

ASX Announcement

27 October 2014



QUARTERLY ACTIVITIES REPORT For the 3 months ended 30 September 2014

Corporate Developments

- During the Quarter Sumatra Copper & Gold plc ("the Company") continued to advance negotiations for a complete funding package for the recommencement of construction and development of the Tembang Gold Project located in southern Sumatra, Indonesia (the "Project").
- On 12 September 2014 the Company announced it had mandated Nomura Singapore Limited ("Nomura") to arrange a funding package for a subsidiary of the Company to develop the Project.
- Subsequent to the end of the Quarter, on 22 October 2014 the Company announced that its wholly owned subsidiary, PT Dwinad Nusa Sejahtera ("DNS"), had signed a senior secured debt facility of up to US\$45 million ("Facility") with Nomura and Indonesia Eximbank for the purpose of developing the Project. The key terms of the Facility are in the 22 October 2014 announcement.
- A General Meeting of shareholders of the Company seeking shareholder approval for the issue of warrants to be issued as part of the Facility will be held at 10.30am (Perth time) on Monday, 27 October 2014.
- The Company will recommence construction at the Project as soon as Tranche 1 of the Facility (US\$40 million) is drawn down, expected in early November 2014.

Convertible Note Facility

- During the quarter the Company signed three further variations to the convertible loan facility, entered into on 4 December 2013, between the Company, Provident Minerals Pte Ltd ("Provident") and PT Saratoga Investama Sedaya Tbk ("Saratoga") ("Provident Facility Agreement"). These further variations, as announced on 3 July 2014, 31 July 2014 and 12 September 2014, increased the facility by US\$500,000 on each date thereby increasing the facility by a total of US\$1,500,000 to US\$6,100,000. The purpose of these additional drawdowns of the facility was to provide the Company with working capital through to the anticipated funding of the Project.
- Subsequent to the end of the Quarter, on 2 October 2014 the Company announced that conversion notices had been received from Provident and Saratoga, under the terms of the Provident Facility Agreement, requesting conversion of the fully capitalised value of the facility, including interest and the facility fee, into CHESS Depository Interests (CDIs) in the Company.
- As per the Appendix 3B lodged on 6 October 2014, a total of 163,833,929 new CDIs were issued to Provident and Saratoga. The conversion price was A\$0.046 per CDI as detailed in the announcement of 2 October 2014.

Operations and exploration

- During the quarter the Tembang site was kept on basic care and maintenance. No exploration drilling was conducted during the quarter.

Directors

Steve Robinson
Non-Executive Chairman

Julian Ford
Managing Director & CEO

Adi Sjoekri
Executive Director

Jocelyn Waller
Non-Executive Director

Gavin Caudle
Non-Executive Director

Contact

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Expiry of Options

Subsequent to the quarter ended 30 September 2014, a total of 9,680,000 options with expiry date 26 October 2014 were not exercised and as a result have expired.

Tenement Status (October 2014)

Category	Details
Company:	PT Bengkulu Utara Gold
Ownership:	97.75% Sumatra Copper & Gold ¹ 2.25% PT Nusa Palapa Minerals
Type of Permit:	Mining Business Permit – IUP for Exploration
Permit Number:	Decree of Bengkulu Utara Regent Nr. 390 of 2012
Total Area:	16,688 Ha
Location:	Subdistrict : Napal Putih, Padang Jaya, and Arga Makmur Regency : Bengkulu Utara Province : Bengkulu
Date Issued:	29 December 2012
Permit Period:	3 years to 22 December 2015

Note 1: 97.75% Sumatra Copper and Gold ownership assumes completion of Deed of Termination and Release as announced to the ASX on 30 May 2014

Category	Details
Company:	PT Dwinad Nusa Sejahtera
Ownership:	99.95% Sumatra Copper & Gold 00.05% Adi Adriansyah Sjoekri
Type of Permit:	Mining Business Permit – IUP for Operation Production
Permit Number:	Decree of Musi Rawas Regent Nr. 263/KPTS/DISTAMBEN/2012
Total Area:	9,979 Ha
Location:	Village : Suka Menang Subdistrict : Karang Jaya Regency : Musi Rawas (Now is Musi Rawas Utara) Province : Sumatera Selatan
Date Issued:	04 April 2012
Permit Period:	20 years to 03 April 2032

Category	Details
Company:	PT Musi Rawas Gold
Ownership:	92.50% Sumatra Copper & Gold 07.50% PT Nusa Palapa Minerals
Type of Permit:	Mining Business Permit – IUP for Exploration
Permit Number:	Decree of Musi Rawas Regent Nr. 657/KPTS/DISTAMBEN/2012
Total Area:	9,848 Ha
Location:	Subdistrict : Karang Jaya Regency : Musi Rawas (Now is Musi Rawas Utara) Province : Sumatera Selatan
Date Issued:	28 December 2012
Permit Period:	5 years to 27 December 2017

Category	Details
Company:	PT Nusa Palapa Minerals
Ownership:	99.95% Sumatra Copper & Gold 00.05% Adi Adriansyah Sjoekri
Type of Permit:	Mining Business Permit – IUP for Exploration
Permit Number:	Decree of Pasaman Regent Nr. 188.45/933/BUP-PAS/2012
Total Area:	24,850 Ha
Location:	Subdistrict : Duo Koto, Rao, and Rao Selatan Regency : Pasaman Province : Sumatera Barat
Date Issued:	13 November 2012
Permit Period:	3 years to 24 March 2015

The Company is recommending relinquishing an area comprising 17,350 Ha belonging to PT Nusa Palapa Minerals, the retained area to become 7,500 Ha.

Tenement status for PT Lebong Gold is currently being discussed with the Department of Energy and Mines and also with BKPM (Investment Board).

END

For further information please contact:

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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, which encompasses a pipeline of projects ranging from greenfields exploration projects to brownfields, near-production opportunities.