



ANCHOR RESOURCES LIMITED

BREAKING GROUND
COMMITMENT . EXPERTISE . RESULTS

SGX-PhillipCapital Luncheon Seminar - 'Spotlight on Minerals'

Presented by

Lim Chiau Woei, Managing Director



Corporate Presentation

15 November 2016

Disclaimer

This presentation has been prepared by Anchor Resources Limited (“Anchor Resources” or the “Company”). The information contained in this presentation is for information purposes only. The information contained in this presentation is not investment or financial product advice and is not intended to be used as the basis for making an investment decision. This presentation has been prepared without taking into account the investment objectives, financial situation or particular needs of any particular person.

No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions and conclusions contained in this presentation. To the maximum extent permitted by law, none of Anchor Resources, its directors, employees or agents, nor any other person accepts any liability, including, without limitation, any liability arising out of fault or negligence for any loss arising from the use of the information contained in this presentation.

In particular, no representation or warranty, express or implied, is given as to the accuracy, completeness or correctness, likelihood of achievement or reasonableness of any forecasts, prospects or returns (“forward-looking statements”) contained in this presentation nor is any obligation assumed to update such information. Such forward-looking statements are based on information and assumptions known to date and are by their nature subject to significant uncertainties and contingencies. Actual results, performance or achievements could be significantly different from those expressed in, or implied by, this presentation. Forward-looking statements are not guarantees of future performance.

Before making an investment decision, you should consider, with or without the assistance of a financial adviser, whether an investment is appropriate in light of your particular investment needs, objectives and financial circumstances. Past performance is no guarantee of future performance.

Content

1. Overview

- ❑ Group Structure
- ❑ Milestones to IPO

2. Mining Concessions

- ❑ Lubuk Mandi Mine
- ❑ Bukit Panji Property

3. Mining Operations Highlights

- ❑ Independent Qualified Person's Report

4. Our Competitive Strengths

5. Prospects

6. Future Plans and Strategies

1. Overview: Group Structure

Anchor Resources Limited (“Anchor Resources”), with its headquarters in Malaysia, is in the business of exploring, mining and producing gold for sale primarily in Malaysia.



100%

Angka Alamjaya
Sdn Bhd
("AASB")

100%

Angka Mining
Sdn Bhd

- ❑ Listed on Catalist Board of SGX-ST on 18 March 2016
- ❑ Current issued and paid-up share capital: S\$34.8 million comprising 310.5 million shares

Gold and related mineral mining, consulting and contractor of natural resources

Gold and related mineral mining consultancy



1. Overview: Milestones to IPO

Sep
2015

- ❑ Share swap with AASB in respect of the acquisition of 100% share capital in AASB
- ❑ Conversion of RM27.3 million (S\$8.8 million) of RCL into equity
- ❑ Pre-placement equity fund raising of RM6.2 million (S\$2.0 million)

Oct
2015

- ❑ Group is debt-free upon redemption of RM1.3 million (S\$0.4 million) of RCL

Dec
2015

- ❑ Lodgment of offer document for SGX-ST listing

Mar
2016

- ❑ Anchor Resources made its debut on the Catalist Board of SGX-ST on 18 March 2016



