



Branching out and beyond

29 April 2015

Joyas International Holdings

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An Overview

- Application to move listing to the Catalist Board
- Key businesses today:
 - Nickel trading / sales (w.e.f. March 2015)
 - Design, production and sales of metal gifts and jewellery



Recent Developments

➤ **Completed fund raising through S\$3.5m convertible loans and 18.2 m warrants issue**

- Interest rate: 7% per annum
- Maturity date: 5 years (with a built-in early redemption option after 3 years from date of issue)

➤ **Completed acquisition of 70%-stake in HK Silver - March 2015**

- HK Silver is a profitable company engaged in the trading and sale of nickel
- Suppliers located in Indonesia and Philippines with customers in Hong Kong and the PRC

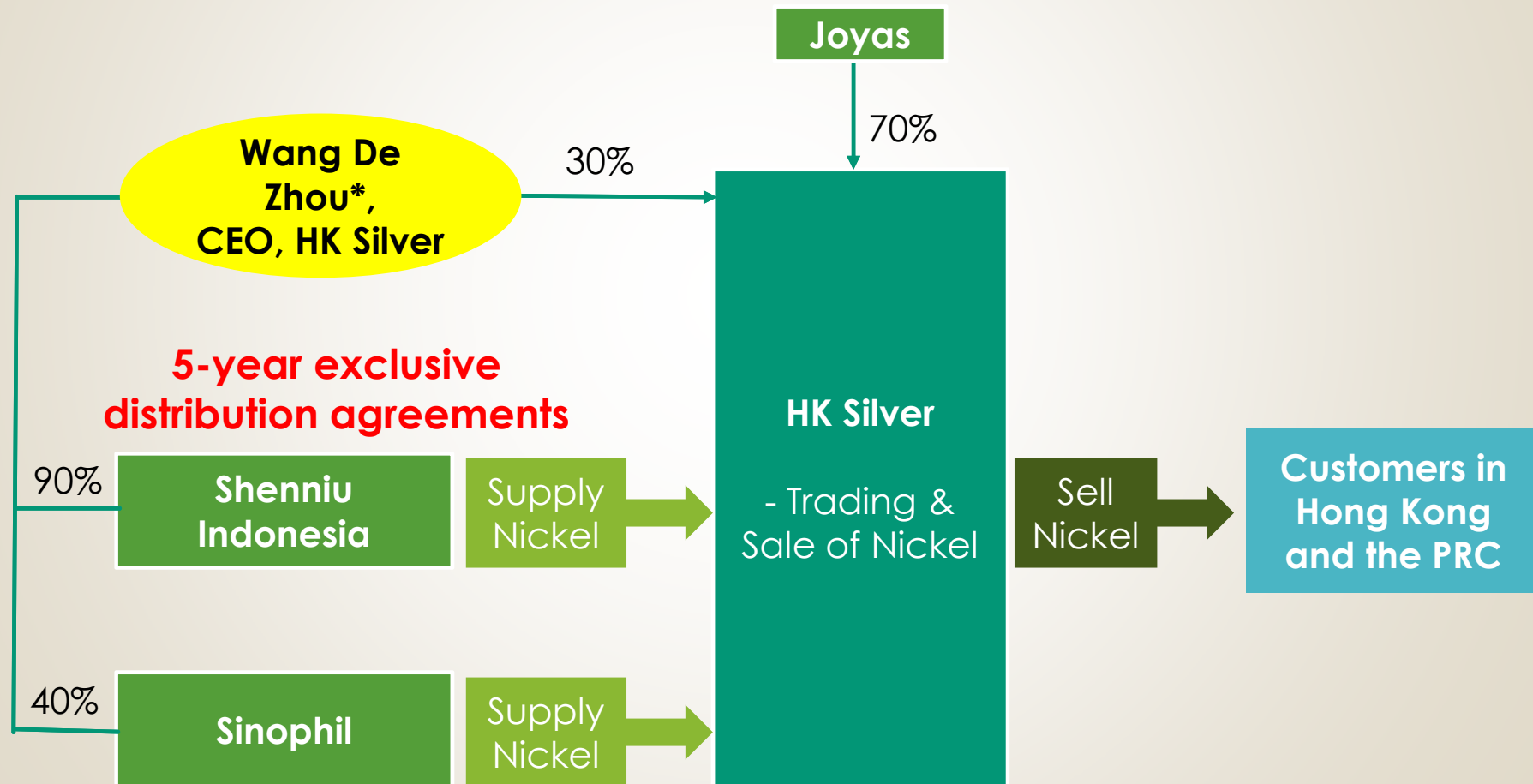
➤ **Secured US\$60 million nickel ore contract - April 2015**

