golden energy and resources

GOLDEN ENERGY AND RESOURCES LIMITED

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

UTILISATION OF PLACEMENT PROCEEDS

The Board of Directors ("**Board**") of Golden Energy and Resources Limited ("**GEAR**" or the "**Company**") refers to the placement of 181,000,000 new ordinary shares at S$0.67 each in the issued and paid-up share capital of the Company ("**Placement**"), as announced on 28 November 2016 and 7 December 2016 (collectively, the "**Announcement**"), pursuant to which gross proceeds of S$121,270,000 (or net proceeds of S$120,093,000 ("**Net Proceeds**")) was raised. Unless otherwise defined, capitalised terms used herein shall bear the same meaning ascribed to them in the Announcement.

Following the announcements of 28 December 2016, 25 July 2017, 6 November 2017 and 9 March 2018 and as of today, the Company has further reallocated approximately S$201,000 of the net proceeds from the Placement to general working capital, which was initially allocated for the repayment of RTO expenses ("**Final Reallocation**") as a result of discount obtained.

The following table summarises the Final Reallocation and final utilisation of the Net Proceeds:-

Use of Net Proceeds (S$'000)	**Amount reallocated as per announcement dated 25 July 2017**	**Amount utilised as at the date hereof**	**Amount allocated after the Final Reallocation**	**Amount Remaining as at the date hereof**
Repayment of loans owing to creditors	92,535	92,535	92,535	-
Working Capital (including, *inter alia*, manpower expenses, office running expenses, payment to tax authorities, professional fees for compliance placement and various corporate exercises, internal and external audit fees, fees for tax agents; share registrar and corporate secretarial service providers)	23,958	24,159	24,159	-
Repayments for RTO expenses (including, *inter alia,* professional fees paid to external auditors; financial advisers and legal counsels)	3,600	3,399	3,399	-
Total reallocated / utilised / balance	120,093	120,093	120,093	-

The above final utilisation of the Net Proceeds is in accordance with the intended use of the Net Proceeds as announced on 28 November 2016 and 25 July 2017.

Taking into account the above utilisation of the Net Proceeds, the total amounts utilised to date for repayment of loans owing to creditors; working capital and repayment for RTO expenses amounted to S$92.53 million; S$24.16 million; and S$3.40 million respectively, which represent approximately 77.05%; 20.12%; and 2.83% of the Net Proceeds.

By Order of the Board
GOLDEN ENERGY AND RESOURCES LIMITED
Pauline Lee
Company Secretary
9 July 2018