



CNMC Goldmine Holdings Limited

1Q2019 Results Briefing

15 May 2019

(These presentation slides are available on the Company's corporate website www.cnmc.com.hk)

1Q2019

Financial Highlights

Financial Highlights

Income statement	1Q 2019	1Q 2018	Change
Revenue (US\$' million)	10.38	6.10	70.2%
Results from operating activities (US\$' million)	2.30	0.43	434.9%
Net profit (US\$' million)	1.76	0.61	188.5%
Net profit margin	17.0%	10.0%	7.0%
Net profit/(loss) (excluding FX Impact and listing expenses) (US\$' million)	1.48	(0.11)	n.m.
Net profit/(loss) margin (excluding FX Impact and listing expenses)	14.3%	-1.8%	n.m.
Earnings per share (US cents)	0.34	0.13	161.5%
Earnings per share (SG cents)	0.46	0.17	170.6%

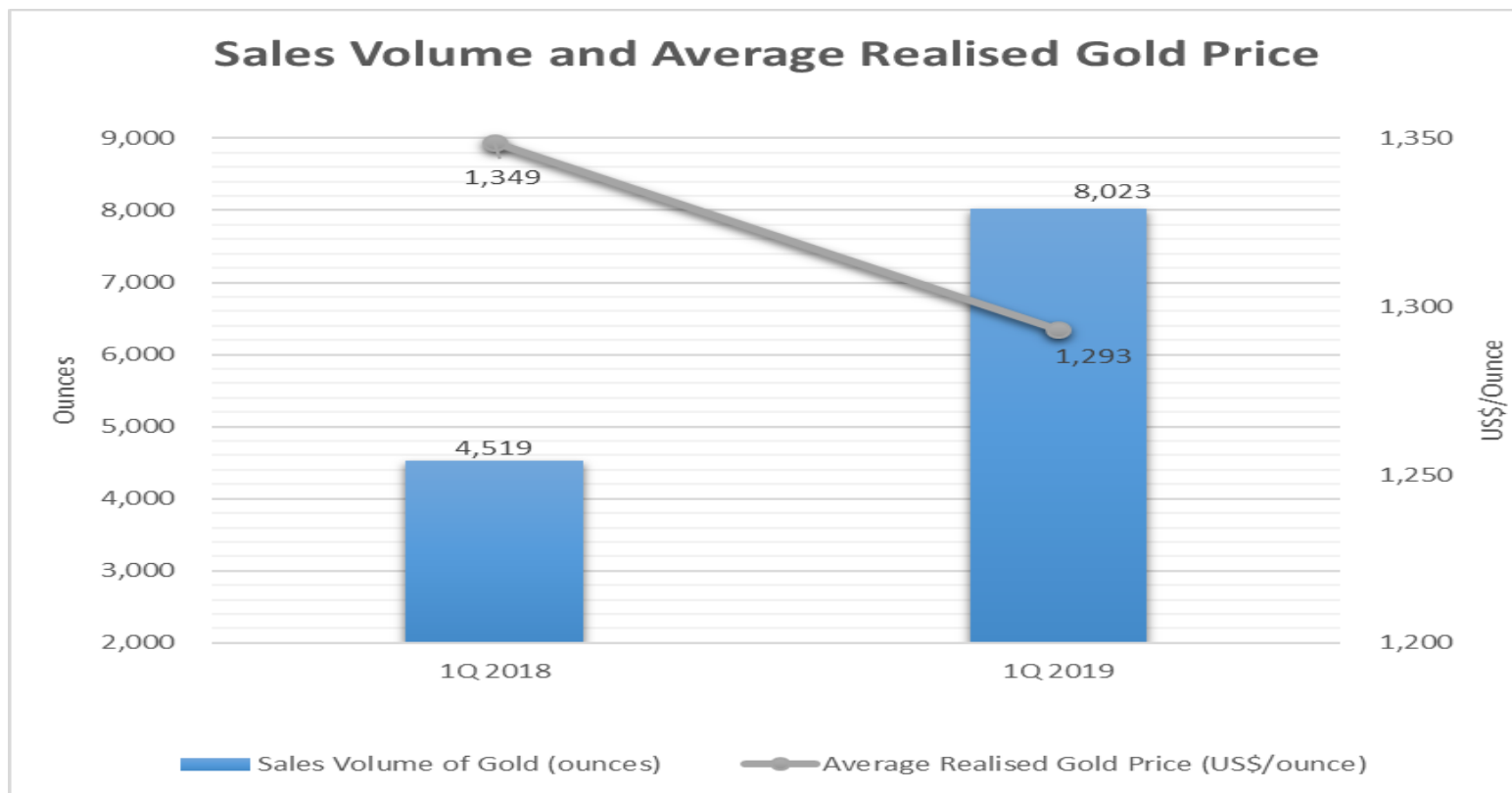
**Net asset
value of
US\$43.00
million**

