



CNMC Goldmine Holdings Limited

4Q2018 & FY2018 Results Briefing

27 February 2019

(These presentation slides are available on the Company's corporate website www.cnmc.com.hk)

4Q2018

Financial Highlights

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Income statement	4Q 2018	4Q 2017	Change
Revenue (US\$' million)	12.61	4.86	159.5%
Results from operating activities (US\$' million)	2.77	1.53	81.0%
Net profit (US\$' million)	1.95	1.62	20.4%
Net profit margin	15.5%	33.3%	-17.8%
Net profit (excluding FX Impact and other one-off items) (US\$' million)	1.79	0.93	92.5%
Net profit margin (excluding FX Impact and other one-off items)	14.2%	19.1%	-4.9%
Earnings per share (US cents)	0.31	0.32	-3.1%
Earnings per share (SG cents)	0.42	0.44	-4.5%

Note: Other one-off items include listing expenses in relation to the dual primary listing on HKEX and reversal of Pulai's tax penalty accrual.

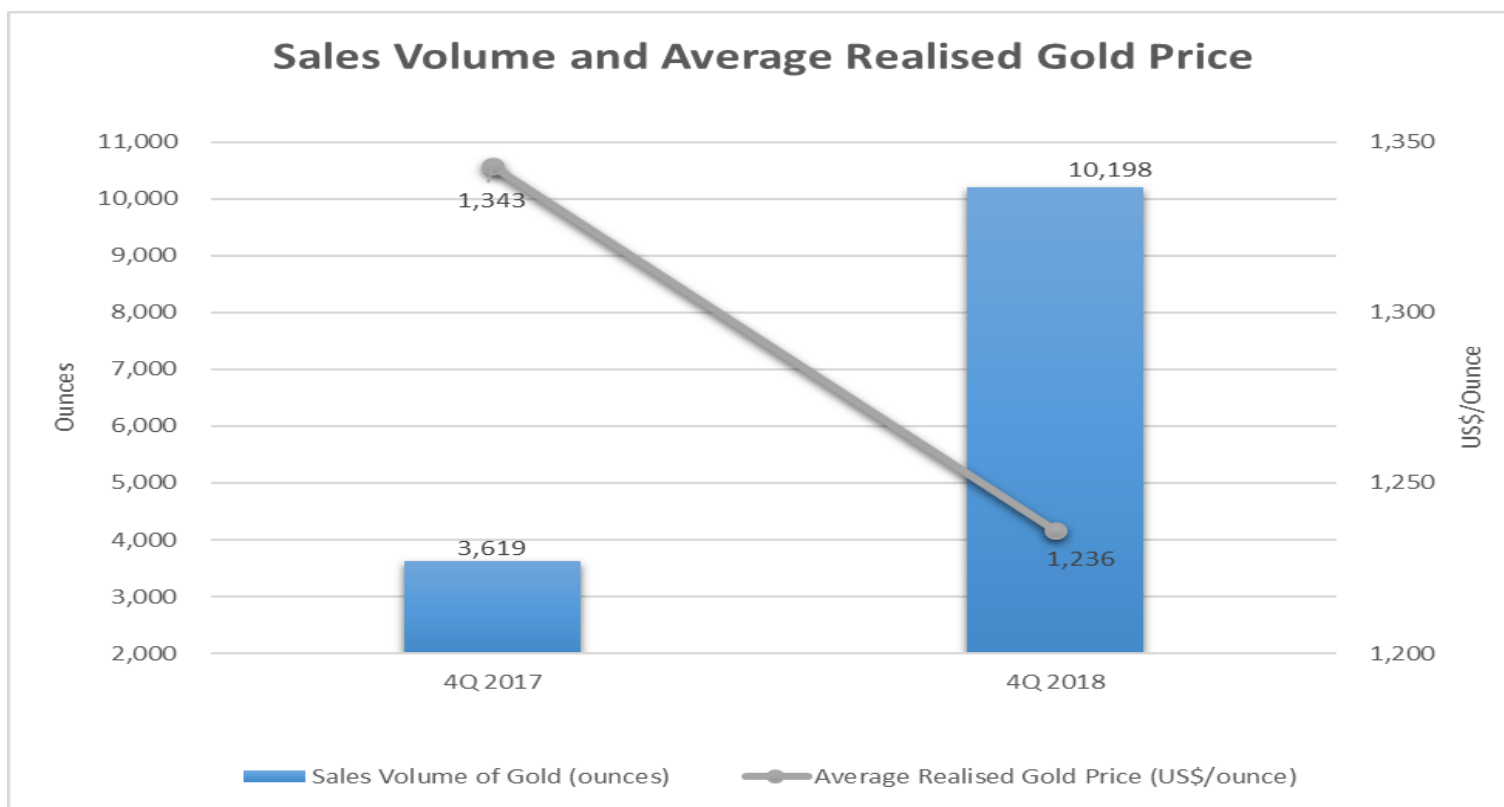
**Net asset
value of
US\$41.63
million**

