



ASX Announcement

Feasibility Study (FS) update and Ongoing Funding for Sihayo Project

As reported in the recently released half year accounts, the Sorikmas project team has presented a draft FS to the board for review. This review has raised several areas which the board has determined require further work to enable the study to be finalised:

- Total pre-production capital cost estimate,
- LOM Tailings Dam and Waste Dumps
- Overall project water balance

The draft study as presented still indicates better economics than the previous feasibility completed in 2014. However the board believes the additional work requested is necessary before any decision can be taken to proceed to the financing and construction phases of the project.

The additional work needs to be clearly defined and will be done both in house and with outside consultants. The timeframe for completion is not yet clear. The board will make further announcements as soon as there is a clearer timetable.

The time and costs required to complete the feasibility study necessitate the need for some additional funding.

The Directors are pleased to announce that Provident Minerals Pte Ltd and Asian Metals Mining Developments Limited have agreed to provide a Working Capital Loan Facility for AUD2,000,000 to fund the completion of the DFS and the ongoing operations of the Company.

Provident Minerals and Asian Metals Mining Developments are both significant shareholders.

Terms of the loan include:

- 31 December 2018 Maturity Date.
- 10% interest rate.
- Immediate availability of funds.

On completion of the DFS the board will explore longer term financing options.

Directors appreciate the continuing support shown by major shareholders.

Daniel Nolan
Company Secretary.
3 April 2018