

BlackGold Natural Resources Limited (formerly known as NH Ceramics Ltd)
(Company Registration No. 199704544C)

<p>UNAUDITED FINANCIAL STATEMENTS FOR THE FOURTH QUARTER AND TWELVE MONTHS</p> <p>ENDED 30 SEPTEMBER 2015</p>

INTRODUCTION

On 10 March 2015, BlackGold Natural Resources Limited (formerly known as NH Ceramics Ltd) (the “**Company**”, and together with its subsidiaries, the “**Group**”) completed the reverse acquisition (“**RTO**” or the “**Acquisition**”) of BlackGold Asia Resources Pte. Ltd. and BlackGold Energy Limited as well as their respective subsidiaries (the “**BlackGold Group**”) as set out in the circular to shareholders dated 30 December 2014 (“**Circular**”).

Following the completion of the RTO and subsequent disposal of the NH subsidiaries, the principal business of the Group is that of the BlackGold Group, which is in the business of energy and mining of natural resources.

On 11 May 2015, the Company announced the change of its financial year end from 30 September, being the last reported financial year end, to 31 December. This was to align the financial year end of the Company with that of its new subsidiaries following the completion of the RTO. Please refer to the Company’s announcements dated 11 May 2015 and 7 July 2015 for further information.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY, HALF-YEAR AND FULL YEAR RESULTS

UNAUDITED FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 30 SEPTEMBER 2015

The board of directors (the “**Board**”) of the Company is pleased to announce the unaudited consolidated financial results of the Group for the fourth quarter (“**4Q2015**”) and twelve months ended 30 September 2015 (“**12M2015**”). For the purpose of this announcement, “**4Q2014**” refers to fourth quarter ended 30 September 2014 and “**12M2014**” refers to twelve months ended 30 September 2014.

1(a)(i) A statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding year

Consolidated Statement of Comprehensive Income

	GROUP					
	Unaudited 4Q2015	Unaudited 4Q2014	Change +/-	Unaudited 12M2015	Unaudited 12M2014	Change +/-
	US\$	US\$	%	US\$	US\$	%
Interest income from time deposit and current account	3,237	2,656	22	10,688	10,374	3
Other income	-	-	n.m.	2,380	-	n.m.
Currency translation gains/(losses)	6,339	178,952	(96)	(700,093)	108,673	n.m.
Expenses						
- Administrative	(562,698)	(145,576)	287	(1,647,066)	(536,829)	207
- Finance	(112)	-	n.m.	(1,171)	(714)	64
- Others *	-	-	n.m.	(25,658,187)	(1,965)	n.m.
(Loss) / Profit before tax	(553,234)	36,032	n.m.	(27,993,449)	(420,461)	n.m.
Income tax expense	-	-	n.m.	-	-	n.m.
(Loss) / Profit, net of tax	(553,234)	36,032	n.m.	(27,993,449)	(420,461)	n.m.

n.m. denotes not meaningful

Note:

* Other expenses in 12M2015 comprised mainly professional fees, RTO cost and arranger fees. Please refer to paragraph 1(a)(ii) below for a breakdown of these expenses.

	GROUP					
	Unaudited	Unaudited	Change	Unaudited	Unaudited	Change
	4Q2015	4Q2014	+/-	12M2015	12M2014	+/-
	US\$	US\$	%	US\$	US\$	%
Other Comprehensive Income/(Loss):						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Currency translation differences arising from consolidation	(994,943)	(64,811)	n.m.	(789,679)	(340,841)	132
Other comprehensive loss, net of tax	(994,943)	(64,811)	n.m.	(789,679)	(340,841)	132
Total comprehensive loss, net of tax	(1,548,177)	(28,779)	n.m.	(28,783,128)	(761,302)	n.m.
Net (loss) / income attributable to:						
- Equity holders of the Company	(545,350)	35,330	n.m.	(27,978,499)	(414,487)	n.m.
-Non-controlling interests	(7,884)	702	n.m.	(14,950)	(5,974)	150
	<u>(553,234)</u>	<u>36,032</u>	n.m.	<u>(27,993,449)</u>	<u>(420,461)</u>	n.m.
Total comprehensive (loss) / income attributable to:						
- Equity holders of the Company	(1,530,638)	(40,261)	n.m.	(28,753,090)	(757,856)	n.m.
-Non-controlling interests	(17,539)	11,482	n.m.	(30,038)	(3,446)	n.m.
	<u>(1,548,177)</u>	<u>(28,779)</u>	n.m.	<u>(28,783,128)</u>	<u>(761,302)</u>	n.m.