**Current
ratio of
2.25**

**Debt/Equity
ratio of
0.02**

**Net cash
position of
US\$17.1
million**

Revenue



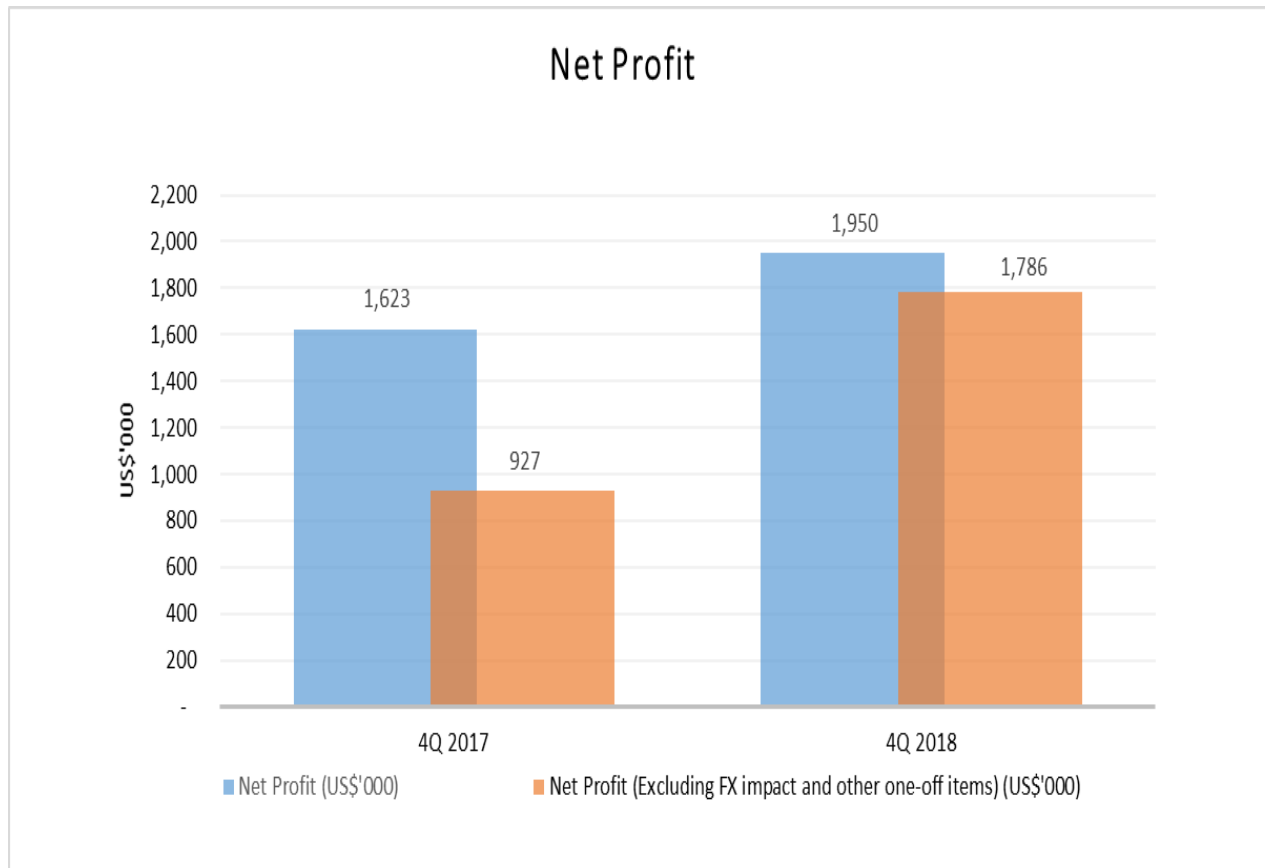
Revenue up 159%:

↑ Sales volume of fine gold, from 3,619 ounces to 10,198 ounces

Partly offset by:

↓ Average realised gold price, from US\$1,343/ounce to US\$1,236/ounce

Net Profit



**4Q 2018
Net Cash
inflow:
US\$2.86
million**

**4Q 2017
Net Cash
outflow:
US\$1.41
million**

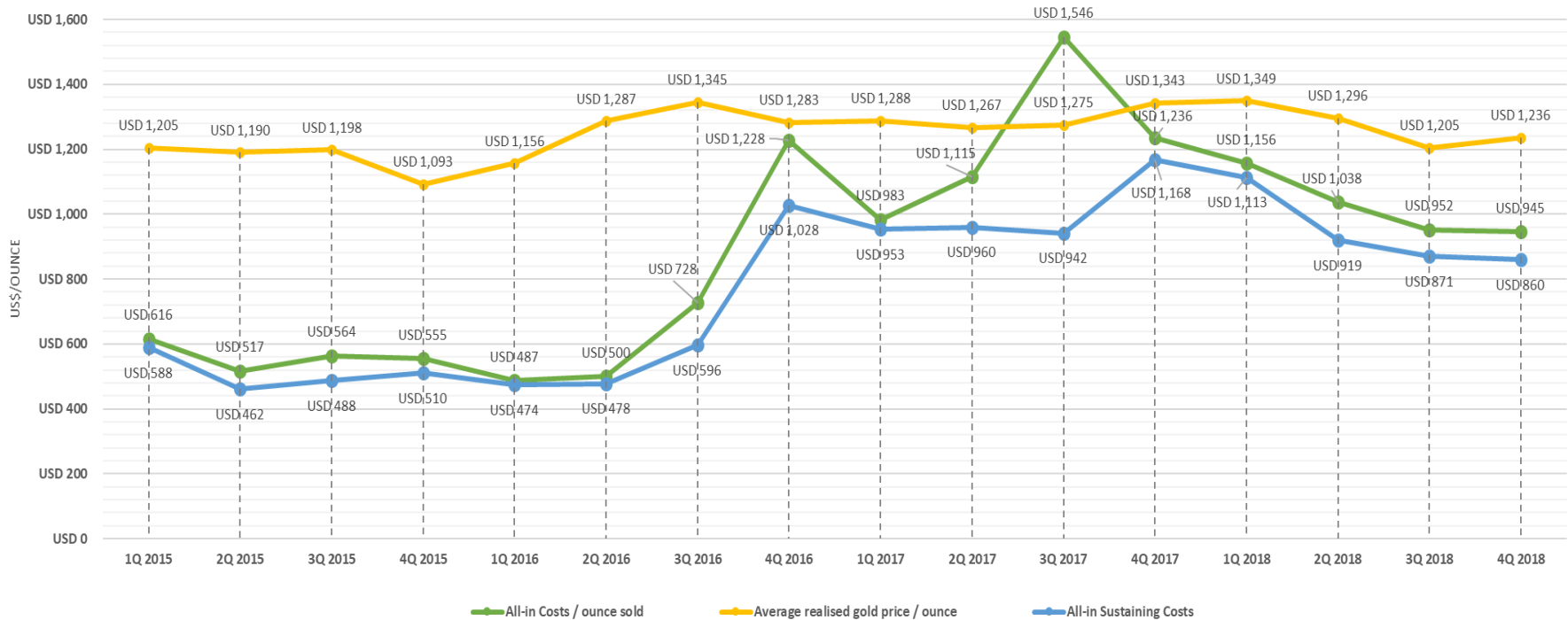
Recorded a net profit of US\$1.95 million in 4Q2018 compared to US\$1.62 million in 4Q2017 mainly due to the foreign exchange impact and one-off items, i.e. listing expenses and reversal of Pulai's tax penalty estimate.

