

**Awak Mas Project Funding
December 2019**



A clear project funding pathway

Nusantara Resources Limited (Nusantara) has entered into a non-binding term sheet with strategic partner, PT Indika Energy Tbk (Indika Energy) providing a clear pathway to financing the Awak Mas Gold Project (Project).

Up to USD40M in Project Equity plus up to USD40M in Deferred Payments

Nusantara and Indika Energy will collaborate on seeking third party and mezzanine finance, with a number of international banks engaged.

“The Board of Nusantara in conjunction with our partner Indika Energy are excited to announce this transformational milestone and clearly demonstrate to all stakeholders the value of the Project and a clear pathway for funding.”

“We are confident that, with the support of major shareholders, Nusantara can complete the Indika Energy and Petrosea Agreements in early 2020 and significantly ramp up its pre-build activities.”

The term sheet is non-binding, and subject to conditions (see release 9 Dec 2019), including Nusantara shareholder approval and formalisation of definitive agreements. There is no certainty that formal terms for the proposed transaction will be agreed or agreed on the same terms, or a transaction completed.



Up to USD40M in Project Equity plus up to USD40M in Deferred Payments

Nusantara Resources Limited (Nusantara) has entered into a non-binding term sheet with strategic partner, PT Indika Energy Tbk (Indika Energy) providing a clear pathway to financing the Awak Mas Gold Project (Project).

Project Equity - Indika Energy to invest up to USD 40 million into Nusantara's wholly-owned subsidiary PT Masmindo DWI Area (Project Company), in two stages and subject to conditions, to secure up to 40% interest in the Project Company:

- an initial tranche of USD 15 million for 25% ownership is to be paid into the Project Company;
- a further USD 25 million can be invested to acquire an additional 15% ownership subject to conditions including a Final Investment Decision;

Project Build - Indika Energy's subsidiary, PT Petrosea Tbk (Petrosea) to be awarded Front End Engineering and Design contract (FEED) on terms to be agreed. Project Company to negotiate an Engineering, Procurement and Construction (EPC) contract. Subject to relevant approvals and conditions (see Appendix), Petrosea to provide deferred payment terms of:

- up to USD 10 million to be incorporated in the FEED contract;
- up to USD 30 million to be incorporated in an EPC contract;

Partner to invest US\$40M equity for 40%

Nusantara's Awak Mas Gold Project is development ready. The Definitive Feasibility Study (DFS)¹ completed in late 2018 confirms a robust, long-life and low-cost gold project. The DFS supports an initial 11-year project producing ~100,000 oz gold per year, which will deliver strong margins.

Key attributes are:

- The Project is located 45km by road from Belopa on the east coast of South Sulawesi Province, Indonesia
- The Project is held under a 7th Generation Contract of Work (CoW) and is held 100% by the Project Company
- Ore Reserve² of 1.1 Moz gold within a 2.0 Moz gold Mineral Resource³
- The planned operation has a nominal mining and processing rate of 2.5 mtpa
- Net Present Value (post tax) USD 152 million based on a USD 1,250/oz gold price and inclusive of a 2% third party royalty that the Project Company has an option to cancel
- Internal Rate of Return 20.3% based on a USD 1,250/oz gold price
- Initial Capital cost USD 146 million plus pre-production mining USD 16 million
- C1 cash cost USD 643 per ounce
- AISC cost USD 758 per ounce

¹ ASX release dated 4 October 2018 - Definitive Feasibility Study Completed

² ASX release dated 13 September 2018 – Ore Reserve increased by 11% to 1.1Moz gold

³ ASX release dated 8 May 2018 – Mineral Resource Estimate Update

Project activities for 2020 are planned on a two-stage approach:

Project Stage 1, during 2020, aimed at reaching a Final Investment Decision

- Complete Front-End Engineering and Design (FEED) and consider expansion options
- Complete detailed design and permit for the Tailings Storage Facility (TSF)
- Complete Land Access and Compensation
- Commence early civil works
- Conclude debt and equity funding arrangements

Project Stage 2 in late 2020

- Award major contracts
- Commence full scale construction

Commissioning is anticipated to be two years from Final Investment Decision

Following the completion of the 2018 DFS, Nusantara has been focused on a partnering approach to funding and development of the Project.

