

To: Financial Reporters
 [Immediate Release]



China Vanadium Titano-Magnetite Mining Company Limited
中國釩鈦磁鐵礦業有限公司

***China VTM Mining Recorded Strong Growth for 2009 Annual Results
 Revenue and Total Comprehensive Income Attributable to
 the Owners of the Company Increased by 37.0% and 31.8%***

Financial Highlights (For the year ended 31 December)			
	2009 (RMB '000)	2008 (RMB '000)	Changes
Revenue	1,083,876	791,163	↑37.0%
Gross profit	501,749	427,041	↑17.5%
Total comprehensive income for the year	366,919	318,757	↑15.1%
Total comprehensive income attributable to the owners of the Company	327,867	248,675	↑31.8%
Basic Earnings per share (RMB)	0.20	0.17	↑17.6%

[23 February 2010, Hong Kong] **China Vanadium Titano-Magnetite Mining Company Limited** (“**China VTM Mining**” or the “Company”, together with its subsidiaries, the “Group”; stock code: 00893.HK), the second largest operator and the largest non state-owned operator of iron ore mines in Sichuan Province, the PRC, announced its annual results for the year ended 31 December 2009 today.

For the year of 2009, the Group has recorded strong revenue surge and remarkable profit growth. The Group achieved revenue of RMB1,083.9 million, an increase of 37.0% from the same period of last year. The gross profit for the year has increased by 17.6%, from approximately RMB427.0 million to approximately RMB501.7 million. Total comprehensive income for the year recorded an increase of 15.1%, from approximately 319.0 million to approximately 366.9 million. Concurrently, the total comprehensive income attributable to owners of the Company amounted to RMB327.9 million, an increase of 31.8% as compared to the same period of last year. Basic earnings per share was RMB0.20. The Board of Directors the Company does not recommend the payment of a final dividend for the year ended 31 December 2009.

- Cont'd -



Driven by the RMB4 trillion economic stimulus plan implemented by the PRC government, the development of the country's western region, the restructuring of post-earthquake Sichuan and development push for the Chengdu-Chongqing Economic Zone, the supply-demand discrepancy in the PRC iron ore market, particularly in Sichuan region, further widened during the year. Leveraging on such favorable market dynamics, the Group achieved satisfactory output levels in both iron concentrates and iron pellets. For the year ended 31 December 2009, the Group's total production volume of iron concentrates increased by 40.2% from 1,163.8 Kt to 1,631.3 Kt, as compared to the same period of last year, while its total production volume of iron pellets increased by 111.4% from 325.3 Kt to 687.6 Kt, compared to the same period of the preceding year.

In order to satisfy the growing demand from the market, the Group played an active role in production capacity expansion in the past year. The Group has increased the iron concentrates production capacity from 1,550.0 Kt at the end of 2008 to 1,900.0 Kt at the end of 2009 (including the 550.0 Kt and 700.0 Kt production capacity allocated to the Group by the independent third party processing contractors at the end of 2008 and 2009, respectively) and iron pellets production capacity from 380.0 Kt in 2008 to 760.0 Kt in 2009 (including the 20.0 Kt and 400.0 Kt production capacity allocated to the Group by the independent third party pelletizing contractors in 2008 and 2009, respectively). During the year, the Group has completed the main part of a new high-grade titanium concentrates production line in Baicao Processing Plant with a planned annual production capacity of 60.0 Kt. The new high-grade titanium concentrates production line was planned to commence production in early 2010. Furthermore, the Group has commenced a new high-grade titanium concentrates production line with annual production capacity of 50.0 Kt in Xiushuihe Processing Plant.

