

## **ASX ANNOUNCEMENT**

**13 November 2007**

**China Yunnan Copper Australia Limited Presentation in Sydney, 13<sup>th</sup>  
November 2007**

**Address By Dr. Yu, Executive Vice General Manager, Yunnan Copper  
Industry (Group) Co. Limited on Behalf of Dr Zou, Chairman and General  
Manager, Yunnan Copper Industry (Group) Co. Limited**

Ladies and gentlemen,

On behalf of Dr. Shaolu Zou it's my great pleasure to gather with so many friends in beautiful Sydney. First of all, on behalf of China Yunnan Copper Industry (Group) Co. Ltd (YCI) and China Yunnan Copper Australia Limited (CYU), I'd like to thank you for attending this ceremony.

As well, I am very appreciative of your help and assistance with regard to our listing and look forward to your ongoing interest and support.

This luncheon for CYU's successful listing also gives us an opportunity to provide you with information on YCI and our long-term strategy for CYU.

**Firstly let me tell you a little about YCI:**

YCI is a nonferrous metals producer with major copper mining and exploration projects, smelting operations and import and export operations. YCI also produces, lead, zinc, aluminum, precious metals and rare metals. YCI has 22,000 employees. In the first half of calendar 2007 total nonferrous production exceeded 270,000 tonnes. Projected full year production is 550,000 tonnes with revenue of US\$5.6 billion.

In 2006 YCI was ranked 115<sup>th</sup> place in the top 500 Chinese Companies, 3<sup>rd</sup> place in copper capacity in China and 17<sup>th</sup> place in the world copper industry. As well YCI was the largest silver producer in China and the largest bismuth producer in the world.

On October 30, YCI signed a strategic cooperation agreement with Aluminum Corporation of China (Chalco) whereby Chalco agreed to acquire 49% of YCI. As part of this transaction Chalco agreed to vend selected copper assets into YCI including a major asset in Peru. In addition, Chalco also agreed to invest directly into YCI and provide financial support to meet YCI's future growth. With the additional assets and capital, YCI's production of copper cathode is expected to reach 1 million tonnes per annum and 300,000 tonnes of combined lead/zinc production by 2012. Annual Revenue is expected to reach a level of between US\$10.5 and US\$13 billion in the same period.

**I would now like to talk about CYU:**

As you know we are a cornerstone investor in CYU with 21.2% of the issued shares, and options to subscribe for another 16.4 million shares. We have

taken this position to become involved in the Australian nonferrous metals industry, including exploration and mining.

CYU is holding more than 2,000 km<sup>2</sup> of highly prospective tenements focused on copper, gold and uranium in Queensland, obtained over a period of years since 1997. CYU's management team has extensive experience and expertise in exploration, evaluation, feasibility studies, financing, development and operation of mineral projects.

YCI will be able to provide technical expertise, project funding and competitive off-take agreements to CYU.

CYU will become YCI's international investment/mining house. We feel confident that we can introduce high value projects to the company on an ongoing basis which with our financial assistance will allow CYU to rapidly expand.

In summary the Australian and Chinese Board and Management with their wide range of resources and corporate experience are confident of growing CYU's business fast and profitably. We believe that CYU's future is brilliant; and cooperation between YCI and CYU will bring both sides many chances to invest and develop major international projects.