Milestones to date include:

- Indika Energy secured as a strategic partner and currently holding 21% equity in Nusantara with a right to invest at the project level.
- Project Finance banks have provided indicative term sheets. A number of the international banks engaged have both experience and appetite for Indonesian gold projects.
- Independent Technical Expert appointed and a preliminary report shows 'no fatal flaws'.
- Debt and Hedge advisor to Project Company identified.
- Non-binding term sheet executed for up to USD 80 million in project funding, comprising up to USD 40 million Project Equity plus up to USD 40 million Deferred Payments.

The Indika Energy Project Equity transaction and Petrosea deferred payment terms provides Nusantara flexibility with funding options to take this Project into development.

Nusantara intends to consider its residual Project equity funding in late 2020 following the delivery of project and funding milestones, prior to Final Investment Decision. Notably, Nusantara has two tranches of share options due to expire in July 2020 (exercise price AUD 0.30 each) and November 2020 (exercise price AUD 0.35 each). If exercised, these options are anticipated to materially assist in Nusantara’s funding contribution for late 2020.

Total funding - The project is intended to be funded by way of project finance, subscription for shares, mezzanine finance and the Petrosea deferred payment terms. Total requirements will include initial capital costs, financing costs and owners costs and are dependent on FEED outcomes, debt terms and other factors.

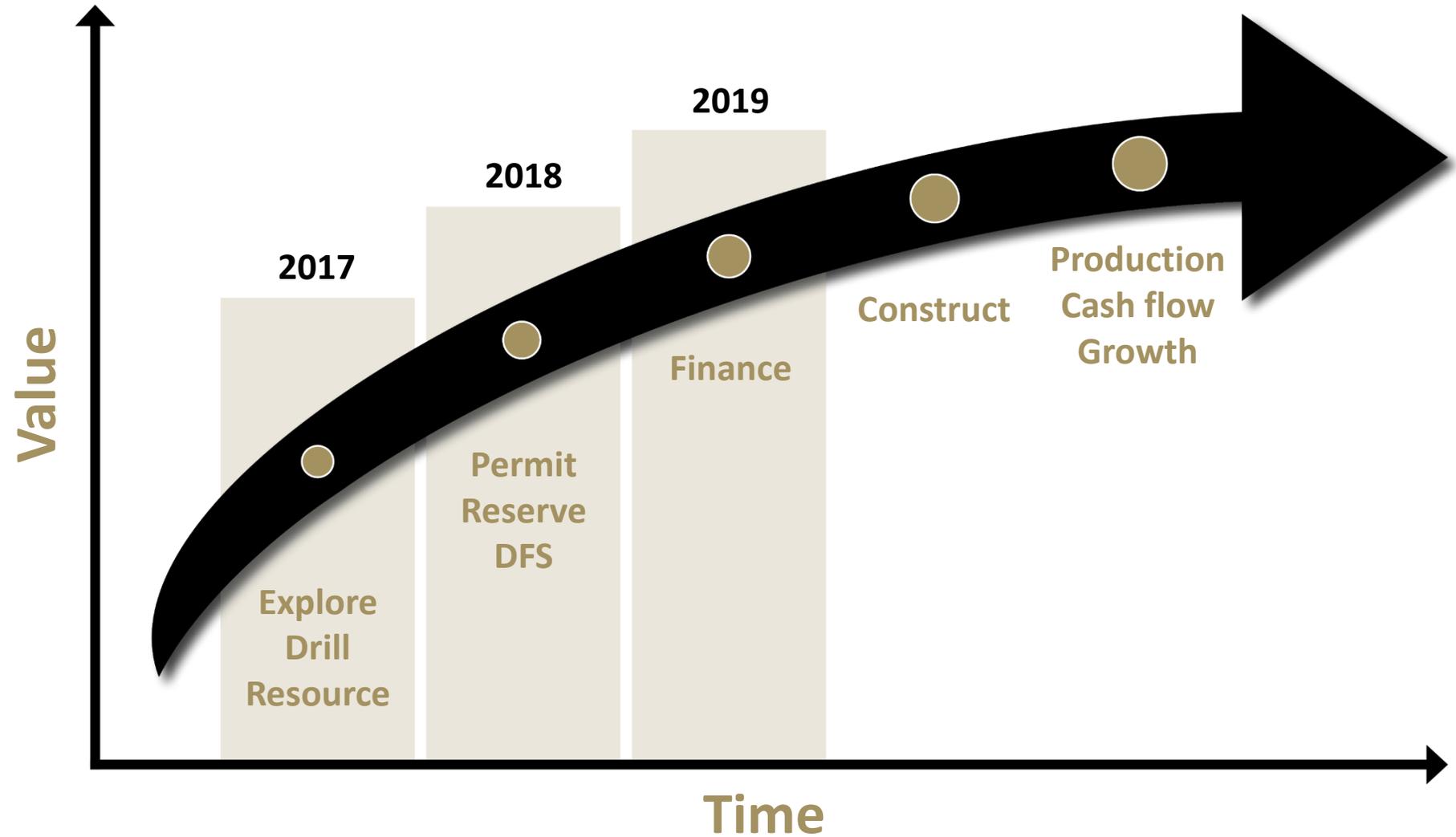
Debt - Nusantara and partner Indika Energy intend to secure conventional Project Finance in the order of 60% of total funding requirements ie. USD 110 – 120 million. Additionally, the owners may also consider subordinated debt and other structured debt options.

