

QUARTERLY REPORT

FOR THE THREE MONTHS ENDED 31 DECEMBER 2016



ONE ASIA RESOURCES

- Awak Mas – listing preparations underway.
- Pani – Special General Meeting December 2016 unites Pani KUD.
- Corporate – \$5m raised at A\$0.18 per share.

KEY POINTS

Awak Mas Gold Project, 100% Owned

- One Asia is preparing a prospectus for the ASX listing of the Awak Mas Project held by Awak Mas Holdings Pty Ltd in mid 2017. One Asia shareholders would receive shares in the listed entity as part of any listing process.
- Technical review near complete of historic geological, metallurgical and feasibility work.
— New resource estimate expected April based on the new geological model.
- Likely access to the local power grid confirmed with electricity provider PT PLN completing a transmission survey to site.
- Martin Pyle and Rob Hogarth appointed directors and Boyke Abidin agrees to being appointed a director.
- Strong regional support for project continues, with key environmental permit (AMDAL) received in March 2017.

Pani Gold Project

- KUD reunification – KUD Dharma Tani Marisa (KUD) management teams and members united under a Special General Meeting held in December 2016.

Corporate

- Oversubscribed equity placement raising A\$5.0 million @ A\$0.18 per share closed in January, including A\$3.4 million in new funding and bridge loan balance of A\$1.6m being reinvested into equity.

AWAK MAS GOLD PROJECT

LISTING PREPARATIONS

One Asia is working on a prospectus in preparation for an ASX listing of the Awak Mas project as a standalone vehicle. As part of any listing process, it is envisaged that One Asia's ownership in the Awak Mas vehicle would be distributed to shareholders by way of an in specie distribution.

TECHNICAL ASSURANCE

One Asia is pleased to report that the detailed work of validating the Awak Mas geological model is near complete which will form the basis for a new resource estimate in April 2017 with the help of Cube Consulting Pty Ltd of Perth. This understanding is core to taking the project forward, including for future mine planning, targeting drilling to better define the ore bodies, and ultimately unlocking the potential of the underexplored district.

Awak Mas geology is described as a high level, low sulphidation system, overprinted by a strong sub-vertical fracture control which has channelled the mineralising fluids. The mineralising fluids are interpreted to have exploited these sub-vertical pathways, migrating laterally into shallowly dipping favourable strata. A late stage overprint has also deposited gold in some of the major sub-vertical structures. The multiphase gold mineralisation is visually recognised by milled and crackle breccias, vuggy quartz infill, and stockwork quartz veining with distinct sub-vertical feeder structures.

The model for mineralisation at Awak Mas is believed to be the high-level expression of an intrusive source located at depth. This opens the exploration potential for drilling below the known mineralisation.

In addition, the Company has initiated a re-examination and optimisation of processing alternatives due to the improved gold price and the revised geological interpretation. One Asia has engaged Minnovo Pty Ltd of Perth to perform this review.

POWER

In January PLN, the Indonesian national power provider, completed a transmission survey to deliver power to site confirming grid power will be available in 2017/18 to support project power needs. The Company is currently awaiting the economic assessment which should detail more formal pricing arrangements.

The ability to connect local power to site would significantly increase confidence in future feasibility work by reducing development risk for power supply and leading to a likely reduction in operating costs.

PERMITTING AND APPROVALS

Tenure of the Awak Mas project is held under a 7th Generation Contract of Work (COW) by PT Masmino Dwi Area (PT MDA). The Company holds a 100% ownership of PT MDA. The COW covers an area of 14,390 hectares and allows for a construction period of three years and an operating period of 30 years.

The COW is in good standing and has received strong local support for the development of the project. In March 2017 One Asia received confirmation that the key outstanding environmental permit (AMDAL) had been formally approved, paving the way for the CoW to move from its feasibility phase into its construction phase.

The Awak Mas COW is situated in land classified as Area Penggunaan Lain (land for other uses), a non-protected forest area that readily allows for activities beyond agriculture such as mining.