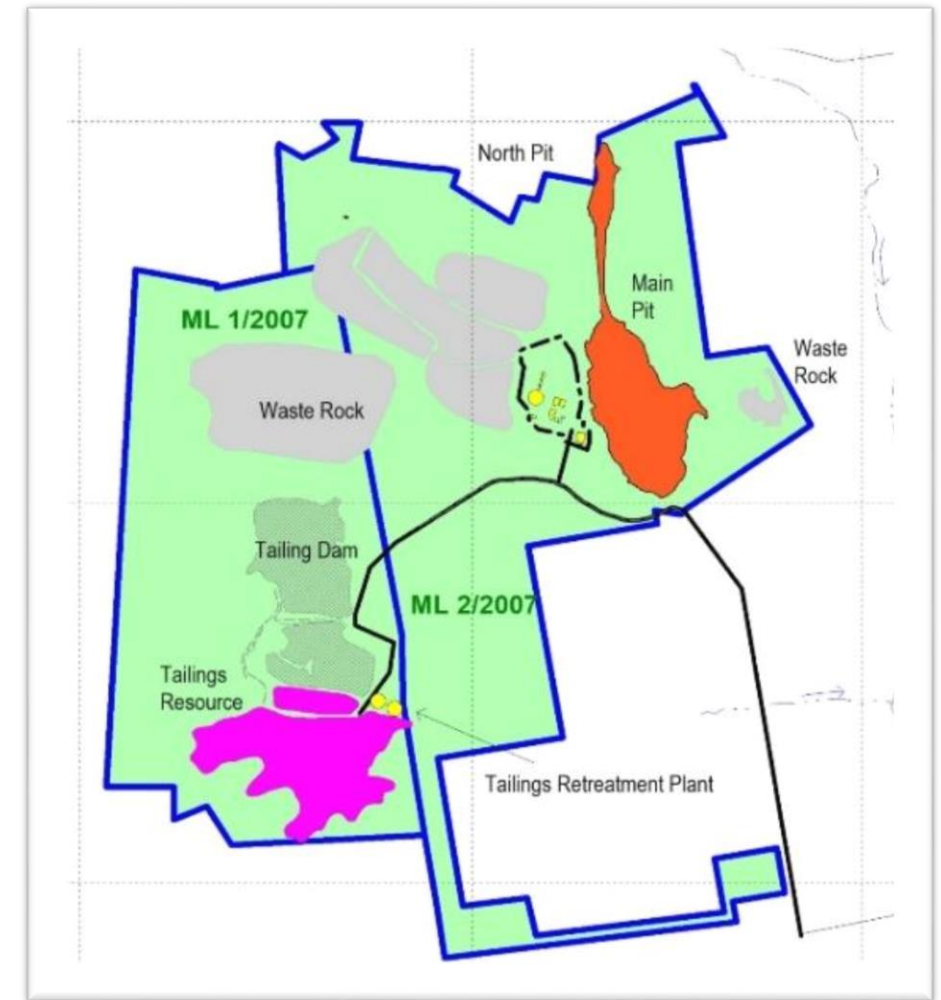
2. Mining Concessions

- ❑ Concession rights for mines located in Terengganu, Malaysia
 - **Lubuk Mandi Mine**
 - **Bukit Panji Property**
- ❑ Located at the Eastern gold belt in Peninsular Malaysia, one of four recognised gold belts in Malaysia, which extends from Mersing in Johor to the Lubuk Mandi Mine and beyond



2. Mining Concessions

- ❑ Currently focused on mining and production of gold at the Lubuk Mandi Mine
- ❑ Processing facilities utilise the gold treatment and extraction method of flotation to produce gold from hard rock and tailings material with gold recoveries