Hedging – Preliminary expectations are that, combined with a Project Debt facility, project level gold hedging in the order of 200,000 to 250,000 ounces will be undertaken to mitigate risk and underpin the project payback period.

Project Equity – Subject to the parties entering into a binding agreement and the satisfaction of a number of conditions, Indika Energy intends to invest up to USD 40 million to earn up to a 40% interest representing a considerable component of the anticipated funding. To the extent further equity is required, Nusantara and Indika Energy intend to contribute on a pro-rata basis.



**Stepping up to
Development**



Strong credentials

Our strengths



Project



People



Shareholders

Nusantara Board

Name	Position	Speciality
Greg Foulis	Executive Chairman	Finance
Neil Whitaker	Chief Executive Officer	Mining
Boyke Abidin	Executive Director	Commerce
Rob Hogarth	Non-Executive Director	Financial
Richard Ness	Non-Executive Director	Mining
Robin Widdup	Non-Executive Director	Investment

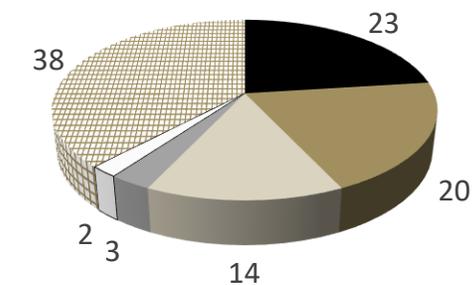


Corporate Information at 04 December 2019

Shares on Issue:	168.6M
Options* :	47.1M
Market Capitalisation (at A\$0.405/share)	A\$68.3M
Cash (as at 30 September 2019)	A\$4.9M

* Including : 18.0M listed @ \$0.30 Expiry 31/07/2020, 22.3M unlisted @ 0.35 Expiry 30/11/2020

Top Shareholders (%)



