

ASX Announcement  
23 December 2016

## Voluntary Administration Update

FTI Consulting held the first meeting of creditors of Kingsrose Mining Ltd (Administrators appointed), MM Gold Pty Ltd (Administrators appointed) and Natarang Offshore Pty Ltd (Administrators appointed) today and provided an update to creditors.

The Administrators (Michael Ryan and Ian Francis of FTI Consulting) said that since their appointment on 14 December 2016, they have made considerable progress on their review of Kingsrose's financial arrangements and operations at the Way Linggo Project in Indonesia. This has included a site visit and meetings with key stakeholders, including employees and creditors.

The meeting appointed a Committee of Creditors. The role of the Committee being to consult with the Administrators and to receive and consider reports from the Administrator.

Michael Ryan, one of the Administrators, informed creditors that the Administrators were in the process of appointing technical and financial advisors to assist with the review of the position of each company, its current strategies and the available options. This work will include seeking to develop a revised mine plan aimed at returning the Way Linggo Project to profitability and determining the necessary capital funding.

Following this work recapitalisation efforts will commence. In the interim the Administrators will explore options for short term funding.

As required under the Corporations Act, a second meeting of creditors will be held to allow creditors to vote on the future of each company. Notice of this meeting will be provided in due course. In the meantime, further updates will be provided as appropriate.

-ENDS-

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