Analysis Of All-In Costs And Margin

	4Q 2018	4Q 2017	Changes
	US\$ / gold ounce sold		%
Mining related costs	504	653	-22.8%
Royalty and tribute expenses	153	184	-16.8%
Adjusted operating costs	657	837	-21.5%
General and administrative costs	147	51	188.2%
Capital expenditure	56	280	-80.0%
All-in sustaining costs	860	1,168	-26.4%
Capital exploration (non-sustaining)	21	47	-55.3%
Capital expenditure (non-sustaining)	64	21	204.8%
All-in costs (A)	945	1,236	-23.5%
Average realised gold price (B)	1,236	1,343	-8%
All-in Margin (C= B - A)	291	107	172%
All-in Margin (%) (C / B)	24%	8%	16%

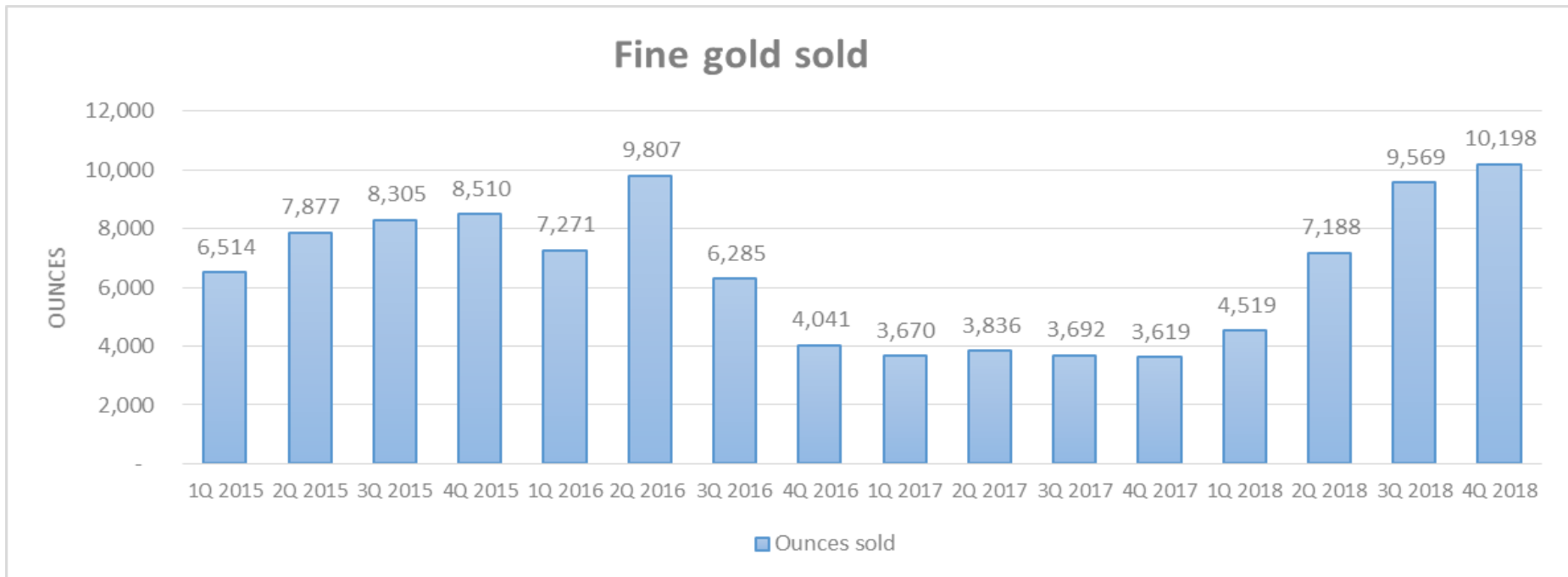
All-in sustaining costs include adjusted operating costs and sustaining capital expenditure, corporate general and administrative expenses, exploration expense, reflecting the full cost of gold production from current operations.

Summary Of All-In Costs And Margin



All-in costs of production decreased to US\$945/ounce in 4Q2018 from US\$1,236/ounce in 4Q2017, mainly due to higher sales volume of fine gold and partly offset by higher general and administrative costs and capital expenditure in non-sustaining operation.

Quarterly Production Volume



FY2018

Financial Highlights

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Income statement	FY2018	FY2017	Change
Revenue (US\$' million)	39.55	19.15	106.5%
Results from operating activities (US\$' million)	4.13	1.78	132.0%
Net profit (US\$' million)	3.01	3.30	-8.8%
Net profit margin	7.6%	17.2%	-9.6%
Net profit (excluding FX Impact and other one-off items) (US\$' million)	5.34	1.37	289.8%
Net profit margin (excluding FX Impact and other one-off items)	13.5%	7.2%	6.3%
Earnings per share (US cents)	0.41	0.68	-39.7%
Earnings per share (SG cents)	0.55	0.94	-41.5%

Note: Other one-off expenses include listing expenses in relation to the dual primary listing on HKEX, share performance expenses which subsequently terminated on 4 July 2018 and reversal of Pulai's tax penalty accrual.