Lion Selection
 Indika Energy
 AustralianSuper
 Macquarie
 Zhaojin
 Other



IDX:INDY
Mkt Cap US\$ 0.5B Rev. (18) US\$3B **21%**

PT Indika Energy Tbk

- Invested since 2018
- A leading Indonesian integrated energy company
- A track record in mining and services
- Nusantara is part of new gold strategy



Members: 2.2m
Manages: \$140b **14%**

AustralianSuper

- Invested since 2017
- Long-term investment style
- Australia's largest industry fund



Lion Selection Group

ASX:LSX **23%**

Lion Selection Group Limited

- Invested since 2011
- Long-term investment style
- Track record in junior mining investment including Asia

Strategic partnership investment

Gold Project Highlights

100% owned Awak Mas Gold Project

Development of long-life, low cost mine

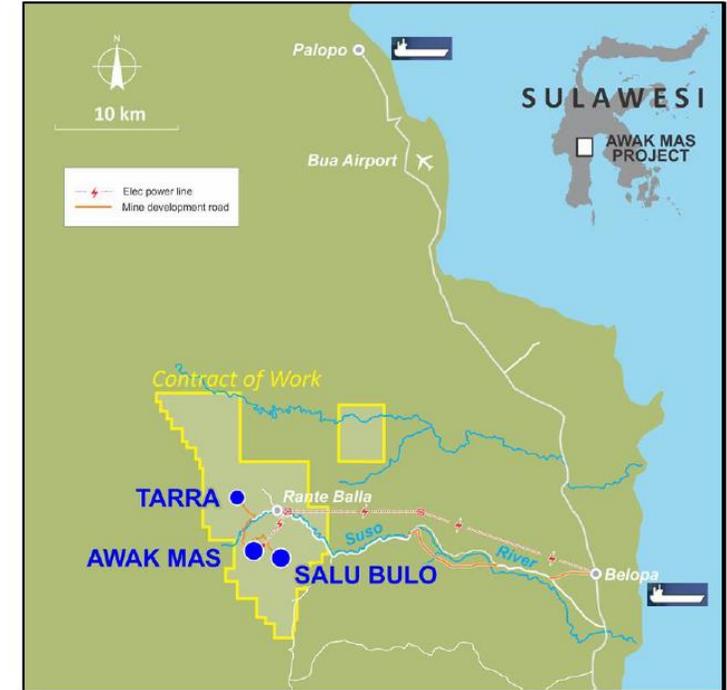
- DFS completed September 2018
- Long life: 12 yr open pit operation, ~100koz pa
- Low cost: capex ~ US\$146M, AISC ~ US\$740/oz
- 2 Moz Mineral Resource, 1.1 Moz Ore Reserve
- Production in 2021

Exceptional growth opportunities

- Potential to lift Awak Mas deposit grade 6% - 8% by close spaced drilling (to 'Measured') category
- Extensions to existing deposits: +3 years mine life
- Opportunity for additional satellite deposits
- Aspirational exploration goal: >5 Moz resources

Stable and secure investment

- No divestment required until 10 yrs post production
- Tenure secured to 2050 with extensions possible



