

July 10, 2015

NEWS RELEASE

COMPANY UPDATE - PANI PROJECT

PT Prima Mineralindo Nusantara Alleged Termination Notice

As previously announced on 21 May 2015, the One Asia Group received correspondence from PT Prima Mineralindo Nusantara (PT Prima) alleging that a right of first refusal over One Asia's interest in the Pani Project had been triggered by the Provident MOU as announced by One Asia on 11 May 2015, and that One Asia is in default with respect to the Pani arrangements. The One Asia Group denied this default and has refuted the default notice. Shareholders will be aware that PT Prima is a company associated with the wife of Mr Stephen Walters (former managing director and chief executive officer of the company).

On 7 July 2015 the One Asia Group received correspondence from PT Prima purporting to terminate one of the agreements that establish the Pani Joint Venture. There is no legal basis for PT Prima's notice, and the One Asia Group continues to deny default, observing that the default notice and subsequent termination notice are of no force and effect. The One Asia Group is reviewing the actions of PT Prima and Mr Stephen Walters, and will vigorously defend its rights in the Pani Project.

The One Asia Group holds its 90% interest in the Pani project through legally binding and exclusive arrangements with the KUD Dharma Tani Marisa (KUD), the holder of the Pani IUP. The One Asia Group continues to hold its 90% interest in PT Pani Resources Indonesia, the company that has entered exclusive arrangements with the KUD. One Asia staff and personnel remain at the Pani site undertaking care and maintenance activities.

One Asia has received tangible support from Provident and One Asia looks forward to working together to take the Pani project forward to production in co-operation with the KUD. We remain committed to the development of the Pani IUP with the KUD and the local community.

Any questions in relation to this shareholder letter should be addressed to Adrian Rollke at +62 21 2904 0727 or via email at arollke@oneasiareources.com or to Craig Smyth at +61 3 9620 0718 or via email at csmyth@lsg.com.au.

ABN 59 150 653 982

Melbourne Office:
Level 4, 15 Queen Street
MELBOURNE VIC 3000
Telephone +61 3 9620 0718

Jakarta Office:
Menara FIF, 2nd Floor, Suite 201
JL. TB Simatupang Kav 15, Jakarta, 12440
+62 21 2904 0727