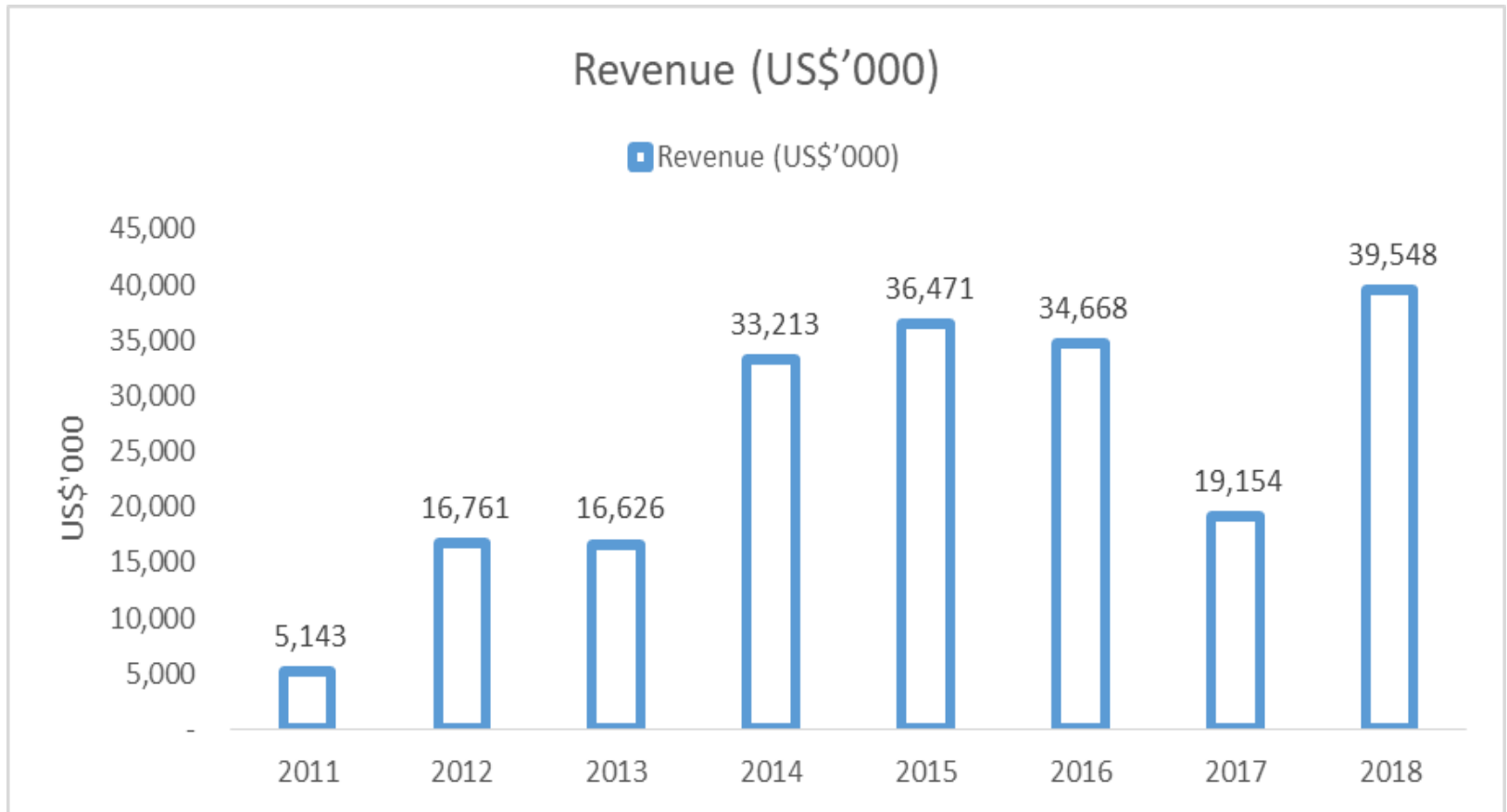
Net asset value of US\$41.63 million

Current ratio of 2.25

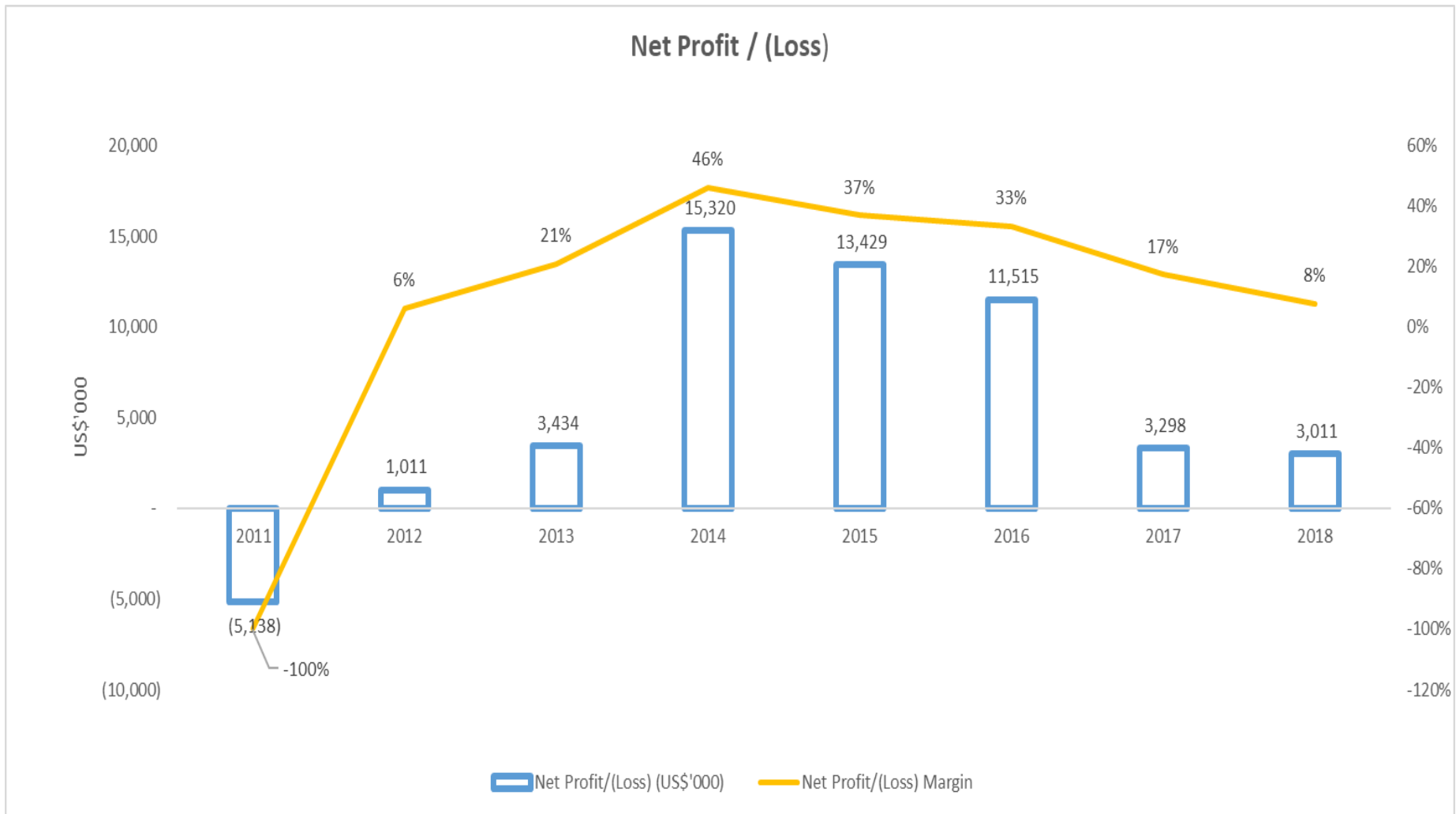
Debt/Equity ratio of 0.02

Net cash position of US\$17.1 million

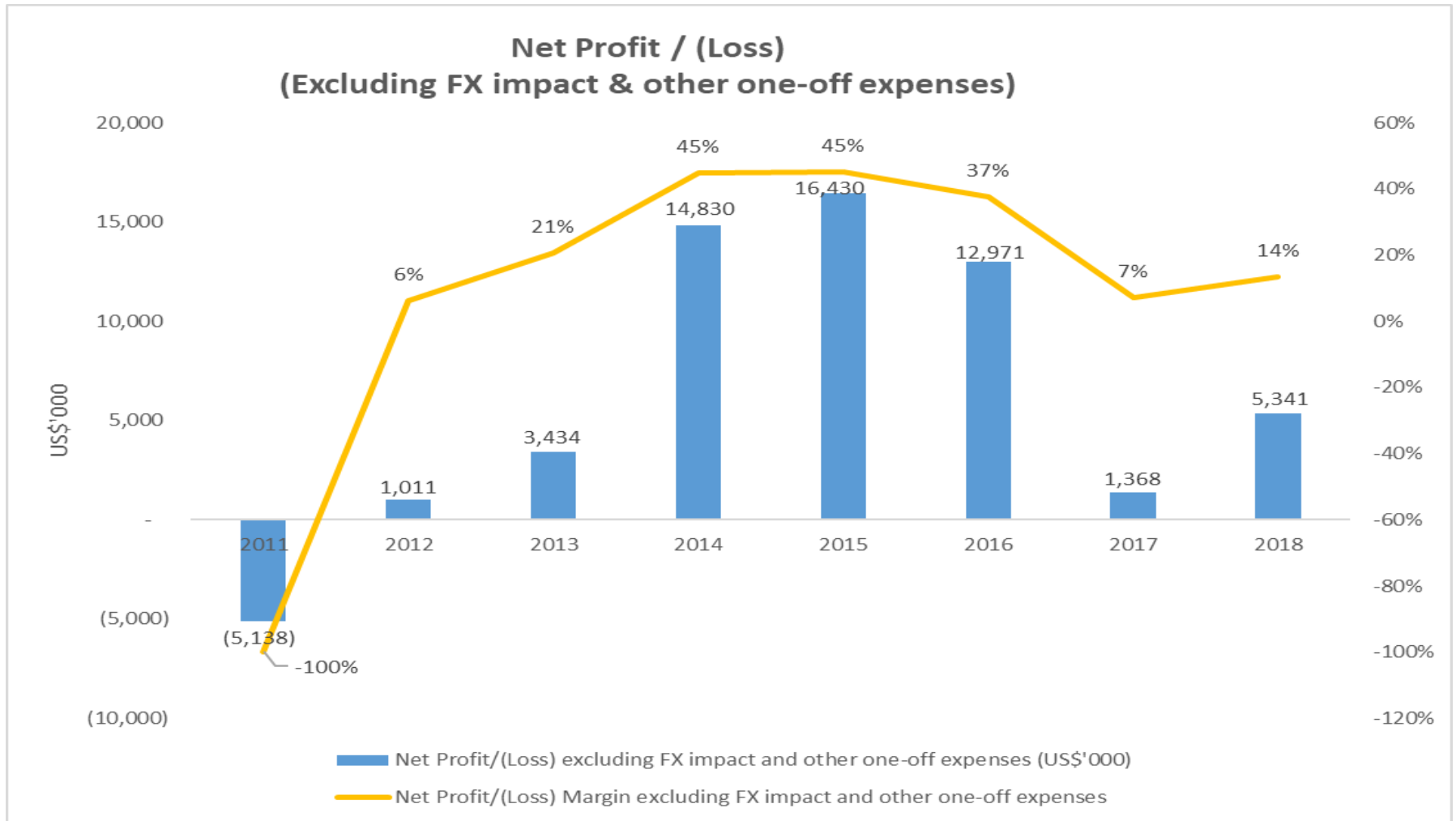
REVENUE: FY2011 TO FY2018



NET PROFIT / (LOSS): FY2011 TO FY2018



NET PROFIT / (LOSS): FY2011 TO FY2018



Analysis Of All-In Costs And Margin

	2018	2017	Changes
	US\$ / gold ounce sold		%
Mining related costs	561	635	-11.7%
Royalty and tribute expenses	164	174	-5.7%
Adjusted operating costs	725	809	-10.4%
General and administrative costs	133	118	12.7%
Capital expenditure	125	346	-63.9%
All-in sustaining costs	983	1,273	-22.8%
Capital exploration (non-sustaining)	31	78	-60.3%
Capital expenditure (non-sustaining)	36	16	125.0%
All-in costs (A)	1,050	1,367	-23.2%
Average realized gold price (B)	1,257	1,293	-3%
All-in Margin (C= B - A)	207	(74)	n.m.
All-in Margin (%) (C / B)	16%	-6%	n.m.

All-in sustaining costs include adjusted operating costs and sustaining capital expenditure, corporate general and administrative expenses, exploration expense, reflecting the full cost of gold production from current operations.

Milestones

2018 Milestones

Date	Milestone
15 January 2018	Proposed dual primary listing on main board of Hong Kong Stock Exchange
22 March 2018	Gold resources amounted to 13.86 million tonnes at 1.6g/t gold as at 31 December 2017. This translates into 724,000 oz of contained gold, up 16% from 31 December 2016
6 April 2018	Carbon-in-leach plant achieves first gold pour from trial operation in March: 863 oz of gold dore bars
25 April 2018	Joint venture agreement between KelGold and Yayasan Kelantan Darulnaim (Yakin) for exploration on 1,550ha site in Kelantan
2 May 2018	Official opening of carbon-in-leach plant
28 May 2018	Carbon-in-leach plant in stable commercial operation: 3,749 oz of gold dore bars for the month of May 2018

2018 Milestones

Date	Milestone
2 July 2018	Sokor gold project produced 8,750 oz of gold dore bars in 2Q 2018