One Asia continues to have dialogue with the Government of the Republic of Indonesia in relation to possible amendments to the Awak Mas COW, with the Government seeking to align key terms with the provisions of the 2009 Mining Law. To date, One Asia and most Contract of Work holders have not completed their negotiations with the Government, with key topics for Awak Mas being royalty rates, and levels of local ownership and input.



AWAK MAS GOLD PROJECT *continued*

BOARD APPOINTMENTS

One Asia is delighted to announce that Boyke Abidin has agreed to become a director and the appointments of Martin Pyle and Rob Hogarth as independent Non-Executive Directors on the Awak Mas board.

Boyke Abidin is an Indonesian national, resident in Jakarta who holds a Business degree from International University in London and has a large network in Indonesian mining including direct involvement with Awak Mas for almost 18 years, including in his role as President Director of One Asia's local subsidiary, PT MDA. Boyke is currently Director of PT Dwinad Nusa Sejahtera (subsidiary of Sumatra Copper & Gold Plc) and President Director of PT Sorikmas Mining (subsidiary of Sihayo Gold Limited).

Martin Pyle is a geologist and a mining industry specialist with over 30 years' experience in the finance and resources industry in Australia. Having worked across a diverse range of commodities and been involved in various ASX listed companies, he has particular expertise in geology, exploration, resource and reserve estimation and feasibility study analysis. He currently serves as MD Aurora Minerals and is non-executive Director of Gold Road Resources and Peninsula Mines.

Martin was previously in senior corporate finance roles with prominent Australian stock broking firms where he was responsible for the generation and execution of resources related equity raisings, mergers and acquisitions, corporate advisory and research, as well as resource analysis.

Rob Hogarth is a Fellow of the Institute of Chartered Accountants In Australia, who built his mining industry expertise during a 37-year career with KPMG where he was leader of KPMG's Energy and Natural Resources and Major Projects Advisory Practices and lead partner for many of the firm's listed mining clients working with large and small companies in the Asia Pacific region. He has been involved with Indonesia since 1983. Since retiring from KPMG in 2009 he has become a director of a range of companies, including AMC Consultants, and sits on a number of audit committees.

Mike Spreadborough, Managing Director of Awak Mas commented "with the recent appointment of Colin McMillan as GM Geology, and building the Awak Mas board, the company is well positioned to advance the Awak Mas project. We are extremely pleased with the appointments of our new board members, their knowledge base and industry experience makes for a qualified, robust and well diversified board."

PANI GOLD PROJECT

KUD MANAGEMENT DISPUTE

On 22 December 2016, a Special General Meeting of the KUD Dharma Tani Marisa (KUD) was held, uniting the two KUD management teams with new management appointed comprising members from each side of the previous competing management teams. This meeting follows the advice of the legal department of the Ministry of Cooperatives (Ministry) and was endorsed by the Ministry, the local Department of Cooperatives and the members of the KUD. The meeting was witnessed by representatives from the Head of the Regency including the Head of the local Police, Army and the local Cooperative Department.

With the internal management dispute settled, Provident and One Asia consider this is a positive milestone towards being able to resolve the Pani IUP dispute and progress the Pani project. One Asia and Provident remain committed to the development of the Pani IUP in cooperation with the KUD and local community.

CORPORATE

EQUITY PLACEMENT

One Asia undertook an equity placement which was oversubscribed raising new funds of A\$3.4 million at A\$0.18 per share. In addition, the outstanding bridge loan of A\$1.6 million was reinvested into equity at A\$0.18 per share. A total of 27.6 million shares were issued in connection with the equity placement. The company is now funded to complete the Awak Mas technical assurance work needed to progress with a possible listing.

Following the placement, One Asia has 175.8 million shares on issue. At a valuation of 18cps One Asia's market cap is \$31.6million.

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 Colin McMillan, BSc., GM of Geology for Awak Mas Holdings Pty Ltd. Mr McMillan 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 McMillan 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

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