

BLACKGOLD NATURAL RESOURCES LIMITED

(Formerly known as **NH CERAMICS LTD**)

(Company Registration Number: 199704544C)

(Incorporated in the Republic of Singapore)

SIGNING OF A CONSORTIUM AGREEMENT WITH CHINA HUADIAN ENGINEERING CO. LTD FOR THE DEVELOPMENT OF A MINE-MOUTH COAL-FIRED POWER PLANT PROJECT IN RIAU, INDONESIA

The board of directors (the “**Board**” or “**Directors**”) of BlackGold Natural Resources Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) is pleased to announce that it had on 28 December 2015, through its subsidiary, PT Samantaka Batubara (“**PT SB**”), entered into a consortium agreement (the “**Consortium Agreement**”) with China Huadian Engineering Co. Ltd. (“**China Huadian**”), for an ongoing cooperation project for the development, construction, operation and maintenance of a 2 x 300 MW coal-fired power plant in Riau province, Indonesia. Pursuant to the Consortium Agreement, PT SB and China Huadian will invest in a joint venture project consortium company (the “**Project Company**”) with equity interests of 40% and 60% respectively.

The Project Company shall develop, construct, operate and maintain a 2 x 300 MW mine-mouth coal-fired power plant in Riau, Indonesia (the “**Project**”), and participate in a bid to provide electric power to PT PLN (Persero), Indonesia’s state-run power distribution company (the “**Bid**”). Subject to the award of the Bid and entry into the relevant power purchase agreement with PT PLN (Persero), the Project Company shall produce and supply electric power to PT PLN (Persero).

Pursuant to the Consortium Agreement, (i) PT SB shall be appointed as the leader of the Project Company, and supply the coal required by the Project Company throughout the tenure of the Project; and (ii) China Huadian shall be involved in the engineering aspects as well as procuring the financing required for the Project. A joint project management team shall be formed by PT SB together with China Huadian to perform their respective duties in accordance with the Consortium Agreement.

China Huadian is a state-owned power engineering company in China. China Huadian’s core businesses encompass high tech product research and development, engineering design, general contracting, as well as energy technology research and services. China Huadian is currently involved in project construction, investment, operation and maintenance of various power projects located in Indonesia. As confirmed by China Huadian, their projects include, but are not limited to, the following:

	Project Name	Location	Year of commercial operation
1	Indorama 2 x 30 MW Captive coal-fired power plant	Purwakarta	2008
2	Lafarge Lhoknga 2 x 15 MW coal-fired power plant	Banda Aceh	2009
3	Asahan No. 1, 2 x 90 MW Hydropower power plant	North Sumatra	2010
4	Tanjung Kasam 2 x 65 MW coal-fired steam power plant	Batam	2012
5	Celukan Bawang 3 x 142 MW coal-fired steam power plant	Bali	2015

China Huadian also confirms that it has another project in West Sulawesi for a 2 x 25 MW coal-fired power plant which is currently under construction.

Barring unforeseen circumstances, the Consortium Agreement is not expected to have any material impact on the net tangible assets per share and earnings per share of the Company and the Group for the current financial year ending 31 December 2015.

None of the Directors, controlling shareholders or substantial shareholders of the Company or their respective associates has any interest, direct or indirect, in the Consortium Agreement, save for their respective shareholdings in the Company, if any.

For the avoidance of doubt, the Consortium Agreement is meant to secure commitments from both PT SB and China Huadian for the Project. The Company and China Huadian will continue ongoing negotiations to finalise, *inter alia*, their respective obligations for the Project. The Company will continue to provide updates to shareholders on any material developments in connection with the Project and/or the Bid.

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Consortium Agreement, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

By Order of the Board

Philip Cecil Rickard
Executive Director and Chief Executive Officer
28 December 2015

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Canaccord Genuity Singapore Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the 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.

The contact person for the Sponsor is Ms Alice Ng, Director and Head of Continuing Sponsorship, Canaccord Genuity Singapore Pte. Ltd., at 77 Robinson Road, #21-02 Singapore 068896, telephone (65) 6854 6150.
