



CNMC

CNMC GOLDMINE HOLDINGS LIMITED

中起金礦有限公司

(Company Registration No.: 201119104K)

INDEPENDENT QUALIFIED PERSON'S REPORT ON ESTIMATES OF MINERAL RESOURCES AND ORE RESERVES AS AT 31 DECEMBER 2019

The board of directors (the “**Board**”) of CNMC Goldmine Holdings Limited (the “**Company**” or “**CNMC**”), and together with its subsidiaries, the “**Group**”) wishes to announce that the Company has received an Independent Qualified Person’s Report prepared by Optiro Pty Ltd, an independent resources and reserves estimation consultant, containing updated estimates on Mineral Resources and Ore Reserves for its mining portfolio in Malaysia’s Kelantan state as at 31 December 2019 (“**QPR 2019**”), as required under Rule 1204(23) of the Listing Manual (Section B: Rules of Catalyst) of the Singapore Exchange Securities Trading Limited (“**Catalist Rules**”).

This announcement should be read in conjunction with the QPR 2019 attached separately.

According to the QPR 2019, the total Measured, Indicated and Inferred gold resources for the Group’s flagship Sokor project (as set out in Table A below) (above a 0.17 g/t gold cut-off grade at Rixen and for oxide rock at New Discovery and New Found and above a 0.5 g/t gold cut-off grade at Manson’s Lode and Ketubong, and at New Discovery and New Found for transitional and fresh rock,) amounted to 16,320 kt at 1.7 g/t gold for 900,000 ounces of contained gold (inclusive of material used to estimate Ore Reserves). The average grade for the latest gold Mineral Resource was higher than that for the previous year (from 1.6 g/t to 1.7 g/t gold).

Silver, lead and zinc Mineral Resources have been reported for Manson’s Lode, both within the gold mineralisation, above a 0.5 g/t gold cut-off grade, and also external to the gold mineralisation, above a cut-off of 2% lead plus zinc. Lead, zinc and silver Mineral Resources have been reported for Sg Amang above a cut-off of 2% lead plus zinc. With the additional drilling at Manson’s Lode and the estimation of Mineral Resources at Sg Amang, the total resources for each of silver, lead and zinc mineralisation are 1,720 kt with an average grade of 61 g/t Ag, 2.1% lead and 2.5% zinc for 3,350,000 ounces of contained silver, 36,340 tonnes of contained lead and 43,320 tonnes of contained zinc.

Compared to Mineral Resource estimates as at 31 December 2018, there was a decrease of 1% in contained gold and increases of 74% in contained silver, 58% in contained lead and 84% in contained zinc.

Date of report: 1 April 2020

Date of previous report: 1 April 2019

Table A: Sokor Project – Summary of Mineral Resource Statement as at 31 December 2019 (inclusive of Ore Reserves)

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	0.38	2.6	30	0.31	2.6	30	-12%
Indicated	Gold	9.44	1.6	480	7.65	1.6	390	10%
Inferred	Gold	6.50	1.8	380	5.26	1.8	310	-13%
Total	Gold	16.32	1.7	900	13.27	1.7	730	-1%
Measured	Silver	0.38	69	860	0.31	69	690	25%
Indicated	Silver	0.16	66	340	0.13	66	280	-16%
Inferred	Silver	1.17	57	2,150	0.95	57	1,740	156%
Total	Silver	1.72	61	3,350	1.39	61	2,710	74%
Measured	Lead	0.38	2.0	7,570	0.31	2.0	6,130	50%
Indicated	Lead	0.16	1.6	2,610	0.13	1.6	2,120	2%
Inferred	Lead	1.17	2.2	26,160	0.95	2.2	21,190	70%
Total	Lead	1.72	2.1	36,340	1.39	2.1	29,430	58%
Measured	Zinc	0.38	2.1	7,960	0.31	2.1	6,450	25%
Indicated	Zinc	0.16	1.8	2,960	0.13	1.8	2,400	-12%
Inferred	Zinc	1.17	2.8	32,390	0.95	2.8	26,240	135%
Total	Zinc	1.72	2.5	43,320	1.39	2.5	35,090	84%

**Inconsistencies in totals are due to rounding.*

The primary focus of the Company for Sokor in FY2019 was on increasing the production of gold as well as lead and zinc Mineral Resources. Through continuous geo-exploration, the goal was to further enhance the commercial viability of these resources in preparation for production at the Group's upcoming flotation plant.