n.m. denotes not meaningful

1(a)(ii) The total comprehensive income/(loss) attributable to equity holders of the Company include the following credits/(charges):-

	GROUP					
	Unaudited	Unaudited	Change	Unaudited	Unaudited	Change
	4Q2015	4Q2014	+/-	12M2015	12M2014	+/-
	US\$	US\$	%	US\$	US\$	%
Employee compensation & Directors' fees	(311,825)	(34,752)	n.m.	(800,662)	(203,284)	294
Rental expenses	(34,130)	(24,697)	38	(135,265)	(125,122)	8
Professional fees, travelling and corporate social responsibility expenses	(116,986)	(28,472)	311	(471,853)	(58,987)	n.m.
Legal and licensing expenses	(18,531)	(2,526)	n.m.	(76,441)	(26,487)	189
Professional fees (for RTO)	-	-	n.m.	(1,712,316)	(3,031)	n.m.
RTO cost	-	-	n.m.	(12,959,153)	-	n.m.
Arranger fees	-	-	n.m.	(10,731,216)	-	n.m.

n.m. denotes not meaningful

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	GROUP		COMPANY	
	Unaudited As at	Unaudited As at	Unaudited As at	Audited As at
	30/9/2015	30/9/2014	30/9/2015	30/9/2014
	US\$	US\$	US\$	US\$
ASSETS				
Current assets				
Cash and cash equivalents	8,362,962	101,472	2,213,903	9,437,636
Other receivables	58,606	-	13,409,324	8,507
Deposits and prepayments	2,755,442	38,453	66,077	8,005
	11,177,010	139,925	15,689,304	9,454,148
Non-current assets				
Property, plant and equipment	49,685	71,885	9,769	-
Deferred exploration expenditure	7,212,478	3,640,436	-	-
Investment in subsidiaries	-	-	123,408,974	3,980,018
Restricted cash equivalents	175,139	210,996	-	-
	7,437,302	3,923,317	123,418,743	3,980,018
Total assets	18,614,312	4,063,242	139,108,047	13,434,166
LIABILITIES				
Current liabilities				
Trade and other payables	119,063	92,552	-	8,278,887
Current tax liability	47,461	13,234	-	-
Accrued operating expenses	784,710	233,234	29,160	112,801
Finance lease liabilities	2,307	2,698	-	-
Loans from shareholders	3,172,546	-	-	-
	4,126,087	341,718	29,160	8,391,688
Non-current liabilities				
Finance lease liabilities	4,815	7,051	-	-
Loans from shareholders	-	3,249,229	-	-
	4,815	3,256,280	-	-
Total liabilities	4,130,902	3,597,998	29,160	8,391,688
NET ASSETS	14,483,410	465,244	139,078,887	5,042,478
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	43,854,402	1,053,109	159,951,597	15,508,587
Capital reserves	1,000,000	1,000,000	-	-
Currency translation reserve	(1,455,868)	(681,276)	(626,297)	-
Accumulated losses	(28,934,687)	(956,189)	(20,246,413)	(10,466,109)
	14,463,847	415,644	139,078,887	5,042,478
Non-controlling interests	19,563	49,600	-	-
Total equity	14,483,410	465,244	139,078,887	5,042,478

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

(a) the amount repayable in one year or less, or on demand;

	As at 30/09/2015		As at 30/09/2014	
	Secured	Unsecured	Secured	Unsecured
	US\$	US\$	US\$	US\$
Shareholders' loans	-	3,172,546	-	-

(b) the amount repayable after one year;

	As at 30/09/2015		As at 30/09/2014	
	Secured	Unsecured	Secured	Unsecured
	US\$	US\$	US\$	US\$
Shareholders' loans	-	-	-	3,249,229

The above relates to shareholders' loans from Twin Gold Ventures S.A. ("TGV") and Novel Creation Holdings Limited ("Novel Creation"), and these loans are non-interest bearing, unsecured and repayable upon demand. These loans have been reclassified from "non-current liabilities" to "current liabilities" as the agreement wherein TGV and Novel Creation have agreed not to demand payment for these amounts shall expire on 9 September 2016. There has been no request for repayment to date.

