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## MINING OPERATIONS – FENGTAI EXPLORATION RIGHT

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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 (“SGX-ST”) acting as agent on behalf of the Monetary Authority of Singapore on 25 September 2013 (the “Offer Document”) and the Company’s announcements dated 22 April 2014, 8 July 2016, 24 November 2017, 4 December 2017, 13 December 2017, 11 January 2018 and 24 January 2018 in relation to the Company’s updates on the Fengtai Mine (the “Announcements”).

### 1. INTRODUCTION

The Board of Directors (the “Board”) of AsiaPhos Limited (the “Company”) wishes to update shareholders on the following.

### 2. UPDATE ON THE STATUS OF APPLICATION FOR RENEWAL OF THE FENGTAI EXPLORATION RIGHT

On 7 May 2019, the Group received a notice dated 13 March 2019 from the Department of Land and Resources of Sichuan Province informing that no exploration licenses may be issued for exploration activity in the Panda Park or the Jiuding Mountain Scenic Area and denied the Application.

It is currently not possible to estimate the potential financial effects of the non-renewal of the Fengtai exploration right as the compensation amount has not been finalised by the Chinese Government and cannot be determined with reasonable certainty.

The Group and its lawyers are still in settlement discussion with the Chinese Government on the appointment on an independent expert to assess the Group’s losses in relation to the termination of the mining and exploration right and the cessation of activity of its P<sub>4</sub> plant because of the Government’s actions.

### 3. FURTHER ANNOUNCEMENTS

The Board confirms that all material disclosures, facts and information (including but not limited to disclosures pertaining to, *inter alia*, material operations and business of the Group, mining operations, and mining and exploration rights) have been provided and announced. The Board is not aware of any facts, information or disclosures, the omission of which would make any statement in this Announcement or previous announcements or disclosures misleading in any material respect.

The Company will make such further announcements at the appropriate juncture, as and when there are material developments in relation to this matter.



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

8 May 2019

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

*This announcement has not been examined or approved by the Exchange and the Exchange 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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