

## UPDATE ON MATERIAL OPERATIONS OF THE GROUP

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The Board of Directors (the “**Board**”) of Infinio Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce the following:

### 1. CESSATION OF ONLINE PAYMENTS BUSINESS

On 15 April 2008, the Group through its subsidiary Onegame Pte Ltd (“**Onegame**”) entered into a joint partnership agreement with MOL Access Portal (MOLAP) to help it manage the Group’s, web portal “MagicOverload”, (Now known as “**Money On Line**” or “**MOL**”). Under the agreement, Onegame collected 2% of the online game revenue generated, while MOLAP bore all operation and rollout costs. As at the date of the agreement, payment partners had been established in Indonesia, Philippines, Thailand and China, and preliminary operations had commenced in these countries. The web portal license was initially acquired by Onegame for a period of 10 years from commencement of operations on 9 June 2005. Accordingly the license had expired this year on 9 June 2015 and will not be renewed as this is not in line with the strategic business for the Group. Hence, the revenue fees in relation to the online payment business will effectively cease. As MOLAP is the original owner of the payment system, the license will revert to the owner.

For the year ended 31 March 2015, the revenue fees collected amounted to \$45,000 which is the only source of revenue for the Group. Other than the discontinuance of revenue from this business, there is no other significant financial impact on the balance sheet of the Group as the investment in Onegame had been fully amortised as at 31 March 2015.

### 2. UPDATE ON MINING OPERATIONS RESULTS TO DATE

*Unless otherwise specified herein or where the context otherwise requires, capitalized terms used in this announcement shall have the same meaning used in the announcement dated 16 June 2014.*

Based on the Listing Manual - Section B: Rules Of Catalist of the Singapore Exchange Securities Trading Limited (“**Catalist Rules**”), the Company is an MOG company and it had undertaken to commission and complete the JORC report upon completion of the acquisition. However, while work has commenced with that intention, the Company has not yet been able to provide the needed resources confirmation in accordance with JORC guidelines for the completion of the JORC report.

The Company had announced on 16 June 2014 that the drilling program will commence that week and was to be conducted in two phases with a total of 29 holes planned and a total drill length of 3400m centred around the existing mine shaft. This was intended for the purposes of confirming the nature of the quartz vein mineralisation at depth and to identify resource targets. Reverse Circulation (“**RC**”) drilling was used to test the extent of the mineralised quartz vein at the Birthday Mine. McKay Drilling was engaged by the Company for the needed drilling program. The drilling program was intended to:

- Determine the presence of mineralisation beyond the extents of the previously operating mine;
- Understand the geometry and controls on mineralisation;
- If sufficient mineralisation was identified, delineate a mineral resource in accordance with the JORC (2012) Edition Guidelines; and
- Utilise the drill results to form the basis of a development strategy for the project.

The initial drilling was carried out between 23 June 2014 to 2 July 2014. Unfortunately, due to funding constraints, the drilling program was put on hold since 2 July 2014 with the intention to recommence drilling later, pending further injection of funds. No reports were produced as the Company intended to finalise all

planned drilling before carrying out the analysis and report on the resource. However, as funding problems persisted, in early September 2014, the Company requested a summary of findings from Geonomics Australia, a geological consultancy firm who provides geological services appointed by the Company for the purposes of *inter alia* preparation for JORC report, based on the limited drilling conducted. The Company carried out only 11 RC drill holes for a total length of 1,409m of drilling, out of the 29 holes planned initially. Due to significantly reduced drill holes, the Company was informed by the geological team that there was insufficient information to delineate any resource. Accordingly, no JORC report has been commissioned at this point.

Due to the limited drilling, there were significantly less findings than the Company had hoped for and the results returned from the drilling have indicated that mineralisation is particularly patchy and inconsistent. The best result obtained from drilling was 1m @ 5.1g/t Au and according to Geonomics Australia, "Mineralisation was confirmed to persist beyond the extents of the historical workings albeit at a lower grade than what was previously mined, the anomalous lower grade intercepts additionally confirm the perseverance of the structures along strike".

With the limited information the Company was only able to conclude that mineralisation was confirmed beyond the historical workings, albeit at a lower grade than what was previously mined. The anomalous lower grade intercepts additionally confirm the perseverance of the structures along the strike. Mineralisation appears particularly patchy and without further exploration or drilling, does not provide sufficient information required to define a mineral resource in compliance with JORC guidelines. An option proposed was further underground based drilling to test the extension of mineralisation. However, the summary of findings from Geonomics Australia also highlighted the risk and the technical difficulties in connection with the underground based drilling.

Further discussion with various geologists also suggested that a better approach to the mining would be to drive excavation 40m to 50m further from the bottom of existing workings and to fan out several short diamond drill holes towards targeted areas. Pending further injection of funds, the Company has been unable to proceed with these mining plans.

The Directors are of the view that while mining is a high risk business, the mine remains a viable business if the requisite funding for the operations can be raised. The Company hopes to recommence work on the development work on the mine upon receipt of funding. The gold mines in the area are well known for high grade albeit patchy resources, accordingly the management believes that with proper targeting of the mineral resource, the gold can be mined at relatively lower cost as the higher grades gold ore typically require less cost to process and will generate higher gold yields. The Directors and Audit Committee are of the opinion, taken into consideration opinion from other geologists (whom they have consulted) that the lack of results or findings from the limited drilling should not be deemed as an indication of non-presence of a resource, rather the lack of drilling done vis-à-vis the drilling plan resulted in insufficient information generated and thus it is too preliminary to conclude. The mine site covers an area of approximately 54 hectares, however the actually drilling only covered a single line of approximately 200m in length. The RC drilling approach relies on drill holes located at approximately 20m intervals, hence the likely hood of achieving good results can only be increased with more drilling.

Time is needed for additional drilling, work and studies for the mine before the commissioning or completion of the JORC report and as this requires significant additional funding, the Company is unable to comply with the Catalist Rules with respect to the needed disclosures. Accordingly, the Annual Report for financial-year ended 31 March 2015 to be despatched shortly will not contain the required disclosures. The Directors are considering an application to the Exchange, for an extension of the time to comply with requirements to meet the MOG requirements (including the required disclosure requirement in the Annual Report). Appropriate announcements will be made in due course on the status of application and updates for the said mine.

An application for extension has not been made as at the date of this announcement.

### **3. DIRECTORS' RESPONSIBILITY STATEMENT**

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 updates on

the mining operations, 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 the 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 the announcement in its proper form and context.

**Shareholders are advised that in the absence of funding to be arranged, for *inter alia* the preliminary drilling for the preparation of, commissioning and completing of a JORC report to satisfy and comply with the Catalist Rules for MOG companies and the updates or results of such reports (including preliminary findings) on the mining activities, they should exercise caution in trading of the Company's securities.**

Shareholders should consult their stockbrokers, solicitors or other professional advisors if they have any doubts about the action they should take.

BY ORDER OF THE BOARD  
**INFINIO GROUP LIMITED**

Lim Yeow Sun  
Director  
6 July 2015

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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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