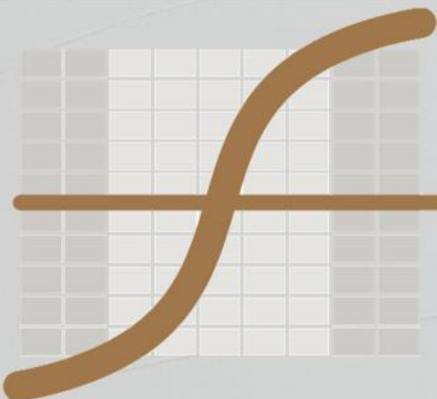


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**finders**  
resources ltd

Investor Presentation  
October 2016

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# Corporate Overview

## CAPITAL STRUCTURE

|                                      |                          |
|--------------------------------------|--------------------------|
| Ordinary shares                      | 674 million <sup>1</sup> |
| Options (Unlisted, Out of the Money) | 54 million <sup>2</sup>  |
| Share Price (17 October 2016)        | A\$0.17                  |
| Market Capitalisation                | ~A\$115 million          |
| Finders Cash                         | US\$3 million            |

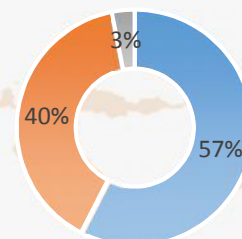
|                                 |                    |
|---------------------------------|--------------------|
| <b>Project Financials (BTR)</b> | <b>Finders 72%</b> |
| Debt Facility                   | ~US\$91 million    |
| VAT Facility                    | ~US\$11 million    |
| Cash (31 August 2016)           | ~US\$11 million    |
| Hedge                           | ~US\$2 million     |

## BOARD

|                     |                                        |
|---------------------|----------------------------------------|
| <b>Gary Comb</b>    | Independent Chairman                   |
| <b>Barry Cahill</b> | Managing Director                      |
| <b>Gordon Galt</b>  | Non-executive Director (Taurus rep)    |
| <b>Gavin Caudle</b> | Non-executive Director (Provident rep) |

## REGISTER

■ Institutions ■ Public ■ Management



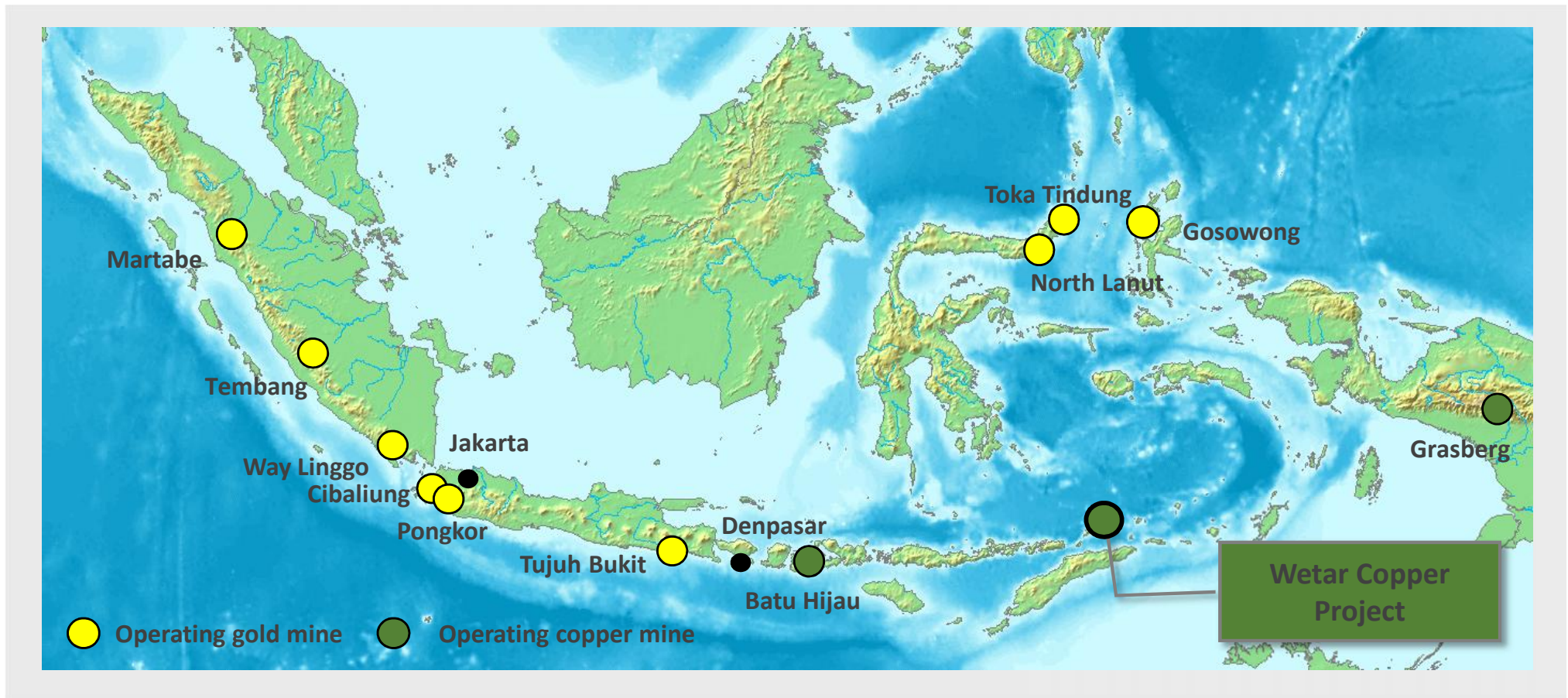
|                        |       |
|------------------------|-------|
| Taurus Resources       | 13.0% |
| Provident Minerals     | 11.9% |
| Resource Capital Funds | 10.9% |
| Saratoga               | 9.7%  |
| Acorn Capital          | 8.5%  |