**Current
ratio of
2.64**

**Debt/Equity
ratio of
0.02**

**Net cash
position of
US\$15.0
million**

Revenue



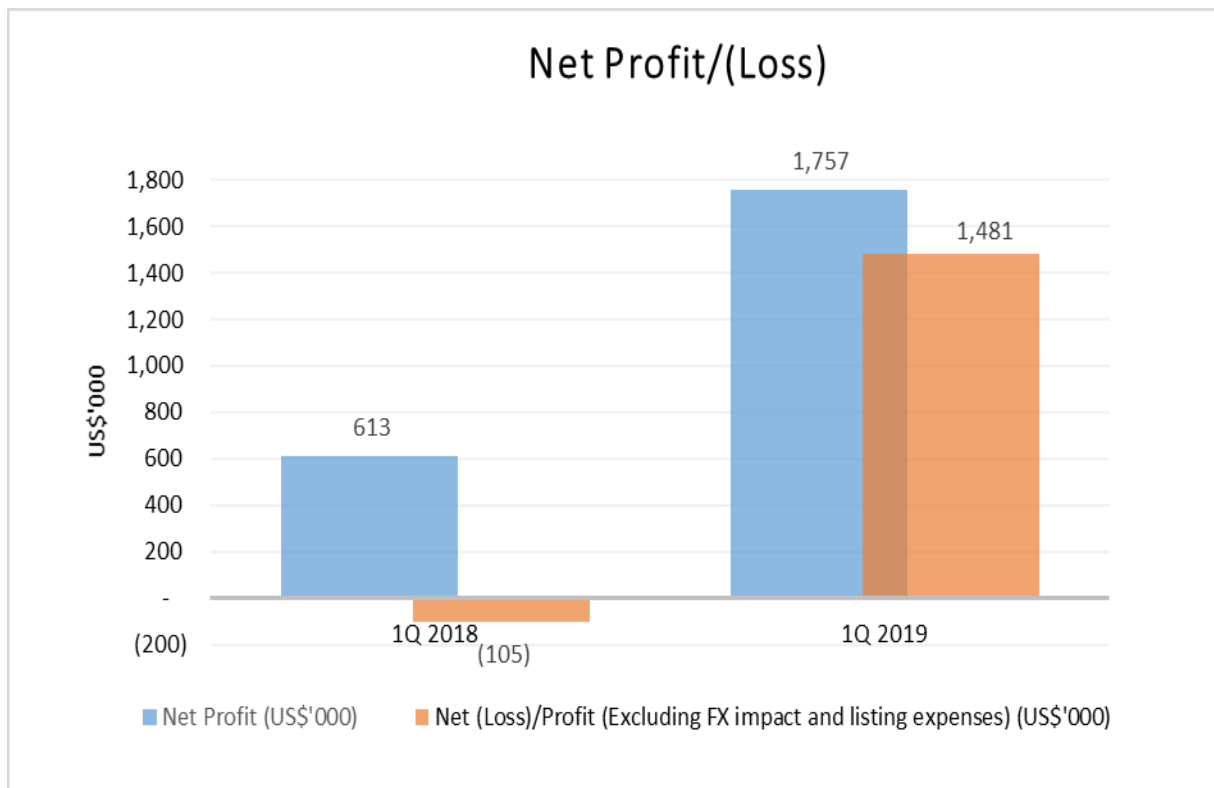
Revenue up 70%:

↑ Sales volume of fine gold, from 4,519 ounces to 8,023 ounces

Partly offset by:

↓ Average realised gold price, from US\$1,349/ounce to US\$1,293/ounce

Net Profit / (Loss)



**1Q 2019
Net Cash
outflow:
US\$2.16
million**

**1Q 2018
Net Cash
outflow:
US\$2.42
million**

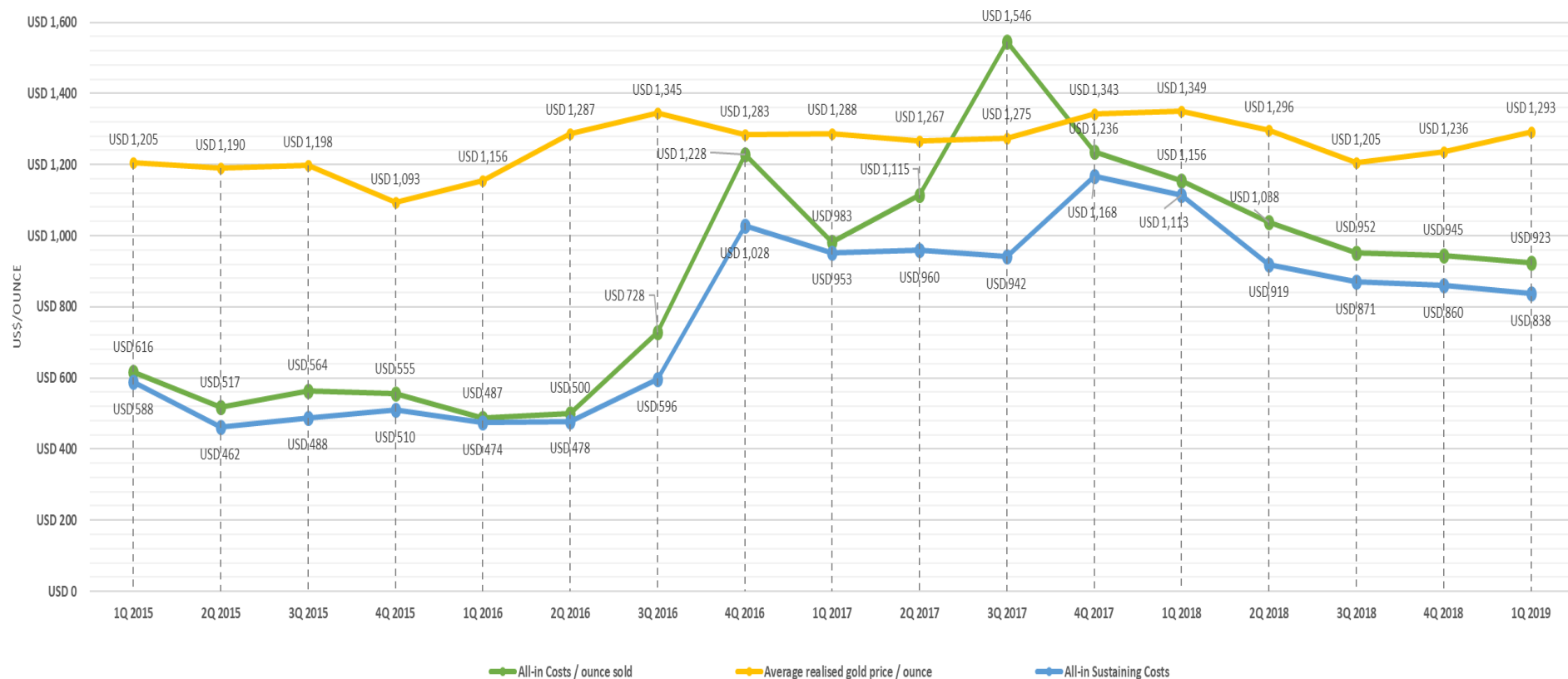
Recorded a net profit of US\$1.76 million in 1Q2019 compared to US\$0.61 million in 1Q2018 mainly due to higher sales volume of fine gold, partly offset by foreign exchange impact and tax expenses.

