

MEDIA RELEASE

For Immediate Release

Silkroad Nickel Ltd., first nickel mining company to list on Catalist

- First nickel mining company to be listed on SGX-ST
- Has an annual production level of approximately 370,000 wet metric tonnes (“wmt”) (based on current production data), and can reach a maximum capacity of up to 2.4 million wmt with mobilisation of additional manpower and equipment
- Has an estimated Inferred and Indicated Mineral Resources of approximately 66.5 million wmt with an average grade of 1.1% Ni within an area covering approximately 38% of its Mining Concession Area
- Hopes to receive the Export Quota for the sale and export of nickel ore by 2018, barring any unforeseen circumstances

Singapore, 30 July 2018 – Silkroad Nickel Ltd. (“Silkroad Nickel”, “新丝路镍业有限公司” or the “Company”, and together with its subsidiaries, the “Group”), formerly known as China Bearing (Singapore) Ltd., expects to make its trading debut on the Catalist of the Singapore Exchange Securities Trading Limited (“SGX-ST”) on Monday, 30 July 2018.

Following completion of the reverse takeover (“RTO”) of the Company by FE Resources Pte. Ltd., the Company had, on 29 June 2018, transferred its listing from the Main Board to the Catalist board of the SGX-ST.

Silkroad Nickel is principally engaged in the exploration, mining, production and sale of nickel ore. It has been granted a Production Operations IUP¹ to conduct nickel mining operations at a Mining Concession Area (“MCA”) of approximately 1,301 ha located in Morowali, Sulawesi Tengah, Indonesia. The Production Operations IUP is valid for an initial term of 20 years, commencing 5 May 2009, and extendable for up to two additional 10-year tenures.

Mr Hong Kah Ing, Chief Executive Officer & Executive Director of Silkroad Nickel commented: *“We aim to generate sustainable returns to our shareholders by progressively ramping up our production capacity with investments in equipment, infrastructure and people, with the addition of eventual export sales of our nickel ore. We plan to explore the remaining area of our Mining Concession Area so as to map out the next phases of growth and to identify new concession areas for future acquisitions.”*

MINING OPERATIONS

The Group conducts its mining activities in the MCA using an open pit mining method, which includes the exploration, planning and clearing of required surface areas, mining, transportation and stockpiling, delivery and barging, as well as reclamation and rehabilitation works. The Group currently engages third party contractors to undertake the necessary mining and production activities such as the stripping of overburden, excavation, transportation and stockpiling of the nickel ore as well as the maintenance of hauling roads within the MCA.

Since the re-commencement of nickel ore mining operations in July 2015, the Group has sold its nickel ore domestically, and has achieved an aggregate sales volume of 312,549 wmt in FY2017. In order to diversify its customer base beyond the domestic Indonesian market, the Group has applied to the Ministry of Energy and Mineral Resources (“MEMR”) to commence the application process for the Export Quota to sell and export low grade nickel ore to

¹Mining business licence (*Izin Usaha Pertambangan*) to engage in mining activities in Indonesia issued pursuant to the enactment of the New Mining Law. IUPs comprise (i) Exploration IUP, and (ii) Production Operations IUP.

international customers. Barring any unforeseen circumstances, the Group hopes to receive the Export Quota by 2018.

To date, the Group's exploration, mining and production activities are concentrated within an area of approximately 494 ha ("Concession Block 1") of the MCA. An Independent Qualified Person Report ("IQPR") dated 11 May 2018 estimated that Concession Block 1 has Inferred and Indicated Mineral Resources of approximately 66.5 million wmt with an average grade of 1.1% Ni. Accordingly, the Independent Valuer commissioned to provide an independent value on Concession Block 1 had determined its preferred market value to be US\$58.0 million.

STRATEGIES & FUTURE PLANS

- **Increase nickel ore production**

The Group intends to increase nickel ore production by expanding its workforce and acquiring additional mining equipment and machinery. The Group also intends to further develop and upgrade existing infrastructure in the MCA (including building additional haulage roads to improve access, improving access to and increasing the loading capacity of the existing loading jetty, and constructing additional workers' dormitories).

- **Export nickel ore to international customers**

The Group has applied to MEMR to commence the application process for the Export Quota in order to sell and export nickel ore to international customers.

- **Explore and exploit the remaining area of the MCA**

The Group has explored approximately 38% of the MCA to date, and will continue to carry out exploration drilling and evaluation activities over the remaining area of the MCA.

- **Business expansion through acquisitions, joint ventures and/or strategic alliances**

The Group intends to identify expansion and collaboration opportunities which are synergistic and allow for effective integration with its existing mining operations and activities.

End.

About Silkroad Nickel Ltd.

Silkroad Nickel is principally engaged in the exploration, mining, production and sale of nickel ore. The Group has been granted a Production Operations IUP to conduct nickel mining operations at the MCA located in Morowali, Sulawesi Tengah, Indonesia.

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This media release has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading (the "SGX-ST"). The Sponsor has not independently verified the contents of this media release.

This media release has not been examined or approved by the SGX-ST and the SGXST assumes no responsibility for the contents of this media release, including the correctness of any of the statements or opinions made, or reports contained in this media release.

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