(c) Details of any collateral

Not Applicable.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Unaudited 4Q2015 US\$	Unaudited 4Q2014 US\$
Cash flows from operating activities		
(Loss) / Profit before tax	(553,234)	36,032
Adjustments for:		
-Depreciation of property, plant and Equipment	4,343	3,918
-Interest income from fixed deposits and current account	(3,237)	(2,656)
-Unrealised currency translation gains	(853,968)	(54,483)
	<u>(1,406,096)</u>	<u>(17,189)</u>
Change in working capital, net of effects from acquisition of subsidiaries		
Other receivables	304,773	34,464
Other payables	202,745	(144,989)
Restricted cash	17,353	3,108
Net cash used in operating activities	<u>(881,225)</u>	<u>(124,606)</u>
Cash flows from investing activities		
Payment for exploration expenditure	(635,565)	(28,146)
Purchase of plant and equipment	(11,829)	(129)
Interest received	3,237	2,656
Net cash used in investing activities	<u>(644,157)</u>	<u>(25,619)</u>
Cash flows from financing activities		
Proceeds from shareholders' loan	-	10,520
Reduction of share issue expenses ⁽¹⁾	37,268	-
Repayment of finance lease	(1,005)	(952)
Net cash provided by financing activities	<u>36,263</u>	<u>9,568</u>
Net decrease in cash and cash equivalents	<u>(1,489,119)</u>	<u>(140,657)</u>
Cash and cash equivalents at the beginning of the period	9,880,657	247,285
Effects of currency translation on cash and cash equivalents	(28,576)	(5,156)
Cash and cash equivalents at the end of the period	<u>8,362,962</u>	<u>101,472</u>

Note:

⁽¹⁾ This relates to Goods and Services Tax ("GST") of US\$ 37,268 on share issue expenses amounting to US\$ 594,739 incurred in respect of the placement of new shares in March 2015 in connection with the RTO. The local tax authority has allowed the claim for the aforesaid GST expense in 4Q2015.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Comparison of the Group and Company's changes in equity for 4Q2015 to 4Q2014 may not be meaningful in view of the changes in share capital pursuant to the RTO.

GROUP - Current period

	Share Capital US\$	Accumulated losses US\$	Capital reserves US\$	Currency Translation reserve US\$	Non-controlling interests US\$	Total equity US\$
Balance at 30 June 2015	43,817,134	(28,389,337)	1,000,000	(470,580)	37,102	15,994,319
Total comprehensive loss for the period	-	(545,350)	-	(985,288)	(17,539)	(1,548,177)
Reduction of share issue expenses	37,268	-	-	-	-	37,268
Balance at 30 September 2015	43,854,402	(28,934,687)	1,000,000	(1,455,868)	19,563	14,483,410

GROUP - Prior period

	Share Capital US\$	Accumulated losses US\$	Capital reserves US\$	Currency Translation reserve US\$	Non-controlling interests US\$	Total equity US\$
Balance at 30 June 2014	1,053,109	(991,519)	1,000,000	(605,685)	38,118	494,023
Total comprehensive loss for the period	-	35,330	-	(75,591)	11,482	(28,779)
Balance at 30 September 2014	1,053,109	(956,189)	1,000,000	(681,276)	49,600	465,244

COMPANY - Current period

	Share Capital US\$	Accumulated losses US\$	Currency Translation reserve US\$	Total equity US\$
Balance at 30 June 2015	159,914,329	(19,846,875)	299,849	140,367,303
Total comprehensive loss for the period	-	(399,538)	(926,146)	(1,325,684)
Reduction of share issue expenses	37,268	-	-	37,268
Balance at 30 September 2015	159,951,597	(20,246,413)	(626,297)	139,078,887

COMPANY - Prior period

	Share Capital US\$	Accumulated losses US\$	Currency Translation reserve US\$	Total equity US\$
Balance at 30 June 2014	15,508,587	(10,037,414)	-	5,471,173
Total comprehensive loss for the period	-	(428,695)	-	(428,695)
Balance at 30 September 2014	15,508,587	(10,466,109)	-	(5,042,478)

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

The movement in the Company's issued and fully paid-up capital from 1 July 2015 to 30 September 2015 were as follows:

	No. of shares	Share capital US\$
As at 1 July 2015	788,708,783	159,914,329
Reduction of share issue expenses*	-	37,268
As at 30 September 2015	788,708,783	159,951,597

*This relates to Goods and Services Tax ("GST") of US\$ 37,268 on share issue expenses amounting to US\$ 594,739 incurred in respect of the placement of new shares in the Company in March 2015, in connection with the RTO. The local tax authority has allowed the claim for the aforesaid GST expense in 4Q2015.