Analysis Of All-In Costs And Margin

	1Q 2019	1Q 2018	Changes
	US\$ / gold ounce sold		%
Mining related costs	555	744	-25.4%
Royalty and tribute expenses	165	189	-12.7%
Adjusted operating costs	720	933	-22.8%
General and administrative costs	118	119	-0.8%
Capital expenditure	-	61	-100.0%
All-in sustaining costs	838	1,113	-24.7%
Capital exploration (non-sustaining)	3	8	-62.5%
Capital expenditure (non-sustaining)	82	35	134.3%
All-in costs (A)	923	1,156	-20.2%
Average realised gold price (B)	1,293	1,349	-4%
All-in Margin (C= B - A)	370	193	92%
All-in Margin (%) (C / B)	29%	14%	14%

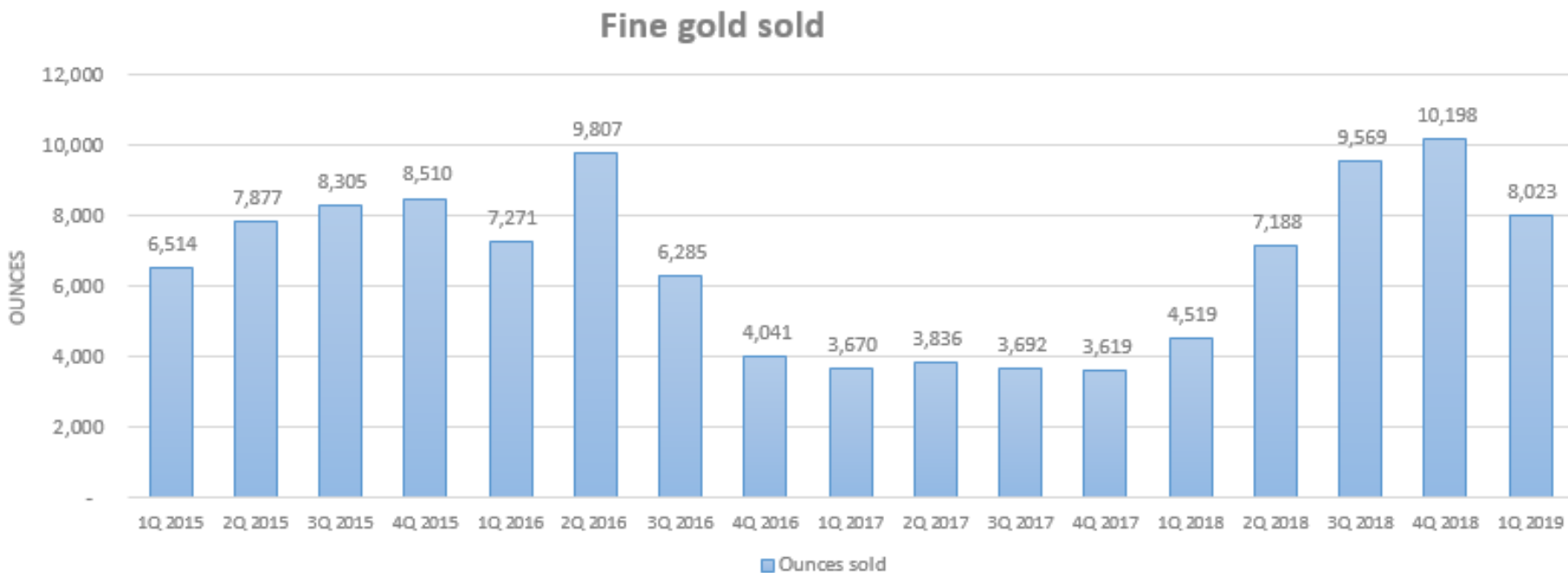
All-in sustaining costs include adjusted operating costs and sustaining capital expenditure, corporate general and administrative expenses, exploration expense, reflecting the full cost of gold production from current operations.

Summary Of All-In Costs And Margin



All-in costs of production decreased to US\$923/ounce in 1Q2019 from US\$1,156/ounce in 1Q2018, mainly due to higher sales volume of fine gold and partly offset by higher capital expenditure in non-sustaining operation.