Lubuk Mandi Mine: Lease boundaries and existing pit outline

2. Mining Concessions: Lubuk Mandi Mine

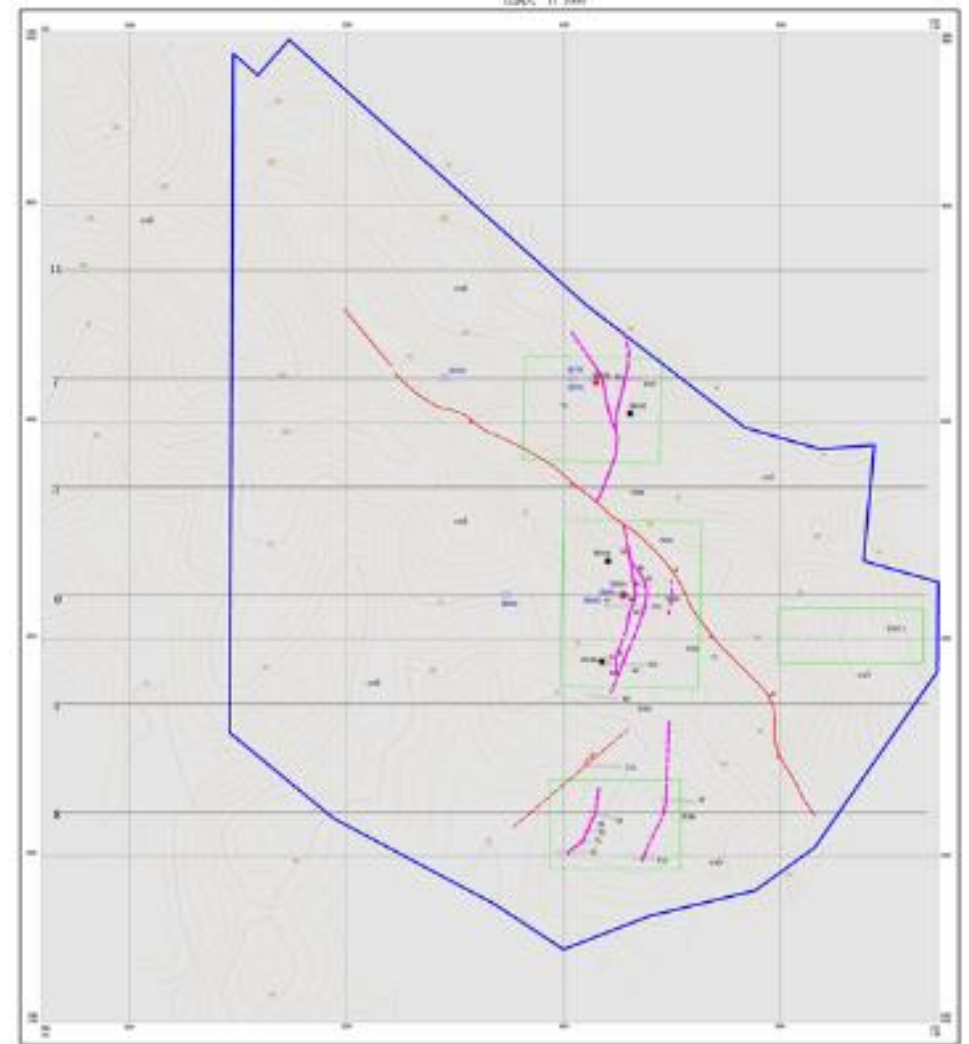


- ❑ Aggregate area of approximately **221.53 hectares**
- ❑ Approximately two (2) kilometres from the east coast of Terengganu and approximately 17 kilometres south of Kuala Terengganu
- ❑ On-site processing facilities with current capacity of approximately **350,000 tonnes per annum**; key components **able to increase throughput to 600,000 tonnes per annum**



2. Mining Concessions: Bukit Panji Property

- ❑ Has an area of approximately **53.53 hectares**
- ❑ Located at the Eastern gold belt in Peninsular Malaysia
- ❑ Approximately four (4) kilometres north of the Lubuk Mandi Mine



3. Mining Operations: Highlights 2015

Feb
2015

- ❑ Completion of the construction of processing facilities with capacity of 350,000 tonnes of hard rock and/or tailing per annum

Mar
2015

- ❑ Commencement of testing and commissioning of processing facilities

Jun
2015

- ❑ Successfully smelted for the first gold pour of 14.86 oz during the commissioning phase

Jul
2015

- ❑ Began commissioning of 12 hours a day production cycle

Dec
2015

- ❑ Gold production achieved purity from 81.56% to 95.98%



3. Mining Operations: Highlights 2016

The Group commenced various activities related to hard rock mining:

May
2016

- ❑ designed and planned for ball mill
- ❑ sourced for hard rock processing equipment
- ❑ sourced and negotiated with outsource contractors
- ❑ improved access road

Jun
2016

- ❑ commenced dewatering of main pit to prepare the site for hard rock mining
- ❑ procured hard rock processing equipment
- ❑ finalised major contracts with contractors and suppliers



3. Mining Operations: Highlights 2016 (cont.)

The Group commenced various activities related to hard rock mining:

Jul -
Sep
2016

- ☐ further drilling, sampling and soil testing
- ☐ development of mining plan
- ☐ construction of related infrastructure for ball mill
- ☐ hiring and training of workers for hard rock processing
- ☐ heightening of waste water dam to cater for future needs

Oct
2016

- ☐ reconfiguration of current processing plant to cater for hard rock processing
- ☐ testing and commissioning of ball mill



3. Independent Qualified Person's Report

- ❑ **The Mineral Resource estimates** for the Lubuk Mandi Gold Project is set out below
- ❑ As at 30 September 2015, gold resources amounted to contained gold of approximately **115,000 oz**

