



# GULF MANGANESE CORPORATION LIMITED

ACN 059 954 317  
(ASX : GMC)



## Quarterly Report

### December 2015 Quarter

Gulf Manganese Corporation Limited is pleased to provide shareholders with the following Quarterly Activities Report for the December Quarter.

#### KEY HIGHLIGHTS

- **Capital Raising Completed**
- **Reinstatement of Trading**
- **CEO Appointed**
- **Further progress with Kupang Development**
- **First agreements for Ore Supply**
- **Xram Workshop**

#### CORPORATE

##### Capital Raising Completed

The company announced in August plans to raise \$1.125m to finalise smelter engineering design and working capital and Shareholders approved the issue of up to 75m shares and 37.5m options at a General Meeting in October. The raising was fully subscribed when closed on 3 December 2015.

##### Reinstatement of Trading

Following the successful raising, the Company suspension was lifted and trading recommenced.

##### CEO Appointed

In late October, Hamish Bohannon was appointed CEO of Gulf Manganese. Following the capital raising Hamish took up the role of director on the wholly owned Indonesian subsidiary, PT Gulf Mangan and Peter Williams the role of Commissioner, allowing Michael Kiernan to retire from an active role in the company during January 2016.

Michael Kiernan has been the key driver and champion of the plans for developing the premium manganese alloy smelting hub in Indonesia, and the Board would like to take this opportunity to thank Michael for his passion and commitment.



## **PROJECT UPDATE**

### **Approvals**

Following the granting of a Principle License for foreign investment from the Indonesian Government Coordinating Board (BKPM), the next significant step is approval for the project by the Bupati Kupang, Ayub Titu Eki. Meetings were held with the Bupati and his staff to discuss the final steps required in order to complete the process. This largely involves further community liaison and involvement which will take place in the first quarter 2016.

### **Land**

A Memorandum of Understanding was agreed with the local community landowners and the land officially measured and issued a field map reference catalogue number in preparation for the approval process with the local Regency being completed.

### **Power**

Confirmation of power supply and installation was received from the Indonesian Power Company PT PLN, for the first smelter. Discussions will continue next quarter on the arrangement for progressively increasing capacity as the smelting hub develops and expands.

### **Ore Supply**

Following the review of Manganese ore potential in Indonesia, which confirmed that there is a potential extractable manganese mineralisation of 29 Mt for Production IUPs and 114 Mt for Exploration and Production IUPs as reported last quarter and detailed in a full report on the Company website [www.gulfmanganese.com](http://www.gulfmanganese.com), negotiations have commenced with local miners for the future supply of ore to the smelting hub.

To date, two offers have been received, one for ore from West Timor and another from Sulawesi both for a minimum supply of 1000 tonnes per month, which more than covers the needs of the first proposed smelter. Discussions are continuing with other potential suppliers in West Timor and neighbouring islands.

### **First Smelter**

Meetings were also held during the quarter with Xram Technologies to advance the plan for the first smelter. Gulf has options on a pair of suitable smelters in South Africa as well as the opportunity to build a new smelter. A final decision on which option to pursue will be made once the final approvals are received in Indonesia.

## Corporate Directory

### Registered Office

78 Mill Point Road  
South Perth, WA 6151  
Telephone: +61 8 9367 9228  
Facsimile: +61 8 9367 9229  
www.gulfmanganese.com

### Postal Address

PO Box 884  
South Perth, Western Australia 6951

### Legal Advisors

Christian Teo Purwono (Indonesia)  
Lemonis Tantiprasut Lawyers (Australia)  
Allion Legal Pty Ltd (Australia)

### Bankers

ANZ Banking Group  
PT ANZ Indonesia

### Australian Securities Exchange

ASX Code: GMC

### Share Registry

Automic Registry Services

### Auditors

Somes Cooke

### Corporate Advisors

Triple C Consulting Stockbrokers

### Geological Advisors

SRK Geological Consulting (Indonesia)