Quarterly Production Volume



1Q 2019

Exploration Progress

Sokor Exploration Progress

- An outcrop of gold and lead-zinc mineralized was discovered, which corresponded to the mineralized black soil observed in previous drillhole. Further exploration including core drilling will be carried out to identify mineralization potential for discovery
- Four drillholes were completed in the northern outcrop of Manson's Lode with total footage of 258.11m. The mineralized layer northward extension was confirmed as observed in the drill cores

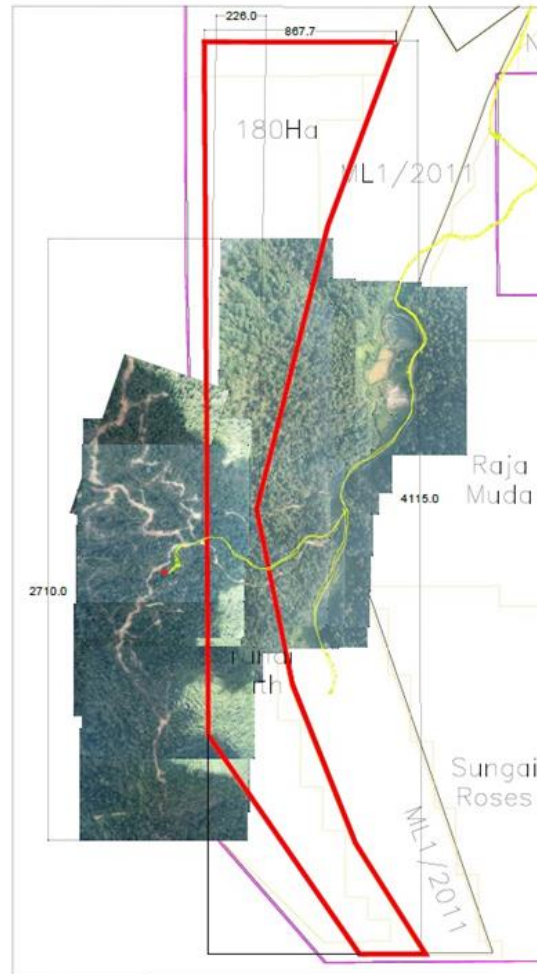
Kelgold Exploration Progress

- Following the completion of the construction of access road to the southwestern anomaly zone, exploration trenching activities commenced in southwestern anomaly zone. Three trenches with total footage of 519.5m were completed. A total of 453 samples were collected and 422 samples were assayed



Pulai Exploration Progress

- The company restarted exploration in Pulai at the southern part of concession. The Geology Department conducted reconnaissance exploration during 1Q 2019 and sampled specimens from available outcrops.





Milestones

2019 Milestones

Date	Milestone
2 April 2019	Gold resources amounted to 17.91 million tonnes at 1.6g/t gold as at 31 December 2018. This translates into 914,000 ounces of contained gold, up 26% compared to 31 December 2017

Expansion Plans

Growth Initiatives For Sokor

- Ultimate objective is to enable the Group to:
 - *Further boost gold production;*
 - *Better manage operating expenses; and*
 - *Diversify mining portfolio to include lead and zinc production*



Growth Initiatives For Sokor

- Further boost gold production:
 - *Additional gold de-absorption and smelting facility next to the existing CIL plant to scale up operations and boost production efficiency;*
 - *Underground mining to begin in 2019 to complement existing open-pit mining to ensure continuous supply of high-grade ore to CIL plant; and*
 - *Exploring the possibility of expanding CIL plant as part of efforts to double production capacity.*

Growth Initiatives For Sokor

- Better manage operating expenses:
 - *Two new heap leaching pads to enable continuous leaching and eliminate the process of removing ore from the pads after being processed; and*
 - *Liaising with relevant authorities to erect a power line to reduce dependence on third-party suppliers of diesel, one of CNMC's main mining consumables.*
- Diversify mining portfolio:
 - *To build a flotation facility for processing approximately 500 tonnes of ore a day to monetise silver, lead and zinc resources.*

Additional Growth Drivers

- Expedite exploration at the two Kelantan-based mining assets acquired in 2017 with a view to preparing them for production:
 - *KelGold has rights to explore for gold, iron ore and other minerals at a 15.5km² site in Kelantan.*
 - *51%-owned by CNMC; 11 licences to explore for and mine gold, iron ore and feldspar in 38.4km² brownfield site*
- Continue to explore acquisition opportunities in Malaysia:
 - *In-house team regularly reviews potential deals*

Company Outlook

1

Barring unforeseen circumstances, revenue to increase in 2019 compared to 2018, driven by higher gold production

2

Potential new source of income in production and sales of silver, lead and zinc once flotation plant starts commercial operation

Stock Data & Dividend

Stock Data & Dividend

(SGX: 5TP) (Reuters: CNMC.SI) (Bloomberg: CNMC:SP)	2 May 2019
Price per share	S\$0.200
Market capitalisation	S\$81.54 Million
Share issued	407.69 Million
P/E ratio (Note 1)	23.53
Dividend Yield (YTD) (Note 2)	-