1. Includes 12m shares issued as part of mandatory converting notes (commercially ordinary shares) but excludes 12m shares issued to employees at prices from 20c to 35c per share subject to vesting conditions which are not dilutive at current prices
2. Exercise prices: 31m at 25.6c, 23m at 35c

# Wetar Copper Project Summary

- **3,000 t.p.a.** copper cathode plant operational and generating revenue
- **25,000 t.p.a.** copper cathode plant producing and ramping up to nameplate
- **Debt facility drawn to US\$102 million**
- Finders' ownership **~72%**
- Projected initial mine life of **~7 years**
- Life of mine orebody grade of **2.4% Cu**
- Projected C1 LOM cash cost of **US\$1.05/lb**
- Several satellite copper targets identified to grow mine life

# Project Location

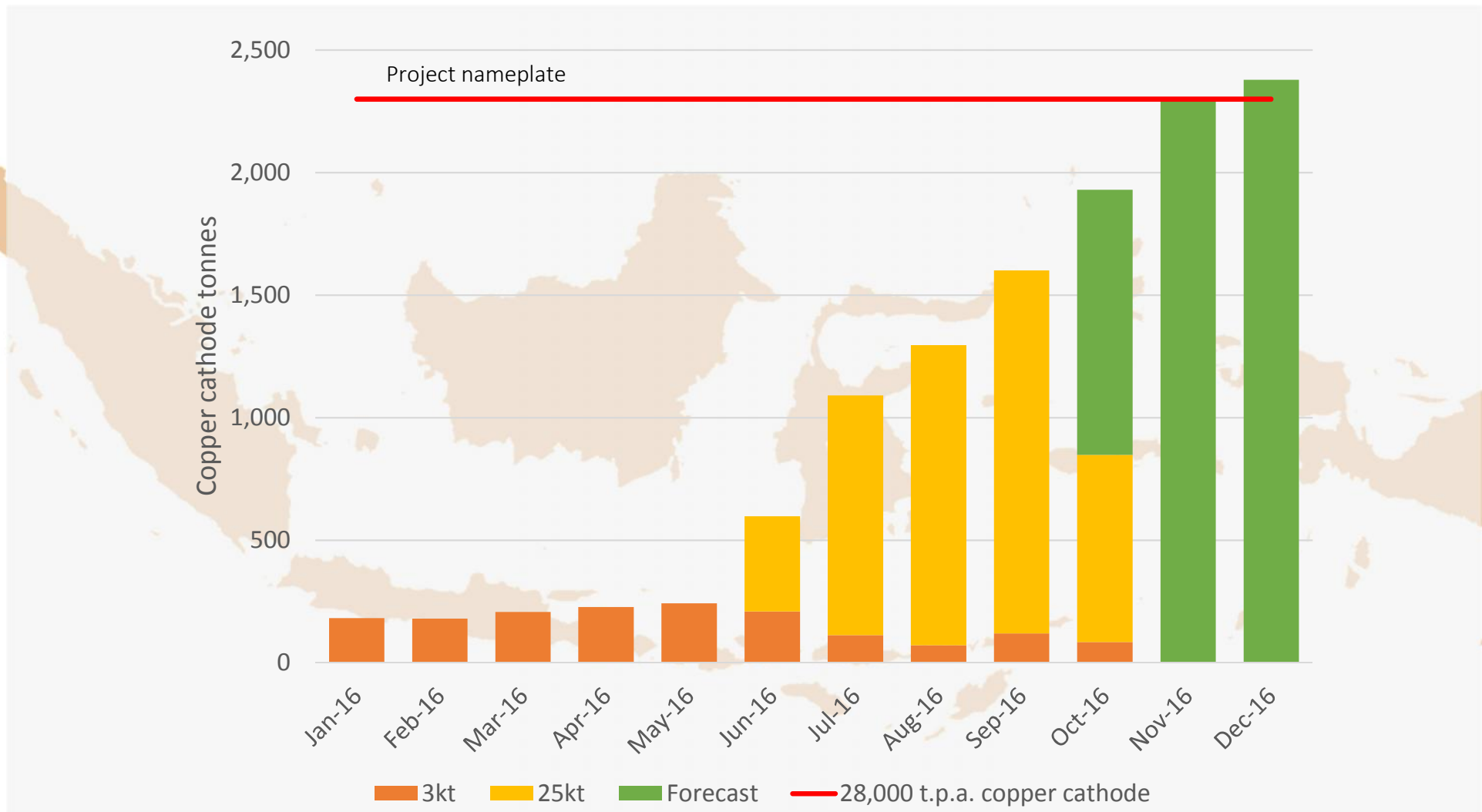


# 25,000 t.p.a. Copper Cathode Plant

## CURRENT STATUS

- Recently commissioned plant with nameplate capacity of 25,000 t.p.a. copper cathode and proven SX-EW technology
- Production currently ramping up with over 4,800 tonnes of copper cathode already stripped
- Currently stacking newly constructed KKV heap leach pads to build solution inventory
- Earthworks infrastructure complete except final cells of KKV heap leach
- Neutralisation plant operating

