

INTERIM REPORT FOR BUKIT IBAM GOLD PROSPECT AT MUKIM KERATONG, PAHANG

Borneo Oil Berhad (“BOB”) is pleased to announce that its wholly-owned subsidiary, Borneo Oil & Gas Corporation Sdn Bhd (“BOG” or “the Company”), has completed the interim exploration works on Zones D and H at Bukit Ibam Gold Prospect and an Interim Report has been prepared and signed off by a “Competent Person”. This announcement is based on an Interim Report that is not in accordance with the Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves “JORC Standards”.

1. Introduction

Further to the last announcement dated 6th August 2020 under JORC standard of the gold resources of Zone B (1st Zone), which has stated the Gold Resources as follows :-

- Measured resources of 7,730 oz / 216,550 gm of Gold in 80,000 metric tons of ore with an average grade of 2.88 g/t.
- Indicated resources of 10,650 oz / 298,352 gm of Gold in 730,000 metric tons of ore with an average grade of 0.45 g/t.
- Inferred resources of 3,820 oz / 107,015 gm of Gold in 850,000 metric tons of ore with an average grade of 0.14 g/t.

Total resources of 22,200 oz / 621,917 gm of Gold in 1.66 million metric tons of ore with an average grade of 0.42 g/t.

The Company has recently embarked on a detailed sampling and drilling program on several other of its primary gold targets. This program has been carried out in Zone D and H, comprising of 15 diamond drill holes(1,390.5 metres), 127 blast drill holes (1,143 metres) and 77 Reverse Circulation (“RC”) drill holes (4,964 metres). A total of 1,962 samples from Zone H and 4,425 samples from Zone D were analysed. The overall potential for this combined area is estimated to be 400,000 tons of ore containing approximately 200kgs of gold with an average grade of between 0.3 and 0.5 g/t Au.

However, these figures remain to be proven and confirmed by a systematic diamond drilling program and ground geophysical survey covering the 1.6 km trend. Diamond drilling will be used as the water table occurs at about -50m (50m below the surface) at Bukit Ibam.

2. Bukit Ibam Gold Prospect

The Bukit Ibam Gold Prospect is located in the south-eastern state of Pahang of Peninsular Malaysia, about 40 km to the north of Muadzam Shah's city (“Prospecting Area”). The Prospecting Area covers two mining licenses comprising of 187 ha (462.08 acres) and 175.04 ha (432.53 acres).

Zone D and H cover an area of 14.29 ha (35.59 acres) in the licensed mining area.

The gold mineralisation is mainly in the form of free gold believed to be hosted by a set of fractured and silicified North-South intrusive sub-volcanic felsitic sills and possibly by a quartz vein parallel to the intrusive; these formations are hosted in the East Malay Peninsula permo-triassic volcano-sediment unit. The system is affected by an oblique fracturation separating and slightly shifting the formations and resulting in a typical tectonic block faulting well marked in the topography by creeks and hills aligned with the North-South main structure. The type of mineralisation visible at the Prospecting Area is very similar in many aspects to other deposits of Peninsular Malaysia, including Raub, Penjom Selinsing, Tersang etc, where the gold is mainly controlled by felsitic sills and quartz stockworks.

3. Information on the Interim Report

Following the confirmation of JORC gold resources on Zone B dated 5th August 2020, the Company has recently embarked on a detailed sampling and drilling program on several other of its primary gold targets, mainly Zone H and Zone D, with a total of 15 diamond drill holes for 1,390.5 m, 127 short (9m depth each) blast holes for 1,143 m, and 12 RC drill holes for 539 m in Zone H, and a total of 65 RC drill holes in Zone D.

Trenching was also used to explore some zones where mineralisation was observed at the surface, including 135 samples in Zone H and 107 samples in Zone D.

Most of the samples were prepared and assayed in the Company's on-site facilities.

4. Results of the Drilling Works

Some of the higher grade drilling intersections in Zone D and H are presented below.

