25 February 2014

CNMC GOLDMINE HOLDINGS LIMITED

中色金礦有限公司

Company Registration No.: 201119104K

PRESS RELEASE FOR 4Q2013 & FULL YEAR 2013 RESULTS

CNMC'S FINE GOLD PRODUCTION TRIPLES TO 12,649.06 OZ IN FY2013 WHILE ITS LOWER GOLD PRODUCTION COST FURTHER BOOSTS PROFITABILITY

CNMC REGISTERED ALL-IN COST OF US$761 PER OZ IN 4Q2013, WHICH IS SIGNIFICANTLY LOWER THAN THE GLOBAL INDUSTRY AVERAGE OF US$1,200 PER OZ[1]

Highlights:

- **The Group's net profit increased by 239.7% from US$1.01 million in FY2012 to US$3.43 million in FY2013.**

- **Fine gold production and sales volume surged significantly in 4Q 2013, by 335.6% from 1,334.60 oz in 4Q2012 to 5,813.26 oz in 4Q2013 while revenue from sales of fine gold increased by 230.8% from US$2.23 million in 4Q2012 to US$7.38 million in 4Q2013.**

- **Significant economies of scale were first experienced in 3Q2013 when the second leach pad became operational with the Group registering all-in costs of US$775 per oz then. The Group achieved even lower all-in costs of US$761 per oz for 4Q2013. The management expects further improvement in its cost structure as the Group reaps benefits through further economies of scale when the third leach pad goes into production in fiscal year 2014.**

- **To reward shareholders, the Group is proposing a final dividend of S$0.001 per share for FY2013.**

[1] Source from "Gold Survey 2013 Update 2" prepared by Thomson Reuters GFMS

US$	4Q2013	4Q2012	Change %	FY2013	FY2012	Change (%)
Revenue	7,377,877	4,196,646	75.8	16,625,532	16,761,082	(0.8)
Results from operating Activities	3,088,945	(255,580)	N.M.	5,218,173	1,467,736	255.5
Earnings before interest, tax and amortization (“EBITA”)	3,429,030	253,698	1,251.6	7,024,864	2,885,439	143.5
Net Profit/(Loss) for the Period	2,089,259	(267,608)	N.M.	3,433,593	1,010,724	239.7
Net Profit/(Loss) attributable to owners of the Company	1,635,689	(152,974)	N.M.	2,679,449	743,786	260.2

SINGAPORE, 25 February 2014 – CNMC Goldmine Holdings Limited (“中色金矿有限公司”) (“CNMC” 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 that it had achieved another stellar set of financial results for the 3 months ended 31 December 2013 (“4Q2013”) and for the full year ended 31 December 2013 (“FY2013”).

	4Q2013	4Q2012	Increase / (Decrease) %	FY2013	FY2012	Increase / (Decrease) %
Sales volume of fine gold (ounces)	5,813.26	1,334.60	335.6	12,649.06	3,526.14	258.7
Revenue from sales of fine gold (US$’000)	7,377.88	2,230.64	230.8	16,625.53	5,822.71	185.5
Revenue from export sales of ore:						
- gold (US$’000)	-	211.78	n.m.	-	1,683.57	n.m
- non-gold metals (US$’000)	-	1,754.23	n.m.	-	9,254.80	n.m
Revenue – Total (US$’000)	7,377.88	4,196.65	75.8	16,625.53	16,761.08	(0.8)
Average selling price – World Gold Council (US$/ounce)	1,276.20	1,721.80	(25.9)	1,411.20	1,669.00	(15.4)

Production of fine gold rose by 335.6% to 5,813.26 ounces in 4Q2013 as compared to 1,334.60 ounces in 4Q2012. Accordingly, the Group's revenue from sales of fine gold surged by 230.8% to US$7.38 million in 4Q2013 from US$2.23 million in 4Q2012.

The Group focused entirely on gold production in 2013 and did not engage in export sales of ore as compared to 2012. Despite the absence of export sales of ore and significantly lower gold prices, the Group's revenue increased by 75.8% to US$7.38 million in 4Q2013 as compared to US$4.20 million in 4Q2012 attributable to the significant increase in sales volume of fine gold. On a full year basis, the Group's total revenue remained relatively unchanged at US$16.63 million (FY2012: US$16.76 million) due mainly to the absence of export sales of ore in FY2013, despite the increase in total revenue from sales of fine gold.

