company incorporated in the Cayman Islands with limited liability, the Shares of which are listed on the Stock Exchange
“Director(s)”	the director(s) of the Company
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Huili Caitong”	Huili County Caitong Iron and Titanium Co., Ltd.* (會理縣財通鐵鈦有限責任公司), established in the PRC on 7 July 1998 and is a foreign equity joint venture in the PRC since 29 December 2010, an indirect wholly-owned subsidiary of the Company
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	the People's Republic of China, not including Taiwan, Hong Kong and the Macau Special Administrative Region of the PRC

“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended or supplemented from time to time
“Share(s)”	ordinary share(s) with nominal value of HK\$0.10 each in the share capital of the Company
“Shareholders”	holders of Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

* *For reference purpose only, the Chinese name of the PRC entity has been translated into English in this announcement. If there is any inconsistency between the Chinese name and the English translation, the Chinese name shall prevail.*

By order of the Board
China Vanadium Titano-Magnetite Mining Company Limited
Jiang Zhong Ping
Chairman

Hong Kong, 18 December 2013

As at the date of this announcement, the Board of the Company comprises Mr. Jiang Zhong Ping (Chairman), Mr. Tang Wei, and Mr. Roy Kong Chi Mo as executive Directors; Mr. Wang Jin, Mr. Teo Cheng Kwee and Mr. Yu Xing Yuan as non-executive Directors; and Mr. Yu Haizong, Mr. Gu Peidong and Mr. Liu Yi as independent non-executive Directors.

Website: www.chinavtmmining.com