Awak Mas Gold Project located in South Sulawesi, Indonesia



Shareholder
value

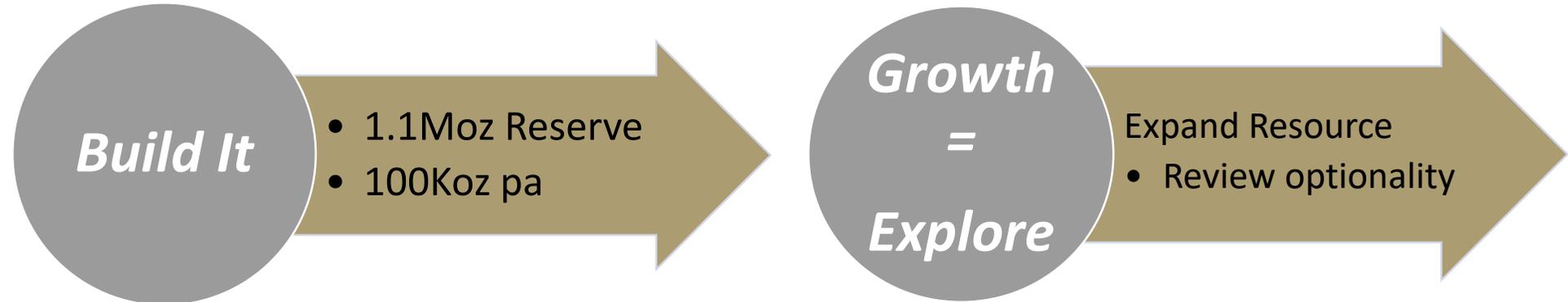
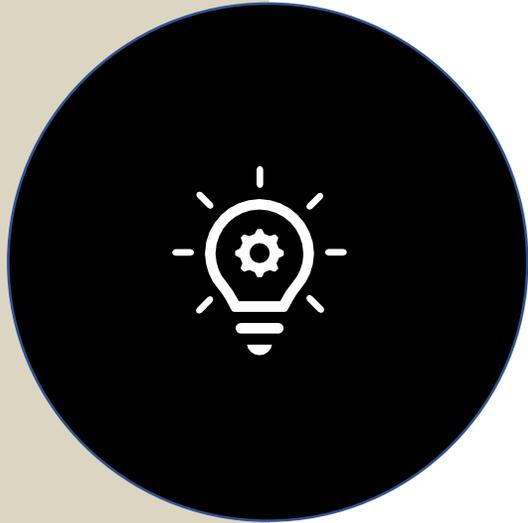
Description	DFS Outcome ⁷	Gold Sensitivity +10% ⁷
Gold price	US\$1,250/oz	US\$1,375/oz
Net Present Value (Post Tax)	US\$152 million	US\$217 million
Internal Rate of Return	20%	26%
Payback period	4 years	
Initial Capital Cost	US\$146 million	
Pre-production mining	US\$16 million	
AISC cost	US\$758/oz	