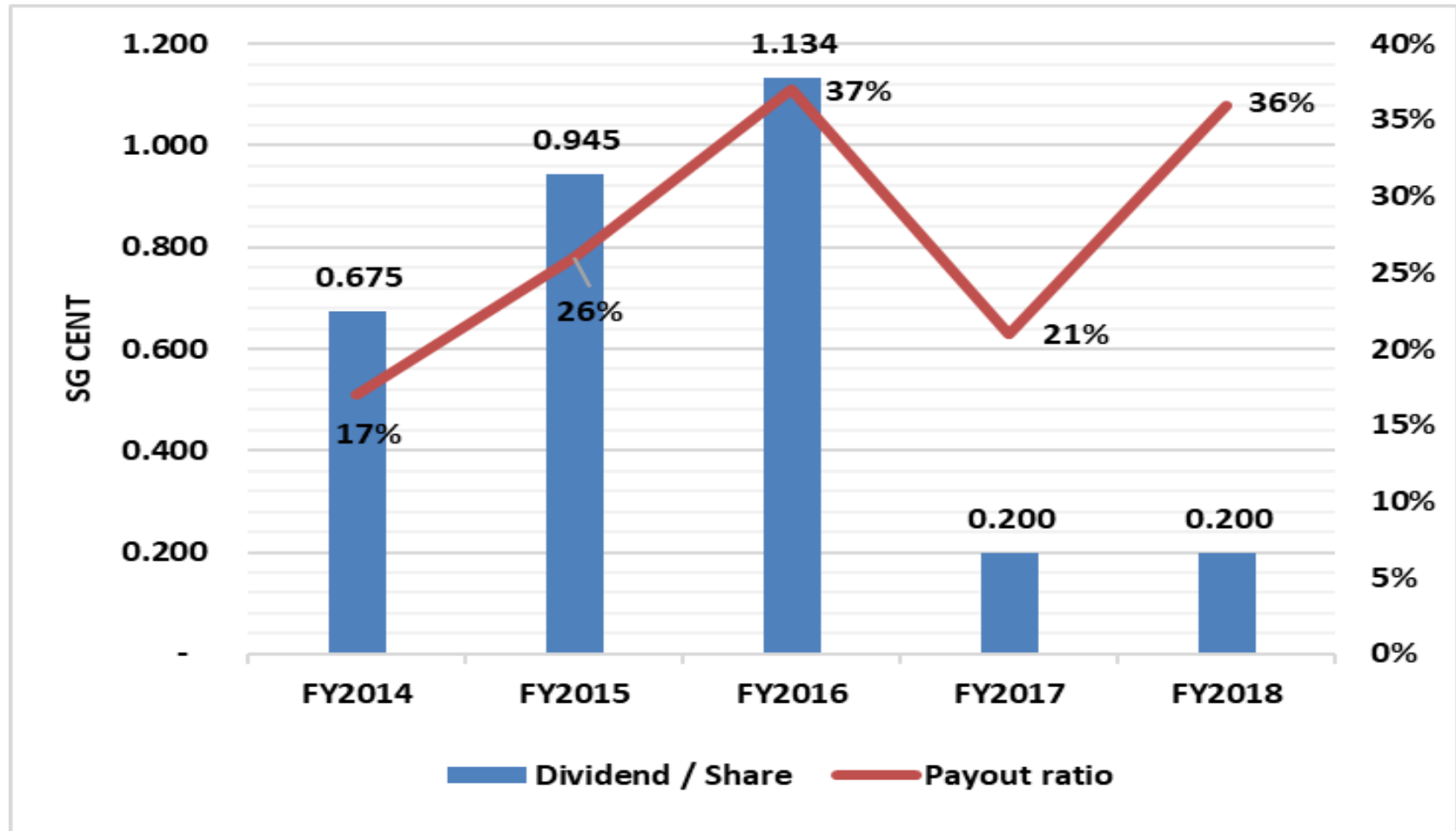
Note 1 :

Market price per share @ 2 May 2019 / Trailing earnings per share (S\$) for the year ended 31 March 2019.

Note 2 :

The Company aspires to pay dividends of up to 30% of its net profits for each financial year based on the recommendations of the Board. Please refer to the Company's FY2018 annual report for more details.

Dividend Payout Ratio Track Record



Peer Comparison

How CNMC Compares with Other Gold Miners Listed on SGX

Company	Ticker	Exchange	Market cap (mil)	Operating status	Profitable: Yes/No	Latest annual output (oz)	P/E	P/B	Dividend yield (%)	Share price YTD gain/loss (%)
CNMC	5TP	Singapore	S\$81.5	Production, exploration	Yes	31,473	23.5	1.4	1.0	-7.0
Anchor Resources	43E	Singapore	S\$18.8	Exploration	No	N.A.	N.A.	4.9	N.A.	-21.7
Wilton Resources	5F7	Singapore	S\$63.4	Production, exploration	No	529	N.A.	3.4	N.A.	-25.7

Source: Companies, MarketWatch, ShareInvestor.com

All figures based on close of trading on 2 May 2019

About CNMC

About CNMC

- Involved in exploration and mining of gold, and processing of mined ore into gold dores
- Commenced operations in 2007; first Catalist-listed gold producer on SGX-ST (listed in October 2011)
- Current flagship project – Sokor Gold Field in Kelantan, Malaysia
- CNMC founded by Prof Lin Xiang Xiong, Chief Advisor for China International Trade to Kelantan State Government



Asset Portfolio

3 projects in Malaysia's Kelantan state

Sokor
(10km²)

Flagship project

- Producing gold since 2010

KelGold
Mining
(15.5km²)

