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## FINDERS RESOURCES LIMITED

### Placement to Provident Capital Partners

Finders Resources Limited (ASX: FND) (“Finders”) is pleased to announce that it has entered into a subscription agreement with Provident Capital Partners Pte Ltd (“Provident”). The placement is the first stage in what both parties intend to be a long-term partnership to develop the Wetar copper project and ultimately a diversified, Indonesian mining house.

Provident was founded in 2004 and is an Indonesian investor with a number of successful investments in the telecommunications, agricultural and mining industries. Most notably, Provident has founded and is a substantial shareholder of two prominent listed companies in Indonesia namely PT Tower Bersama Infrastructure (~30% ownership, market capitalisation ~\$2.7bn) and PT Provident Agro (~43% ownership, market capitalisation ~\$230m). Provident also has substantial holdings in ASX listed Sumatra Copper & Gold and Sihayo Gold.

The principal terms of the Placement are as follows:

- Initial placement of 17.5 million shares at 20c to raise \$3.5 million.
- Provident to be granted options for a further 50 million shares at 20c. The options can only be exercised if:
  - Finders’ receives the forestry permit for the Wetar copper project; or
  - the Maluku spatial plan is approved;in both cases before 30 September 2013. The options must be exercised within 20 business days of the conditions being satisfied.
- Provident will be entitled to a board seat if it holds shares equal to 12.5% or more of the outstanding capital of Finders.
- Provident will be entitled to participate on a pro rata basis (including the options on an as-converted basis) in any future capital raisings by Finders to fund the Wetar project.
- The placement and the issue of options are both subject to shareholder approval which will be sought by means of an EGM to be held in January 2013.

Chris Farmer, Managing Director of Finders welcomed Provident to the Finders register. “Provident have proven themselves over a number of years as one of the most successful investors in Indonesia. Their investment is a significant vote of confidence in the Wetar copper project. Provident have been supportive partners for a number of development stage mining companies and also bring broad networks and Indonesian experience which will be invaluable as Finders grows”.

Gavin Caudle, Director of Provident said “We are excited about the opportunity to partner with Finders to develop the Wetar copper project and beyond. The Indonesian mining industry will grow strongly and we look forward to working with Finders and our other investments to play a major role in its development.”

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### **Background Information on Finders**

Finders is the operator of the Wetar Copper Project (95% Interest), and the Ojolali Gold-Silver Project (72% with option), both located in Indonesia. The Wetar Copper Project comprises two high grade deposits, Kali Kuning and Lerokis, which are located within 3km from the coast and suitable for open pit mining. The project benefits from having existing infrastructure in place, particularly a wharf, camp and roads and partially pre-stripped copper ore bodies from a prior gold mining era. From February 2009 to December 2010, Finders successfully operated a 5 tonne per day Solvent Extraction/Electro Winning ("SX/EW") demonstration plant to test copper sulphide leach kinetics, optimise process design and provide data required for project finance. The demonstration plant produced and sold about 2,500 tonnes of LME Grade A copper cathode, all of which was sold at a premium to the LME price and without specification issues. The test heaps are at heights similar to commercial operations worldwide and the SX/EW technology being used is industry standard. SX/EW technology is currently responsible for approximately 22% of the world's copper production. The development of the Wetar Copper Project comprises the brownfields expansion of the existing demonstration plant to 7,000tpa capacity, followed by incorporation of the Whim Creek plant to lift production to 25,000tpa.

### **Further information from Finders Resources Ltd, please contact**

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