# Copper Cathode Production

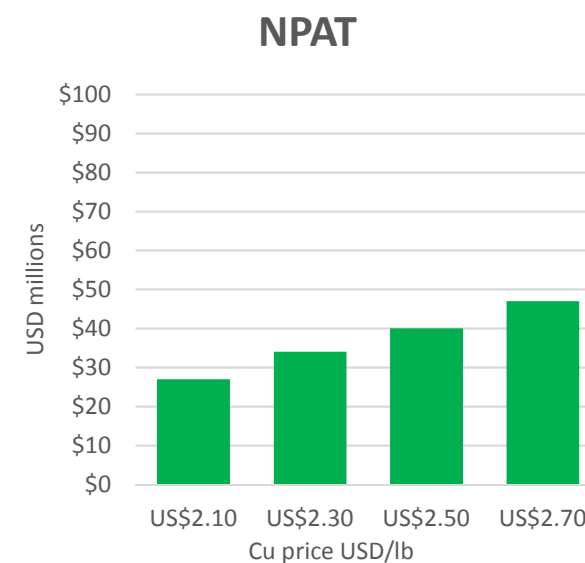
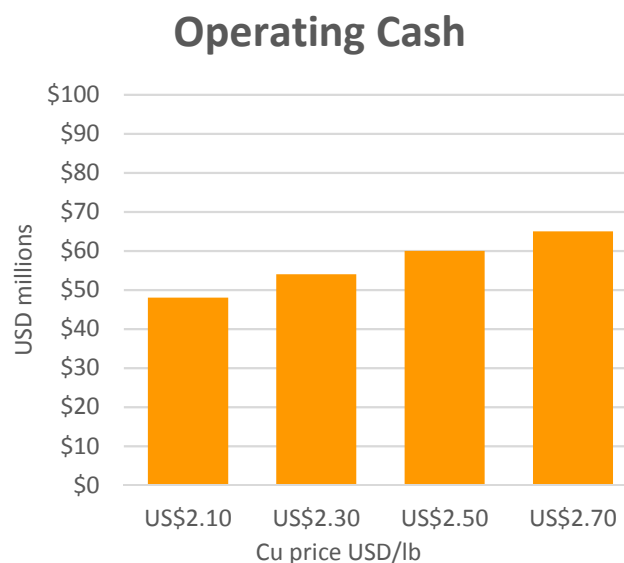
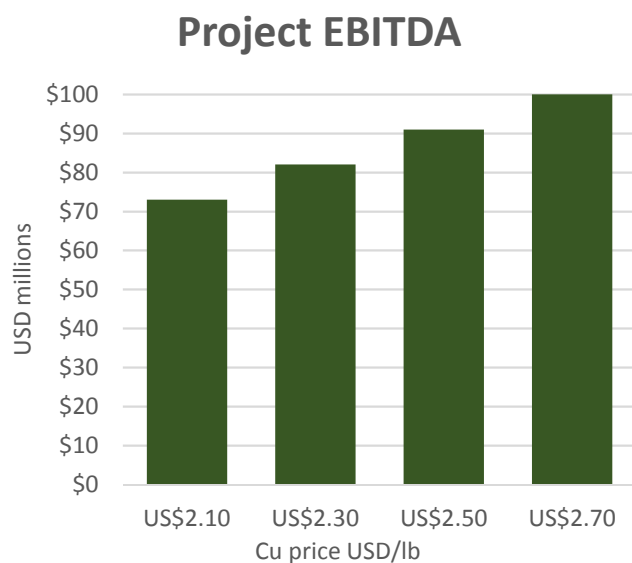


Actual copper cathode stripped as at 15/10/2016

# Forecast Full Year 2017

- **28,000 t.p.a.** copper cathode at full production from both plants
- Average copper recovery - **75%**
- C1 cash cost **US\$1.05 per pound**

