

# ASX Announcement

29 August 2012

[www.sumatracoppergold.com](http://www.sumatracoppergold.com)



## SUMATRA COMPLETES \$3.78 MILLION SUBSCRIPTION AGREEMENT

Sumatra Copper & Gold plc (ASX: SUM, 'Sumatra' or 'the Company') has completed its agreement with Provident Capital Partners Pte. Ltd. ('Provident') to raise \$3,780,000 through the subscription of 28 million CHESS Depository Interests over Shares (CDIs) at a price of A\$0.135 per CDI.

Provident will be granted a call option to subscribe for an additional 40 million CDIs, subject to conditions (see previous ASX announcement dated 8 August 2012 for details) and shareholder approval.

Sumatra Managing Director Julian Ford said, "Provident is an experienced and well-credentialed Indonesian partner, and we strongly welcome them as a cornerstone investor.

"Their involvement represents a strong vote of confidence in the Company and our projects as we continue to progress our Tembang Gold Project in southern Sumatra."

### About Provident

Provident was founded in 2004 and has a number of successful investments in a variety of industries. Amongst other investments, Provident has a 19% interest in Sihayo Gold Limited, an Australian listed Indonesian based gold mining company.

### 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. It has a significant greenfields to brownfields project portfolio covering more than 3,200 km<sup>2</sup>.



### Directors

**Warwick Morris**  
Non-Executive Chairman

**Julian Ford**  
Managing Director and CEO

**Adi Sjoekri**  
Executive Director

**Jocelyn Waller**  
Director (Non-Executive)

### Contact

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### Registered in England and Wales

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Registered Number 5777015

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Sumatra's 100%-owned Tembang project is on track for production during 2013. It has Proven and Probable Reserves of 5.5 million tonnes at 2.3 g/t Au and 31.4 g/t Ag for a total of 0.4 million ounces of gold and 5.5 million ounces silver which are compliant with the 2004 JORC Code. The Stage 1 production plan is a low cost, high grade operation, targeting 400,000 tonnes per annum process capacity to produce 40,000 to 45,000 per annum gold equivalent. Stage 1 will comprise only 18% of the project's total gold Resource base.

Under a joint venture with Newcrest Mining Ltd, Sumatra is currently exploring the Tandai project (30% Sumatra; 70% Newcrest). Newcrest has already met its minimum expenditure position of US\$1.75 million and has an option to earn a 70% interest by spending US\$12 million over 5 years. Sumatra has found significant gold mineralisation at Tandai, which has historic high grade production of 1.4 million ounces gold.

Sumatra continues work at its wholly-owned Sontang project, which is a high grade greenfields exploration project.

#### **Competent Person's Statement – Mineral Resources**

The information in this report that relates to Mineral Resources is based on information compiled by Mr David Stock MAusIMM who is an independent Geological Consultant to the Company and is a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' and has consented to the inclusion in this report of the matters based on his information in the form and context in which they appear. In addition, the Mineral Resource estimates were reviewed by Mr Robert Spiers who is a member of AIG and a full time employee of Hellman & Schofield Pty Ltd. Mr Spiers 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

#### **Competent Person's Statement – Ore Reserves**

The information in this report that relates to Open Pit and Underground Ore Reserves is based on information compiled by Mr Shane McLeay of Entech Pty Ltd, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr McLeay 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr McLeay consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

#### **Gold Equivalent reporting**

Gold Equivalent = gold assay + (silver assay / 50) where the number 50 represents the ratio where 50g/t Ag = 1 g/t Au. This ratio was calculated from the average of the 12 months of Financial Year 2011 from July 2010 to June 2011 taken from published World Bank Commodity Price Data and rounded up from 47 to 50.

The metal prices thus used in the calculation are the average gold price of US\$1,500 per ounce and average silver price of US\$30 per ounce. Metal recoveries assumptions are 90% for gold and 80% recovery for silver for Belinau.