Category ⁽¹⁾	Mineral Type	Hard Rock at 0.3 g/t Au cut-off			Tailings at 0.4 g/t Au cut-off		
		Gross attributable to mining lease		Contained gold kg ('000 oz)	Gross attributable to mining lease		Contained gold kg ('000 oz)
		Tonnes (million)	Gold grade (g/t)		Tonnes (million)	Gold grade (g/t)	
Measured Mineral Resources	Gold	-	-	-	-	-	-
Indicated Mineral Resources	Gold	1.5	1.46	2,220 (71)	1.3	0.73	970 (31)
Inferred Mineral Resources	Gold	0.3	1.01	295 (9)	0.1	0.83	70 (2)
Total Resources		1.8	1.39	2,515 (81)	1.4	0.74	1,040 (34)

(1) As defined by the JORC Code

Source: 'Independent Qualified Person's Report', as set out in Appendix E of the Offer Document dated 9 March 2016

3. Independent Qualified Person's Report

- Forecast gold production from hard rock conceptual open-pit mining scenario

Parameter	Units	Median Value
Maximum mining rate	Mtpa	3.0
Head grade: gold	g/t	1.85
Plant recovery (midpoint value)	%	76
Total operating cost	US\$ million	28.11
Capital cost	US\$ million	2.00
Gold production	kg	1,387
Gold production	oz	44,493
Cost per oz gold sold (including capital)	US\$ per oz	675

Source: 'Independent Qualified Person's Report', as set out in Appendix E of the Offer Document dated 9 March 2016



4. Our Competitive Strengths

Strategic Location

- ❑ **Strategic location** of the Lubuk Mandi Mine and Bukit Panji Property
 - Accessibility to key infrastructure and close proximity to state capital, Kuala Terengganu
 - Advantage of being in close proximity to many potential local customers

Lower Capital Expenditure

- ❑ **Lower capital expenditure** requirements for processing
 - Current processing of tailings requires lower capital expenditure as compared to the processing of hard rock

Cost Efficient

- ❑ **Cost efficient business model** with ability to reduce exploration risks
 - Competitive tender and engaging third party for exploration and mining activities reduces cost and capital expenditure outlay

4. Our Competitive Strengths (cont.)

Industry Relationship

- ❑ **Established strong local network and working relationship** with authorities
 - Operating under stringent regulations in the gold mining industry supervised by State Government Authority, PMINT

Experienced Team

- ❑ **Experienced** management team
 - Our Board is supported by a team of experienced Executive Officers, with over 10 years of relevant experience in each of their respective fields

5. The Prospects For The Gold Mining Industry Are Good

Demand For Gold

- There will always be a **consistent global demand for gold** as it has been historically viewed **as a hedge against inflation**

Market For Gold In Asia

- **Huge market for gold** as investments, ornaments and jewellery in **Asia especially China & India**. Recent developments in the Asian gold markets provide a conducive environment for exponential growth of our group's business

Fears & Doubts Over Reserve Currencies

- Stability of major reserve currencies has been questionable. The global trend shows that there may be **a shift towards gold as an investment** as it is viewed as a more stable currency

Banks & Foreign Exchange Reserves

- Global economic turbulences could prompt banks to lower currency reserves and **increase gold reserves**



Source: 'Industry Overview – Prospects', as set out in the Offer Document dated 9 March 2016

6. Future Plans and Strategies for Long-term Value Creation

❑ Further exploration at the Lubuk Mandi Mine and the Bukit Panji Property

- Based on the results of existing exploration activities at the Lubuk Mandi Mine, the Group intends to commence further drilling and develop hard rock mining operations
- To conduct further exploration and drilling activities at the Bukit Panji Property and to obtain a resource estimate in respect of the Bukit Panji Property



❑ Development of the Lubuk Mandi Mine and the Bukit Panji Property, and investment in mining-related infrastructure and equipment

- Further develop the Lubuk Mandi Mine and the Bukit Panji Property by investing in mining-related infrastructure
- Redevelop the existing open pits at the Lubuk Mandi Mine



