

GOLDEN ENERGY AND RESOURCES LIMITED

(Incorporated in the Republic of Singapore)
Company Registration Number: 199508589E

USE OF PLACEMENT PROCEEDS

RHB Securities Singapore Pte. Ltd. (formerly known as DMG & Partners Securities Pte Ltd) was the financial adviser to the Company for the acquisition of 66.9998% of the issued and paid-up share capital of PT Golden Energy Mines Tbk (the “Financial Adviser”). The Financial Adviser has not reviewed this announcement and assumes no responsibility for the contents of this announcement.

The Board of Directors (the “Board”) of Golden Energy and Resources Limited (“GEAR” or the “Group”) refers to the placement of 181,000,000 new ordinary shares at S\$0.67 each in the issued and paid-up share capital of the Company on 9 December 2016, pursuant to which gross proceeds of S\$121,270,000 (or net proceeds of S\$120,093,000) was raised.

As at the date of this announcement, the Company has utilised the net proceeds as follows:

S\$'000	Amount Allotted	Utilised	%
Net proceeds	\$120,093		
Utilisation			
Repayment of loans owing to creditors ⁽¹⁾	\$100,000	\$(92,538)	92.54%
General working capital purposes	\$16,493	\$(32)	0.19%
- Payment to vendors for goods and services and not limited to legal and professional fees		\$(32)	
Professional fees relating to RTO	\$3,600	\$(796)	22.11%
Total amount	\$120,093	\$(93,366)	77.74%
Unutilised net proceeds		\$26,727	22.26%

Note (1): The variance is the result of early settlement of the loans owing to creditors as previously estimated and impact of the exchange rate forecasted.

The use of proceeds as stated above is in accordance with the intended use as stated in the Company's placement announcements dated 28 November 2016 and 7 December 2016.

The Company will make periodic announcements on the further utilisation of the remaining net proceeds as and when it is materially disbursed, and will provide a status report on the use of the Placement in its annual reports as may be required under the SGX-ST Listing Rules.

By order of the Board
GOLDEN ENERGY AND RESOURCES LIMITED
Pauline Lee
Company Secretary
28 December 2016