## Sensitivity Analysis (post Debt Facility and Hedge)



# Wetar Heap Leach - Why does it work?



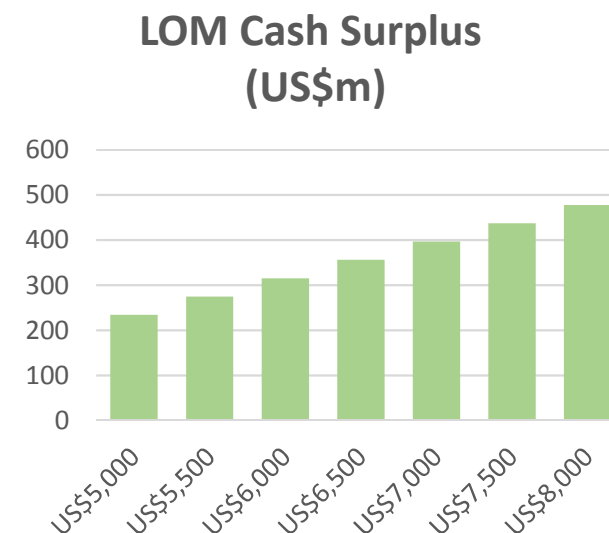
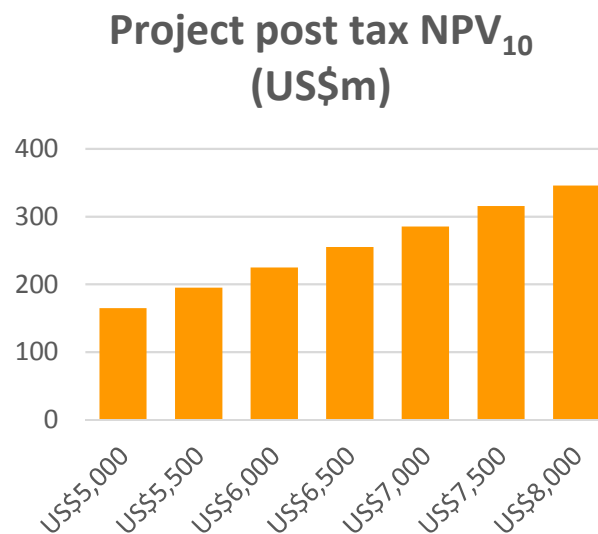
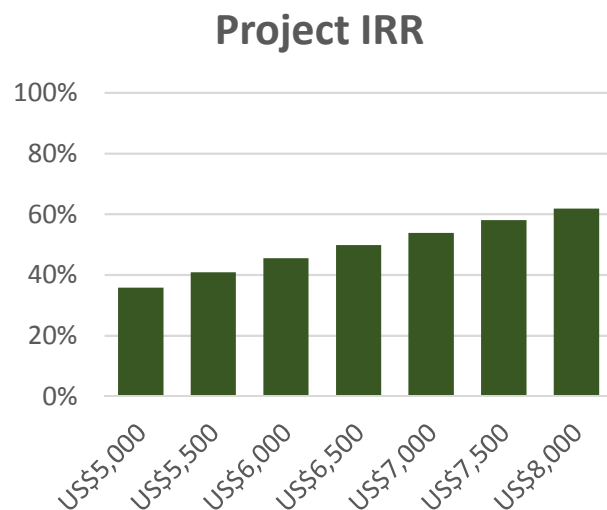
- Massive sulphide heap leach predominantly targeting secondary minerals
- Leaching process generates heat and acid
- Irrigation/aeration controls temperature
- Heap construction parameters proven
- Leached solution to solvent extraction (SX)
- Electrowinning (EW) to produce copper cathode



# Project Fundamentals

- **28,000 t.p.a.** copper cathode at full production from both plants
- **18 month** payback at a copper price of US\$6,000 per tonne
- **~ 7 year** mine life
- High grade Ore Reserve - **8.9Mt at 2.4% Cu**, current Strip ratio **<1:1**
- Average copper recovery - **75%**
- LOM C1 cash cost **US\$1.05 per pound**

## Sensitivity Analysis (post Debt Facility)



# Finance

## Syndicate of banks

- BNP Paribas
- Commonwealth Bank of Australia
- Hong Kong and Shanghai Banking Corporation
- Societe Generale