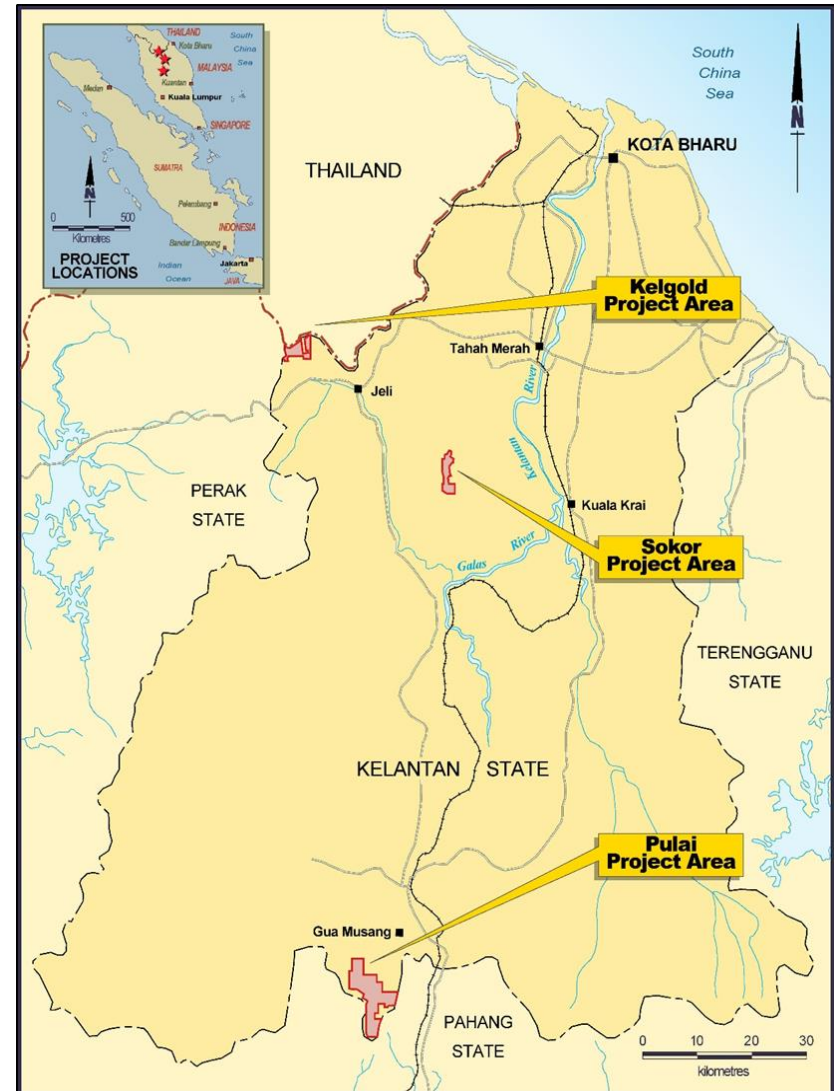
Greenfield asset

- Acquired in 2017
- In exploration phase

Pulai
Mining
(38.4km²)

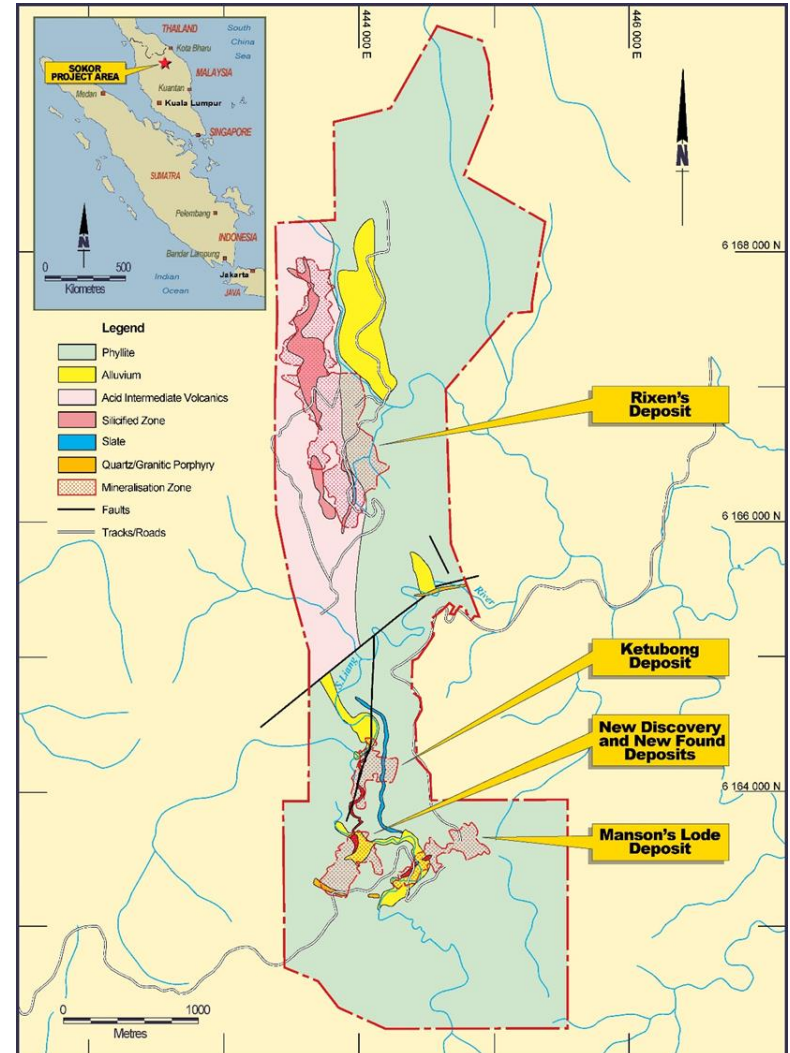
Brownfield asset

- Acquired in 2017
- In exploration phase
- Producing feldspar



Sokor Gold Field Project

- Spanning an area of 10km², Sokor has 914,000 ounces of JORC-compliant gold resources (including ore reserves) as at 31 December 2018
- Achieved first gold pour on 21 July 2010
- Produced more than four and a half metric tonnes of fine gold bullion since production commenced
- Five identified areas: Manson's Lode, New Discovery, New Found, Sg. Ketubong, Rixen
- Mining licences obtained with full support from Kelantan State Government



