

ASX Announcement

2 October 2014



Provident and Saratoga Convert Loan to Shares

Sumatra Copper & Gold Limited (the "Company") (ASX:SUM) is pleased to announce that it has received conversion notices under the terms of the Convertible Loan Facility Agreement dated 4 December 2013 (the "Facility") from each of Provident Minerals Pte Ltd ("Provident") and PT Saratoga Investama Sedaya Tbk ("Saratoga") requesting a conversion of the full capitalised value of the Facility, including interest and the Facility fee, into CHESSE Depository Interests (CDIs) in the Company.

Provident and Saratoga will be issued a total of 163,833,929 new CDIs. The Company will apply for the listing of the new Certificates of CDI on the ASX, a process which is expected to take 2 days.

The conversion price used, under the terms of the Facility, is A\$0.046 per CDI; this calculation is 90% of the volume weighted average price of the Company's CDIs over the 10 trading days on ASX leading up to and including 29 September 2014.

Since the drawdown of the original amount of US\$4 million under the Facility, as announced on 6 March 2014, the Facility has been extended on four occasions as announced on 26 May 2014, 3 July 2014, 31 July 2014 and 12 September 2014. The current principal outstanding under the Facility at the conversion date is US\$6.1 million. Interest is payable at a rate of 10% and a Facility fee of 3% is payable. Both of these amounts have been capitalised and will convert into CDIs in addition to the principal outstanding. Based on the applicable exchange rates the accumulated capital, interest and facility fee payable is A\$7,536,361.

The Company is also pleased to announce that negotiations with Nomura Singapore Limited ("Nomura") in regards to the arrangement of a proposed funding package for a subsidiary of the Company to develop the Tembang Gold-Silver Project (the "Financing"), as per the Nomura mandate announced to ASX on 12 September 2014, are progressing as expected. The Company will update the market as progress is made on completion of the Financing.

The Managing Director, Julian Ford, said that the continued support of Provident and Saratoga were a key strength for Sumatra in operating in the very prospective Indonesian mining environment. "On behalf of the Company and its Shareholders, I would like to thank the Principals at Provident and Saratoga for their continued financial support."

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Directors

Steve Robinson
Non-Executive Chairman

Julian Ford
Managing Director & CEO

Adi Sjoekri
Executive Director

Jocelyn Waller
Non-Executive Director

Gavin Caudle
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About Sumatra Copper & Gold

Sumatra Copper & Gold plc (ASX: SUM) is an emerging gold and silver producer and the pre-eminent precious metals explorer in southern Sumatra, Indonesia. The Company has a significant project portfolio encompassing projects ranging from greenfields exploration projects to brownfields, near-production opportunities.

About Nomura

Nomura is an Asia-based financial services group with an integrated global network spanning over 30 countries. By connecting markets East & West, Nomura services the needs of individuals, institutions, corporates and governments through its three business divisions: Retail, Asset Management, and Wholesale (Global Markets and Investment Banking). Founded in 1925, the firm is built on a tradition of disciplined entrepreneurship, serving clients with creative solutions and considered thought leadership.