6. Future Plans and Strategies for Long-term Value Creation

❑ Expansion of gold processing capacity

- The Group plans to increase its gold processing capacity to 600,000 tonnes per annum of hard rock and/or tailings by FY2017
- Develop its processing of hard rock, by purchasing and installing additional electrowinning and CIL tanks, increasing smelting capacity, installing ball mill and crusher for hard rock processing activities



❑ Expansion of business and operations

- The Group is continuously negotiating and applying for a potential new concession in the state of Terengganu, Malaysia
- Expansion through strategic alliances, joint ventures and potential mergers and acquisitions as part of its long-term growth strategy



6. Future Plans and Strategies for Long-term Value Creation

Proposed Diversification: Very Substantial Acquisition (VSA)

- ❑ Announced on 21 June 2016 the proposed acquisition of 100% of GGT Manufacturing Sdn Bhd (“GGTM”)
- ❑ Proposed diversification strategy, via GGTM, into the new business of mining and quarry extraction of dimension stone granite as well as architectural stone and interior fit-out
- ❑ Stakeholders of GGTM
 - Mr Lim Chiau Woei, founder and non-executive chairman, has been involved in the businesses of mining and quarry extraction of dimension stone granite as well as architectural stone since 2008 and has been instrumental in securing GGTM’s dimension stone granite concession
 - Mdm Koh Ah Luan and Luminor Pacific Fund 1 Ltd.

6. Proposed Diversification: About GGTM

- ❑ Owns an exclusive dimension stone granite concession of 800 acres in Hulu Terengganu in the State of Terengganu in Malaysia, granted by Perbadanan Memajukan Iktisad Negeri Terengganu (PMINT), for a 14-year period expiring on 26 October 2029
- ❑ The types of dimension stone granite found within the concession area include Terengganu Green, Sekayu White and Rosa Tenggo
- ❑ Currently the sole dimension stone granite operator in Terengganu, Malaysia employing the diamond wire technology for the extraction of granite
- ❑ Also owns granite block cutting facilities located in the vicinity of the concession area at Kampung Cheting, Sekayu, which utilises machinery such as multi-blade block cutter, bridge block cutter, road curb multi-striped cutter and polishing machine

6. Proposed Diversification: Merits and Rationale

- ❑ In line with the Group's long-term growth strategy to expand its business through mergers and acquisitions
- ❑ Will provide the enlarged Group with an additional income stream from the sale of dimension stone granite and diversify its revenue sources between the mineral resources of gold and dimension stone granite in the state of Terengganu, Malaysia
- ❑ Will improve the enlarged Group's financial position
- ❑ Will grow the asset base of the enlarged Group and widen its shareholder base, attracting more interest from the investment community focused on the minerals sector in investing in the enlarged Group
- ❑ GGTM already has its own management team and therefore the Proposed Acquisition will not place undue strains on the existing management team and human resource capacity of the Group



ANCHOR RESOURCES LIMITED

BREAKING GROUND
COMMITMENT . EXPERTISE . RESULTS

THANK YOU

SGX-PhillipCapital Luncheon Seminar - 'Spotlight on Minerals'

Presented by

Lim Chiau Woei, Managing Director



Corporate Presentation

15 November 2016

Speaker's Profile

Mr Lim Chiau Woei

Managing Director



Having identified the potential in the Malaysian gold mining industry Mr. Lim, together with other founding shareholders, established the Group in 2011. He is also the Managing Director of the Group. Mr. Lim's vast knowledge, business acumen and contacts within the industry have placed him in the ideal position to oversee strategic development, expansion and growth of the Group's business.

In 1997 Mr. Lim graduated from Oklahoma State University with a Bachelor of Science in Electrical Engineering. In 2009 he obtained a Master of Business Administration (Finance) from the University of Leicester.

Mr. Lim built his career involved in various businesses which include Property Development, Project Management and the manufacturing and trading of construction material. Mr. Lim also has more than 10 years experience in the mining related industry. In December 2007 Mr. Lim became a director of Gabungan Granite Terengganu Sdn. Bhd., (GGT) a company whose business involves mineral related products such as marble and granite. Mr. Lim was instrumental in the establishment of GGT and had formulated strategies, plans and marketing concepts to expand GGT's business globally.