ZONE D - RC DRILLHOLES BEST GOLD INTERSECTIONS

HOLE ID	Depth		Length (m)	Au (g/t)	
	From (m)	To (m)			
RCZD047	21	28	6 m @	1.50	Incl. 3m @ 2.71 g/t from 21 to 24m
RCZD049	19	25	6 m @	2.45	Incl. 3m @ 10.07 g/t from 19 to 22m
RCZD001	61	62	1 m @	4.43	
RCZD020	53	54	1 m @	1.03	
RCZD021	62	63	1 m @	2.70	
RCZD026	51	54	3 m @	1.04	
RCZD051	10	12	2 m @	1.25	
RCZD029	62	65	3 m @	0.58	

ZONE D - ROCK AND CHANNEL SAMPLING BEST GOLD ASSAYS

SAMPLE ID	Length (m)	Au (g/t)
GST1898	1 m @	1.24
GST1931A	1 m @	2.42
GST2038A	1 m @	1.61
GST1939	1 m @	2.43
GST1950A	1 m @	1.60
GST1966	1 m @	0.63

ZONE H - RC DRILLHOLES BEST GOLD INTERSECTIONS

HOLE ID	Depth		Length (m)	Au (g/t)
	From (m)	To (m)		
BIRCSH03	33	36	3 m @	1.34
BIRCSH01	24	28	4 m @	0.79
BIRCSH08	19	20	1 m @	0.74

ZONE H - BLASTHOLES BEST GOLD INTERSECTIONS

HOLE ID	Depth		Length (m)	Au (g/t)
	from (m)	to (m)		
GC395	0	9	9 m @	6.50
GC348	0	9	9 m @	0.63
GC447	0	6	6 m @	1.09
GC399	0	9	9 m @	0.64
GC423	0	9	9 m @	0.47
GC425	0	9	9 m @	0.46
GC458	0	6	6 m @	0.63

ZONE H - DIAMOND RILLHOLES BEST GOLD INTERSECTIONS

HOLE ID	Depth		Length (m)	Au (g/t)	
	From (m)	To (m)			
DDZH13	0.00	13.30	13.30m @	1.64	Incl. 7m @ 3.11 g/t
DDZH05	18.80	25.10	6.30m @	0.45	Incl. 1m @ 1.33 g/t

5. Potential Resources of Prospecting Area (Extract from Interim Report)

“Both Zones D and H are located in the Eastern part of the mining area, which remains to be explored in greater detail, including the zone between the two targets. This zone extended on a 1.6 km mineralised trend between Zone D and H.

As illustrated in item 4 above, the results of the drilling works indicate that zones D and H include multiple significant sections with economic values of gold.

Based on the recently detailed drilling, the southern half of Zone D, which extends over about 100m, represents a potential of about 25,000 tons of ore at an average between 0.3 and 0.5 g/t Au.

By extrapolation to the whole of the 1.6 km trend, the overall potential for this combined area is to be estimated to be 400,000 tons of ore containing approximately 200kgs of gold with an average grade of between 0.3 and 0.5 g/t Au.

However, these figures remain to be proven and confirmed by a systematic drilling and ground geophysical survey covering the 1.6 km trend. Diamond drilling will be used for several reasons: RC drilling results cannot be validated below the water table, which occurs at about -50m at Bukit Ibam, whereas diamond drilling recovers solid rock samples at any depth, which are used for a more precise understanding of the geology, lithology and structure of the deposit, as well

as for preliminary metallurgical tests and finally, diamond drilling results must be used to validate those of the RC drill holes.”

6. JORC Compliant Report

The Company intends to continue the detailed survey of the whole project and particularly in Zones D and H, to achieve and to be in compliance with JORC Standards. Once the JORC compliant report is completed, the Company will make the necessary announcement accordingly.

7. Effects of the Transaction

The aforesaid matter does not have any effect on the issued and paid-up share capital and substantial shareholders' shareholding of BOB. It is also not expected to have any material effect on the net assets, gearing and earnings of BOB for the financial year ending 30th June 2022.

8. Interest of Directors, Major Shareholders and Persons Connected

None of the directors, major shareholders or persons connected with a director or major shareholder, have any interest, direct or indirect, in the foresaid matter.

9. Statement by Board of Directors

Having considered all aspects of the aforesaid matter, the Board of Directors of BOB is of the opinion that this announcement is made in the best interest of the Company.

10. Document Available for Inspection

The original of the said Interim Report for the Zone D and H is available for inspection at the registered office at 1st & 2nd Floor, Victoria Point, Jalan OKK Awang Besar, 87007, W.P. Labuan during normal office hours from Monday to Friday (except for public holidays) for a period of 3 months from the date of this announcement.

This announcement is dated 5th May 2022