golden energy and resources

GOLDEN ENERGY AND RESOURCES LIMITED

(Incorporated in the Republic of Singapore)
Company Registration Number: 199508589E

OPERATIONAL UPDATES

RHB Securities Singapore Pte. Ltd. (formerly known as DMG & Partners Securities Pte Ltd) (the "Financial Adviser") was the financial adviser to the Company (as defined below) for the acquisition of 66.9998% of the issued and paid-up share capital of PT Golden Energy Mines Tbk. The Financial Adviser has not reviewed this announcement and assumes no responsibility for the contents of this announcement.

The Board of Directors ("**Board**") of Golden Energy and Resources Limited ("**GEAR**" or the "**Company**") wishes to announce that our 66.9998% owned subsidiary, PT Golden Energy Mines Tbk ("**GEMS**") recorded its strongest quarterly coal production output of 5.5 million tonnes ("**MT**") in the fourth quarter of FY2017. This brings the full-year production volume to 15.6 MT, which exceeds our target of 14.4 MT for 2017. The latest quarterly coal production volume places GEAR in a strong position to meet its increased production target for 2018.

GEMS continues to only have approximately 3% of its issued and outstanding shares held by public shareholders. Under the Indonesian Stock Exchange ("**IDX**") rules, an Indonesian publicly listed company must have at least 7.5% of its issued and outstanding shares held by public shareholders.

As GEMS' free float continues to be below what is required by the IDX, we expect that the trading of GEMS shares to be suspended before the end of February 2018. We intend to explore all opportunities available for GEMS to comply with the IDX's free float requirement.

GEAR operates its coal mining business through GEMS and its subsidiaries. We believe that any suspension of GEMS' shares is not expected to materially and adversely impact our coal mining operations.

By Order of the Board
GOLDEN ENERGY AND RESOURCES LIMITED

Pauline Lee
Company Secretary

18 January 2018