

For Immediate Release

China Molybdenum Co., Ltd. Announces its 2007 Interim Results

Earnings leapt by 85.3% to RMB1,104 Million

(Hong Kong, 23 August 2007) China Molybdenum Co., Ltd. (“CMOC” or the “Company”, stock code: 3993) and its subsidiaries (referred as the “Group” collectively), is pleased to announce the interim results for the six months ended 30 June 2007 (the “review period”). By virtue of the surge in market demand, the Group’s audited turnover amounted to RMB2,882 million during the review period, representing a significant increase of 95.8% as compared with the corresponding period last year (2006: RMB1,472 million). Gross profit increased from RMB 998 million for the corresponding period last year to RMB1,809 million, representing an increase of 81.2%. Profit attributable to shareholders of the Company increased by 85.3% to RMB 1,104 million. Earnings per share were RMB0.27.

In the review period, CMOC produced approximately 13,761 tonnes of molybdenum concentrates, a year-on-year increase of 64.9%, and the sales volume of molybdenum concentrates was approximately 2,450.3 tonnes, a year-on-year rise of 2%. Production and sales volume of molybdenum oxide were approximately 9,608 tonnes and 2,391.9 tonnes respectively, representing an increase of 84.4% and a slight decrease of 0.9% as compared with the corresponding period last year. Production and sales volume of ferromolybdenum were 6,558 tonnes and 6,609.0 tonnes respectively, representing a substantial increase of 178% and 212.4%, respectively, as compared with the corresponding period last year. In addition, the Group also produced approximately 1,173 tonnes of various other processed molybdenum products. The ratios of domestic sales and exports were approximately 65% to 35% respectively, while the ratios of domestic and external sales were generally consistent with the figures of last year.

“I’m pleased by the Group’s impressive results in the first half of the year. During the review period, the Group strived to capture market opportunities and leveraged on its edges in resources, production scale and integrated industrial chain, so that each product had shown improvement as compared with the corresponding period last year” said Mr. Duan Yuxian, the chairman of CMOC.

During the review period, all business of the Group achieved satisfactory improvement. In the molybdenum sector, the Group rolled on the planning and construction of auxiliary facilities in open-pit mine in the first half of 2007 and completed a renovation project of 5,000 tonnes per day at No. 3 Ore Processing Branch; molybdenum processing projects such as a 300 tonnes/year production line of high temperature molybdenum powder, a 160 tonnes/year production line of molybdenum threads and a 800 tonnes/year production line of sintered products. To make the best endeavors to facilitate acid production by tail gas in

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existing smelting factories, the Company has commenced preparation for the establishment of a new roasting smelter with a production capacity of 40,000 tonnes by initiating the technological collaboration with Climax Molybdenum Company in full force.

For the tungsten business, the Company has commenced construction work of a tungsten recovery project with processing capacity of 6,000 tonnes per day to process the earling from No.1 Branch and Sangiang Plant. The Company has commenced conducting site selection studies and design of another tungsten recovery project with process by capacity of 9,000 tonnes per day. The company is close undertaking feasibility study of an APT project.

In reviewing the market for the first half of 2007, molybdenum price stood firm in both domestic and international market. In late June, the domestic molybdenum price rose 16%-19% over early 2007. The PRC domestic average price of molybdenum concentrate, molybdenum oxide and ferromolybdenum were RMB4,080/metric tonne unit, RMB4,349 / metric tonne unit and RMB279,600/tonne while the international price of molybdenum surged by 31%-39% and the international average prices of molybdenum oxide and ferromolybdenum in the first half of 2007 were US\$28.6/pound and US\$31.7/pound, On the other hand, a series of trade policy such as administration of processing trade, export licensing, export tariff adjustment, export quota, export tax rebate adjustment and resource consolidation, which have positive effect on the sustainable development of the industry.

Looking ahead, given the continued robust demand for molybdenum in the PRC, Mr. Duan Yuxian expects a rapid growth in the consumption for down-stream steel industry such as stainless steel and heavy-duty steel in the second half of 2007. Molybdenum is also used in the instruments for drilling activity and catalyst for oil refinery. The petroleum development is also persistently boosting the demand for molybdenum. Mr. Duan said, “The Group will continue to define the development strategies, with molybdenum as principal business, tungsten, and precious metals as secondary business. By means of technological innovation and establishment of environmentally-friendly ores, the Group will transform itself a leader in world precious metal market with footholds in domestic and international markets and create reasonable return for shareholders.”

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Company Background:

China Molybdenum Co., Ltd (Stock Code: 3993) is a leading producer of molybdenum in the PRC with world-class integrated mining and processing facilities. Our primary business operations involve molybdenum mining, flotation, roasting and smelting, and downstream processing. In addition, we are a growing producer of tungsten products. Most of our operations are located in Henan, a province in the central region of China. Our Sandaozhuang Mine has one of the world's largest molybdenum reserves, also the second largest reserves in primary molybdenum.

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