Stimulated by the growing demand from the huge Sichuan and China iron ore market, the Group employed a flexible strategy to extend the current mining right to adjacent mining areas. The Group obtained an exploration permit in 2009 to conduct exploration activities in the adjacent areas to the west of the current Xiushuihe mining right area. The approved exploration area is 1.7 sq.km. It is estimated that the Group's titano-magnetite resources will be increased by approximately 78.2 Mt after completion of exploration. Meanwhile, the Group has obtained options for the acquisition of 5 iron ore mines which are estimated to have total resources of approximately 126.2 Mt. Upon extension of the related scope of mining rights and completion of acquisitions, the Group's leading position in the market will be further bolstered.

- Cont'd -



The Group has actively implemented several strategies recently to further increase iron ore resources and production capacity. On 16 January 2010, the Group has successfully entered into a definitive agreement to obtain the mining right of Yangqueqing Iron Mine (resources under Yangqueqing Mining right amounted to 17.9 Mt) with the total consideration of RMB200.0 million. Such transaction will provide an opportunity for the Group to expand current permitted mining area and explore the neighboring iron ore resources (estimated to be up to 81.6 Mt) at a low cost. On 3 February 2010, the Group has successfully entered into an asset transfer agreement to acquire the exploration right of the Cizhuqing mine together with the Hailong iron concentrate production facility at Xiaoheqing Town, Huili County, Sichuan, the PRC at a consideration of RMB310.0 million. The asset transfer will increase the iron ore resource by 25.57 Mt and self-produced iron concentrate annual production capacity by 300.0 Kt. On the same day, the Group has also entered into an assets lease agreement to rent the leased assets at an iron concentrates and high-grade titanium concentrates production facility at Heigutianshe, Xinjiu Town, Yanbian County, Sichuan. The lease agreement will immediately increase the Group's annual production capacity of iron concentrates to 2,000.0 Kt, and that of high-grade titanium concentrates to 220.0 Kt.

Regarding the future development of the Group, Mr. Jiang Zhong Ping, Chairman of China VTM said, "Looking ahead, our Company is set to optimize its leading position within the industry and realize its vigorous and clearly-defined strategic objectives, actively and systematically. Firstly, we have imminent plans to increase our iron ore resources, through expanding the boundary of our current mining operations and actively pursuing merger and acquisition opportunities targeting other mines. Secondly, we further upgrade our production infrastructure and capitalize on the economies of scale through constructing or acquiring production lines for iron concentrates and high-grade titanium concentrates. As at 3 February 2010, the Group's self-produced annual production capacity of iron concentrates has reached 1,500.0 Kt and it is expected that at the end of 2010, our self-produced annual production capacity of high-grade titanium concentrates will reach 210.0 Kt. Thirdly, we will seize every opportunity to extend our reach into the related downstream titanium markets, improve the Group's product structure and derive additional value. Our Group will chart the course of its future developments, based primarily on expanding its mining production outputs and carrying out mergers and acquisitions, which, combined with the industry's optimistic outlook, will sustain the momentum of its future growth."

- End -



About China Vanadium Titano-Magnetite Mining Company Limited

Listed on the main board of the Hong Kong Stock Exchange on 8 October 2009, China VTM is the second largest operator and the largest non state-owned operator of iron ore mines in Sichuan. The Group is primarily engaged in mining, ore processing, iron pelletizing and the sale of iron concentrates, iron pellets and titanium concentrates. The Group owns and operates vanadium-bearing titanomagnetite mines which are located in Sichuan's Panxi region, a region with the most abundant vanadium-bearing titanomagnetite resources in the PRC.

For more information, please visit: <http://www.chinavtmmining.com>

Issued by Porda International (Finance) PR Company Limited for and on behalf of **China Vanadium Titano-Magnetite Mining Company Limited**. For further information, please contact:

Porda International (Finance) PR Company Limited

Ms Kylie Yeung	+852 3150 6770	kylie.yeung@pordafinance.com.hk
Ms Ada Leung	+852 3150 6732	ada.leung@pordafinance.com.hk
Ms Effie Ng	+852 3150 6733	effie.ng@pordafinance.com.hk
Ms Irene Chan	+852 3150 6739	irene.chan@pordafinance.com.hk
Fax: +852 3150 6728		