(1) Gold price on 04 December 2019 was ~US\$1,475/oz



Awak Mas is a very large mineralised system

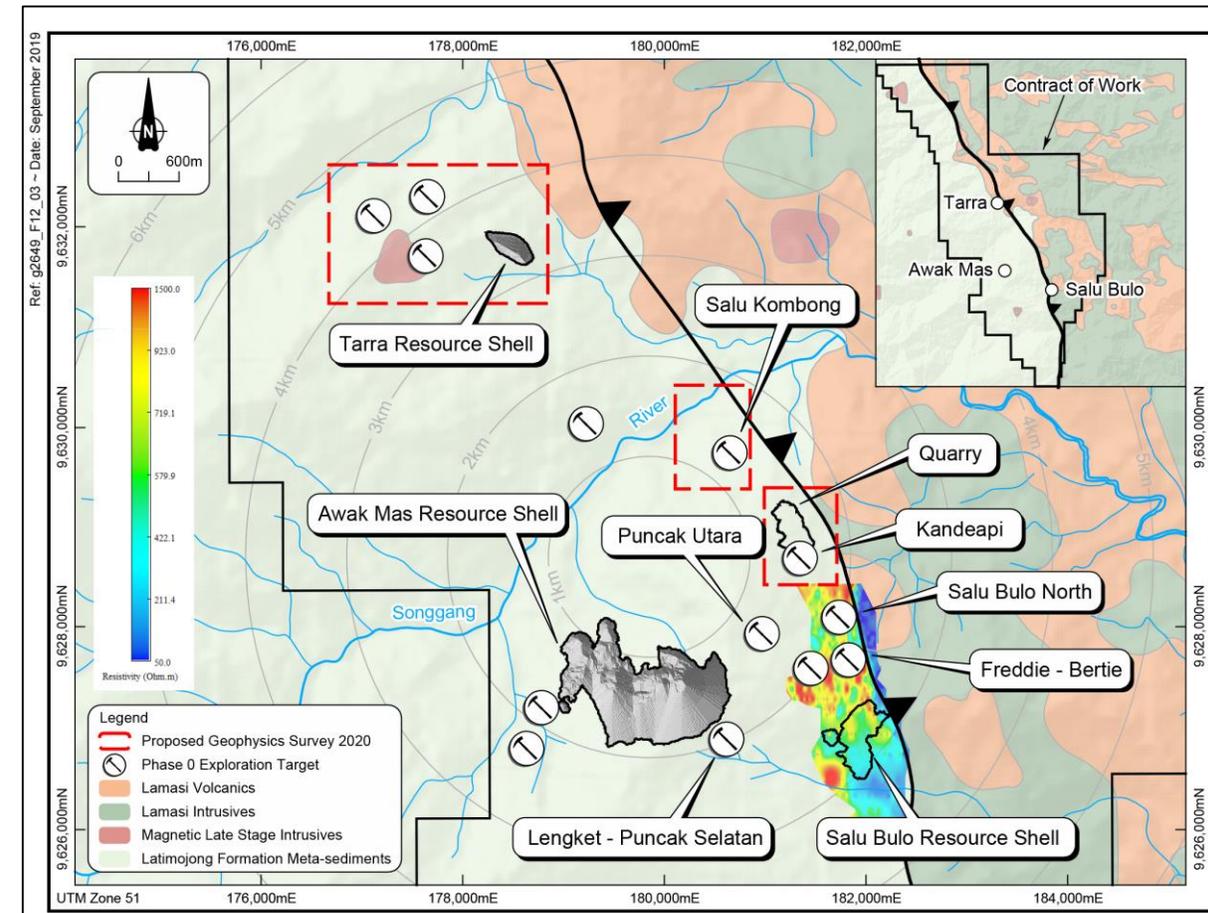
- **Focus** – Build Awak Mas
 - We are focused on the Greenfields development of Awak Mas
- **In parallel** - we will continue to unlock the full resource and growth potential
 - Expand the Mine Area resource footprint
 - Explore the full CoW



2020 Exploration

Exploration focussed on expanding footprint

- Expand Existing pits
 - Revise Resource Q2 2020
 - Revise Reserve Q2 2020
 - Continue to drill pit extensions
 - Explore the 1km trend between pits
- Satellite targets
 - Explore the trend north of Salue Bulu



Awak Mas prospect location map



Create value for Nusantara shareholders by:



Unlocking the substantial discount to project valuation



Finalise project funding & Financial Investment Decision (FID)



Continuing exploration and enhancement of Awak Mas



Pursuing additional portfolio opportunities

Thank you



Mineral Resource Estimate – May 2018⁴

Deposit	Classification	Tonnes (Mt)	Au Grade (g/t)	Contained Gold (Moz)
Awak Mas	Measured	-	-	-
	Indicated	36.4	1.4	1.62
	Inferred	3.1	1.0	0.10
	Sub-total	39.5	1.4	1.72
Salu Bulo	Measured	-	-	-
	Indicated	2.9	1.7	0.16
	Inferred	0.6	1.1	0.02
	Sub-total	3.6	1.6	0.18
Tarra	Measured	-	-	-
	Indicated	-	-	-
	Inferred	2.3	1.3	0.10
	Sub-total	2.3	1.3	0.10
Total	Measured	-	-	-
	Indicated	39.3	1.4	1.78
	Inferred	6.0	1.1	0.22
Total	Total	45.3	1.4	2.00

Ore Reserve Estimate – September 2018⁶

Deposit	Classification	Tonnes (Mt)	Au Grade (g/t)	Contained Gold (Moz)
Awak Mas	Proved	-	-	-
	Probable	24.1	1.28	0.99
Salu Bulo	Proved	-	-	-
	Probable	2.8	1.67	0.15
Total	Proved	-	-	-
	Probable	26.9	1.32	1.14
Total	Total	26.9	1.32	1.14

