ANCHOR RESOURCES LIMITED

(Company Registration Number 201531549N)
(Incorporated in the Republic of Singapore on 12 August 2015)

CLARIFICATION ANNOUNCEMENT

The Board of Directors (the "**Board**") of Anchor Resources Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to the following news articles:

The article titled "Outlook's bright, says Malaysian gold miner – Anchor Resources raises $7.2 million from IPO and will list on Catalist board tomorrow" published in The Straits Times today, which stated that, among others:

> *"Managing director and founder Lim Chiau Woei said yesterday that while the group has posted annual losses since 2012 fiscal year, it expects to turn a profit by the end of this year.*
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> *"The losses for the past two years were mainly due to expenses on drilling, jobs, investments for building up the factories," he noted, adding that the company, set up in 2011, only began to record mining revenue in July last year.*
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> *"But this year, our tailings plant will operate at full capacity... so we expect to generate positive cashflow within this year.""*

The article titled "Gold miner Anchor Resources eyes profit by end of year – Initial public offering of 28.8 million placement shares fully subscribed" published in The Business Times today, which stated, among others:

> *"Malaysian gold mining group Anchor Resources is hopeful to turn a profit by the end of 2016, despite posting full-year net losses for the past nine years.*
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> *This was revealed on Wednesday by Anchor Resources founder and managing director Lim Chiau Woei who spoke about the company's plans to further explore its two existing mines in Malaysia, as well as develop the infrastructure there, while almost doubling its production capacity to 600,000 tonnes of gold per annum by the end of 2017…*
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> *"We started commissioning (the plants). But even during commissioning, we had a little bit of cash flows (roughly RM600,000). So for this year, we can actually have our tailings producing at full capacity, while at the same time refurbish our hard rock plant. Therefore, we expect to generate a positive cash flow by the end of this year," said Mr Lim."*

The article titled "配给机构投资者新股全获认购 Anchor 资源明天凯利板上市" published in the Lianhe Zaobao (联合早报) today, which stated, among others:

> *"公司在过去几年都蒙受亏损。2012 财年、2013 财年和 2014 财年的净亏损分别是 1 万 2000 令吉（约 4000 新元）、1443 万令吉和 681 万令吉，而去年上半年的净亏损则分别是 1265 万令吉。*
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> *不过，集团董事经理林乔伟受访时指出，集团今年底将转亏为盈。过去几年的亏损，主要是因为投资建厂和转换可转换票据等因素所造成的。"*

The Board wishes to clarify and inform shareholders that the above statements are internal management performance targets for the sole purpose of internal assessment of management performance and do not represent a growth or profit forecast. Shareholders should also note that there can be no assurance that such internal management performance targets can and/or will be achieved by management in the performance of their duties. For more information, shareholders should refer to the offer document of the Company dated 9 March 2016 (the "**Offer Document**") registered by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"), acting as agent on behalf of the Monetary Authority of Singapore, sections entitled "Cautionary Note Regarding Forward-Looking Statements" and "General Information on Our Group – Prospects and Trends Information". In

particular, the Board wishes to highlight paragraph (g) of the section entitled "General Information on Our Group – Prospects and Trends Information" of the Offer Document, an extract of which is set out below:

"Expenses in relation to pre-Placement fundraising: We have incurred significantly higher expenses in FY2015 as compared to FY2014 mainly due to the fair value loss on derivative financial instruments arising from the conversion option of RCL and in relation to foreign exchange loss arising from conversion of RCL and payment of commission fee. Further, we expect to incur significantly higher expenses in FY2016 as compared to FY2014 mainly due to the issuance of Adjustment Shares to certain RCL Lenders, finance cost in relation to the issuance of Adjustment Shares to the Anti-Dilution Investors, as well as Listing expenses."

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders of the Company are advised to refrain from taking any action in respect of their shares in the Company which may be prejudicial to their interests, and to exercise caution in dealing in the shares of the Company. In the event of any doubt, shareholders of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Lim Chiau Woei
Managing Director
17 March 2016

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*Anchor Resources Limited (the "**Company**") is expected to be listed on Catalist of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 18 March 2016. The initial public offering of the Company was sponsored by UOB Kay Hian Private Limited. (the "**Sponsor**").*

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Alvin Soh, Head of Catalist Operations, Senior Vice President and Mr Josh Tan, Vice President, who can be contacted at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.