



CNMC

CNMC GOLDMINE HOLDINGS LIMITED

中色金礦有限公司

(Company Registration No.: 201119104K)

INDEPENDENT QUALIFIED PERSON'S REPORT ON THE UPDATED MINERAL RESOURCES AND ORE RESERVES ESTIMATES AS AT 31 DECEMBER 2017

The board of directors of CNMC Goldmine Holdings Limited (the “**Company**” or “**CNMC**”, and together with its subsidiaries, the “**Group**”) wishes to announce that CNMC has received an updated Mineral Resources and Ore Reserves estimate as at 31 December 2017 (the “**QPR 2017**”) from the Company’s independent resources and reserves estimation consultant, Optiro Pty Ltd, as required under Rule 1204(23) of the Listing Manual (Section B: Rules of Catalist) of the Singapore Exchange Securities Trading Limited (“**Catalist Rules**”).

This announcement should be read in conjunction with the QPR 2017.

According to the QPR 2017, the total measured, indicated and inferred gold resources for the Sokor Project (as set out in Table A below) (above a 0.5 gram/tonne (“**g/t**”) gold cut-off grade at Manson’s Lode and for the transitional and fresh rock at Ketubong, New Discovery and New Found, and above a 0.25 g/t gold cut-off grade at Rixen and for the oxide material at Ketubong, New Discovery and New Found to reflect current commodity prices, differential operating costs and processing options) are 13,860,000 tonnes at 1.6 g/t gold grade, which would amount to 724,000 ounces of contained gold, inclusive of material used to define ore reserves. In addition, mineral resources at Manson’s Lode contain significant amounts of silver, lead and zinc, each amounting to 1,410,000 tonnes ore with an average grade of 42 g/t of silver, 1.6% lead and 1.7% zinc. This amounts to a total of 1,928,000 ounces of contained silver, 23,025 tonnes of contained lead and 23,505 tonnes of contained zinc.

Compared to the previous mineral resources estimate as at 31 December 2016, there has been an increase in gold mineral resources of 606,000 tonnes. The average gold grade has increased from 1.5 to 1.6 g/t, resulting in an increase of 16% in contained gold in the 2017 Mineral Resource. There was a small increase in the tonnage of the base metal and silver Mineral Resources at Manson’s Lode, of 100,000 tonnes. The average grade of zinc increased slightly (from 1.6 to 1.7% Zn) and the average silver and lead grades decreased slightly (from 47 to 42 g/t Ag and from 1.7 to 1.6% Pb respectively).

Table A: Sokor Project – Summary of Mineral Resource Statement as at 31 December 2017 (inclusive of Ore Reserves)

Category	Mineral type	Gross attributable to licence			Gross attributable to CNMC			Change from previous update (%)
		Tonnes (millions)	Grade (Au g/t, Ag g/t, Pb%, Zn%)	Contained metal (Au koz, Ag koz, Pb t, Zn t)	Tonnes (millions)	Grade (Au g/t, Ag g/t, Pb%, Zn%)	Contained metal (Au koz, Ag koz, Pb t, Zn t)	
Measured	Gold	0.49	3.1	49	0.40	3.1	40	-12%
Indicated	Gold	6.01	1.5	282	4.86	1.5	228	3%
Inferred	Gold	7.36	1.7	393	5.96	1.7	318	34%
Total	Gold	13.86	1.6	724	11.22	1.6	586	16%
Measured	Silver	0.34	63	683	0.27	63	553	1%
Indicated	Silver	0.17	74	407	0.14	74	330	2%
Inferred	Silver	0.90	29	838	0.73	29	679	-6%
Total	Silver	1.41	42	1,928	1.14	42	1,562	-2%
Measured	Lead	0.34	1.5	5,058	0.27	1.5	4,097	-10%
Indicated	Lead	0.17	1.5	2,560	0.14	1.5	2,074	-12%
Inferred	Lead	0.90	1.7	15,407	0.73	1.7	12,480	9%
Total	Lead	1.41	1.6	23,025	1.14	1.6	18,650	2%
Measured	Zinc	0.34	1.9	6,370	0.27	1.9	5,160	15%
Indicated	Zinc	0.17	2.0	3,365	0.14	2.0	2,726	2%
Inferred	Zinc	0.90	1.5	13,770	0.73	1.5	11,154	9%
Total	Zinc	1.41	1.7	23,505	1.14	1.7	19,039	10%