- Approximately 1 million metric tonnes
- Divided over 20 shipments over next 12 months



Diversification Strategy

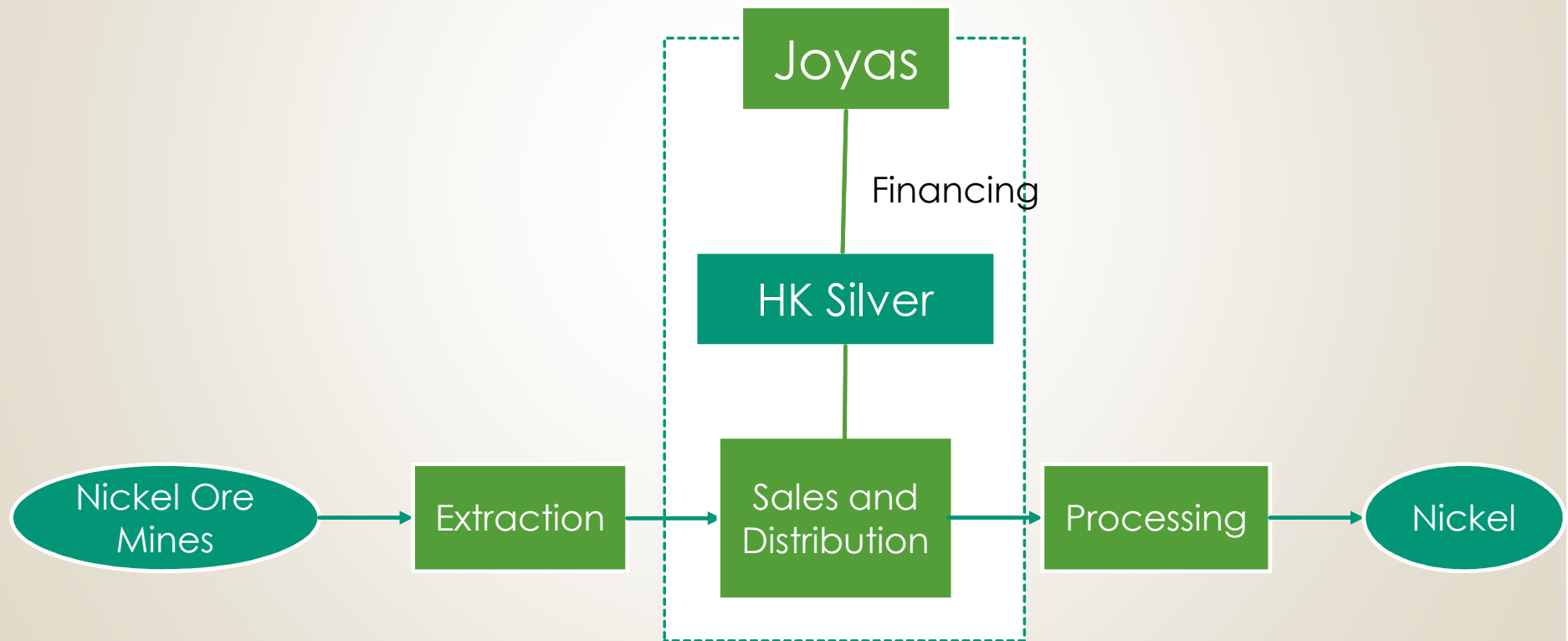
Diversification Strategy



* And related parties

Diversification Strategy

Role of Joyas & Future Scope for Expansion



Diversification Strategy

Financial Impact

- Minimum gross profit margin: >10% (above the total costs of materials, transportation and other related costs)
- Minimum cost of funding payable: 20% p.a.
 - 12% paid monthly; 8% accrued and paid after 3 years
- Guaranteed by Mr Wang

