

QUARTERLY REPORT

FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2016



ONE ASIA RESOURCES

- Awak Mas project targeted for ASX listing early 2017 led by Mike Spreadborough and a new technical team.
- Pani Project KUD Unification: management teams and the members of the KUD reconcile and agree to unite.
- Small equity raising planned to undertake Awak Mas pre-listing work, with outstanding bridging loan anticipated to convert as part of this raising.

KEY POINTS

Corporate

- A 2015/2016 Awak Mas project review has delivered positive results and it is planned to separate Awak Mas from One Asia and seek an ASX listing.
- Mike Spreadborough has been appointed Managing Director to lead the listing and development of the Awak Mas project.
- Pre-listing equity fund raising to be announced shortly. Please contact the company if you are interested in taking part in the raising.

Awak Mas Gold Project, 100% Owned

- Geological review by multiple independent geologists confirms gold mineralisation as high level low-sulphidation epithermal and opens potential for depth extensions and visual recognition of mineralisation.
- Access to the local power grid – electricity provider PT PLN confirms availability of grid power in the Luwu Regency of South Sulawesi Province in 2017/18.
- Options for standard CIL processing and ancillary heap leach processing to be reviewed.

Pani Gold Project

- KUD Reconciliation – a major milestone has been achieved as the KUD Dharma Tani Marisa (KUD) management teams and members reconcile agreeing to hold a united AGM to further support project development.
- Geological review and analysis of work to complete Feasibility Study continues.



CORPORATE

With gold equity markets relatively buoyant, the Board of One Asia has been evaluating strategic options for Awak Mas. Based on a number of positive results for the Awak Mas project, the board has considered a listing of the Awak Mas project is the most appropriate way to fund and manage a Definitive Feasibility Study (DFS) and ultimately develop the project. This pathway will also provide liquidity to shareholders.

An ASX listing of the Awak Mas project will either be by way of reverse takeover (RTO ie vending the project in exchange for shares in a listed entity) or separate IPO.

In order to advance the development of the Awak Mas project, an equity issue is anticipated to be undertaken to provide pre-listing funding. Full details of the issue will be provided shortly. As announced previously, in June 2016 One Asia arranged a USD 1 million bridging loan from several lenders. These lenders have indicated their intention to convert the facility in the upcoming equity raising.

One Asia is delighted to announce the appointment of Mike Spreadborough as Managing Director to lead the development of the Awak Mas project. Mike is a mining engineer with extensive project development experience most recently as Chief Operating Officer of Sandfire Resources NL where he led the development of the Degussa copper mine in Western Australia. With more than 25 years experience at a senior operational and corporate executive level, Mike is extremely well positioned to advance and ultimately develop the Awak Mas project.

Prior to Sandfire Resources, Mike was Chief Operating Officer at Inova Resources Ltd (formerly Ivanhoe Australia), General Manager – Coastal Operations for Rio Tinto and General Manager – Mining for WMC and later Vice President – Mining for BHP Billiton at the world-class Olympic Dam Mine in South Australia. He holds a Bachelor of Mining Engineering from the University of Queensland and an MBA from Deakin University, as well as a WA First Class Mine Manager's Certificate of Competency and is a member of the Australian Institute of Company Directors.

The Awak Mas technical team has been bolstered by the appointment of Colin McMillan. Colin has an impressive career as a senior geologist with Newcrest Mining for almost 30 years, culminating in six years as General Manager of Geology at Newcrest's Gosowong Gold Mine in Indonesia. Additionally, Colin lead the team responsible for the discovery of the world class Telfer Deeps and Ridgeway deposits owned by Newcrest and has extensive experience with epithermal deposits in Indonesia.

A technical and commercial team is in the process of being assembled to plan and complete the DFS once the company is listed.

AWAK MAS GOLD PROJECT

As reported last quarter the national power grid is being expanded into the region around Awak Mas and PLN, the national power provider, has confirmed grid power will be available in 2017/18. The ability to connect local power to site will significantly increase confidence in future feasibility work by reducing development risk for power supply. A survey and economic assessment for the delivery of power to the project site is planned, after which One Asia will be able to assess the benefits.

One Asia's Awak Mas recent geological review confirms that it is a high level, low sulphidation epithermal deposit, with site visits from a number of leading geologists confirming this interpretation. There is a sub-vertical control to mineralising fluids. Gold mineralisation occurs in these 'feeder structures' and where the mineralising fluids have migrated laterally into conformable shallow dipping permissive strata. There is a late stage hydrothermal overprint that has enhance gold grades down some of the major structures. Mineralisation appears to be visually recognisable which could provide grade control benefits through selective mining techniques.

The epithermal model has Awak Mas as a high-level expression of an intrusive source which opens potential for higher grade gold at depth. This warrants further investigation.

During the quarter, the Company undertook a review of the previous metallurgical work process flowsheet. The conclusions of this review were positive, noting that the work to date was of a high standard. The report also recommended re-examining processing alternatives due to the improved gold price and revised geological interpretation. Such options include whole of ore cyanide leaching (CIL) that may improve recoveries and simplify the processing circuit, and the possibility that the ore may be amenable to heap leach processing.

The next stage of work on the project is anticipated to commence shortly focused on assurance of the technical work to date and to understand options to optimise processing technique leading into a DFS.

PANI GOLD PROJECT

KUD MANAGEMENT CASE

On 17 November 2016, a public meeting took place with the two KUD management teams reconciling and agreeing to hold a united AGM prior to the end of the year. The reconciliation meeting was witnessed by the Governor of Gorontalo, the Head of the Provincial Police and the Head of Agency for Forestry and Mining for the Province as reported in the Gorontalo Post on 18 November.

Provident and One Asia consider this a major milestone as the opposing factions within the KUD have come together in support of the further development of the Pani project. We continue to receive strong support from the members of the KUD and local community and we are hopeful that a successful KUD unification will end the internal legal battles within the KUD and ultimately the Pani IUP dispute. One Asia and Provident remain committed to the development of the Pani IUP in cooperation with the KUD and local community.

GEOLOGICAL REVIEW

As reported last quarter a geological review of Pani was initiated. This work is continuing and is focused on reviewing the geological model, database validation and sampling techniques.

Further investigations are ongoing to validate current observations and findings.

The work plan for the development of a Bankable Feasibility Study for the project continues to be formulated and will be initiated once the KUD Management dispute is closed.

CORPORATE INFORMATION

INVESTOR RELATIONS

The Company welcomes shareholder feedback, and any questions or comments 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.

The information supplied on the Awak Mas geological review as compiled by Mr Andrew Davys, BSc. (Hons), an independent consulting geologist. Mr Davys is a Member of The Australasian Institute of Mining and Metallurgy and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Davys consents to the inclusion in this release of the matters based on his information in the form and context in which it appears.

All Statements in this report, other than statements of historical fact, that address future timings, activities, events and developments that the Company expects, are forward looking statements. Although One Asia Resources Limited, its subsidiaries, officers and consultants believe the expectations expressed in such forward looking statements are based on reasonable expectations, investors are cautioned that such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward looking statements. Factors that could cause actual results to differ materially from forward looking statements include, amongst other things commodity prices, continued availability of capital and financing, timing and receipt of regulatory approvals, and general economic, market or business conditions.

Board Members

Fiona Robertson	Chairman
Adrian Rollke	Acting Managing Director and Chief Executive Officer
Robin Widdup	Non-Executive Director
Rob Thomson	Non-Executive Director
Gavin Bradley	Non-Executive Director
Craig Smyth	Company Secretary

Issued Share Capital

At 30 September 2016: 147,188,624 ordinary shares on issue.

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