

MINING OPERATIONS – RENEWAL 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 Company’s announcement dated 11 December 2015 in respect of the expiry of the Mine 1 Mining Right on 9 December 2015 and the application with the Sichuan Land Department (the “**Authority**”) for its renewal.

The Board is pleased to inform Shareholders that Mianzhu Norwest had on 7 January 2016 received the renewed Mine 1 Mining Right. The Mine 1 Mining Right is valid until 25 December 2016 (the “**Mine 1 Renewal Rights**”). The Mine 1 Renewal Rights has an approved production scale of 50,000 tonnes per year. The Authority has urged Mianzhu Norwest to increase its approved production scale to 150,000 tonnes per year by 25 December 2016.

Mianzhu Norwest intends to increase its approved production scale from 50,000 tonnes to meet the Authority’s requirement of a minimum 150,000 tonnes per year and has submitted application for the conversion of its Mine 1 Exploration Rights. Subject to the approval by the Authority, the intended increase in approved production scale may be achieved through the conversion of the Mine 1 Exploration Right into a Mining Right, and when combined with Mine 1 Renewal Rights would result in a larger mining area and a corresponding increase in the approved production scale.

The Company will keep Shareholders updated on the application for the conversion of the Mine 1 Exploration Right into a Mining Right 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

8 January 2016

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.



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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.

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