Business Impact

- Build up knowledge on mineral distribution in Southeast Asia, Hong Kong and the PRC
- Equip to take up other resources-related opportunities
- Possibility of expanding in both upstream and downstream activities in nickel mining business value chain



About HK Silver

About HK Silver

FINANCIAL HIGHLIGHTS

Year end 31 Dec (HK\$ million)	2013	2012
Revenue	206.5	258.6
Gross Profit	7.2	6.6
Profit from operations	0.2	0.1
Net Profit	0.2	0.1

- **Profits were affected by low nickel prices and high operation costs**
- **Profit margin expected to improve via the following:**
 - Implementing more effective cost control measures
 - Expanding the operations to achieve economies of scale

About HK Silver

MANAGEMENT

➤ **Mr Wang De Zhou, Chief Executive Officer**

- Over 15 years experience in resource and logistics industry
- Major shareholder of Shenniu Indonesia (nickel mine concession in Indonesia)
- A shareholder of Sinophil (nickel mine concession in Philippines)

➤ **Mr Wang De Wei, General Manager**

- Since 2007, involved in sourcing and setting up of supplies as well as mineral extraction from Indonesia and Philippines

➤ **Mr Ma Yat Chuen, Department Manager**

- Over 10 years experience in trading and distribution business

Investment Merits

PROFITABLE business with a minimum cost of funding of 20% p.a. and 10% GPM

SECURED source of supplies as resources owned by Mr Wang

RELIABLE operations as extraction monitored and executed by Mr Wang's team

World demand for nickel outstrips supply with RISING price trend

Scope to EXPAND into other mineral opportunities



About the 2 Mines

Shenniu Indonesia

- Owns 2 mining concessions for nickel ore in Sulawesi, Indonesia
- Covers total area of 12,000 ha.
- Production since 2010 with annual volume of 150,000 tonnes
- Estimated recoverable probable reserves: >400 million metric tonnes¹

