

MINING OPERATIONS – EXPIRY OF MINE 1 MINING RIGHT

Capitalised terms used herein, unless otherwise defined, shall have the definitions ascribed to them in the offer document dated 25 September 2013 and registered by the Singapore Exchange Securities Trading Limited acting as agent on behalf of the Monetary Authority of Singapore on 25 September 2013 (the “Offer Document”)

The Board of Directors (the “**Board**”) of AsiaPhos Limited (the “**Company**”) refers to the Page 110 of the Offer Document and wishes to update the Shareholders as follow:

EXPIRY OF MINE 1 MINING RIGHT

As disclosed on page 110 of the Offer Document, which states, *inter alia*, that the Company’s wholly-owned subsidiary, Mianzhu Norwest, has been granted for Mine 1, (a) a mining right relating to 1.6491 square kilometres; and (b) a mining depth of between the elevation of 2,570 meters and 2,240 meters; (c) the approved annual production scale of 50,000 tonnes; and further, that the Mine 1 mining right expires on 9 December 2015.

APPLICATION TO RENEW MINE 1 MINING RIGHT

On or around 25 November 2015, Mianzhu Norwest had applied with the Sichuan Land Department (the “**Authority**”) to have its Mine 1 Mining right renewed. Mianzhu Norwest believes that the renewal application is procedural in nature, and has not encountered any material difficulties in obtaining and/or renewing such certificates in the past. Barring unforeseen circumstances, the renewal application should be granted in due course.

In the event that the Company ceases activities in relation to the Mine 1 mining right pending the Authority’s decision on the renewal application, and that the Authority does not grant a renewal of Mine 1’s mining right, the Group’s mining output, and the Group’s financial performance for the financial year ending 31 December 2015 is not expected to be affected. However, in the event that the Group loses its Mine 1 mining right, the Group’s estimated measured resource would decrease by 2.9 million tonnes, as at 21 November 2014 resource disclosure. NI 43-101 does not allow the inclusion of inferred resources as part of the mineral resource total and no inferred mineral resources were included in the financial projections.

The Company will keep Shareholders updated on the Mine 1 mining right application in due course. The Company will also make further announcements as and when there are material developments on the above.

Shareholders and potential investors should exercise caution when trading in the Company’s shares. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

BY ORDER OF THE BOARD

Simon Ong Eng Hock
 Executive Director
 AsiaPhos Limited

11 December 2015



This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the relevant rules of SGX-ST. The Sponsor has not independently verified the contents of this announcement and has not drawn on any specific technical expertise in its review of this announcement.

The announcement has not been examined or approved by SGX-ST. The Sponsor and SGX-ST assume 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 Mr Khong Choun Mun, Managing Director, Equity Capital Markets who can be contacted at 80 Raffles Place #03-03 UOB Plaza 1 Singapore 048624, telephone: +65 6533 9898.

