

ANNOUNCEMENT BY THE JOINT ADMINISTRATORS OF CHURCHILL MINING PLC (“CHURCHILL”)

29th April 2019

Following our appointment as administrators of Churchill, we have received a number of enquiries from shareholders for an update on the directors' announcement dated 8th April 2019. We have been digesting the outcomes of the various legal proceedings and will be developing our proposals to be put to creditors over the next few weeks. These will be circulated to creditors and available at Companies House for shareholders to inspect. As the Company is now in administration, there will come a time in the near future that the website will close down but we propose to write to shareholders before then with a brief update.

In the meantime, our initial findings are as follows:

Initial legal analysis following the dismissal of the Company's annulment application at ICSID suggests that there is now very little scope to bring further proceedings against the Republic of Indonesia in the ICSID forum. As Churchill now has only minimal remaining resources, the Company is currently not in a position to continue any form of litigation, even if it were minded to do so.

The Company's principal secured creditor is Pala Investments which is owed GBP500,000 plus interest and the Company's principal unsecured creditor is the Republic of Indonesia which is owed some US\$9.5million in respect of costs awarded in relation to the ICSID proceedings. There is little prospect of anything other than a very small (if any) return to creditors so at the present time we would advise shareholders that they should not expect any return on their investment.

For further information, please contact:

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Where partners and staff are acting as administrative receivers and administrators, the affairs business and property of the company over which they are appointed are managed by them as agents and without personal liability and, where acting as LPA or Fixed Charge Receivers, they do so as agents for the mortgagor and without personal liability.