1. Engineering technical report, July and September 2012



Sulawesi Concession



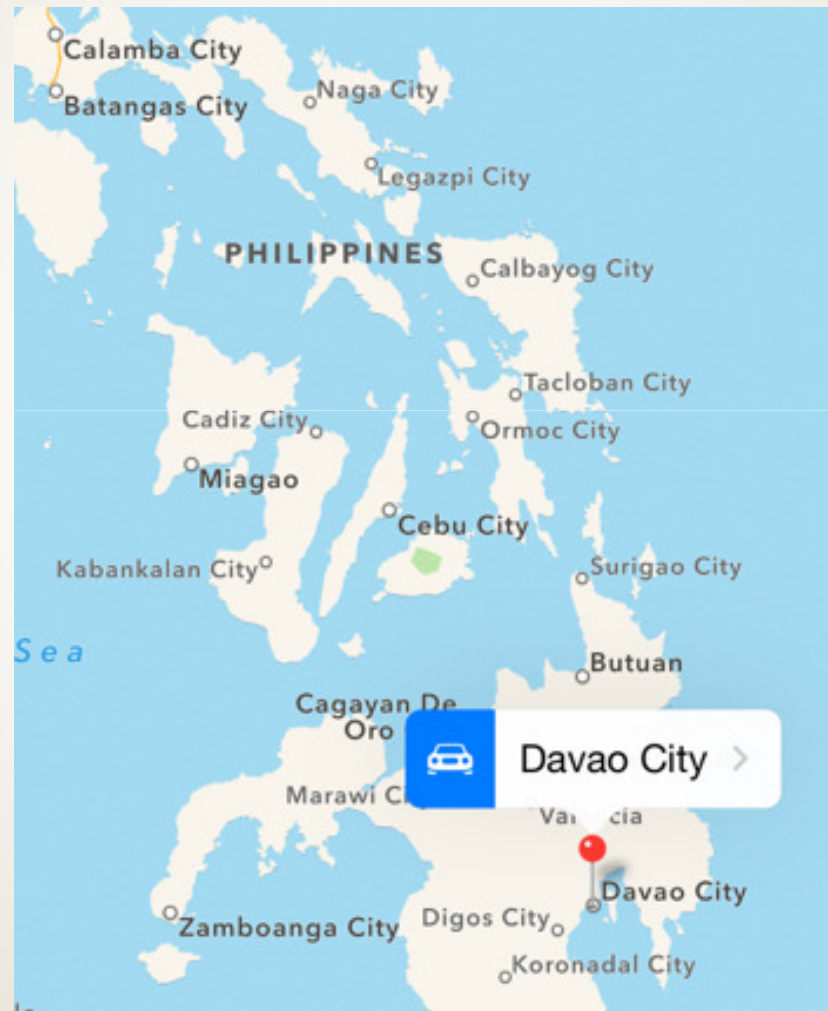
Source: Google maps

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Sinophil Philippines

- Owns a mining concession for nickel ore in Davao Oriental, Philippines
- Covers total area of 2,365 ha.
- Production since early 2014 with annual volume of 130,000 tonnes
- Estimated recoverable probable reserves: > 50 million metric tonnes¹

Davao Concession





Prospects for Nickel

Nickel

- Nickel is a naturally occurring, lustrous, silvery-white metallic element.
- It is the fifth most common element on earth and occurs extensively in the earth's crust. However, most of the nickel is inaccessible in the core of the earth.
- Nickel metal's key characteristics are:
 - 1. High melting point
 - 2. Resistant to corrosion and oxidation
 - 3. Very ductile
 - 4. Alloys readily
 - 5. Magnetic at room temperature
 - 6. Can be deposited by electroplating
 - 7. Has catalytic properties
- Reflecting these characteristics, nickel is widely used in over 300,000 products for consumer, industrial, military, transport, aerospace, marine and architectural applications.

Nickel (cont'd)

- The biggest use is in alloying - particularly with chromium and other metals to produce stainless and heat-resisting steels. .
- About 65% of the nickel which is produced is used to manufacture stainless steels.
- Another 20% is used in other steel and non-ferrous alloys - often for highly specialized industrial, aerospace and military applications.
- About 9% is used in plating and 6% in other uses, including coins, electronics, and in batteries for portable equipment and hybrid cars.
- In many of these applications there is no substitute for nickel without reducing performance or increasing cost.

Nickel (cont'd)

An essential component in steel manufacturing



Current Industry & Transaction Dynamics

1. Indonesia was the leading producer and exporter of Nickel ore until Indonesia government ban since January 2014.
2. China is one of the largest importer of Nickel ore in the world
3. Philippines has risen to takeover the vacuum created by the ban imposed by the Indonesian government.
4. Only processed Nickel can be exported from Indonesia – miner has to construct processing facilities in Indonesia
5. Shenniu Group, the supplier to HK Silver, has secured Nickel concession areas in both Indonesia and Philippines
6. HK Silver, through Shenniu Group, is sourcing in Philippines in the meantime while it work on its processing facilities in Indonesia



Peer Comparison

Peer Comparison

(US\$ million)	Nickel Asia	Oriental Peninsular Resources	PT Aneka Tambang *
Exchange	PSE	PSE	JKT
Market Cap	2684.8	142.5	778.5
P/E (x) – Trailing 12m	14.2	4.0	N.A.
FY2013 Revenue	249.6	36.4	529.0
FY2013 Net Profit	47.0	10.0	105.5
Gross Profit Margin (%)	39	49	16
Net Profit Margin (%)	19	27	20
ROE (%) – Trailing 12m	35.2	23.6	(4.0)

*Operating Results of Nickel Division

Source: Bloomberg as at 6 January 2015



Management

The Investment Team Behind Joyas

➤ **Mr Danny Cheung, Executive Director**

- Co-founder of Joyas responsible for the overall operation and sales of the Group

➤ **Mr Alan Ong Chor Wei, Non-executive Director**

- Executive director of SGX-listed Net Pacific Financial Holdings
- Over 24 years experience in finance and accounting

➤ **Mr Kwok Chin Phang, Non-executive Director**

- Executive director of SGX-listed Net Pacific Financial Holdings
- Over 17 years experience in investment banking industry, particularly in capital market, corporate advisory and M&As



Thank you