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MMG LIMITED
五礦資源有限公司

(Incorporated in Hong Kong with limited liability)

(STOCK CODE: 1208)
(DEBT STOCK CODE: 5959)

ANNOUNCEMENT PURSUANT TO RULE 13.09 OF THE LISTING RULES NON-CASH IMPAIRMENT RESULTING IN A PROFIT WARNING

This announcement is made by MMG Limited (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 (Listing Rules) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap.571 of the Laws of Hong Kong).

The board of directors of the Company (Board) announces that, in association with the preparation of the Company's Financial Year 2025 (FY2025) financial statements, a review of the recoverable amounts of projects and operations is being performed. The review has revealed several impairment indicators for the Kinsevere operation including:

- Cobalt sales limitations in Democratic Republic of the Congo, which have kept the cobalt plant on care and maintenance;
- Power-related production challenges affecting the daily operations and ramp up of the expansion project;
- Ramp-up and operational challenges; and
- Fiscal regime uncertainties, including additional duties and taxes, as well as the recoverability of value added tax.

The Board is of the view that it is likely that the unaudited profit for FY2025 will be negatively impacted by an impairment expense of approximately US\$280 million to US\$300 million pre-tax (Impairment). The Impairment relates solely to the Kinsevere operation and is sensitive to reasonable potential changes in assumptions.

The Board wishes to inform the shareholders and potential investors of the Company that, after the Impairment, the Company is still expected to record a substantial unaudited net profit after tax attributable to equity holders for the year ended 31 December 2025 in the range of US\$500 million to US\$520 million.

The Board wishes to emphasise that the Impairment is an accounting related adjustment and a non-cash item, and it will therefore not have any impact on the cash flow of the Company.

The substantial unaudited profit was positively impacted by excellent operating performances at Las Bambas and Dugald River and the high prices for copper and precious metals. However, in addition to the Impairment, the Company and the result was negatively impacted by some challenging operating conditions and financial transactions including: interrupted power supply at Kinsevere; continued cobalt export restrictions; and hedging losses for FY2025.

The Company is still in the process of finalising its financial results of the Group for FY2025. The information contained in this announcement is based on a preliminary assessment made by the Board and information currently available which has not been audited nor reviewed by the auditor of the Company and may be subject to adjustment and change. The Group's results for FY2025 may differ from the information contained in this announcement. Shareholders and potential investors of the Company are advised to read carefully the results announcement of the Company for FY2025, which is expected to be published on 3 March 2026, in compliance with the Listing Rules.

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

By order of the Board

MMG Limited

Zhao Jing Ivo

CEO and Executive Director

Hong Kong, 27 January 2026

As at the date of this announcement, the Board comprises seven directors, of which one is an executive director, namely Mr Zhao Jing Ivo; two are non-executive directors, namely Mr Zhang Shuqiang and Mr Cao Liang (Chairman); and four are independent non-executive directors, namely Dr Peter William Cassidy, Mr Leung Cheuk Yan, Mr Chan Ka Keung, Peter and Ms Chen Ying.