



Company Registration No.: 201119104K

CNMC to Acquire 3rd Mining Asset in Malaysia

- ***KelGold Mining has rights to explore for iron ore, gold and other minerals in Kelantan***

SINGAPORE, 20 March 2017 – CNMC Goldmine Holdings Limited (“**CNMC**” or the “**Company**”) has offered to acquire full control of a company in Kelantan with the rights to explore gold, iron ore and other minerals, in its latest push to expand its growing portfolio of mining assets in Malaysia.

The gold producer will pay RM2.5 million in cash for KelGold Mining Sdn Bhd (“**KelGold**”), which has the rights to explore for iron ore and other minerals in an area spanning approximately 15.5km². KelGold is also in the process of getting its exploration licence renewed for the exploration of gold and other minerals on another site with an area of approximately 8.7km².

Both sites in Kelantan are located at the border with Southern Thailand, approximately 100km north of CNMC’s flagship Sokor gold field. The 10km² Sokor gold field is about two hours’ drive from KelGold’s concession sites.

The proposed acquisition comes just a month after the Company completed a transaction to acquire a majority 51% stake in Pulai Mining Sdn Bhd, which became a subsidiary of CNMC on 24 February 2017. Pulai Mining is authorised to mine gold, iron ore and feldspar on an approximately 38.4km² brownfield site in Kelantan.

Driven by renewed demand from China and its One Road, One Belt strategy, prices of iron ore have rebound strongly since 2016 after several years of decline. Gold prices, meanwhile, have been edging higher since the beginning of 2017 on global political and economic concerns.

“This concession looks promising as reconnaissance exploration work carried out by our in-house exploration team in parts of KelGold’s areas uncovered interesting gold grades” said Mr Chris Lim, CNMC’s Chief Executive Officer.

“KelGold will be our third mining asset in Kelantan. We are still going full steam ahead at Sokor, where exploration and production is ongoing. At the same time, we have started preliminary geological exploration activities at Pulai Mining to find mineral resources. Over time, we expect greater economies of scale and operational efficiency as we keep growing our mining operations in Kelantan,” he added.



Company Registration No.: 201119104K

The proposed acquisition will be funded by internal resources and is not expected to have a material impact on the Group's net tangible assets per share and earnings per share for the financial year ending 31 December 2017. It is subject to due diligence and various conditions, including the securing of all the necessary regulatory approvals for mining by KelGold.

End

Media & Investor Contact Information

WeR1 Consultants Pte Ltd
3 Phillip Street, #12-01, Royal Group Building
Singapore 048693
Tel: (65) 6737 4944 | Fax: (65) 6737 4944
Frankie Ho - frankieho@wer1.net
Grace Yew - graceyew@wer1.net

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

CNMC Goldmine Holdings Limited ("CNMC" or "the Company") is the first Catalist-listed gold mining company on the Singapore Exchange Securities Trading Limited (the "SGX-ST"). Headquartered in Singapore, the Company and its subsidiaries (the "Group") started operations in 2006 and are principally engaged in the exploration and mining of gold and the processing of mined ore into gold dorés.

The Company is developing the Sokor Gold Field Project ("Sokor") in the State of Kelantan, Malaysia. Spanning an area of 10km², the project has four identified gold deposit regions, namely Manson's Lode, New Discovery, Sg. Ketubong and Rixen.

As of December 2015, Sokor had JORC-compliant gold resources (inclusive of ore reserves) of 13.83 million tonnes at a grade of 1.4 g/t in the Measured, Indicated and Inferred categories for a total of 618,000 ounces. The project achieved its first gold pour on 21 July 2010.

The Company also has a 51% stake in Pulai Mining Sdn Bhd ("Pulai Mining"), which is authorised to mine for gold, iron ore and feldspar in Kelantan. Spanning 38.4km², Pulai Mining's brownfield project is nearly four times the size of Sokor.

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

This press release has been prepared by CNMC Goldmine Holdings Limited (the "Company") and its contents have been reviewed by the Company's sponsor,



Company Registration No.: 201119104K

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 Catalyst. The Sponsor has not verified the contents of this press release.

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

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.