### Project Managers

Mining Solutions Pty Ltd (Australia)

### Structural Engineers

PT Timeserve (Indonesia)

### Power Engineers

PT Hatch (Indonesia)

### Pyrometallurgical Engineers

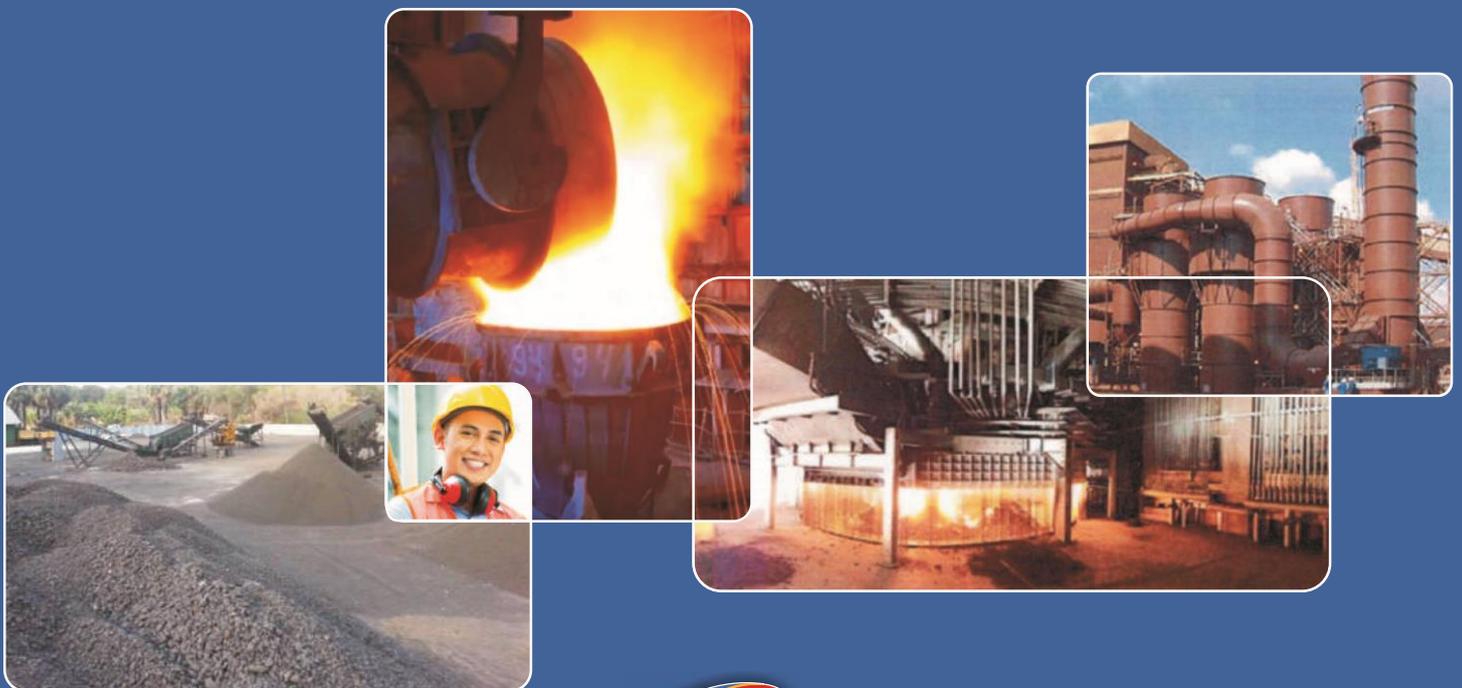
Xram Technologies (South Africa)

### Industry Associations

Indonesian Chamber of Commerce  
Indonesian Smelter Processing Association  
Australian Indonesian Business Council  
Indonesia Institute

### Investor Relations

Six Degrees



## GULF MANGANESE CORPORATION LIMITED

Developing Indonesian Premium Manganese Alloy Smelting Hub

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www.gulfmanganese.com