



For ASX Market Release: 2 February 2018

Unaudited Full Year 2017 Summary

Wetar Copper Project (Finders 74.1%)

- Maiden full year of production generated EBITDA of US\$72.2 million (unaudited)
- Full year copper cathode sold: 25,277 tonnes at an average realized sale price of US\$2.76/lb Cu
- Full year copper cathode produced: 23,160 tonnes at a C1 cash cost at US\$1.14/lb and AISC cost of US\$1.66/lb
- Proved and Probable Ore Reserve as at 1 December 2017: 9.3 million tonnes at 2.1% Cu for 196,000 tonnes of contained copper metal reflects a significant increase at Lerokis and positive mining reconciliation at Kali Kuning

Corporate

- Debt repayments have significantly reduced gross debt under the Project's Senior Secured Finance Facility Agreement (Wetar Facility) to US\$60.5 million, from US\$145 million on 30 June 2016
- Debt Service Reserve Account funding commenced with US\$9.0 million deposited, reducing net debt to US\$51.5 million
- Unsolicited, opportunistic off-market takeover offer received from Eastern Field Developments Limited. The Independent Finders Directors reiterate their recommendation that Finders shareholders **REJECT** the offer by **TAKING NO ACTION**

Managing Director Barry Cahill commented: *"While our first full year of production has not been without its challenges, the full year result clearly demonstrates the value of the Wetar Copper Project. Over the past year we have rapidly paid down the Wetar Finance Facility and with the current strong copper price we are well positioned to continue to pay down debt and add value for shareholders in 2018. There are not many among our industry peers who have reported such impressive first production year results."*



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Background Information on Finders

Finders is the operator of the Wetar Copper Project (74.1% economic interest) located on Wetar Island in Maluku Barat Daya, Indonesia.

The Wetar Copper Project comprises the development, open pit mining and processing of the high-grade sulphide deposits at Kali Kuning and Lerokis located within 3 kilometres of the coast on Wetar Island. The project benefits from having existing infrastructure in place, particularly a wharf, camp and roads and partially exposed copper ore bodies from a prior gold mining era.

Finders currently operates a 25,000 tonne per annum (“t.p.a”) copper cathode solvent extraction-electrowinning (“SX-EW”) plant, commissioned in May 2016, and a 3,000 t.p.a SX-EW plant for annual production capacity of 28,000 tonnes copper cathode. To date, the plants have produced over 37,000 tonnes of copper cathode. The average sale price for all copper sold to date has been at a premium to the LME price.

The project has a total debt of US\$60.5 million repayable over the period to March 2019 and has a projected cash operating cost of US\$1.05/lb Cu over the life of mine.

Wetar Copper Project Resources & Reserves

Wetar Copper Project - Mineral Resource Estimate as at 1st December 2017									
	Measured		Indicated		Inferred		Total		
	Mt	Cu%	Mt	Cu%	Mt	Cu%	Mt	Cu%	Cu (Kt)
Kali Kuning (COG 0.4% Cu)									
Primary	1.9	2.7	0.3	2.9	0.01	3.0	2.3	2.7	62
Transition	0.1	1.4	0.1	1.2	0.03	1.5	0.1	1.3	2
Leached	0.01	0.6	0.002	0.8	0.001	0.8	0.01	0.6	0.1
Total	2.0	2.7	0.4	2.6	0.04	1.9	2.4	2.6	64
Lerokis (COG 0.5% Cu)									
SBX	0.1	0.8	0.06	0.9	-	-	0.1	0.8	1
MPY	1.1	1.5	0.04	0.9	0.02	1.0	1.2	1.5	17
PBX2	1.2	3.3	-	-	-	-	1.2	3.3	39
BKO	0.4	5.5	-	-	-	-	0.4	5.5	24
Total	2.8	2.9	0.1	0.9	0.0	1.0	2.9	2.8	82
Total Kali Kuning and Lerokis Open Pits									
COG as above	4.8	2.8	0.5	2.2	0.1	1.6	5.3	2.7	145
Heap Leach Pads (ex-mine minus cathode production and decommissioned leach pads)									
Kali Kuning Valley	4.3	1.4	-	-	-	-	4.3	1.4	60
Total	4.3	1.4	-	-	-	-	4.3	1.4	60
Total Mineral Resource (including Heap Leach Pads)									
TOTAL	9.1	2.1	0.5	2.2	0.1	1.6	9.6	2.1	206