There were no changes in the issued and paid-up share capital of the Company from 30 June 2015 to 30 September 2015.

There were no outstanding convertibles or share options granted as at 30 September 2015 and 30 September 2014. There were no treasury shares held or issued as at 30 September 2015 and 30 September 2014.

1(d)(iii) Total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	As at 30 September 2015	As at 30 September 2014
Number of issued shares excluding treasury shares	788,708,783	335,577,825*

*Total shares issued of the Company as at 30 September 2014 before the completion of the RTO.

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable. The Company does not have any treasury shares.

2. Please state whether the figures have been audited or reviewed, and if so which auditing standard or practice has been followed.

The figures have not been audited or reviewed by the Company's auditors.

3. If the figures have been audited or reviewed, please provide a statement on whether there are any qualifications or emphasis of matter.

Not applicable.

4. Please state whether the same accounting policies and method of computation as in the issuer's most recently audited financial statements have been followed.

On 1 October 2014, the Group and the Company adopted the new or revised Singapore Financial Reporting Standards ("**FRS**"), which are effective for the financial period beginning 1 January 2014.

The following are the FRS that are relevant to the Group and the Company:

- FRS 110 and FRS 27: Consolidated Financial Statements and Separate Financial Statements (Revised) (Effective for annual periods beginning on or after 1 January 2014)
- FRS 112: Disclosure of Interests in Other Entities (Effective for annual periods beginning on or after 1 January 2014)
- FRS 32: Offsetting Financial Assets and Financial Liabilities (Effective for annual periods beginning on or after 1 January 2014)

The adoption of these new or revised FRS is assessed to have no material impact to the financial results of the Group and of the Company for the current financial period reported on.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

See paragraph 4 above.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	12M2015 US\$	12M2014 US\$
Basic loss per share (cents)	(5.73)	-
Weighted average number of shares for the purpose of computing basic loss per share	488,044,941	N.A.
Fully diluted loss per share (cents)	(5.73)	-
Weighted average number of shares for the purpose of computing fully diluted loss per share	488,044,941	N.A.

The comparison of the basic and fully diluted loss per share for 12M2015 and 12M2014 is not meaningful as the RTO was effected on 10 March 2015.

The basic loss per ordinary share and the fully diluted loss per ordinary share for 12M2015 were the same as there were no potentially dilutive ordinary shares existing during the period.

7. Net asset value (for the issuer and group) per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) Current financial period reported on; and
(b) Immediately preceding financial year.**

	30 Sep 2015	30 Sep 2014
	US\$	US\$
Net asset value of the Group per ordinary share (cents)	1.8	-
No. of ordinary shares in issue	788,708,783	N.A.
Net asset value of the Company per ordinary share (cents)	17.6	-
No. of ordinary shares in issue	788,708,783	N.A.

The comparison of the net asset value per ordinary share as at 30 September 2015 and 30 September 2014 is not meaningful as the RTO was effected on 10 March 2015.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Introduction

The RTO, which was completed on 10 March 2015, is being accounted for as a reverse acquisition under the FRS where the BlackGold Group (the legal subsidiary) is deemed as the acquirer for accounting purposes.

Accordingly, the Group's consolidated financial statements for the financial period ended 30 September 2015 were prepared as a continuation of the BlackGold Group's financial statements and that the BlackGold Group has acquired the Company with effect from 10 March 2015.

In view of the above, the comparison of revenue and expenses of the Group between (i) 4Q2015 and 4Q2014; and (ii) 12M2015 and 12M2014, may not be meaningful.

Review of Profit & Loss

The Group is currently in the preliminary exploration phase of its mining activities, and has yet to commence production. As such, there was no revenue generated as of 30 September 2015.