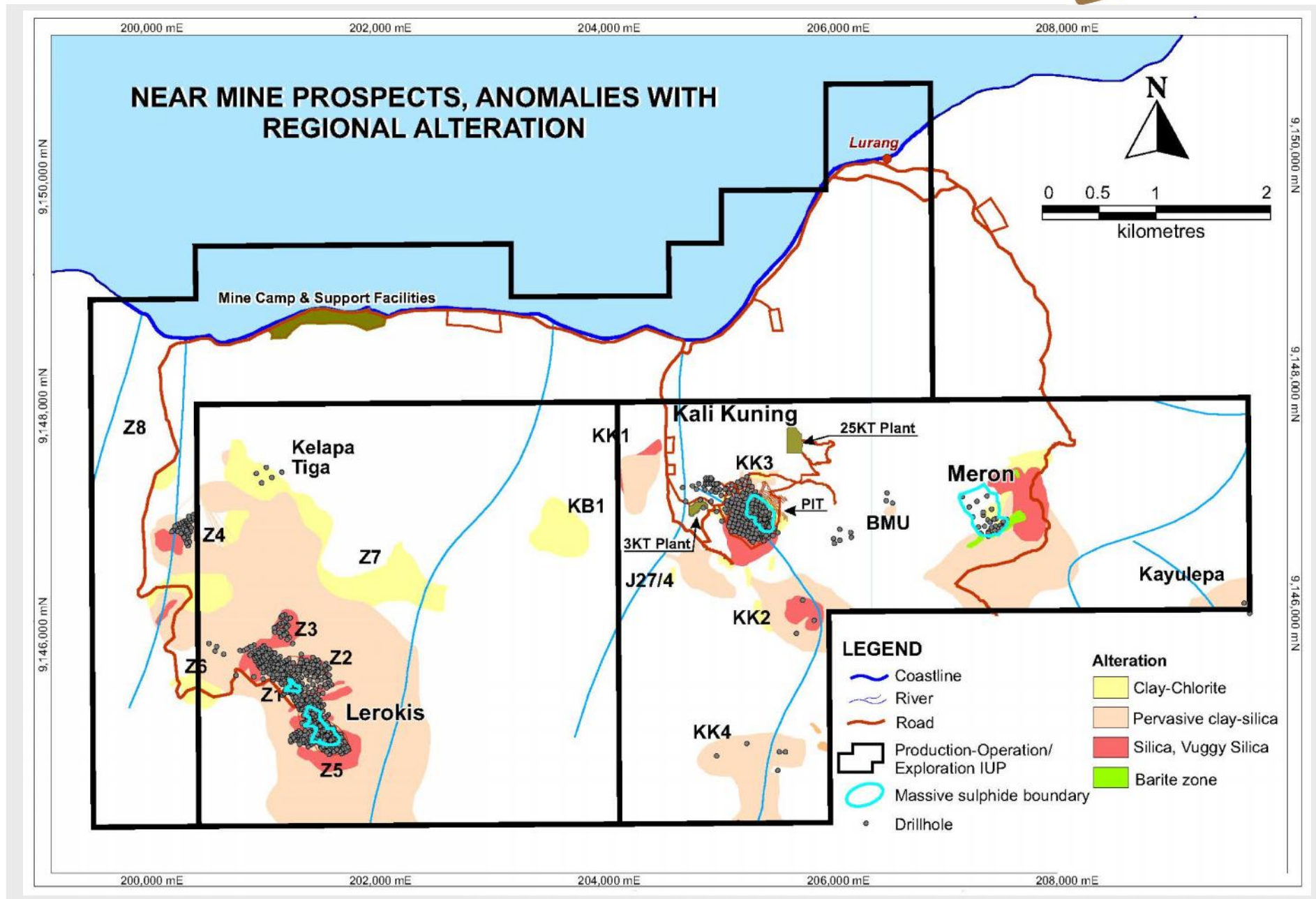
## Senior loan facilities

- US\$85 million term loan facility
- US\$6 million cost overrun facility
- US\$11 million VAT working capital facility
- Total of US\$102 million drawn
- 16,476 tonnes of copper hedged at an average price of US\$4,806 – January 2017 until March 2019

## Project level equity

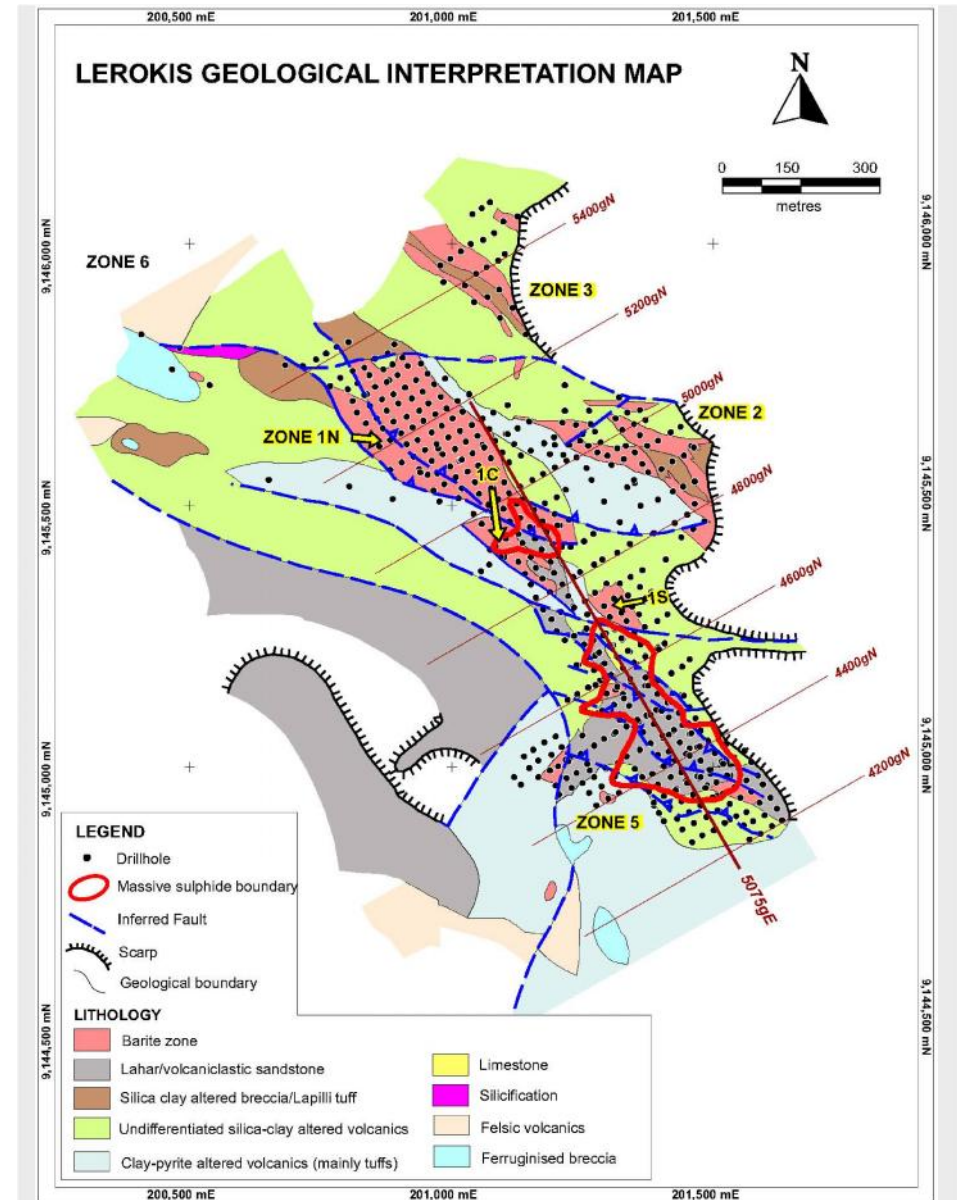
- US\$45 million equity and debt funding from Daewoo
- 24.1% equity in Finders Indonesian subsidiary company which has a 95% economic interest in Wetar
- Marketing rights for 20% of copper cathode production
- Marketing partners secured for other 80% production