Note – Rounding errors may occur. Mineral Resources which are not included in the following Ore Reserve compilation do not have demonstrated economic viability.

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Wetar Copper Project – Ore Reserve Estimate as at 1st December 2017							
	Proved		Probable		Total		
	Mt	Cu%	Mt	Cu%	Mt	Cu%	Cu (Kt)
Kali Kuning Open Pit (COG 0.4% Cu)							
Primary	1.9	2.6	0.3	2.8	2.2	2.7	58
Transition	0.1	1.3	0.1	1.2	0.1	1.3	1
Leached	0.01	0.6	0.002	0.8	0.01	0.6	0.0
Total	2.0	2.6	0.3	2.6	2.3	2.6	60
				Waste	0.8		
				Stripping Ratio	0.3		
Lerokis Open Pit (COG 0.5% Cu)							
SBX	0.05	0.8	0.03	0.9	0.1	0.9	1
MPY	1.1	1.5	0.01	0.7	1.1	1.5	16
PBX2	1.1	3.2	-	-	1.1	3.2	37
BKO	0.4	5.3	-	-	0.4	5.3	23
Total	2.7	2.8	0.04	0.9	2.7	2.8	76
				Waste	2.6		
				Stripping Ratio	0.97		
Total Kali Kuning and Lerokis Open Pits							
COG as above	4.7	2.7	0.4	2.4	5.0	2.7	136
				Waste	3.4		
				Stripping Ratio	0.7		
Heap Leach Pads (ex-mine minus cathode production and decommissioned leach pads)							
Kali Kuning Valley	4.3	1.4	-	-	4.3	1.4	60
Total	4.3	1.4	-	-	4.3	1.4	60
Total Ore Reserve (including Heap Leach Pads)							
COGs as above	8.9	2.1	0.4	2.4	9.3	2.1	196

Notes – Rounding errors may occur. The Ore Reserve estimate for the open pit mines is derived from the Mineral Resource block models for the Kali Kuning and Lerokis deposits. 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. “Stripping Ratio” refers to the ratio of the waste to the ore tonnage.

COMPETENT PERSON STATEMENTS

Exploration Results and Targets

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).

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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 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.

Mineral Resource Estimate

The information in this report that relates to mineral resource estimation for the Kali Kuning and Lerokis deposits is based on prior work completed by external consultants that has been reviewed 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 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.

Ore Reserve Estimate

The information in this report that relates to the in-situ ore reserve estimation at the Kali Kuning and Lerokis deposits is based on ongoing and prior work completed by external consultants and PT Batutua Tembaga Raya employees that has been reviewed by Mr Nick Holthouse who is a full-time employee of PT Batutua Tembaga Raya (a subsidiary of Finders Resources Limited) and who is a Member of the Australasian Institute of Mining and Metallurgy (#305303). The information in this report that relates to the ore reserve estimation for the heap leach pads is based on ongoing and prior work completed by external consultants and PT Batutua Tembaga Raya employees that has been reviewed by Mr Adam Moroney who is a full time employee of PT Batutua Tembaga Raya (a subsidiary of Finders Resources Limited) and who is a Member of the Australasian Institute of Mining and Metallurgy (#315559)

Both Mr Holthouse and Mr Moroney have sufficient experience which is relevant to the style of mineralisation, the type of deposit and the beneficiation method under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Both Mr Holthouse and Mr Moroney consent to the inclusion in the report of the matters based on their reviewed information in the form and context in which it appears.

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