Note: Inconsistencies in totals are due to rounding

The primary focus of CNMC's operations in FY2017 was expanding gold production capacity through construction of a brand new Carbon-In-Leach facility and adding new mineral resources to the Company's portfolio through exploration activities to replace depleted resources. The Company's on-going exploration programme continues to yield positive results, in that it not only replenishes resources depleted through mining, but also increases the Company's gold, lead and zinc resources.

After taking into account the depletion from mining at Rixen, New Discovery, and Ketubong during FY2017, the additional drilling from 33 diamond drill holes within the Sokor Project has increased the mineral resources for gold by approximately 101,000 ounces, lead by approximately 347 tonnes, and zinc by approximately 2,057 tonnes, and a small decrease in the average silver grade, resulting in a decrease for silver by approximately 35,000 ounces.

The mineral resource estimates for the Sokor Project have been prepared and classified in accordance with the guidelines of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves prepared by the Joint Ore Reserves Committee of the Australasian Institute of Mining and Metallurgy, Australian Institute of Geoscientists and Minerals Council of Australia, December 2012 (the "JORC Code 2012").

In reporting the ore reserves as at 31 December 2017, the Sokor Project registered a 2% decrease in ore reserves compared to the previous update report (as set out in Table B below). The total ore reserves as at 31 December 2017 have been reported in accordance with the JORC Code 2012.

Table B: Combined Sokor Project Gold Ore Reserves (Manson’s Lode, New Discovery and Rixen) and Mineral Resources (at Manson’s Lode, New Discovery/New Found, Rixen and Ketubong that are additional to Ore Reserves at Manson’s Lode, New Discovery and Rixen) as at 31 December 2017

Category	Mineral type	Gross attributable to licence			Gross attributable to CNMC			
		Tonnes (kt)	Grade (Au g/t)	Contained Au (koz)	Tonnes (kt)	Grade (Au g/t)	Contained Au (koz)	Change from previous update (%)
Ore Reserves								
Proved	Gold	387	3.35	42	306	3.38	33	-5
Probable	Gold	3,453	1.45	160	2,792	1.45	130	-2
Total	Gold	3,841	1.64	202	3,098	1.64	163	-2
Additional Mineral Resources								
Measured	Gold	90	1.7	5	70	1.7	4	-66%
Indicated	Gold	2,530	1.4	112	2,050	1.4	90	0%
Inferred	Gold	7,360	1.7	393	5,960	1.7	318	35%
Total	Gold	9,980	1.6	509	8,080	1.6	413	21%

The information in this announcement that relates to mineral resources is based on information prepared by Christine Standing and reviewed by Ian Glacken respectively. Christine Standing is a Member of The Australasian Institute of Mining and Metallurgy and Ian Glacken is a Fellow of The Australasian Institute of Mining and Metallurgy. Both are full-time employees of Optiro Pty Ltd. Christine Standing and Ian Glacken have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as competent persons as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Both Christine Standing and Ian Glacken have consented to the inclusion of the above information (which was extracted from the QPR2017) in the form and context in which they appear in this announcement.

The information in this announcement that relates to ore reserves is based on information compiled by Michael Leak, Senior Consultant at Optiro and Member of the Australasian Institute of Mining and Metallurgy, under the direction of Andrew Law. Andrew Law is a Fellow of The Australasian Institute of Mining and Metallurgy. Andrew Law is a full-time employee of Optiro Pty Ltd and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a competent person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Andrew Law has consented to the inclusion of the above information (which was extracted from the QPR2017) in the form and context in which they appear in this announcement.

By Order of the Board

Lim Kuoh Yang
Chief Executive Officer

22 March 2018

This announcement has been prepared by CNMC Goldmine Holdings Limited (the “Company”) and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”), for compliance with the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement. The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).