Production Facilities

3 production plants at Sokor for processing all types of gold ore

Carbon-in-leach plant

- For higher-grade ore
- Gold recovery rate of more than 90%



Heap leaching plant

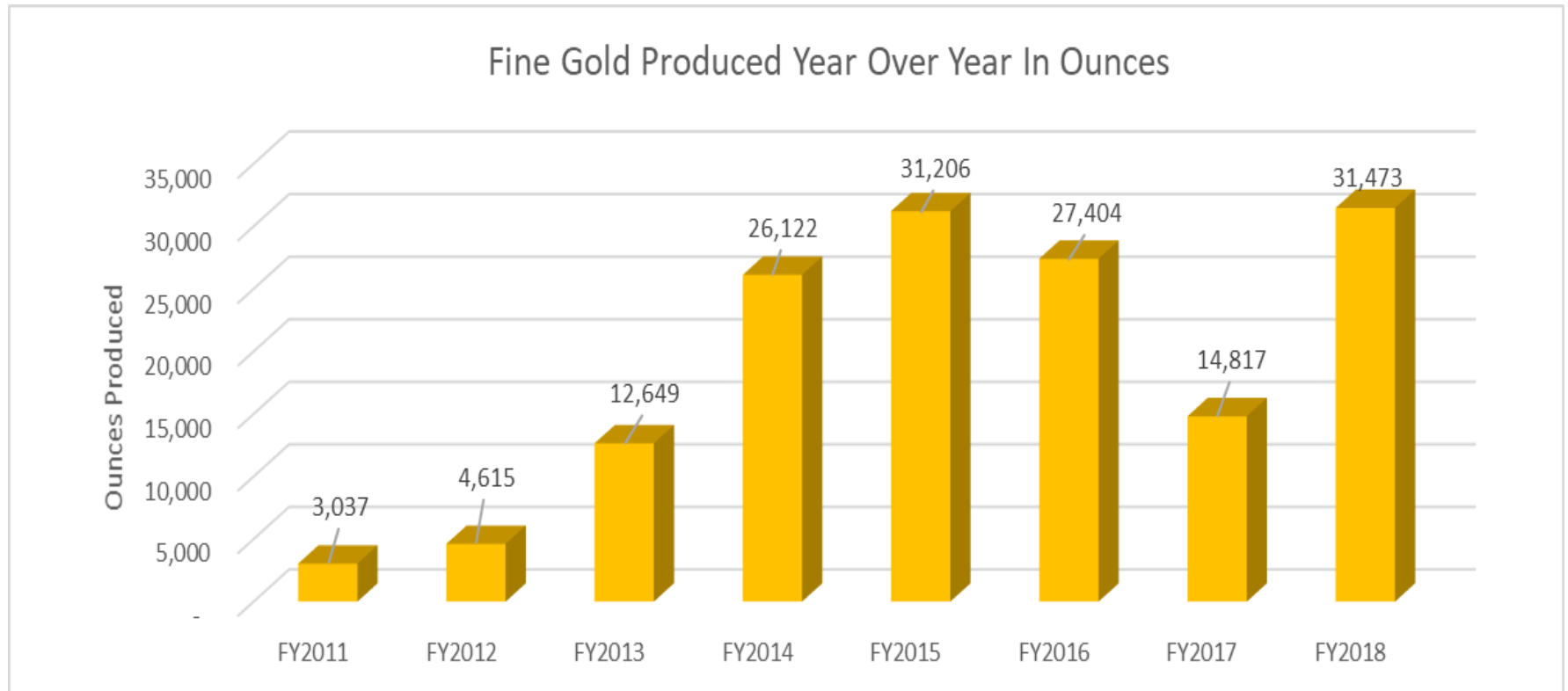
- For low-grade ore
- Gold recovery rate of up to 65%

Vat leaching plant

- For muddier/clayey ore
- Gold recovery rate of up to 80%



Fine-Gold Production



- Commenced gold production in July 2010 and has since successfully produced more than 100,000 ounces (3 metric tonnes) of fine gold
- Fine gold production increased 112.4% to 31,473 ounces in FY2018 from 14,817 ounces in FY2017

