



Archipelago Resources PLC



Corporate Presentation
April 2011

Important Notice



Archipelago Resources PLC

The information contained in this document is confidential and is being supplied in the United Kingdom only to persons with professional experience in matters relating to investments and/or to high net worth persons or companies as described in Article 19(5) and 49(2) respectively of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2001 (S1.2001/No. 1335) (as amended) (the “Order”) made pursuant to section 21(5) of the Financial Services and Markets Act 2000 (“FSMA”) and, if permitted by applicable law, is being supplied outside the United Kingdom to professionals or institutions whose ordinary business involves them in investment activities. The information contained in this document is not intended to be viewed by, or distributed or passed on (directly or indirectly) to, any other class of persons.

No representation or warranty, express or implied, is given as to the accuracy of the information or opinions contained in this document and in the presentation made to you verbally and no liability is accepted by Archipelago Resources Plc (the “Company”), Grant Thornton Corporate Finance (“Grant Thornton”), or any of their respective directors, members, officers, employees, agents or advisers for any such information or opinions. Notwithstanding this, nothing in this paragraph shall exclude liability for any representation or warranty made fraudulently. Any statements regarding future financial positions, results or operations and budgets are forward looking statements and subject to risks and uncertainties. Any projections or forecasts are for illustrative purposes only. Grant Thornton is authorised in the UK under FSMA.

Accordingly, this information is being supplied to you solely for your information and may not be copied, reproduced or further distributed to any person or published in whole or in part, for any purpose. In particular, the distribution of this document in jurisdictions other than the United Kingdom may be restricted by law and persons into whose possession this document comes should inform themselves about, and observe any, such restrictions. Any failure to comply with these restrictions may constitute a violation of laws of any such other jurisdiction.

The document and the information contained in it does not constitute a prospectus or listing particulars and does not form any part of an offer of, or invitation to apply for, securities and should not be relied upon in connection with a decision to subscribe or purchase such securities.

Persons receiving this document should note that, in connection with the proposed placing of shares in the Company, Grant Thornton is advising the Company and no-one else and will be not responsible to anyone other than the Company for providing the protections afforded to clients of Grant Thornton or for providing advice in relation to the proposed placing.

Any persons who receives this document and who do not fall within the scope of Articles 19 or 49 of the Order must not act or rely upon it for any purposes whatever. Any person who does not fall within the scope of Articles 19 or 49 of the Order and who receives this document should return this document to Grant Thornton immediately and take no further action.

This document is not for distribution, nor does it constitute an offer or invitation to subscribe or purchase shares, in Canada, Australia, USA or any other jurisdiction where such distribution, offer or invitation is unlawful.

Neither this document nor any copies may be taken into the United States of America, its territories or possessions (the “US”) or distributed directly or indirectly into the US or to any US person as defined in Regulation S under the US Securities Act 1933 as amended (the “Securities Act”). Any failure to comply with this restriction may constitute a violation of US securities laws. The shares are not being registered under the Securities Act, and may not be offered or sold into the US or to any US person except pursuant to an exemption from US securities laws registration requirements.

Investment Summary



Archipelago Resources PLC

An AIM listed South East Asian gold company	Projects in Indonesia (production), Vietnam and the Philippines (exploration)
Flagship Project	Toka Tindung Gold Project, Sulawesi, Indonesia
Resources and Reserves	Resource of 1.7Moz gold with a grade of 3.4g/t and Reserve of 1.0Moz
Project Status	Production
Production Outlook	First gold pour 1st April 2011 with 2011 production of 110,000oz. Average of 160,000oz/annum over 1st six years LOM
Robust financials	Cash flow positive by September 2011 and total cash costs of US\$445/oz
Huge upside through exploration	Major exploration programme at Toka Tindung expected to increase resources and LOM significantly