10 July 2018	Submission of application and application proof of prospectus in relation to dual primary listing to SEHK
31 August 2018	With new carbon-in-leach plant in operation, Sokor gold project achieves highest monthly gold production record of 5,892.32 oz of gold dore bars and sets a new record with the production of 4,022.37 oz of gold dore bars from a single gold pour in August 2018 since it started production in July 2010
31 August 2018	Receipt of listing and quotation notice from SGX-ST in respect of the listing and quotation of up to 18,000,000 new ordinary shares in conjunction with the proposed dual primary listing
15 October 2018	Obtained shareholders' approval on the proposed share offer to be carried out in conjunction with the Proposed SEHK Listing and Proposed Amendments to the Constitution
24 December 2018	Listing Committee of SEHK convened a hearing on 20 December 2018 to consider the Company's application for the Proposed Dual Listing. The Company was informed on 21 December 2018 that it was not suitable for listing

Corporate & Business Update

Review of Operations at Sokor

- An additional gold de-absorption and smelting facility next to the Group's existing CIL plant to scale up operations and boost production efficiency;
- Installation of two new leaching pads to enable ore to be leached continuously
 - ❑ Eliminates the process of removing ore out of the pads after being processed and moving it to tailing ponds;
- To embark on underground mining in 2019 to complement CMNM's existing open-pit mining operations to ensure continuous supply of high-grade ore to CMNM's existing CIL plant;

Review of Operations at Sokor

- To build a brand new flotation facility at Sokor capable of processing approximately 500 tonnes of ore a day to monetise silver, lead and zinc resources;
- Studying the feasibility of installing a power line at Sokor to reduce dependence on third-party suppliers of diesel, one of its main mining consumables; and
- Exploring the possibility of expanding CIL plant as part of efforts to double the production capacity.