Interest income from time deposit and current account

Such income amounted to US\$3K in 4Q2015 and US\$11K in 12M2015, as compared to US\$3K in 4Q2014 and US\$10K in 12M2014. There was a slight increase, mainly due to higher time deposit balances as at 30 September 2015 as compared to 30 September 2014.

Currency translation loss

The Group recorded currency translation gain of US\$6K in 4Q2015, as compared to currency translation gain of US\$179K in 4Q2014, and currency translation losses of US\$700K in 12M2015, as compared to currency translation gain of US\$109K in 12M2014.

Translation gains of US\$6K in 4Q2015 were due to currency revaluation of assets denominated in United States Dollar.

The currency translation losses in 12M2015 were mainly due to translation differences on intercompany loans to an Indonesian subsidiary. In view of the strengthening of the United States Dollar (being the reporting currency) against the Indonesian Rupiah (being the currency of the intercompany loans), the Group recorded currency translation losses in these periods.

Administrative Expenses

Administrative expenses mainly relate to employee remuneration, directors' fees, rental, travelling expenses and expenses relating to corporate social responsibility.

Administrative expenses increased by US\$417K or 287%, from US\$146K in 4Q2014 to US\$563K in 4Q2015. The increase was mainly attributable to:-

- an increase in employee compensation and directors' fees of US\$277K mainly due to the increase in (i) headcount to prepare for expansion and commencement of the Group's mining operations; and (ii) directors' fees after appointment of the new Board to the Company subsequent to its RTO;
- an increase in rental expenses of US\$9K due to an increase in office rental rates.
- an increase in legal and licensing expenses of US\$16K in respect of legal consultation fees for land acquisition activities; and
- an increase in other administrative expenses of US\$89K relating to (i) the cost of engaging professional parties mainly for the purpose of fulfilling the Group's regulatory obligations following its listing on the Singapore Exchange, (ii) increased frequency of travel by personnel to the Group's mining concessions; and (iii) efforts at social responsibility towards the local communities at its mining concessions.

Administrative expenses increased by US\$1M or 207%, from US\$537K in 12M2014 to approximately US\$2M in 12M2015. The increase was mainly attributable to:-

- an increase in employee compensation and directors' fees of US\$597K (due to the same reasons set out above);
- an increase in rental expenses of US\$10K due to an increase in office rental rates.
- an increase in legal and licensing expenses of US\$50K (due to the same reasons set out above); and

- an increase of US\$413K in other administrative expenses (due to the same reasons as set out above).

Other expenses

Other expenses were nil in 4Q2015 and US\$26M in 12M2015. Comparatively, other expenses were negligible in both 4Q2014 and 12M2014.

Other expenses in 12M2015 comprised mainly (a) non-recurring professional fees in relation to the RTO of US\$2M; (b) RTO cost of US\$13M; and (c) arranger fees of US\$11M. RTO cost arose from the application of FRS 102 Share-based Payments as disclosed in the Company's 15 May 2015 financial results announcement for the second quarter ended 31 March 2015. Arranger fees relate to one-off issuance of shares to UOB Kay Hian Private Limited as the arranger in the RTO transaction.

Loss after tax

As a result of the above factors (which have largely been disclosed in the Circular in respect of the RTO), the Group recorded net losses of US\$553K in 4Q2015 and US\$28M in 12M2015.

Review of Statement of Financial Position

Non-current assets

Non-current assets of the Group comprised property, plant and equipment, deferred exploration expenditure and restricted cash equivalents.

Non-current assets increased by US\$3M, from US\$4M as at 30 September 2014 to US\$7M as at 30 September 2015. The increase was mainly due to an increase in deferred exploration expenditure of US\$3M, relating to the purchase of capital equipment and other working capital expenditure in preparation for the Group's mining operations.

Current assets

Current assets comprised cash and cash equivalents, other receivables, as well as deposits and prepayments.

Current assets increased by US\$11M, from US\$140K as at 30 September 2014 to US\$11M as at 30 September 2015. The increase was mainly due to an increase in cash and cash equivalents, attributable to balance of the proceeds not utilised from the issue of new shares in the capital of the Company in March 2015, in connection with the RTO.

Deposits and prepayments increased by US\$3M due to prepayments to contractors for exploration work; and for the obtainment of permits, licences and exploration activities at the Group's mining concessions.

