

11 August 2014



Company Registration No.: 201119104K

PRESS RELEASE FOR 2Q 2014

**CNMC Delivers Its Fifth Consecutive Quarter of Profitability
with A Record Net Profit of US\$5.50 Million in the
Second Quarter of 2014, Surpassing the
Net Profit in FY2013**

Highlights:

- Fine gold production volume reached a record level of 6,470.24 ounces in 2Q 2014 compared to 1,387.88 ounces in 2Q 2013, with a revenue growth of 272.2% to US\$8.27 million from US\$2.22 million over the corresponding financial period in 2013.
- Net profit in the first half ended 30 June 2014 reached US\$7.05 million, more than double as compared to US\$3.43 million in FY2013.
- All-in costs in 2Q 2014 reached a historic low of US\$649 per ounce of gold sold against US\$1,092 per ounce of gold sold in 2Q 2013.
- On the back of strong net cash flows from operating activities, cash and cash equivalents rose to US\$5.75 million as at 30 June 2014, even after the early redemption of convertible loan in April 2014.
- The Group is declaring a one-tier tax exempt interim dividend of 0.15 Singapore cents per share.

Financial Highlights

US\$ (million)	2Q 2014	2Q 2013	Change (%)	1H 2014	1H 2013	Change (%)
Revenue	8.27	2.22	272.2	13.38	2.94	355.5
Results from operating activities	3.88	0.18	n.m.	6.06	(0.68)	n.m.
Earnings before interest, tax and amortization ("EBITA")	4.62	0.57	707.8	7.31	0.12	n.m.
Net profit/(loss)	5.50	0.12	n.m.	7.05	(0.61)	n.m.
Net profit/(loss) attributable to owners of the Company	4.44	0.03	n.m.	5.70	(0.62)	n.m.

SINGAPORE, 11 August 2014 – CNMC Goldmine Holdings Limited (“中色金矿有限公司”) (“CNMC” or the “Company” and together with its subsidiaries, “the Group”), the first Catalist-listed gold mining company on the Singapore Exchange Securities Trading Limited (the “SGX-ST”) announced today its latest financial results for the three months and six months ended 30 June 2014 (“2Q 2014” and “1H 2014”, respectively).

The Group registered a record net profit of US\$5.50 million in 2Q 2014 as compared to US\$0.12 million in 2Q 2013, correspondingly its net profit in 1H 2014 elevated to US\$7.05 million which surpassed the audited net profit of US\$3.43 million in the financial year ended 31 December 2013 (“FY 2013”). This is predicated on the fact that the Group achieved a record fine gold production volume in 2Q 2014 of **6,470.24 ounces** as compared to 1,387.88 ounces in 2Q 2013.

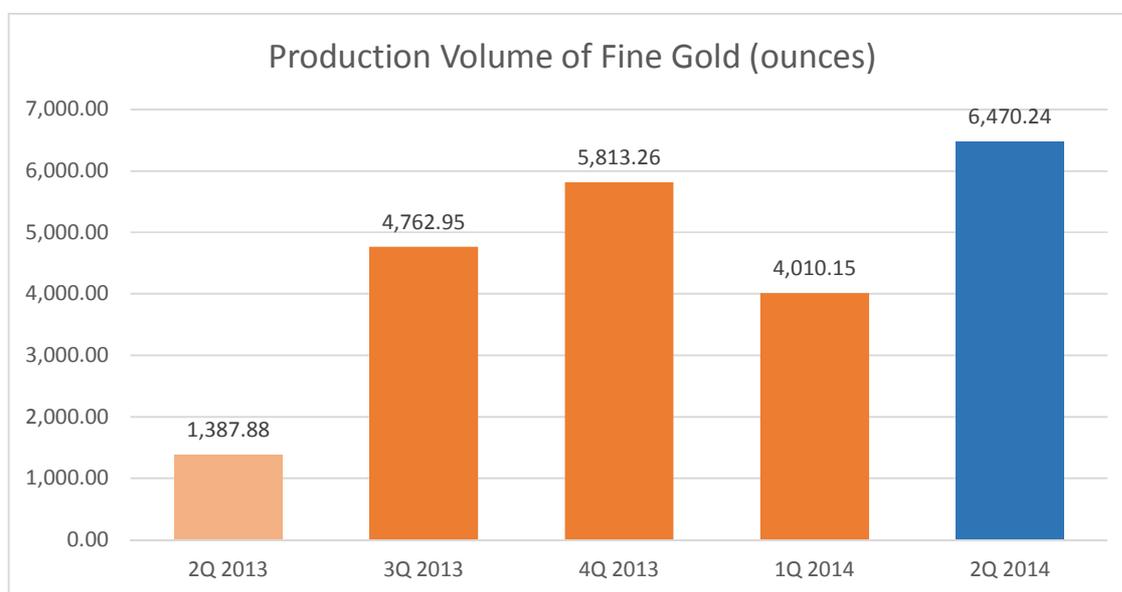
Commenting on the Group’s overall performance, Chris Lim, Chief Executive Officer of CNMC remarked, “**The Board and Management are very pleased with another excellent quarter for the Group, which marks the fifth consecutive quarter of profitability. We met our key targets of raising production volume whilst reducing cost on all fronts. This set of financial results is another significant milestone for CNMC and we aim to continue boosting production as our three leaching yards are now in full operation. FY 2014 will be another exciting year for the Group.**”

Revenue and Profit Boosted By Record Production Volume Despite Lower Gold Prices In 2Q 2014

In terms of top line performance, the Group's revenue recorded an increase of 272.2% to US\$8.27 million in 2Q 2014 as compared to US\$2.22 million in 2Q 2013. The increase in revenue was mainly attributed to the significant increase in the production and sales volume of fine gold in 2Q 2014.

