

Listed Company Name: **Chugai Mining Co., Ltd.**
Stock Code Number: 1491
Stock Exchange: Tokyo Stock Exchange (2nd Section)
Website: www.chugaikogyo.co.jp
Representative: Katsutoshi Haga, CEO and President
For Inquiry: Isao Sakuraba, IR Center (Telephone: (03)3201-1541)

Announcement on Posting of Gold Futures Transaction Operating Loss

The Company has posted for the consolidated cumulative second quarter of the period ending in March 2018 (April 1, 2017 – September 30, 2017) the operating loss (revenue) and appraisal loss (revenue) from trading gold futures as follows.

1. Operating Loss

For the consolidated cumulative second quarter of the period ending in March 2018 (April 1, 2017 – September 30, 2017), the Company has posted 451,246,000 yen operating loss (revenue) and 274,769,000 yen appraisal loss (revenue) from the trading of gold futures at Tokyo Commodity Exchange.

The appraisal loss (revenue) from the trading of gold futures is based on the appraised value as of the end of the second quarter of the period ending in March 2018, and may fluctuate according to gold futures prices in the future.

2. Impact on Business Performance

Please refer to “Financial Statements (Tanshin) for the Second Quarter of the Period Ending in March 2018 [under Japanese GAAP] (Consolidated)” for impact on the Company business performance in regards to the operating loss stated above

This is an English translation of the financial report created in Japanese.

Should there be any discrepancies between the Japanese original and the English translation, the Japanese original shall prevail.