Current liabilities

Current liabilities comprised trade and other payables, current tax liability, loans from shareholders, accrued operating expenses and finance lease liabilities (current portion).

Current liabilities increased by US\$4M, from US\$342K as at 30 September 2014 to US\$4M as at 30 September 2015. The increase was mainly due to an increase in accrued operating expenses of US\$551K, an increase in current tax liability of US\$34K and a reclassification of US\$3M of loans from shareholders. Loans from shareholders have been reclassified from "non-current liabilities"

to “current liabilities” as the agreement wherein TGV and Novel Creation have agreed not to demand payment for these amounts shall expire on 9 September 2016.

Accrued operating expenses relate mainly to fees incurred for the Group’s mining concessions.

Non-current liabilities

Non-current liabilities comprised finance lease liabilities (non-current portion) and loans from shareholders. Non-current liabilities decreased from US\$3M as at 30 September 2014 to US\$4K as at 30 September 2015. The decrease was mainly due to the reclassification of loans from shareholders of US\$3M from “non-current liabilities” to “current liabilities” as explained above in the “Current Liabilities” section.

Working capital

The Group recorded working capital of US\$7M as at 30 September 2015.

Review of Statement of Cash Flows

4Q2015

The Group recorded net cash used in operating activities of US\$881K for 4Q2015 which was a result of operating losses before changes in working capital of approximately US\$554K, adjusted for net working capital inflows of approximately US\$525K.

Net cash used in investing activities of US\$644K in 4Q2015 was mainly due to cash used for the purchase of fixed assets of US\$12K and expenditure in preparation for the Group’s mining operations of US\$636K, partially offset by interest income of US\$3K from current account and time deposit.

Net cash provided by financing activities of US\$36K was mainly due to a GST refund in 4Q2015 of US\$37K on share issue expenses.

As a result of the above, the Group recorded a net decrease in cash and cash equivalents of US\$1M in 4Q2015.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable as the Company has not disclosed any forecast or prospect statement to its shareholders previously.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

In October 2015, the Ministry of Energy and Mineral Resources of Republic of Indonesia published its plan for national coal production from 2015 to 2019. It is estimated that coal demand for Indonesia’s domestic sector will grow from 102 million tonnes to 240 million tonnes per annum from 2015 to 2019.

The state electricity company, Perusahaan Listrik Negara (PLN), is expected to add coal-fired power plants with a cumulative power capacity of 3,388MW near the Group's concessions in 2015 to 2024, which is envisaged to present further opportunities for the Group to secure coal off-take or supply agreements from these power plants in the future.

Barring any unforeseen circumstances, the Group's concessions, which are in the vicinity of the PLTU Tenayan and PLTU Peranap power plants, are well-positioned to benefit from the growth in Indonesia's power industry.

11. If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

None.

(b)(i) Amount per share

Not applicable.

(b)(ii) Previous corresponding period

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared (recommended), a statement to that effect.

No dividend has not been declared or recommended for 4Q2015.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group does not have a general mandate from shareholders for interested person transactions ("IPTs") pursuant to Rule 920(1)(a)(ii) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited ("Catalist Rules").

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transaction conducted under the shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under the shareholders' mandate pursuant to Rule 920 (excluding transaction less than S\$100,000)	
	S\$		S\$	
	4Q2015	12M2015	4Q2015	12M2015
N.A.	-	-	-	-

There were no interested person transactions that were individually more than S\$100,000 during the 4Q2015 or 12M2015.

14. Use of IPO Proceeds

Pursuant to Rule 1204(5)(f) of the Catalist Rules, the Board wishes to provide an update on the use of the proceeds arising from the allotment and issue of 86,000,000 new ordinary shares at an issue price of S\$0.295 per share in the capital of the Company through the placement exercise, which was completed on 10 March 2015. The net proceeds of approximately S\$25 million (after deducting expenses of approximately S\$1 million) ("**Net Proceeds**") have been utilised as follows:-

Intended use of Net Proceeds	Allocation of Net Proceeds as disclosed in the Offer Information Statement (S\$)	Net Proceeds utilised as at date of this announcement (S\$)	Balance of the Net Proceeds as at the date of this announcement (S\$)
Capital expenditure for the development of PT SB Mine Concession	11,140,000	7,708,000	3,432,000
Exploration works within the Concession Blocks	3,000,000	1,755,000	1,245,000
General working capital purposes	10,470,000	3,594,000	6,876,000
Total	24,610,000	13,057,000	11,553,000