	2Q 2014	2Q 2013	Increase / (Decrease) %
Production volume of fine gold (ounces)	6,470.24	1,387.88	366.2
Sales volume of gold (ounces)	6,470.24	1,565.22	313.4
Revenue – Total (US\$'000)	8,265.85	2,221.10	272.2
Average realised gold price (US\$/ounce)	1,277.52	1,419.04	(10.0)

The production volume of fine gold increased by 366.2% to 6,470.24 ounces in 2Q 2014 as compared to 1,387.88 ounces in 2Q 2013.



Since the successful commencement of production at its second heap leach yard in the second quarter of FY 2013 ("2Q 2013"), fine gold production volume has been on an upward trend. In 2Q

2014, fine gold production volume hit a new high at 6,470.24 ounces, which generated a strong revenue of US\$8.27 million in a short span of 3 months. The increase in production volume in 2014 was due to CNMC's expanded production facilities, which include a new gold refinery and third leach yard, and higher productivity from the three leaching yards. With these facilities and barring unforeseen circumstances, CNMC is confident of sustaining a strong level of fine gold production volume going forward.

All-In Costs Reduced Significantly

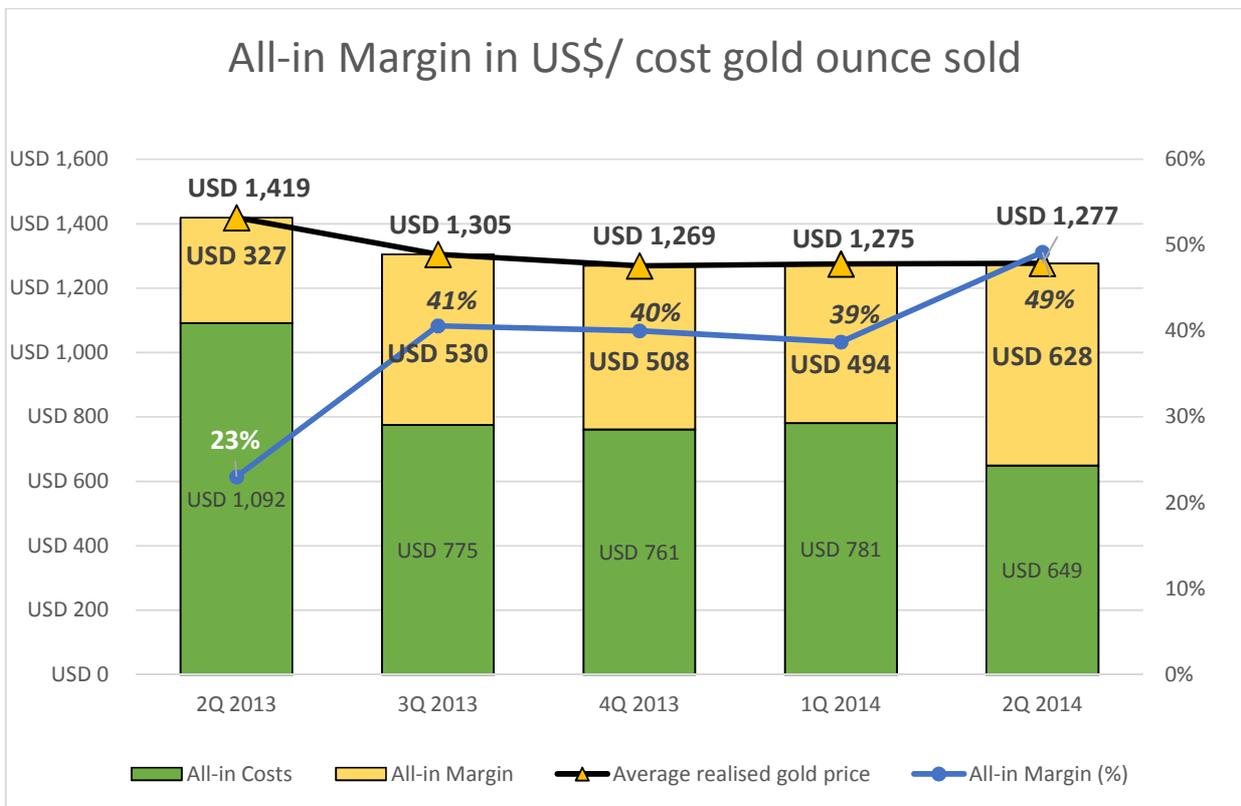
	US\$ / gold ounce sold		Increase / (Decrease) %
	2Q 2014	2Q 2013	
Sales volume of fine gold (ounces)	6,470.24	1,565.22	313.4
Mining related costs	373	736	(49.3)
Royalty and tribute expenses	98	109	(10.1)
Adjusted operating costs¹	471	845	(44.3)
General and administrative costs	54	49	10.2
Capital expenditure	60	110	(45.5)
All-in sustaining costs²	585	1,004	(41.7)
Capital exploration (non-sustaining)	26	48	(45.8)
Capital expenditure (non-sustaining)	38	40	(5.0)
All-in costs³	649	1,092	(40.6)

