

Nusantara Resources Limited

ABN 69 150 791 290

Registered Office:

20 Kings Park Road
West Perth
Western Australia 6005
Ph: +61 (8) 9460 8600

Issued Capital

167,775,990 shares

Substantial Holders

Lion Selection Group	23.3%
PT Indika Energy TBK	21.0%
Australian Super	14.0%

Nusantara Resources Limited is listed on the Australian Stock Exchange – ticker symbol NUS

Dollar values in this report are United States Dollars unless otherwise stated.

Enquiries regarding this report may be directed to:

Mr Greg Foulis
Executive Chairman
Ph: +61 (0) 438 544 399

OPTION TO CANCEL AWAK MAS ROYALTY

Nusantara Resources Limited (Nusantara or Company) is pleased to announce it has secured the right to extinguish the third-party royalty over the Awak Mas Gold Project (Project). This arrangement represents an important step towards the successful financing of the Project and demonstrates the Company's resolve to move the Project into development in the near term.

The material terms of the arrangement involve paying consideration of USD100,000 and for Nusantara to issue 666,667 ordinary shares to the holder of the existing Net Smelter Returns Royalty Agreement (Royalty) to secure the following option to:

- cancel 50% of the Royalty (ie. 1.0% of Net Smelter Returns on the first 1.25Moz of gold produced and 1.25% on the next 1.25Moz of gold produced) by giving Notice to the holder of the Royalty prior to 30 April 2020 and paying USD2.4M;
- cancel the remaining 50% of the Royalty by giving Notice to the holder of the Royalty prior to 30 April 2021 and paying USD2.5M.

Commenting on this development, the CEO of Nusantara Mr Neil Whitaker stated, "This is a significant step forward for the development of Awak Mas and in particular for the overall financing package which is at an advanced stage. These options increase our level of flexibility and represent a potentially significant cash saving to the company over the life of the mine."

About Nusantara Resources

Nusantara is an ASX Listed gold development company with its flagship project comprising of the 1.1 million-ounce Ore Reserve and 2.0 million-ounce Mineral Resource Awak Mas Gold Project located in South Sulawesi, Indonesia.