# Near Mine Opportunities

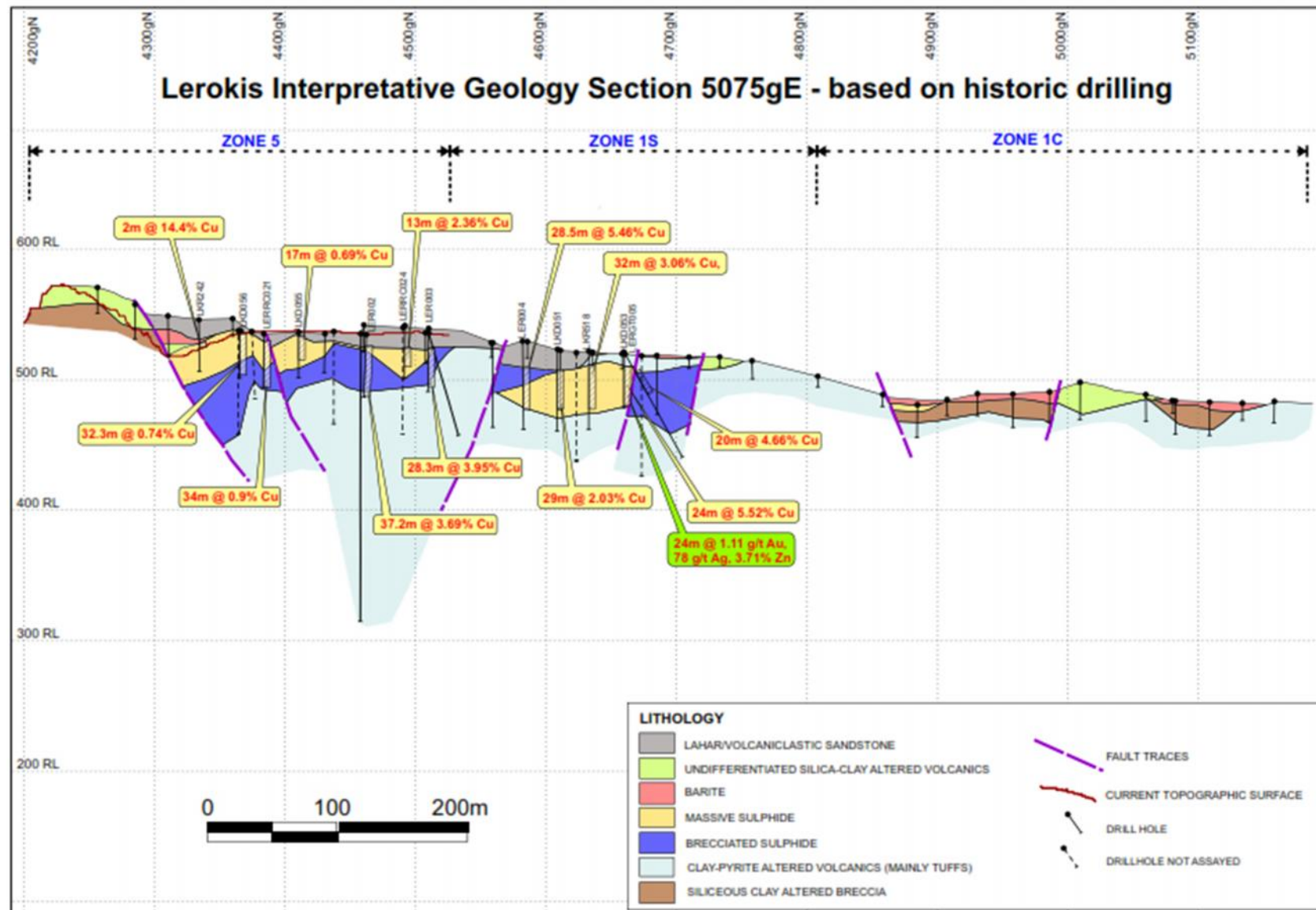


# Exploration Upside - Lerokis

- Lerokis Ore Reserve located ~4km from leach pads
- Challenging terrain, access has restricted exploration
- First stage of regional EM survey completed targeting massive sulphide repetitions around planned Lerokis mine site and immediate environs
- Good potential exists to incrementally increase Lerokis resource
- Upcoming 35 hole (~1,900m) drill program for infrastructure, sterilization and the addition of near mine resources
- Opportunity to exploit remnant and unmined baryte/Au/Ag mineralization overlaying and adjacent to known sulphides