In line with World Gold Council's non-GAAP reporting disclosures, CNMC reported all-in sustaining and all-in costs for greater clarity. For the quarter under review, the Group recorded lower all-in sustaining costs and all-in costs which stood at US\$585 per ounce and US\$649 per ounce respectively as compared to the all-in sustaining costs of US\$610 per ounce and all-in costs of US\$781 per ounce in 1Q 2014.

¹ Adjusted operating costs include production costs such as mining production and maintenance costs, royalties, and operating costs such as storage, net of by-product credits. The increase of gold ounces sold resulted in lower cost per gold ounce sold as fixed costs portion remains constant. These costs may vary from quarter to quarter, depending on the seasonal or cyclical factors, including among others, rainy season and grade of gold extracted from the ore.

² 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.

³ Include all-in sustaining costs and non-sustaining costs. Non-sustaining costs are those costs incurred for the new operations and costs related to construction of the new production facility for the existing operations where these projects will materially increase production in future.



Note: "Average realised gold price" refers to the Company's average selling price of fine gold sold for each of the financial period. "All-in Margin" refers to the margin derived from average realised gold price less all-in cost per ounce.

The Group's production costs have been decreasing progressively with a stable cost structure in the past three quarters. In 2Q 2014, the Group's concerted effort to lower its costs had led to a substantial reduction in both all-in sustaining costs and all-in costs. This was mainly due to lower expenditure upon completion of the third leaching pad and production facility as well as economies of scale from increased fine gold production.

The Group's track record of maintaining and progressively lowering its cost structure is illustrated clearly by its improved financial performance in the latest past four quarters.

As a result of the record production volume and effective cost management, the Group's net profit stood at US\$5.50 million in 2Q 2014, while net profit stood at US\$7.05 million in 1H2014, surpassing the audited net profit of US\$3.43 million in FY 2013.

Strong Cash Flow Generation Ability

CNMC has demonstrated strong cash generation capability by registering a positive operating cash flow of US\$6.39 million in 1H 2014.

Notably, the Group had fully redeemed the US\$1.14 million of convertible loan in April 2014 prior to its maturity in July 2014. Following this early redemption, the Group's cash and cash equivalents stood at US\$5.75 million as at 30 June 2014, representing an increase of US\$4.66 million from US\$1.09 million as at 30 June 2013.

The Board is pleased to declare a one-tier tax exempt interim dividend of 0.15 Singapore cent per share for this financial quarter. CNMC remains committed in rewarding shareholders for their continued support.

Outlook

With three leaching yards in operation which have a targeted combined capacity of 1 million tonnes of ore, and the Group's accumulated experience, the Management is cautiously optimistic about the Company's performance for FY 2014.

#End of Release#

Note: This press release is to be read in conjunction with the related announcement filed by CNMC Goldmine Holdings Limited on SGXNet.

About CNMC Goldmine Holdings Limited (Bloomberg: CNMC:SP; Reuters: CNMC.SI)

CNMC Goldmine Holdings Limited (the "Company") is the first Catalist-listed gold mining company on the Singapore Exchange Securities Trading Limited (the "SGX-ST").

The Company and its subsidiaries (the "Group"), with its headquarters in Singapore, started its operations in 2006 and is principally engaged in the business of exploration and mining of gold and the processing of mined ore into gold dorés. Currently, the Group is focusing on the development of the Sokor Gold Field Project which is located in the State of Kelantan, Malaysia. The first gold pour was achieved on July 21, 2010.

The Sokor Gold Field Project covers an area of 10km² and there are 4 identified gold deposits namely, Manson's Lode Vein, New Discovery Vein, Sg. Ketubong Target and Rixen Target. As of December 2013, this project has JORC compliant gold resources (inclusive of ore reserves) of 9.14 million tonnes at a grade of 1.6 g/t in the Measured, Indicated and Inferred categories for a total of 465,000 oz Au.

For more information on the Company, please visit www.cnmc.com.hk

ISSUED ON BEHALF OF **CNMC GOLDMINE HOLDINGS LIMITED**

BY CAPITAL ACCESS COMMUNICATIONS PTE LTD:

Neo Aik Kee

Email: aikkee@capitalaccess.com.sg

Mobile: +65 9703 0504

Edwin Lee

Email: edwinlee@capitalaccess.com.sg

Mobile: +65 9660 7361

This announcement has been prepared by the Company and its contents have been reviewed by the PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Mark Liew, Managing Director, Corporate Finance, at 20 Cecil Street, #21-02 Equity Plaza, Singapore 049705, telephone (65) 62298088.