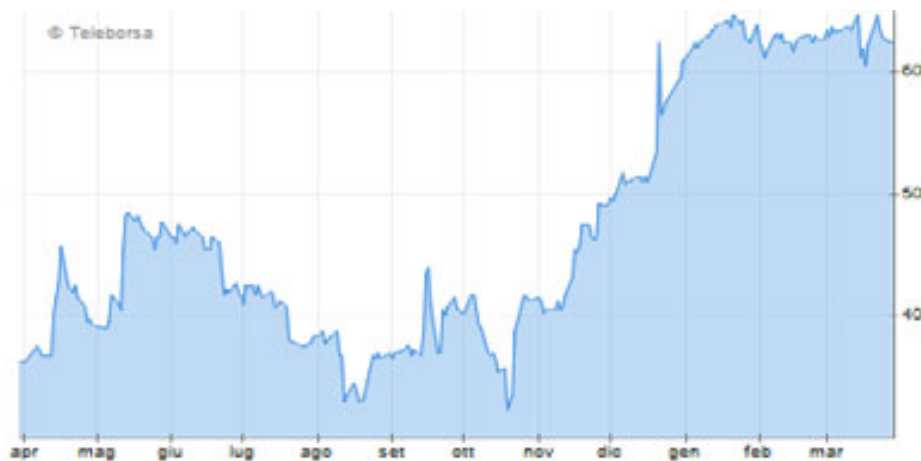
Market Information



Archipelago Resources PLC

Capitalisation

(GBP £)	Archipelago Resources (Ticker: AR.)
Share Price	63.5p
Shares in Issue (M)	569,197,635
Market Capitalisation (M)	£353m
Debt Drawn	US\$50m
Debt Undrawn	US\$20m
52 wk High	64.75p
52 wk Low	36.25p
Market	AIM



Source: London Stock Exchange

Top Shareholders (> 1%)

Name		Percentage
Rajawali Corpora	IND	52.7%
Baker Steel Funds	UK	9.0%
Columbia Wanger	USA	6.3%
Asia Image	SW	3.9%
BlackRock	UK	3.2%
JP Morgan Chase	UK	3.2%
Pershing Nominees	UK	2.9%
J.C. Loosemore	AUS	2.1%
El Oro & Exploration Co.	UK	1.4%
Jennison Associates	USA	1.4%
Mackenzie Financial	CAN	1.2%
Henderson Global	UK	1.0%
Scottish Value	UK	1.0%
Total		89.5%

Key Management



Archipelago Resources PLC

Colin Loosemore
Chief Executive Officer and
Managing Director

Geologist with 40 years experience including multi-commodity exploration and management in Australia and overseas.

Previously a director of Brancote Holdings Plc, the first mining company to list on AIM, and Managing Director of Carr Boyd Minerals and Hill Minerals N.L. (ASX).

Eddy Porwanto
Deputy CEO and
President Director –
Toka Tindung Gold Project

B.Sc Business Administration and MBA Corporate Finance and Banking. Mr Porwanto was previously the CFO of Garuda Airlines and General Motors Indonesia.

Jeff Dawkins
Chief Financial Officer

Chartered Accountant and member of the Securities Institute of Australia with 15 years experience, initially with Deloitte Touche Tohmatsu and Hall Chadwick.

Worked for Lynas Corporation when it financed, constructed and commissioned the Paraburdoo gold project in W.A.

Dave Morrison
Chief Operating Officer –
Toka Tindung Gold Project

22 years experience mainly in the South East Asian gold mining industry including Chatree – Thailand, Mt Muro – Indonesia, Porgera – PNG and Granny Smith – W.A.

Dean Pontin
Operations Manager –
Toka Tindung Gold Project

22 years experience mainly in the South East Asian gold mining industry including Batu Hijau – Indonesia and Porgera and Misima – PNG.