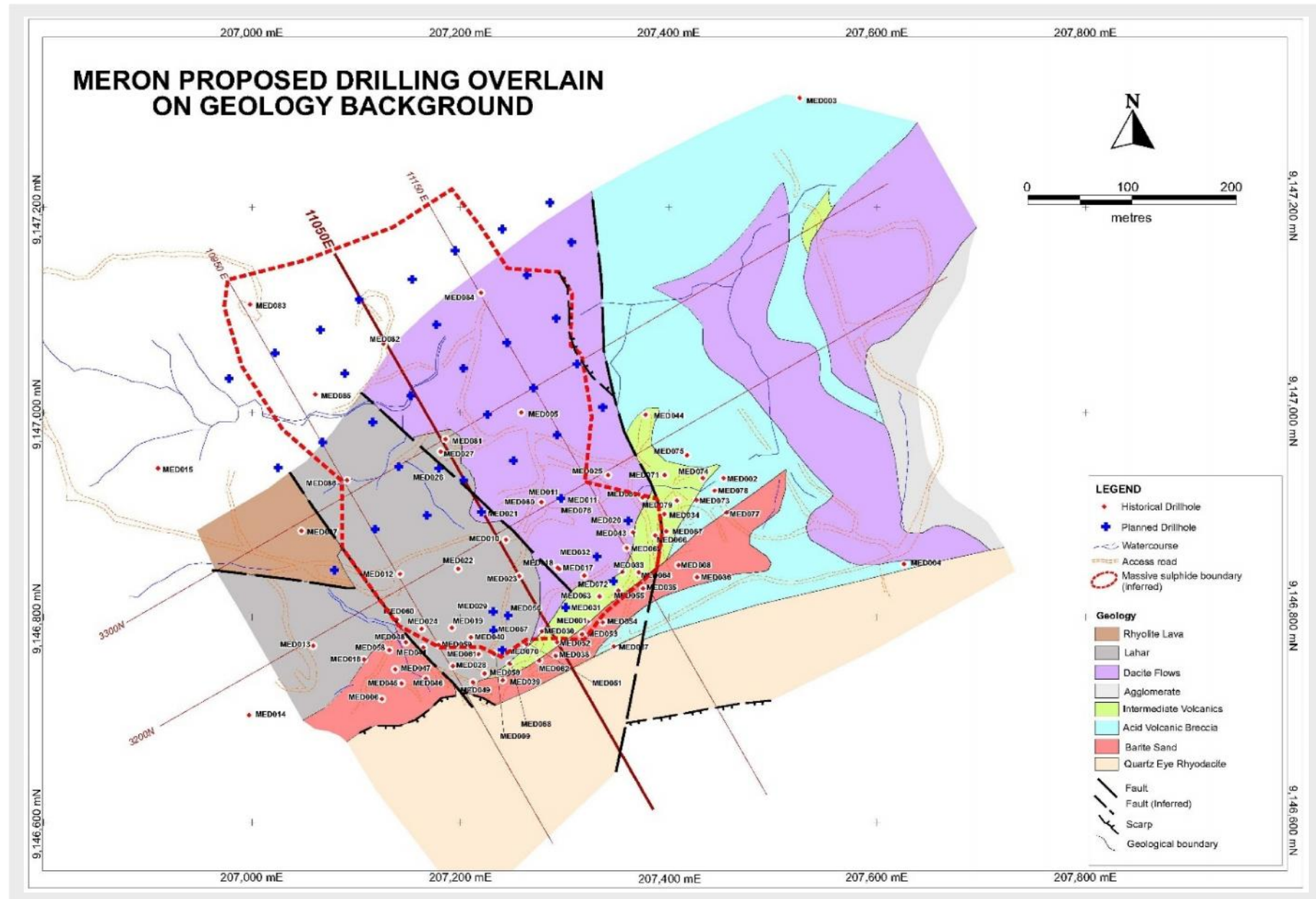
# Exploration Upside - Lerokis



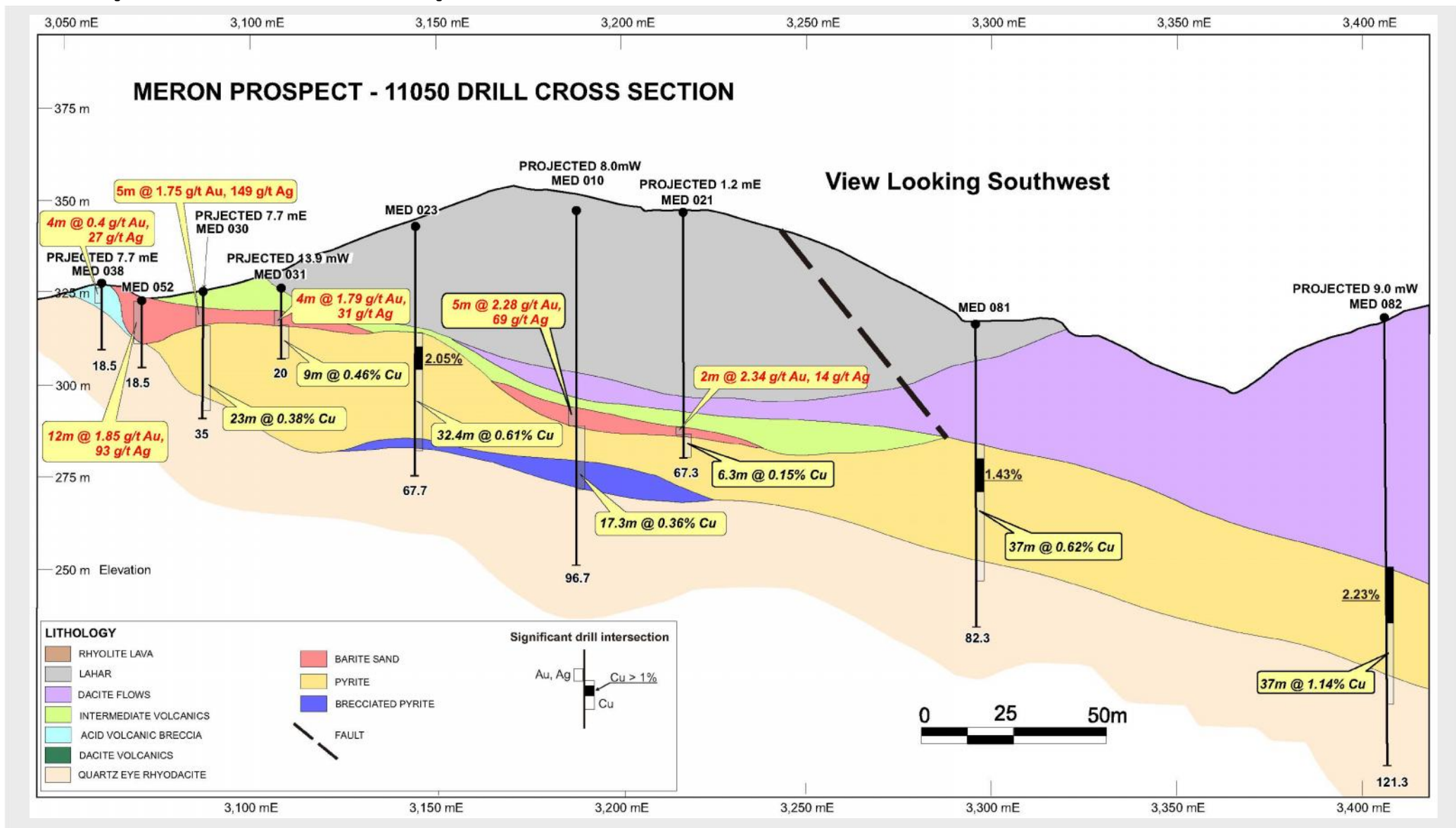
# Exploration Upside – Meron

- Meron located ~1 km from leach pads
- Shallow dipping massive sulphide body with variable copper enrichment
- Open to the north & west and totally concealed below volcanic rocks
- Hole MED082 intersected 37m at 1.14% Cu, 0.49g/t Au & 15g/t Ag
- Step out & infill drilling (42 holes, ~4,600m) planned for inferred resource calculation
- +5Mt massive sulphide exploration target
- Overlain by ~0.3Mt gold deposit recoverable as part of open pit pre-strip

# Exploration Upside – Meron



# Exploration Upside – Meron



# Near Mine Opportunities

- Opportunities to identify both base metal massive sulphides or stockwork and precious metals
- KK2 - KK4 (Karkopang) opportunity for isolated massive sulphide bodies adjacent to KKV infrastructure
- Baru Manu (BMU) known baryte/Au/Ag intercepts with anomalous copper and deeper TEM anomaly
- Kali Besar (KBI) surficial base metal anomaly with no drilling
- Kelapa Tiga surficial base metal anomaly with limited drilling
- Remnant and unmined barite/Au/Ag accumulations in the Lerokis area

# Other Opportunities

- Production of clean acid
- Gold and silver in baryte sands – historical 400k ounces Au and 12,500k ounces Ag recovered
- Gold and silver in massive sulphides
- Zinc and lead in massive sulphides
- Copper bearing sulphides in stockwork
- Identified exposed anomalism through out the tenements
- Airborne EM potential to reveal undercover targets

# Summary – Investment Case

- Modest market capitalisation of ~A\$115 million
- Highly experienced Board and management team and supportive institutional shareholder base
- Wetar project expansion currently ramping up to nameplate capacity of 28,000 t.p.a. copper cathode
- High margin operation at current copper prices with short payback
- Excellent potential to grow mine life through incremental resource expansion and regional exploration

# Appendices



# Wetar Project Reserves

|                   | Category  | Tonnes (m) | Grade (% Cu) | Contained Cu (t) |
|-------------------|-----------|------------|--------------|------------------|
| Kali Kuning Pit   | Proved    | 5.4        | 2.4          | 132,000          |
| (0.4% Cu Cut-off) | Probable  | 0.9        | 2.1          | 20,000           |