During the 12 months ended 31 December 2019 ("FY2019"), the Group completed 29 exploration trenches in the 15.5 km² exploration concession held by its 100%-owned Kelgold Mining Sdn Bhd. The Group also conducted exploration of the feldspar deposit (a mineral used for manufacturing glass and ceramics), including collection and analysis of rock chip samples and drilling of five diamond core holes for analysis and density measurements, held by its 51%-owned CNMC Pulau Mining Sdn Bhd ("CNMC Pulau"). From this data, an Inferred Mineral Resource 23.7 Mt of feldspar mineralisation with an average grade of 6.8% Na₂O and 2.8% K₂O has been estimated.

Table B: CNMC Pulau Project – Summary of Mineral Resource Statement as at 31 December 2019

Category	Mineral type	Gross attributable to licence			Gross attributable to CNMC			
		Tonnes (millions)	Grade (Na ₂ O%+K ₂ O%)	Contained Na ₂ O+K ₂ O Kt	Tonnes (millions)	Grade (Na ₂ O%+K ₂ O%)	Contained Na ₂ O+K ₂ O Kt	Change from previous update
Measured	Feldspar	-	-	-	-	-	-	Not previously reported
Indicated	Feldspar	-	-	-	-	-	-	
Inferred	Feldspar	23.7	9.5	2.5	12.1	9.5	1.3	
Total	Feldspar	23.7	9.5	2.5	12.1	9.5	1.3	

In line with the objective of expanding the Group's minerals portfolio, time and effort were invested in putting together the first Mineral Resource estimates for CNMC Pulai 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 ("JORC Code 2012"). The Mineral Resource estimates for both Sokor and CNMC Pulai have been prepared and classified in accordance with JORC Code 2012.

In reporting the Ore Reserves as at 31 December 2019, the Sokor project registered a 51% increase from 135,000 to 204,000 ounces of contained gold compared to Ore Reserve estimates as at 31 December 2018, largely due to changes at Rixen relating to changes in the Mineral Resources, reductions due to depletion by mining during the year, addition of the deeper extension of the southern pit areas and increases due to a higher gold price. The average grade for the latest gold Ore Reserves was lower than that for the previous year (from 1.6 g/t to 1.4 g/t gold). The total Ore Reserves as at 31 December 2019 have been reported in accordance with JORC Code 2012.

Table C: Combined Sokor Project Gold Ore Reserves (Manson's Lode, New Discovery, New Found, Ketubong 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 2019

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	254	3.0	25	206	3.0	20	-20
Probable	Gold	4,238	1.3	180	3,432	1.3	145	73
Total	Gold	4,492	1.4	204	3,638	1.4	165	51
Additional Mineral Resources								
Measured	Gold	129	1.5	6	105	1.5	5	67
Indicated	Gold	6,288	1.5	307	5,093	1.5	248	-4
Inferred	Gold	7,107	1.7	393	5,757	1.7	319	10
Total	Gold	13,524	1.6	706	10,955	1.6	572	-7

- Notes:
- Mineral Resources and Ore Reserves reported as per the JORC Code 2012 edition
 - Totals may display rounding inconsistencies
 - Cut-off grade for Ore Reserves is 0.19 g/t gold for ore going to the heap leach (all Rixen material) and 0.69 g/t gold for transitional and fresh ore going to the CIL plant (oxide, transitional and fresh rock from Manson's Lode, and New Discovery and New Found) and 1.32 g/t gold for fresh ore (UG at Ketubong) going to the CIL plant
 - Cut-off grade for Mineral Resources is 0.17 g/t gold for Rixen, 0.5 g/t gold for oxide, transitional and fresh material outside optimised pit and 0.5 g/t gold for Inferred oxide, transitional and fresh material inside the optimised pit
 - Gold price used for cut-off calculation is US\$1,500 /oz for all lodes
 - No Inferred material is included in the Ore Reserves
 - Dilution of 5% and ore loss of 5% have been applied, with zero grade attributed to dilution
 - Inconsistencies in totals are due to rounding.

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 QPR 2019) 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 Stephen O'Grady, Associate Consultant at Optiro and Member of the Australasian Institute of Mining and Metallurgy. Stephen O'Grady 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. Stephen O'Grady has consented to the inclusion of the above information (which was extracted from the QPR 2019) in the form and context in which they appear in this announcement.

By Order of the Board

Lim Kuoh Yang

Chief Executive Officer

2 April 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst.

This announcement has not been examined or approved by the SGX-ST. 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 Ms Gillian Goh, Director, Head of Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).