Company Outlook

1

Barring unforeseen circumstances, revenue to increase in 2019 compared to 2018, driven by expected increase in gold production

2

Potential new source of income in production and sales of silver, lead and zinc once flotation plant at Sokor starts commercial operation

Stock Data & Dividend

Stock Data & Dividend

(SGX: 5TP) (Reuters: CNMC.SI) (Bloomberg: CNMC:SP)	25 February 2019
Price per share	S\$0.225
Market capitalisation	S\$91.73 Million
Share issued	407.69 Million
P/E ratio (Note 1)	40.18
Dividend Yield (YTD) (Note 2)	0.89%

Note 1 :

Market price per share @ 25 February 2018 / Earning per share (S\$) for the year ended 31 December 2018.

Note 2 :

CNMC proposed a final dividend of 0.20 Singapore cent per share for shareholders' approval at the next AGM.

About CNMC

About CNMC

- Involved in exploration and mining of gold, and processing of mined ore into gold dores
- Commenced operations in 2007; first Catalist-listed gold producer on SGX-ST (listed in October 2011)
- Current flagship project – Sokor Gold Field in Kelantan, Malaysia
- CNMC founded by Prof Lin Xiang Xiong, Chief Advisor for China International Trade to Kelantan State Government



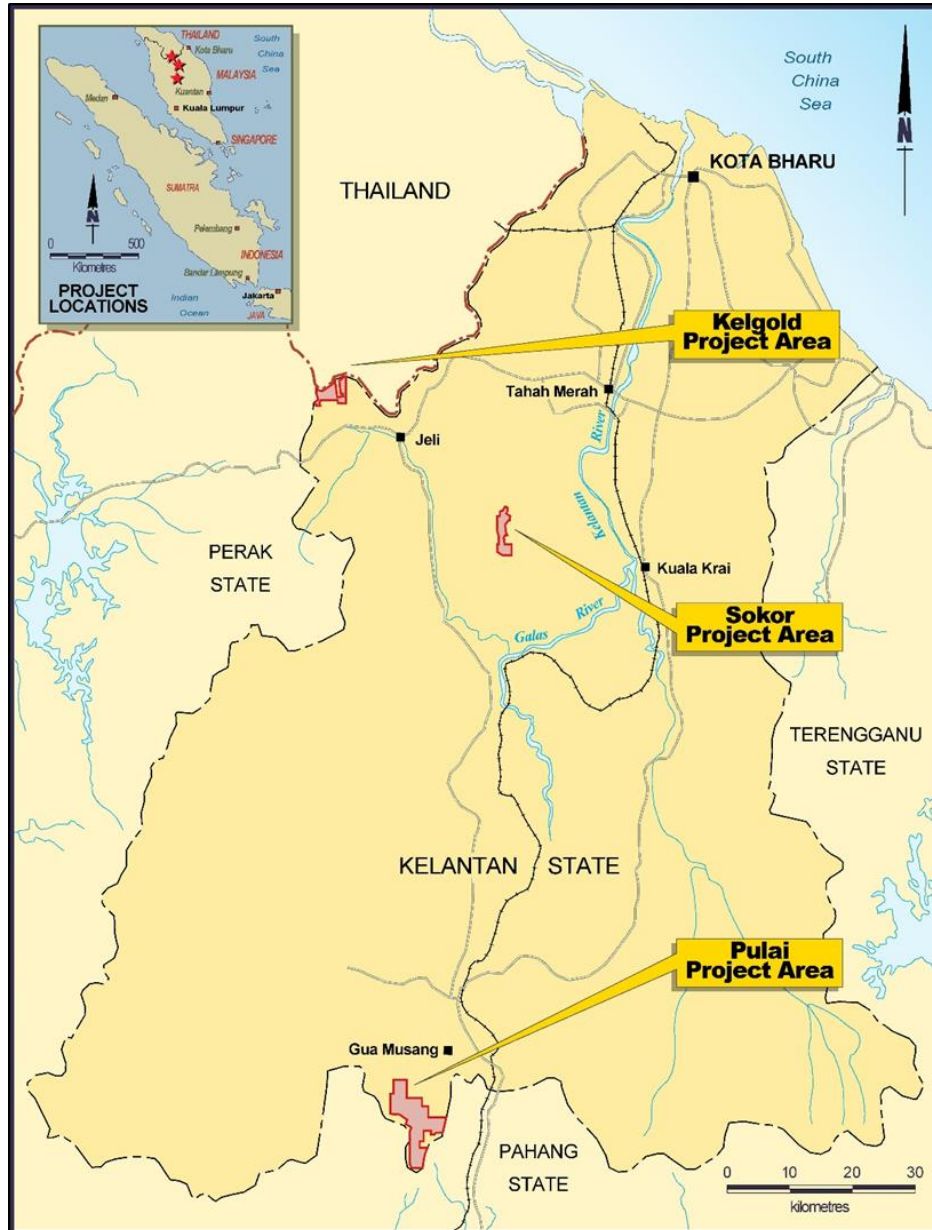
Asset Portfolio

**Production Asset:
Sokor Gold Project
(10km²)**

**Brownfield Asset:
Pulai Mining
(38.4km²)**

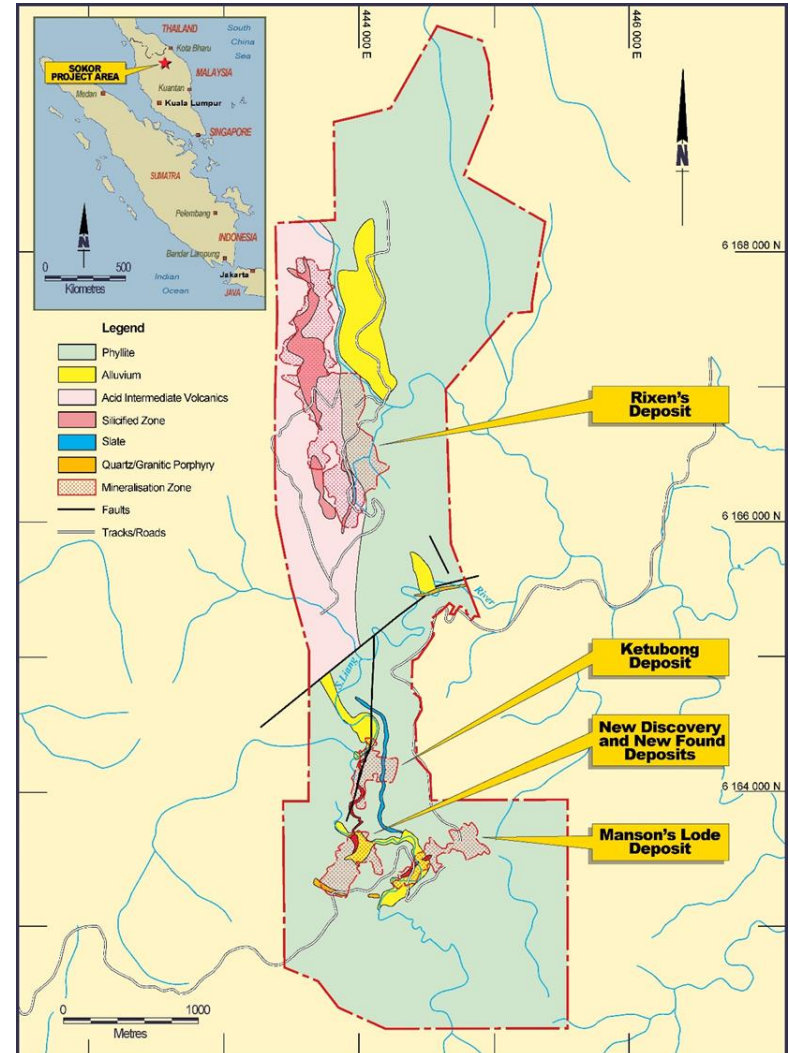
**Greenfield Asset:
KelGold Mining
(15.5km²)**

