

BLACKGOLD NATURAL RESOURCES LIMITED

(Company Registration Number: 199704544C)

(Incorporated in the Republic of Singapore)

INDEPENDENT QUALIFIED PERSON'S REPORT ON THE PT SAMANTAKA BATUBARA CONCESSION

The board of directors (the “**Board**” or “**Directors**”) of BlackGold Natural Resources Limited (the “**Company**”, and together with its subsidiaries, collectively, the “**Group**”) wishes to announce that an independent qualified person’s report dated 1 November 2019 (“**2018 IQPR**”) has been prepared by the Company’s independent consultant, PT GMT Indonesia (“**PT GMT**”), in respect of the Company’s financial year ended 31 December 2018 pursuant to Rule 1204(23)(a) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual, Section B: Rules of Catalist (“**Catalist Rules**”).

The 2018 IQPR is appended to this announcement in its entirety and includes updated estimates of Coal Reserves and Resources for the mining concession area of PT Samantaka Batubara (“**PT SB**”), a subsidiary of the Company, as at 31 December 2018. Hard copies of the 2018 IQPR will be made available to the shareholders of the Company upon request.

The announcement of the 2018 IQPR on SGXNET is in accordance with the conditions of a waiver granted to the Company by the SGX-ST, as announced on 29 January 2016, from strict compliance with Rule 1204(23)(a) of the Catalist Rules which requires the inclusion of a qualified person’s report in the Company’s annual report for each completed financial year. The updated estimates of Coal Reserves and Resources in respect of PT SB are shown in Table 1, below. This announcement, together with Table 1, should be read in conjunction with the 2018 IQPR.

Table 1: Reserves and Resources Estimates for PT SB as at 31 December 2018

		Gross Attributable to Licence ⁽¹⁾		Net Attributable to Issuer		
Category	Mineral Type	Tonnes (millions)	Grade/Rank	Tonnes (millions)	Grade/Rank	Change from Previous Update (%)
RESERVES⁽³⁾						
Proved	Coal	3.6	Lignite	3.6	Lignite	-93%
Probable	Coal	9.2	Lignite	9.2	Lignite	-90%
Total	Coal	13	Lignite	13	Lignite	-91%
RESOURCES^(2&3)						
Measured	Coal	24	Lignite	24	Lignite	-83%
Indicated	Coal	61	Lignite	61	Lignite	-76%
Inferred	Coal	23	Lignite	23	Lignite	-82%
Total	Coal	110⁽⁴⁾	Lignite	110⁽⁴⁾	Lignite	-79%

Notes:

- 1) Licence refers to the PT SB concession’s Production Operations (IUP) licence.
- 2) Reported Coal Resources are inclusive of those Coal Resources converted to Coal Reserves.
- 3) Coal Resources and Reserves are reported in accordance with the JORC Code (2012).
- 4) Total Coal Resources is not identical to sum of Measured, Indicated and Inferred Coal Resources due to the effects of rounding.

The previous Coal Resources and Reserves estimates as at 31 December 2017 covered both the North and South Blocks (“**2017 IQPR**”). The variances are principally due to the PT SB South Block being excluded due to the uncertainty regarding the proposed schedule for the development of the Riau 1 mine mouth power plant (MMPP) for which coal from the South Block was dedicated. The previous Coal Resources estimates were based on an elevation cut-off of reduced level (RL) -100 as the lowest elevation. In this Statement Coal Resources are reported to the base level of the Optimised Pit Shell, which provides a more reasonable representation of Coal Resource limits than an RL (as applied previously) and also reflects the JORC Code 2012 (Section 20, paragraph 7) criteria of “including the approximate mining parameters”.

The 2017 IQPR and 2018 IQPR were prepared by William (Bill) Park and Chris Spiliopoulos under the supervision of Mr Krisjna Alimoeddin of PT GMT. Mr Alimoeddin is a qualified Competent Person for the reporting of JORC Code 2012 Coal Resources and is a Director and Shareholder of PT GMT.

Mr Park and Mr Spiliopoulos are both employed by PT New Resource Mine Consulting (“**NRM**”), an independent Indonesian-based coal consultancy firm sub-contracted by PT GMT.

Name of Qualified Person for Resources: William (Bill) Park
Date: 31 December 2018 (effective date of Resources estimate)
Professional Society Affiliation/Membership: BSc (Geology), BEcon, MAusIMM

Name of Qualified Person for Reserves: Chris Spiliopoulos
Date: 31 December 2018 (effective date of Reserves estimate)
Professional Society Affiliation/Membership: BE(Mining), MAusIMM

Competent Persons Statement (the “Statement”):

The estimate of Coal Resources for the PT Samantaka Batubara coal concession has been prepared by Mr. William (Bill) Park, BSc (Geology), BEcon, MAIG (Member of the Australian Institute of Geoscientists), MAusIMM (Member of the Australasian Institute of Mining and Metallurgy), MIAGI (Member of Indonesian Association of Geologist) and MPerhapi (Member of Association of Indonesian Mining Professionals). Bill is a qualified Geologist who has more than 40 years of relevant mining and geological experience in coal, working for major mining and consulting companies including senior technical and managerial positions. During this time, he has either managed or contributed significantly to numerous mining studies related to the estimation, assessment, evaluation and economic extraction of coal in Australia, New Zealand, the Philippines and Indonesia.

Bill has been based in Indonesia for most of the previous 25 years and was employed in the position of full time Technical Manager for NRM, since its formation in 2011 to 2015 and now holds the position of Principal Consultant. He has sufficient experience which is relevant to the style and type of deposit under consideration and to the activity he is undertaking to qualify him as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.

The estimate of Coal Reserves has been prepared by Mr Chris Spiliopoulos, BE (Mining) and MAusIMM (Member of the Australasian Institute of Mining and Metallurgy) who is a Principal Associate Mining Consultant with NRM. The estimates of Coal Reserves presented in this announcement have been carried out under the guidelines of the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) and are based on information compiled and reviewed by Chris.

Mr Spiliopoulos is an Australian based Mining Engineer with over 25 years of experience in estimating, contract administration, management, technical and production roles for both owner operator and contractor operations in open cut and underground coal and metalliferous mines. His experience in project development in particular, and the management of cost estimates and technical proposals for mine operations, transport, ports, barging, shipping and associated infrastructure has covered Australia, Indonesia and Africa. Chris has lived and worked in Indonesia for over 12 years. He has sufficient

experience which is relevant to the style and type of deposit under consideration and to the activity he is undertaking to qualify him as a Competent Person as defined in the 2012 Edition of the JORC Code.

Mr Park and Mr Chris Spiliopoulos are employed by NRM and retained by PT GMT to undertake the annual reporting of Coal Resources and Reserves of the Company.

Mr Park and Mr Chris Spiliopoulos will be paid a consulting fee for the preparation of the qualified person's report by the Company. No other relationship which could create a potential for conflict of interest exists.

Mr Park and Mr Chris Spiliopoulos satisfy the requirements for a qualified person as per Catalist Rules 1204(23). Mr Park and Mr Chris Spiliopoulos consent to the inclusion in this report of the matters based on their information in the form and context in which it appears.

By Order of the Board

Philip Cecil Rickard
Executive Director and Chief Executive Officer
1 November 2019

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor"). The Sponsor has relied on third-party technical expertise in its review of the announcement and the 2018 IQPR.

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

The contact person for the Sponsor is Ms. Tay Sim Yee (Telephone number: +65 6232 3210), at 1 Robinson Road, #21-00AIA Tower, Singapore 048542.
