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兗州煤業股份有限公司
YANZHOU COAL MINING COMPANY LIMITED

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 1171)

ANNOUNCEMENT
LITIGATIONS INVOLVING YANZHOU COAL MINING COMPANY LIMITED

This announcement is made pursuant to Part XIVA of the Securities and Futures Ordinance and Rules 13.09(2)(a) and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Yanzhou Coal Mining Company Limited ("**Yanzhou Coal**" or the "**Company**") has recently received a notice of summons from the Intermediate People's Court of Jining City, Shandong Province (the "**Jining Intermediate Court**"). The relevant information is hereby announced as follows:

1. Basic information of the commencement of the legal proceedings

Luxing Property Co., Ltd.* (魯興置業有限公司) ("**Luxing Property**") has brought a lawsuit (the "**Lawsuit**") in the Jining Intermediate Court against nine defendants including the Company and Shandong Hengfeng Electric Power Fuel Co., Ltd.* (山東恒豐電力燃料有限公司) ("**Hengfeng**") in relation to disputes on claim of damages. Luxing Property claimed for the principal amount of accounts receivable amounting to RMB99.96 million and the interests (the "**Accounts Receivable**") from the Company, and requested Hengfeng to discharge the repurchase obligation of the aforesaid debts, and other defendants to discharge the corresponding joint liability for Hengfeng's debts.

2. Basic information of the Lawsuit

Luxing Property alleged that, in February 2015, Hengfeng signed a domestic factoring business contract (the "**Factoring Contract**") with the Jining Branch of Laishang Bank Co., Ltd.* (萊商銀行股份有限公司濟寧分行) ("**Laishang Bank Jining Branch**"), whereby Hengfeng transferred the Accounts Receivable to Laishang Bank

Jining Branch. Luxing Property further alleged that, upon the expiration of the Factoring Contract, Hengfeng did not fulfill the repurchase obligation it owed to Laishang Bank Jining Branch under the Factoring Contract. In December 2016, Laishang Bank Jining Branch and Luxing Property entered into a debt transfer agreement, whereby Laishang Bank Jining Branch transferred all the principal and interests as well as other corresponding rights to which it was entitled under the Factoring Contract to Luxing Property. In July 2017, Luxing Property brought the Lawsuit in the Jining Intermediate Court.

According to the Company's investigation and verification, the Company does not have any accounts payable to Hengfeng. The Company considers that Hengfeng might have fraudulently created the Accounts Receivable by forging Yanzhou Coal's seal for the purposes of operating factoring businesses at the relevant financial institutions. The Company will actively participate in the upcoming legal proceedings and reserve the right to take further legal actions to actively protect the legal rights of the Company.

3. Status of the hearing of the Lawsuit

The case is in the process of first instance proceedings, and has not yet been heard by the court.

4. Impact of the Lawsuit on the current profit and future profit of the Company

As the case has not been concluded, the Company is currently unable to estimate the impact of the Lawsuit on the current profit and future profit of the Company.

The Company will comply with its disclosure obligations in a timely manner with respect to the progress of the case.

**For identification purpose only.*

By order of the Board
Yanzhou Coal Mining Company Limited
Li Xiyong
Chairman of the Board

Zoucheng, Shandong Province, the PRC
11 August 2017

As at the date of this announcement, the directors of the Company are Mr. Li Xiyong, Mr. Li Wei, Mr. Wu Xiangqian, Mr. Wu Yuxiang, Mr. GuoDechun, Mr. Zhao Qingchun and Mr. Guojun, and the independent non-executive directors of the Company are Mr. Kong Xiangguo, Mr. Jia Shaohua, Mr. Poon Chiu Kwok and Mr. Qi Anbang.