Note:

1. All Mineral Resources and Ore Reserves are completed in accordance with the 2012 JORC Code.
2. The Mineral Resource is reported at a cut-off grade of 0.5 g/t Au and constrained within US\$1,400 per ounce optimised pit shells.
3. The Ore Reserve is reported at a cut-off grade of 0.5 g/t Au and US\$1250 per ounce gold price
4. All figures are rounded to reflect appropriate levels of confidence. Apparent differences may occur due to rounding.

1. Nusantara ASX Announcement, 15 August 2017, Grid Power Secured for Awak Mas
2. Nusantara ASX Announcement, 15 March 2018, Awak Mas Long Term, Tenure and Ownership Secured.
3. Nusantara ASX Announcement, 4 April 2018, Significant Results for Awak Mas Eastern Drilling.
4. Nusantara ASX Announcement, 8 May 2018, Indicated Resource grows by a further 0.2 Moz.
5. Nusantara ASX Announcement, 18 April 2018, Nusantara delivers maiden 1.0 Moz Gold Ore Reserve
6. Nusantara ASX Announcement, 13 September 2018, Ore Reserve increases by 11% to 1.1. Moz
7. Nusantara ASX Announcement, 4 October 2018, Definitive Feasibility Study Confirms Robust, Long-Life, Low Cost Project
8. Nusantara ASX Announcement, 4 October 2018, Significant Near Mine Mineralisation Identified
9. Further resource drilling and technical studies are required to confirm inclusion of any grade uplift or any mine life extension in the Mine Plan and Ore Reserve
10. Further technical studies are planned to confirm metallurgical assumptions post DFS
11. Nusantara ASX Announcement, 12 December 2018, Awak Mas development boosted by Indonesia strategic partner.
12. Nusantara ASX Announcement, 19 December 2018, High grade results from near mine exploration
13. Nusantara ASX Announcement, 16 July 2019, Exploration Update, Benching at Awak Mas confirms high grade over print and Geophysics at Salu Bulu generates multiple new targets
14. Nusantara ASX Announcement, 30 July 2019, Quarterly Activities Report

Nature of Document: This presentation has been prepared and issued by Nusantara Resources Limited (Company) to provide general information about the Company. The information in this document is in summary form and should not be relied upon as a complete and accurate representation of any matters that a reader should consider in evaluating the Company. While management has taken every effort to ensure the accuracy of the material in the presentation, neither the Company nor its advisers has verified the accuracy or completeness of the information, or any statements and opinions contained in this presentation.

Not an offer: This presentation and its contents are not an invitation, offer, solicitation or recommendation with respect to the purchase or sale of any securities in any jurisdiction and must not be distributed, transmitted, or viewed by any person in any jurisdiction where the distribution, transmission or viewing of this document would be unlawful under the securities or other laws of that or any other jurisdiction. This presentation is not a prospectus or any other offering document under Australian law (and will not be lodged with the Australian Securities and Investments Commission) or any other law.

Not financial product advice: Neither the Company nor any of its related bodies corporate is licensed to provide financial product advice in respect of the Company's securities or any other financial products. You should not act and refrain from acting in reliance on this presentation material. Nothing contained in this presentation constitutes investment, legal, tax or other advice. This presentation does not take into account the individual investment objectives, financial situation and particular needs of Company shareholders. Before making a decision to invest in the Company at any time, you should conduct, with the assistance of your broker or other financial or professional adviser, your own investigation in light of your particular investment needs, objectives and financial circumstances and perform your own analysis in order to satisfy yourself as to the accuracy and completeness of information, statements and opinions contained in this presentation and elsewhere before making any investment decision.

