

ISDN HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 200416788Z)

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MINING OPERATION AGREEMENTS WITH PT GEMA ENERGY INDONESIA AND PT BUN YAN HASANAH

The Board of Directors (the “**Board**”) of ISDN Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Company has through its wholly-owned subsidiary, ISDN Resource Pte. Ltd. (“**ISDN Resource**”) entered into mining operation agreements dated 3 September 2014 (the “**Agreements**”) with PT Gema Energy Indonesia (“**Gema**”) and PT Bun Yan Hasanah (“**Bun Yan**”) pursuant to which ISDN Resource will provide financing and other management related services to Gema and Bun Yan to develop and operate the manganese mines owned by Gema and Bun Yan in Nusa Tenggara Timur, Indonesia. Under the Agreements, ISDN Resource will share the profit from the mining operation with Gema and Bun Yan.

Gema and Bun Yan were incorporated in Indonesia in 2008 and 2011 respectively and their principal activities include mining of manganese ore from their mines as mentioned above and exports of manganese ore. The two companies have started small-scale mining operations since 2012. In conjunction with the Agreements, ISDN Resource has negotiated with key shareholders of Gema and Bun Yan to grant options to ISDN Resource to purchase up to 80% of the total issued shares in Gema, Bun Yan and their three sister companies (which own nickel concessions in Indonesia), at an exercise price which will be based on factors existing at the time of the exercise. The Company will update shareholders in due course and make appropriate announcements at the relevant time.

By Order of the Board

ISDN Holdings Limited

Gwendolyn Gn
Company Secretary

3 September 2014