|                   | Sub-Total | 6.3        | 2.4          | 151,000          |
| Lerokis Pit       | Proved    | 2.1        | 2.3          | 49,000           |
| (0.5% Cu Cut-off) | Probable  | 0.4        | 2.0          | 9,000            |
|                   | Sub-Total | 2.5        | 2.3          | 58,000           |
| Combined          | Proved    | 7.5        | 2.4          | 181,000          |
|                   | Probable  | 1.4        | 2.1          | 29,000           |
|                   | Total     | 8.9        | 2.4          | 210,000          |

**Important Note:** The tonnes and grades are stated to a number of significant digits reflecting the confidence of the estimate. Since each number and total is rounded individually the columns and rows in the above table may not show exact sums or weighted averages of the reported tonnes and grades.

# Competent Persons Statement

The information in this report that relates to mineral reserve estimation is based on work completed by Mr John Wyche who is a full time employee of Australian Mine Design and Development Pty Ltd and a member of the Australasian Institute of Mining and Metallurgy. Mr Wyche has sufficient experience which is 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 Wyche consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to mineral resource, exploration potential and geology estimation is based on work compiled by Dr Phillip Hellman who is a consultant to H&S Consultants Pty Ltd and a Fellow of the Australian Institute of Geoscientists. Dr Hellman has sufficient experience which is 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'. Dr Hellman consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Results and Targets is based on information compiled by Mr Terry Burns who is a Fellow and Chartered Professional of the Australasian Institute of Mining and Metallurgy (#107527). Mr Burns has sufficient experience which is 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 Burns is an exploration consultant contracted by Banda Minerals Pty Ltd, a 100% owned subsidiary of Finders Resources Limited, and consents to the inclusion in the reports of the matters based on his information in the form and context in which it appears.

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