



RESOURCES PRIMA ACHIEVES MAJOR MILESTONE WITH THE AWARD OF SECOND “BORROW-USE” PERMIT

The board of directors (the “**Board**” or “**Directors**”) of Resources Prima Group Limited (“**Resources Prima**” or the “**Company**”, and together with its subsidiaries, the “**Group**”) (stock code: 5MM), a coal mining company with integrated operations including coal mining facilities in Indonesia, is pleased to inform that the Head of the Investment Coordinating Board of the Republic of Indonesia, for and on behalf of the Minister of Environment and Forestry of the Republic of Indonesia, has today granted a second “borrow-use” permit No.50/1/IPPKH/PMDN/2016 (“**IPPKH2**”) to the Company’s subsidiary, PT Rinjani Kartanegara (“**Rinjani**”), for an area covering 897.56 hectares (“**ha**”). IPPKH2 is more than double the size of the existing “borrow-use” permit for the current operating area of 308.54 ha (“**IPPKH1**”).

As announced on 8 January 2016, Rinjani had initially received the in-principle approval (“**In-Principle IPPKH2**”) for IPPKH2 for an area covering 899.49 ha. The issuance of the In-Principle IPPKH2 was a critical final step for the issuance of the IPPKH2. The non-material difference of 1.93 ha in the area between the In-Principle IPPKH2 and the IPPKH2 resulted from the further verification of the area’s boundaries.

Securing IPPKH2 will pave the way for the commencement of further exploration which could lead to an increase in the Group’s coal reserves and coal resources. In addition, based on independently provided outcrop data, IPPKH2 is expected to produce coal with a higher calorific value than IPPKH1, and barring unforeseen circumstances, may lead to an improvement in the average unit price received for the Group’s coal. Once the exploration work and forestry land clearance are completed, the Group intends to ramp up production as soon as possible as the existing coal mining facilities including coal hauling road, coal stockpile, coal crushers, conveyor system and jetty facilities can support higher output from both IPPKH1 and IPPKH2.

BY ORDER OF THE BOARD

Agus Sugiono
Executive Chairman and CEO

14 July 2016

RESOURCES PRIMA GROUP LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 198602949M)



*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor (the "**Sponsor**"), SAC Advisors Private Limited (formerly known as Canaccord Genuity Singapore Pte. Ltd.), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the 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.

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