

NSX ANNOUNCEMENT

27 November 2012



TIMAH RESOURCES LIMITED (“TIMAH”) ANNOUNCES A 100% ACQUISITION OF PT MAKMUR SINDO PERKASA - AN INDONESIAN OIL INVESTMENT COMPANY, THROUGH A SCRIP ISSUE, SUBJECT TO SATISFACTORY DUE DILIGENCE AND SHAREHOLDERS APPROVAL.

Highlights

Timah has entered into a Term Sheet with Just Minerals Pte Ltd (a Singapore incorporated company) to acquire 100% of the issued shares in PT Makmur Sindo Perkasa (“the Acquisition”), an Indonesia company that holds 75% of the issued equity of PT SA Petroleum.

PT SA Petroleum (“PTSA”) is an Indonesian private company and has its domicile at Surabaya. PT SA Petroleum has a joint venture agreement (Perjanjian Kerjasama Pernambangan Minyak dated 11th April 2008) between PTSA and the Koperasi Unit Desa Karya Sejahtera (“Koperasi”) to extract petroleum from an oil field located at the District of Bojonegoro, East Java, Indonesia (“the Bojonegoro Oil Field”).

Koperasi holds the concession rights granted by PERTAMINA (Perusahaan Pertambangan Minyak Dan Gas Bumi Negara), the Indonesian National Oil Corporation to extract petroleum from the Bojonegoro Oil Fields.

PT SA Petroleum (PTSA) undertake to fulfill the duties and obligations of the Koperasi provided in the Concession Agreement by PERTAMINA and in return the Koperasi will pay PTSA 80% of the proceeds of sale of petroleum from Pertamina whilst Koperasi will be entitled to balance of 20% of the proceeds.

Shareholders in PT Makmur Sindo Perkasa are to receive 75 Million New Shares of Timah Resources Limited as consideration for the sale of their shareholdings subject to satisfactory due diligence by Timah and shareholder and regulatory approvals to the proposed acquisition. The acquisition is also subject to the Independent Expert Report concluding the acquisition is in the best interests of Timah shareholders.

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Timah Resources Limited through this acquisition will acquire 75% ownership of PT SA Petroleum and plan to carry out the extraction of petroleum from the Bojonegoro Oil Field upon completion of the transaction.

Timah plan to fund the petroleum extraction through future equity raising and the use of internally generated funds and existing facilities. The Board believe that this strategic acquisition will provide near term cash flow and is to the long term benefit of all shareholders. Timah intends to do further mapping and certification work to further determine the oil resource in the Bojonegoro Oil Field.

Timah intends to continue to develop its Bathurst Island Iron Ore Project through a farm-out, joint-venture or merger of its exploration tenement with iron ore producers in the region.

Timah Resources Limited will keep the market informed of any material developments.

About Just Minerals Pte Ltd

Just Mineral Pte Ltd (“Just Minerals”) is a Singapore incorporated company. Just Mineral is an independent trading company dealing in minerals especially coal, iron ore, manganese ingot and nickel. For more information on Just Minerals: www.justminerals.com.sg

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