Asset Portfolio



Sokor Gold Field Project

- Spanning an area of 10km², Sokor has 785,000 ounces of JORC-compliant gold resources (including ore reserves) as at 15 October 2018
- Achieved first gold pour on 21 July 2010
- Produced more than four and a half metric tonnes of fine gold bullion since production commenced
- Five identified areas: Manson's Lode, New Discovery, New Found, Sg. Ketubong, Rixen
- Mining licences obtained with full support from Kelantan State Government



Production Facilities

- Phase 1 of the new leaching yards with estimated leaching capacity of 3.0 million tonnes of ore per annum
- Gold de-absorption plant comprising gold de-absorption, active carbon re-generation and smelting systems to support leaching capacity of one million tonnes of ore per annum



Production Facilities

- Ore agglomeration facility
- Upgraded existing vat leaching facility to estimated leaching capacity of 200,000 tonnes of ore per annum



Production Facilities

- Brand-new CIL facility
- Capable of processing estimated 500 tonnes of ore per day

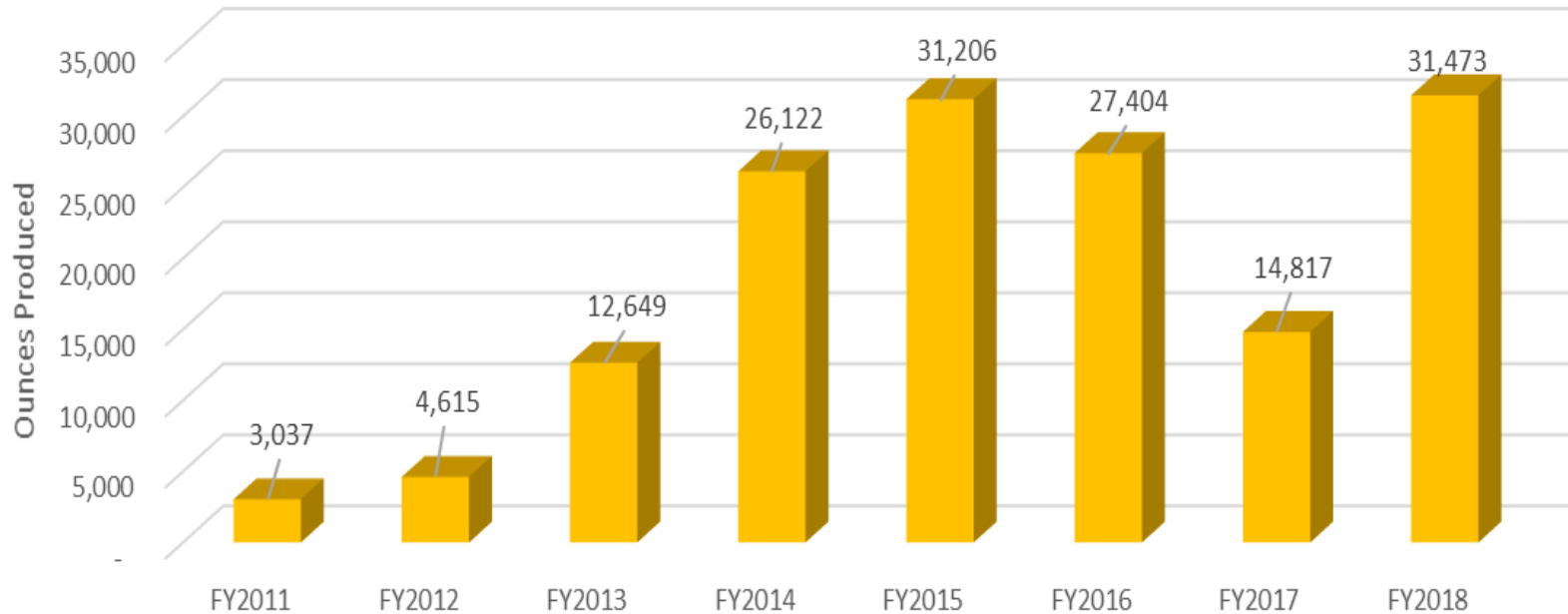


Production Facilities



Fine-Gold Production

Fine Gold Produced Year Over Year In Ounces



- Commenced gold production in July 2010 and has since successfully produced more than 100,000 ounces (3 metric tonnes) of fine gold
- Fine gold production increased 112.4% to 31,473 ounces in FY2018 from 14,817 ounces in FY2017

