



ANCHOR RESOURCES LIMITED

(Company Registration No.: 201531549N)
(Incorporated in the Republic of Singapore on 12 August 2015)

REALLOCATION AND UPDATE ON USE OF PROCEEDS FROM THE INITIAL PUBLIC OFFERING

The board of directors (the “**Board**”) of Anchor Resources Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s initial public offering, pursuant to which, net proceeds of approximately S\$4.6 million were raised (the “**IPO Net Proceeds**”) and the last update on the use of IPO Net Proceeds in the Company’s unaudited financial results announcement for the half year ended 30 June 2017.

Following the mining agreement dated 18 May 2017 with Great Aims Resources Sdn Bhd to carry out gold mining works at the Group’s Lubuk Mandi Mine as well as the Company’s announcement dated 7 September 2017 on the termination of Bukit Panji concession agreement, the Board has carefully deliberated on the feasibility of funds allocated for the (i) further exploration at the Lubuk Mandi Mine and the Bukit Panji Property, (ii) development of the Lubuk Mandi Mine and the Bukit Panji Property and investment in mining-related infrastructure and equipment and (iii) expansion of our gold processing capacity, taking into consideration the Group’s cash flow, development plans and business strategies for the Lubuk Mandi Mine.

The Board wishes to announce that it has further reallocated the balance amount of (i) S\$0.3 million originally allocated for the further exploration at the Lubuk Mandi Mine and the Bukit Panji Property, (ii) S\$0.172 million originally allocated for development of the Lubuk Mandi Mine and the Bukit Panji Property and investment in mining-related infrastructure and equipment, and (iii) S\$0.15 million originally allocated for expansion of our gold processing capacity, to general working capital requirements for general corporate and administrative expenses (the “**Reallocation**”).

The following table summarises the Reallocation and update on the use of the balance of IPO Net Proceeds as at the date of this announcement:

Purpose	Balance of amount allocated as at 30 June 2017 S\$’000	Amount after Reallocation S\$’000	Amount utilised as at 28 December 2017 S\$’000	Amount unutilised as at 28 December 2017 S\$’000
Further exploration at the Lubuk Mandi Mine and the Bukit Panji Property	300	-	-	-
Development of the Lubuk Mandi Mine and the Bukit Panji Property and investment in mining-related infrastructure and equipment	175	3	3	-
Expansion of our gold processing capacity	173	23	23	-
Expansion of our business operations	-	-	-	-

General working capital	-	622	622 ⁽¹⁾	-
Total	648	648	648	-

Note:

(1) For general corporate and administrative expenses

**By Order of the Board
ANCHOR RESOURCES LIMITED**

Lim Chiau Woei
Managing Director

28 December 2017

*This announcement has been prepared by Anchor Resources Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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