



Company Registration No.: 201119104K

CNMC Enters Into Letter Of Intent With Pulai Mining Sdn. Bhd. To Acquire 51% Stake In Kelantan Miner

- Target company's brownfield project nearly four times the size of Sokor gold field
- New concession allows for mining of gold, iron ore and feldspar

SINGAPORE, 28 June 2016 – CNMC Goldmine Holdings Limited (“CNMC” or “the Company”, and together with its subsidiaries, “the Group”) has signed a non-binding letter of intent to acquire a 51% stake in a Malaysian company authorised to mine for gold and other minerals in Kelantan, in a major push to expand its portfolio.

The target company, Pulai Mining Sdn Bhd (“Pulai Mining”), has exploration and mining concession in Kelantan spanning 3,841.3ha (38.4km²), almost four times the size of CNMC's flagship Sokor gold field project, which is also in the same state. The 10km² Sokor site is about 105km away from Pulai Mining's project.

Pulai Mining has 11 licences to explore and mine for gold, iron ore and feldspar, which is a raw material used for making glass and ceramics. Its brownfield project has seven gold mining licenses, a feldspar mine and two iron ore mining licenses which is currently being developed. From March 2011 to May 2013, it produced and sold over 260kg of gold, with value close to RM38 million from alluvial mining and generated over RM500,000 in revenue from Feldspar mining in FY2015.

Pulai Mining will issue new shares to CNMC for a total consideration of RM13.8 million, which will be funded through internal resources. As at 31 March 2016, CNMC had US\$26.2 million in cash on its balance sheet.

Pulai Mining's existing shareholders are Sumberjaya Ventures Sdn Bhd, Centurion Resources Pte Ltd, Kelstone Sdn Bhd and CM Strategic Holdings Pte Ltd.

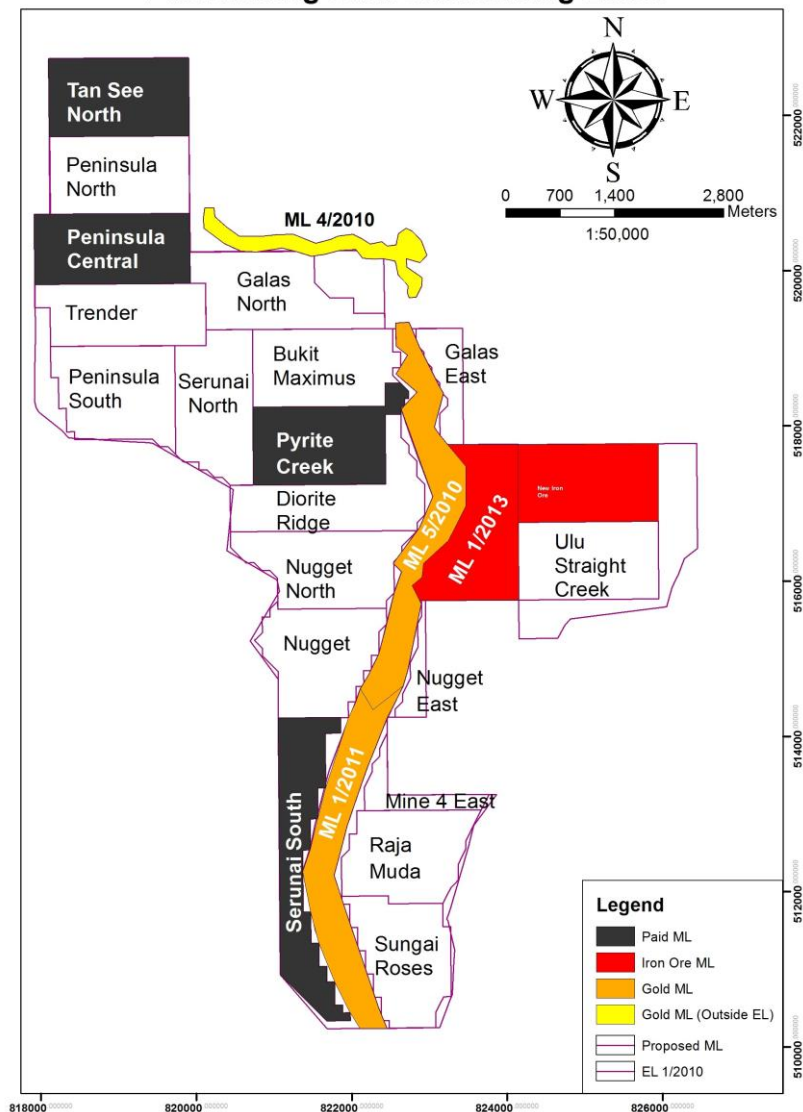
The proposed acquisition marks CNMC's latest effort to expand its mining footprint. The Company, which produced a record 31,206 ounces of fine gold last year (19.5% more than in 2014), has been actively exploring opportunities to further increase gold production and add other minerals to its portfolio.

CNMC's gold output for the first three months of 2016 rose 11.6% from the same period last year. The increase, together with lower production costs and foreign-exchange gains, lifted the Company's net profit for the quarter to US\$5.6 million from US\$2.5 million the previous year.

The transaction is subject to due diligence by CNMC and other conditions being fulfilled. Both parties will enter into an exclusivity period of two months to firm up a definitive agreement.

Mr Chris Lim, CNMC's Chief Executive Officer, said: "We believe Pulai Mining is an attractive asset as we expect it to not only open up opportunities for us to increase gold resource but also expand our portfolio of minerals. As the concession area is in Kelantan, where we have been operating for years, we are confident of getting the project off the ground within a shorter lead time. The investment is also financially manageable as we have a strong balance sheet."

Pulai Mining Sdn. Bhd. Mining Lease



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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 dores.

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

As of December 2015, the Sokor Gold Field Project 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 July 21, 2010.

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, 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 Catalist. 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.



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