JORC-Compliant Gold Resources

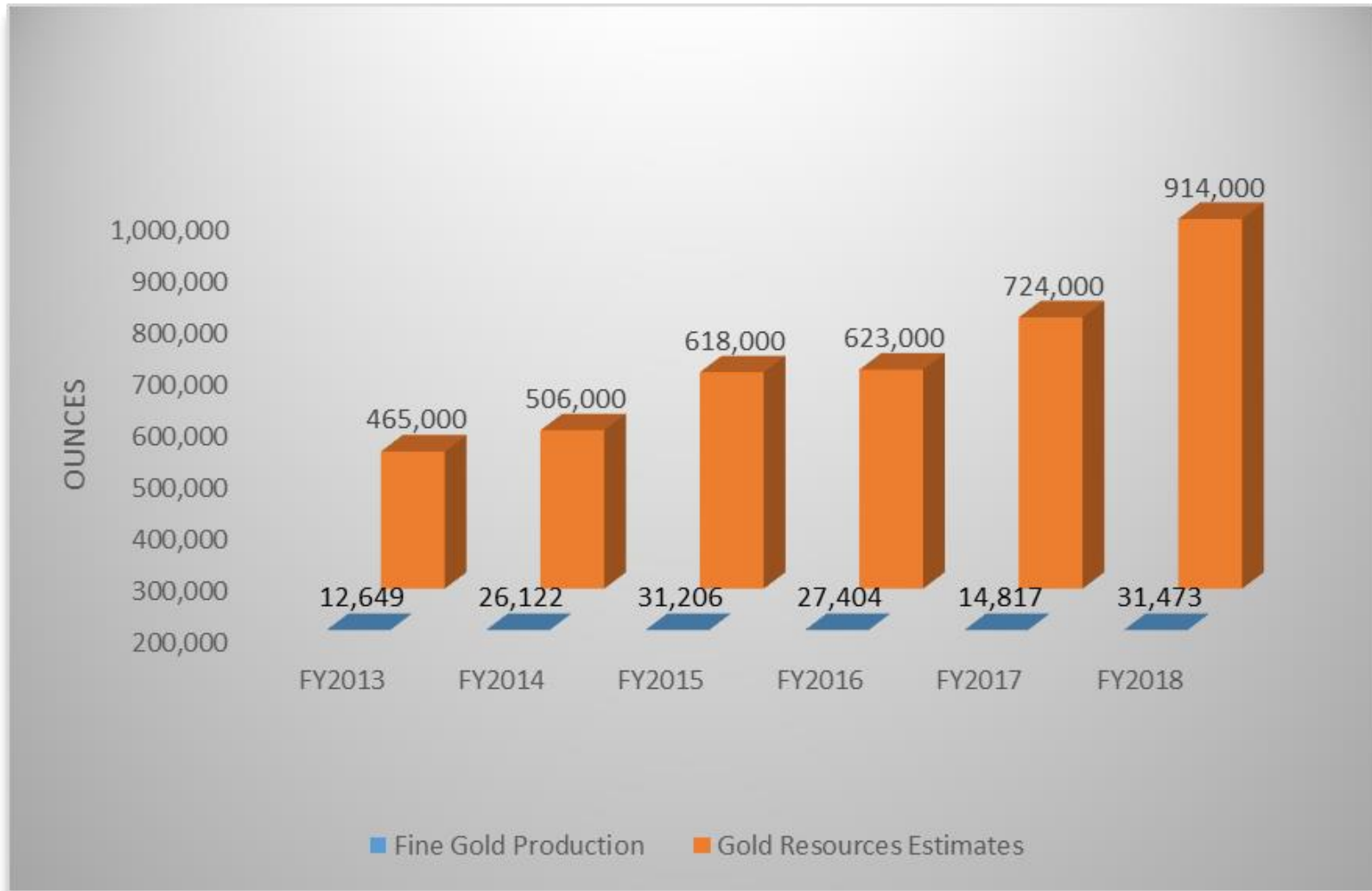
Category	Mineral type	Gross attributable to licence			Gross attributable to CNMC			Change from previous update (%)
		Tonnes (millions)	Grade (Au g/t, Ag g/t, Pb%, Zn%)	Contained metal (Au koz, Ag koz, Pb t, Zn t)	Tonnes (millions)	Grade (Au g/t, Ag g/t, Pb%, Zn%)	Contained metal (Au koz, Ag koz, Pb t, Zn t)	
Measured	Gold	0.41	2.8	37	0.33	2.8	30	-25%
Indicated	Gold	9.22	1.5	438	7.47	1.5	355	56%
Inferred	Gold	8.27	1.7	439	6.70	1.7	355	12%
Total	Gold	17.91	1.6	914	14.50	1.6	740	26%
Measured	Silver	0.34	63	683	0.27	63	553	0%
Indicated	Silver	0.17	74	407	0.14	74	330	0%
Inferred	Silver	0.90	29	838	0.73	29	679	0%
Total	Silver	1.41	42	1,928	1.14	42	1,562	0%
Measured	Lead	0.34	1.5	5,058	0.27	1.5	4,097	0%
Indicated	Lead	0.17	1.5	2,560	0.14	1.5	2,074	0%
Inferred	Lead	0.90	1.7	15,407	0.73	1.7	12,480	0%
Total	Lead	1.41	1.6	23,025	1.14	1.6	18,650	0%
Measured	Zinc	0.34	1.9	6,370	0.27	1.9	5,160	0%
Indicated	Zinc	0.17	2.0	3,365	0.14	2.0	2,726	0%
Inferred	Zinc	0.90	1.5	13,770	0.73	1.5	11,154	0%
Total	Zinc	1.41	1.7	23,505	1.14	1.7	19,039	0%

Table extracted from Sokor Project – updated Mineral Resources and Ore Reserves Estimate as at 31 December 2018.

As at 31 December 2018, total measured, indicated and inferred gold resources for the Sokor Project (above a 0.5 g/t gold cut-off grade at Manson's Lode and for the transitional and fresh rock at Ketubong, New Discovery and New Found, and above a 0.17 g/t gold cut-off grade at Rixen) were 17.91 million tonnes at 1.6 g/t gold grade, which would amount to 914,000 ounces of contained gold (31 December 2017: 13.86 million tonnes at 1.6 g/t gold with contained gold of 724,000 ounces).

Resources and Production

Gold Resources Versus Fine Gold Production



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