Forward looking statements: This presentation contains forward-looking information about the Company and its operations. In certain cases, forward-looking information may be identified by such terms as "anticipates", "believes", "should", "could", "estimates", "target", "likely", "plan", "expects", "may", "intend", "shall", "will", or "would". These statements are based on information currently available to the Company and the Company provides no assurance that actual results will meet management's expectations. It is recognized that it is common practice for a company to comment on and discuss its exploration in terms of target size and type. All statements contained in this presentation by the Company which refer to the potential quantity and grade of the target is accompanied by a detailed explanation of the basis for the statement. Forward-looking statements are subject to risk factors associated with the Company's business, many of which are beyond the control of the Company. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially from those expressed or implied in such statements. There can be no assurance that actual outcomes will not differ materially from these statements.

Disclaimer: No representation or warranty, express or implied, is made by the Company that the material contained in this presentation will be achieved or proved correct. Except for statutory liability which cannot be excluded, each of the Company, its directors, officers, employees, advisors and agents expressly disclaims any responsibility for the accuracy, fairness, sufficiency or completeness of the material contained in this presentation, or any opinions or beliefs contained in this document, and excludes all liability whatsoever (including in negligence) for any loss or damage which may be suffered by any person as a consequence of any information in this presentation or any effort or omission there from. The Company is under no obligation to update or keep current the information contained in this presentation or to correct any inaccuracy or omission which may become apparent, or to furnish any person with any further information. Any opinions expressed in the presentation are subject to change without notice.

The information in this announcement that relates to the Ore Reserves of Nusantara Resources is summarised from publicly available reports as released to the ASX of the respective companies. The results are duly referenced in the text of this report and the source documents noted above.

Exploration and Resource Targets

Any discussion in relation to the potential quantity and grade of Exploration Targets is only conceptual in nature. While Nusantara Resources may report additional JORC compliant resources for the Awak Mas Gold Project, there has been insufficient exploration to define mineral resources in addition to the current JORC compliant Mineral Resource inventory and it is uncertain if further exploration will result in the determination of additional JORC compliant Mineral Resources.

Exploration Results

The information in this report which relates to Exploration Results is based on, and fairly represents, information compiled by Mr Colin McMillan, (BSc) for Nusantara Resources. Mr McMillan is an employee of Nusantara Resources and is a Member of the Australian Institute of Mining and Metallurgy (AusIMM No: 109791).

Mr McMillan has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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 the report of the matters based on this information in the form and context in which it appears.

Mineral Resources

The information in this report that relates to the Mineral Resource Estimation for the Awak Mas Gold Project is based on and fairly represents information compiled by Mr Adrian Shepherd, Senior Geologist, (BSc), MAusIMM CP, for Cube Consulting Pty Ltd. Mr Shepherd is an employee of Cube Consulting Pty Ltd and is a Chartered Professional geologist and a current Member of the Australian Institute of Mining and Metallurgy (AusIMM No: 211818).

Mr Shepherd has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Shepherd consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Ore Reserves

The information in this report that relates to the Ore Reserves Estimation for the Awak Mas Gold Project is based on and fairly represents information compiled by Mr David Varcoe, Principal Mining Engineer, for AMC Consulting Pty Ltd. Mr Varcoe is an employee of AMC Consulting Pty Ltd and is a current Fellow of the Australian Institute of Mining and Metallurgy (AusIMM No: 105971). Mr Varcoe has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Varcoe consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Metallurgy

The information in this report that relates to metallurgy and metallurgical test work and findings for Awak Mas Gold Project is based, and fairly represents information compiled by Mr John Fleay, Manager Metallurgy, FAusIMM, for Minnovo Pty Ltd. Mr Fleay is an employee of Minnovo Pty Ltd and is a current Member of the Australian Institute of Mining and Metallurgy (AusIMM No: 320872). Mr Fleay has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as Competent Persons as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Fleay consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

New Information or Data

Nusantara Resources confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources, Ore Reserves, production targets, and the forecast financial information derived from a production target, which all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not materially changed from the original market announcement.