In spite of the two aforementioned factors, the significant increase in gold production and sales volume, coupled with the lower production costs have enabled the Group to report an increase of 239.7% in its net profit from US$1.01 million in FY2012 to US$3.43 million in FY2013.

Growing Economies of Scale Improve Earnings

Since the commencement of gold production at the Group's second heap leach pad in 3Q2013, coupled with its focus on lowering the overall production cost, the Group has benefited from the significant economies of scale as evidenced by its low all-in costs of US$775 per oz in 3Q2013. Sequentially, the Group further improved its all-in costs in 4Q2013 to US$761 per oz.

	US$ / gold ounce sold					
	4Q 2013	4Q 2012	Increase / (Decrease) %	FY2013	FY2012	Increase / (Decrease) %
Sales volume of fine gold (ounces)	**5,813.26**	**1,334.60**	**335.6**	**12,649.10**	**3,526.14**	**258.7**
Mining related costs	287	1,419	(79.8)	438	1,307	(66.5)
Royalty and tribute expenses	99	144	(31.3)	103	168	(38.7)
Adjusted operating costs[2]	**386**	**1,563**	**(75.3)**	**541**	**1,475**	**(63.3)**
General and administrative costs	167	129	29.5	155	49	216.3
Capital expenditure	57	680	(91.6)	140	603	(76.8)
All-in sustaining costs[3]	**610**	**2,372**	**(74.3)**	**836**	**2,127**	**(60.7)**
Capital exploration (non-sustaining)	99	130	(23.8)	157	107	46.7
Capital expenditure (non-sustaining)	52	-	n.m.	80	153	(47.7)
All-in costs[4]	**761**	**2,502**	**(69.6)**	**1,073**	**2,387**	**(55.0)**

The Group's 4Q2013's all-in costs of US$761 per oz was significantly lower than that of the global industry average of US$1,200 per oz as published by Thomson Reuters GFMS report titled "Gold Survey 2013 Update 2".

As a result, the Group increased its EBITA from US$0.25 million in 4Q2012 to US$3.43 million in 4Q2013. For the full year under review, the Group reported an increase of 143.5% in its EBITA from US$2.89 million in FY2012 to US$7.02 million in FY2013.

Moving forward, the Group will continue to explore ways to further lower its production costs to improve the Group's all-in cost structure. The Group's ability to achieve a relative lower cost structure as compared to the global average has put it in good stead to enjoy healthy margins even in the current period of depressed gold prices.

[2] 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.
[3] 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.
[4] 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 and the third leaching pad for the existing operations where these projects will materially increase production in future.

Outlook

The Board is optimistic that there will be continued strong demand for physical gold.

With the ramp up in the heap leach production in FY2013, as well as the accumulated experience and continuing transfer of know-how from the state-owned China National Gold, the management is cautiously optimistic about the Company's gold production in 2014.

The Company is also exploring new opportunities through its joint venture with the Perak State Government in Malaysia for tin exploration and mining as announced on the SGXNET on 6 December 2013.

Commenting on its latest financial performance, Mr Chris Lim, Executive Director and Chief Executive Officer of CNMC Goldmine Holdings Limited remarked: "**We are pleased with the latest set of financial results. Going forward, we will continue in our efforts to improve our production volume and better our financial performance. We are optimistic that CNMC's low production cost strategy and the greater economies of scale (expected to achieve from higher production capacity when the third leach pad becomes operational), will enhance our ability to further improve our performance amidst the volatility of gold price. We are proposing a final dividend for FY2013 following our maiden dividend announced in December 2013.**"

#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 dores. 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 $10km^2$ and there are 4 identified gold deposits namely, Manson's Lode Vein, New Discovery Vein, Sg. Ketubong Target and Rixen Target. As of December 2012, this project has JORC compliant resources of 7.8 million tonnes at a grade of 1.6 g/t in the Measured, Indicated and Inferred categories for a total of 410,000 oz Au inclusive of JORC compliant reserves of 3.3 million tonnes at a grade of 1.5 g/t in proved and probable categories for a total of 160,000 oz Au.

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

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

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