JORC-Compliant Gold Resources

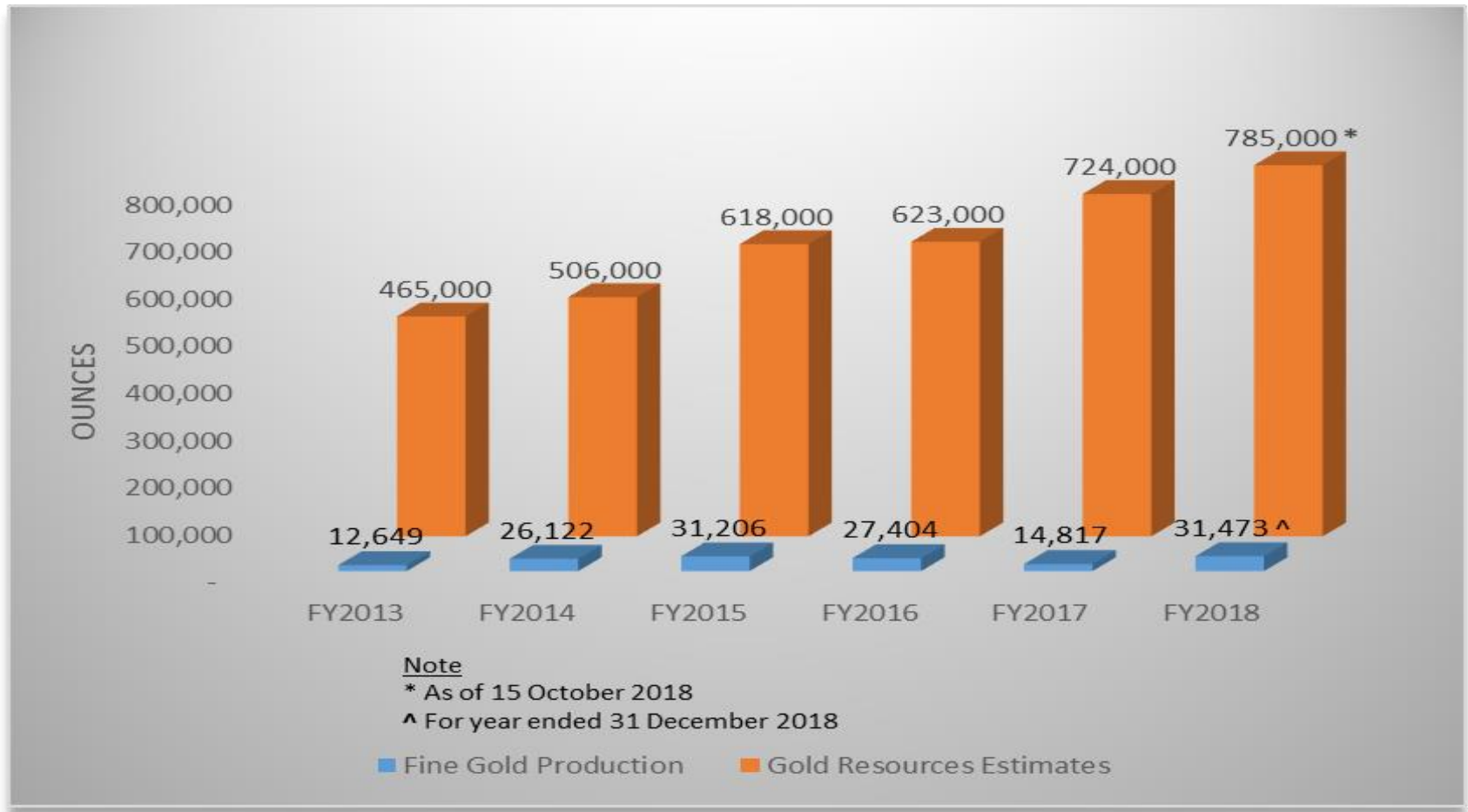
Category	Mineral type	Gross attributable to licence			Gross attributable to CNMC			
		Tonnes (millions)	Grade (Au g/t, Ag g/t, Pb%, Zn%)	Contained metal (Au koz, Ag koz, Pb t, Zn t)	Tonnes (millions)	Grade (Au g/t, Ag g/t, Pb%, Zn%)	Contained metal (Au koz, Ag koz, Pb t, Zn t)	Change from previous update (%)
Measured	Gold	0.36	2.6	30	0.30	2.6	25	-38%
Indicated	Gold	6.14	1.5	288	4.98	1.5	233	2%
Inferred	Gold	9.11	1.6	467	7.38	1.6	378	19%
Total	Gold	15.62	1.6	785	12.65	1.6	636	9%
Measured	Silver	0.34	63	683	0.27	63	553	0%
Indicated	Silver	0.17	74	407	0.14	74	330	0%
Inferred	Silver	0.90	29	838	0.73	29	679	0%
Total	Silver	1.41	42	1,928	1.14	42	1,562	0%
Measured	Lead	0.34	1.5	5,058	0.27	1.5	4,097	0%
Indicated	Lead	0.17	1.5	2,560	0.14	1.5	2,074	0%
Inferred	Lead	0.90	1.7	15,407	0.73	1.7	12,480	0%
Total	Lead	1.41	1.6	23,025	1.14	1.6	18,650	0%
Measured	Zinc	0.34	1.9	6,370	0.27	1.9	5,160	0%
Indicated	Zinc	0.17	2.0	3,365	0.14	2.0	2,726	0%
Inferred	Zinc	0.90	1.5	13,770	0.73	1.5	11,154	0%
Total	Zinc	1.41	1.7	23,505	1.14	1.7	19,039	0%

Table extracted from Sokor Project – updated Mineral Resources and Ore Reserves Estimate as at 15 October 2018.

As at 15 October 2018, total measured, indicated and inferred gold resources for the Sokor Project (above a 0.5 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) were 15.62 million tonnes at 1.6 g/t gold grade, which would amount to 785,000 ounces of contained gold (31 December 2017: 13.86 million tonnes at 1.6 g/t gold with contained gold of 724,000 ounces).

Resources and Production

Gold Resources Versus Fine Gold Production



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Media and Investor Contact Information:

WeR1 Consultants Pte Ltd

Tel: (65) 67374844 | Frankie Ho, frankieho@wer1.net