



# CHINA CENTURY CAPITAL

## 華 夏 投 資 發 展 集 團

Company Announcements Office  
Australian Securities Exchange  
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### **PROPOSED ACQUISITION OF JINJI RESOURCES PTY LIMITED**

**Sydney, 26 July 2011:** China Century Capital Limited (ASX Code: CCY) ("the Company") today announced an in principal agreement to acquire 100% of Jinji Resources Pty Limited ("Jinji").

Jinji Resources Pty Limited is an unlisted company based in Sydney, which focuses on investments in the Australian resources sector as well as financial sectors in Australia and Asia. The agreed purchase price for all the shares in Jinji is A\$11 million and will be fully paid by the issue of shares in CCY to the shareholders of Jinji. Jinji's current net cash and listed investments are approximately A\$7.5 million. An independent expert's report has been commissioned and will accompany the notice of meeting to approve the transaction. The Directors believe that with this acquisition, the Company will be in a much stronger position in identifying and funding new investment opportunities.

Jinji's investment portfolio includes significant stakes in both Kimberley Metals Limited (ASX Code: KBL) and Kidman Resources Limited (ASX Code: KDR). These 2 companies have performed great in the past 12 months, and we are expecting a further growth as they start production. Jinji also has significant investments in Litigation Lending in Australia, and we are expecting further cash returns from several cases, which are due to be settled in the next 6-12 months. A Micro finance business in Cambodia is also growing fast, and there are also good potential returns for that investment.

The Directors of CCY believe that the combined balance sheet will be much stronger and hugely beneficial for the shareholders. This includes all assets in Jinji and CCY. Following the issue of the new shares for the acquisition, the Company will have 433,068,382 million shares on issue. The shares will be issued at approximately \$0.055 per share.

Post-transaction, new shareholders will hold approximately 50% of the equity in CCY, and the existing shareholders will hold the remaining 50%. The Company will have sufficient cash to expand its current operations, and fund the Company to continue seeking good investment opportunities, focusing on the Australian resources sector, especially those of Rare Metal and Rare Earth Element prospects. The Company will also provide seed capital for other high potential early stage investment opportunities, helping these investments to grow and drive towards an exit that is profitable for the Company

The Board of the Company will include two (2) new nominees of Jinji who will be invited to join the Board upon settlement of this transaction:

**Mr. Charlie Nakamura** as an Executive Director

CN started working for Tokai Bank (currently called Tokyo- Mitsubishi UFJ), and his major activities include corporate finance, project finance, structure finance and international trading. He was later transferred to Tokai Australia Finance Corporation where he was was the head of

Japanese corporations, including Toyota, Mitsubishi Corporation, Mitsui Corporation and many other major Japanese companies in Australia.

In 2000, Tokai joined the project finance deal with BHP and Mitsubishi Corporation. CN became a Tokai's representative. for this PF. Since then, CN was involved in various resource projects and made extensive networks in Australia.

#### **Peter Ashcroft as a Non Executive Director**

Peter Ashcroft is a commercial law specialist with over 35 years experience. He has assisted various resource companies in recent years to list, finance their operations with both debt and equity as well as manage their legal risks. Peter is familiar with mining and resource developments throughout Australia, and has advised on joint ventures in Indonesia, New Zealand, Philippines, India, USA, Sweden, Ghana, Canada and Madagascar.

Peter has for many years lectured on natural resource law, trade practices, company law and corporate governance and compliance. He is currently also the chairman of Torian Resources (an ASX listed company)

The acquisition is major change in direction for the company but it will provide significant opportunities to improve the value of the company for all shareholders. Mr. Nakamura's drive and business relationships are an important part of that new strategy. Mr. Nakamura has a proven track record in selecting resource opportunities that are under valued and he will bring this expertise to the company for all shareholders benefit.

The company is confident that its immediate growth will be reflected in its new capitalisation, after the completion of the acquisition. The company post acquisition will have a stronger balance sheet, stronger management and a better future, with better opportunities.

#### **For further information please contact:**

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