ADDITIONAL DISCLOSURE REQUIRED FOR MINERAL, OIL AND GAS COMPANIES

15 (a). Rule 705(6)(a) of the Catalyst Rules

i. Use of funds/cash for the quarter:-

In 4Q2015, funds were mainly used for the following activities:-

Purpose	Forecasted usage of funds (US\$)	Actual usage of funds (US\$)
Pre-production activities	557,000	500,000
Royalty and government fees	207,000	-
General working capital	331,000	174,000
Total	1,095,000	674,000

Actual cash used for pre-production activities in 4Q2015 was lower than forecasted figures by US\$57K as the payment of expenses incurred for drilling activities were delayed to a later date.

No cash was utilised for royalty and government fees in 4Q2015. Government fees for submission of reports to the local authorities in 4Q2015 were not incurred as the submission of those reports were expected to take place on a later date.

Actual cash used in 4Q2015 for general working capital was lower than forecasted by US\$157K as payments for (i) annual fees payable to the authorities on the Group's mining concessions of US\$ 134K and (ii) taxes on land and buildings of US\$23K were expected to take place on a later date.

ii. Projection on the use of funds/cash for the next immediate quarter, including principal assumptions:-

For the next immediate quarter (financial period from 1 October 2015 to 31 December 2015 ("5Q2015"), the Group's use of funds for production activities are expected to be as follows:-

Purpose	Amount (US\$)
Pre-production activities	702,000
Royalties and government fees	-
General working capital	209,000
Total	911,000

Principal Assumptions

Projected use of funds for certain items, including but not limited to, expenses incurred for the Group's mine development activities, will vary according to the Group's rate of coal mining and production. Accordingly, if the Group's rate of coal mining and production changes, the Group's use of funds for mine development activities will change as well. As set out in the Circular, mining operations will initially commence within the PT SB Concession, whereby pit design and mine development plans are being finalised for the SB Mine Pit 1, covering an area of 510 hectares. Barring any unforeseen circumstances and in line with the Group's mining plan as set out in the Circular, the Group expects to achieve a coal mining and production rate of 675,000 tonnes per annum in FY2016.

15 (b). Rule 705(6)(b) of the Catalist Rules

The Board confirms that to the best of its knowledge, nothing has come to its attention which may render the above information provided to be false or misleading in any material aspect.

15 (c). Rule 705(7)(a) of the Catalist Rules

Details of exploration (including geophysical surveys), development and/or production activities undertaken by the Company and a summary of the expenditure incurred on those activities, including explanations for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated.

As of 29 October 2015, the Group drilled a total depth of 22,870 metres at the PT Samantaka Batubara ("SB") concession. A total of 357 drill holes were geophysically logged.

A detail ground topography survey was conducted on an area of approximately 1,000 hectares.

Total cash used for the above exploration activities amounted to US\$107,102 in 4Q2015.

15 (d). Rule 705(7)(b) of the Catalist Rules

Update on its reserves and resources, where applicable, in accordance with the requirements as set out in Practice Note 4C, including a summary of reserves and resources as set out in Appendix 7D.

The Independent Qualified Person's Report ("IQPR") on the coal resources and ore reserve estimates as at 29 December 2014 is contained in the Circular. Soft copy of the Circular is available for download on the SGXNET.

As at 30 September 2015, the Group has no material updates on the coal resources and ore reserve estimates as set out in the IQPR.

16. Negative confirmation pursuant to Rule 705(5) of the Catalist Rules

To the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited financial results of the Group and the Company for the 4Q2015 and the 12M2015 to be false or misleading in any material aspect.

17. Confirmation by the Company to Rule 720(1) of the Catalist Rules

The Company confirms that it has procured all the required undertakings from all directors and executive officers of the Company under Rule 720(1) of the Catalist Rules.

BY ORDER OF THE BOARD

Phil Cecil Rickard
CEO/Executive Director

James Rijanto
CIO/Executive Director

12 November 2015

*This announcement has been prepared by BlackGold Natural Resources Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Canaccord Genuity Singapore Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST 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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