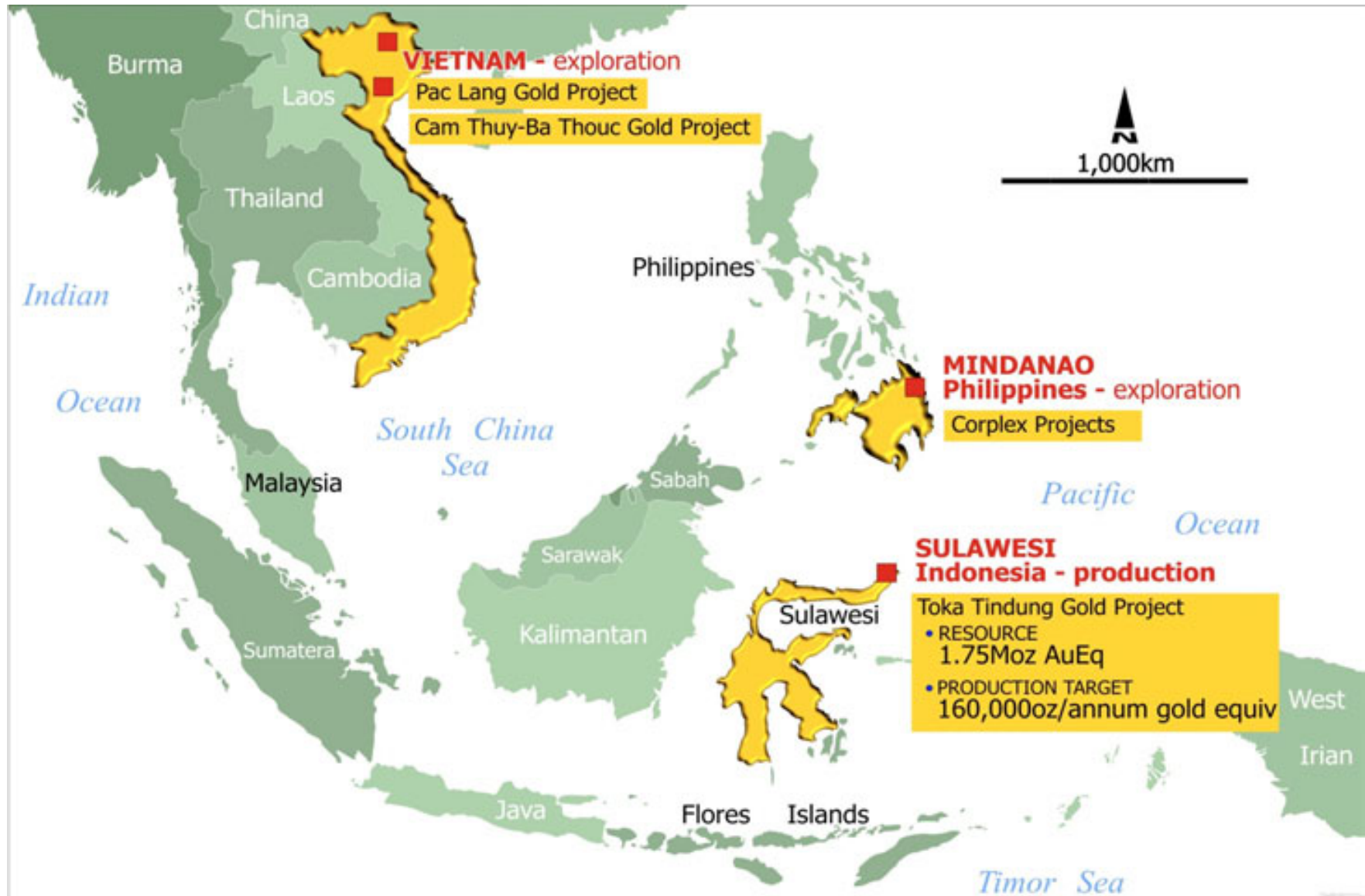
**Other Management Team
Members**

Terkelin Purba (External Relations Manager), Vern Langdale (Mining Manager), Clinton Bennett (Processing Manager), Felix Subarna (Finance Manager), Peter Johnson (Security Manager) and Debra Watson (Environmental and Safety Manager)

Operations



Archipelago Resources PLC



The Toka Tindung Gold Project



Archipelago Resources PLC



Ownership	95% Archipelago / 5% Rajawali Corpora
Mining type	Open pit
Project Status	Production
Production	<ul style="list-style-type: none"> * First gold pour: 1st April 2011 * 2011 Production: 110,000oz Au eq * 1st 6 years LOM: Average 160,000oz/annum
Total Cash Costs (less royalty)	US\$445/oz
Mine life	8 years (expected to increase through exploration)

- Toka Tindung in North Sulawesi is Archipelago's principal asset in Indonesia
- Located 35km north east of Manado, North Sulawesi's provincial capital
- Good infrastructure, with bitumen roads and close proximity to deep water port

* Company forecasts

- Acquired from Aurora Gold Ltd in 2002
- 400km² tenement area
- Huge upside through exploration – resource base and LOM expected to increase significantly
- Processing: CIL
- Plant capacity: 1.5-1.8mtpa
- Strip ratio: 7:1
- Recovery rate: 94%

Robust Project Economics



Archipelago Resources PLC

Total Cash Cost
(less royalty)

- **US\$445/oz**

EBITDA (average for
first 6 yrs)

- US\$100m/annum (Gold Price US\$1,100/oz)
- **US\$147m/annum** (Gold Price US\$1,400/oz)
(assumes oil price of US\$85/barrel)

Net Present Value
(7.5%)

- US\$404m (pre-tax) (Gold Price US\$1,100/oz)
- US\$640m (pre-tax) (Gold Price US\$1,400/oz)

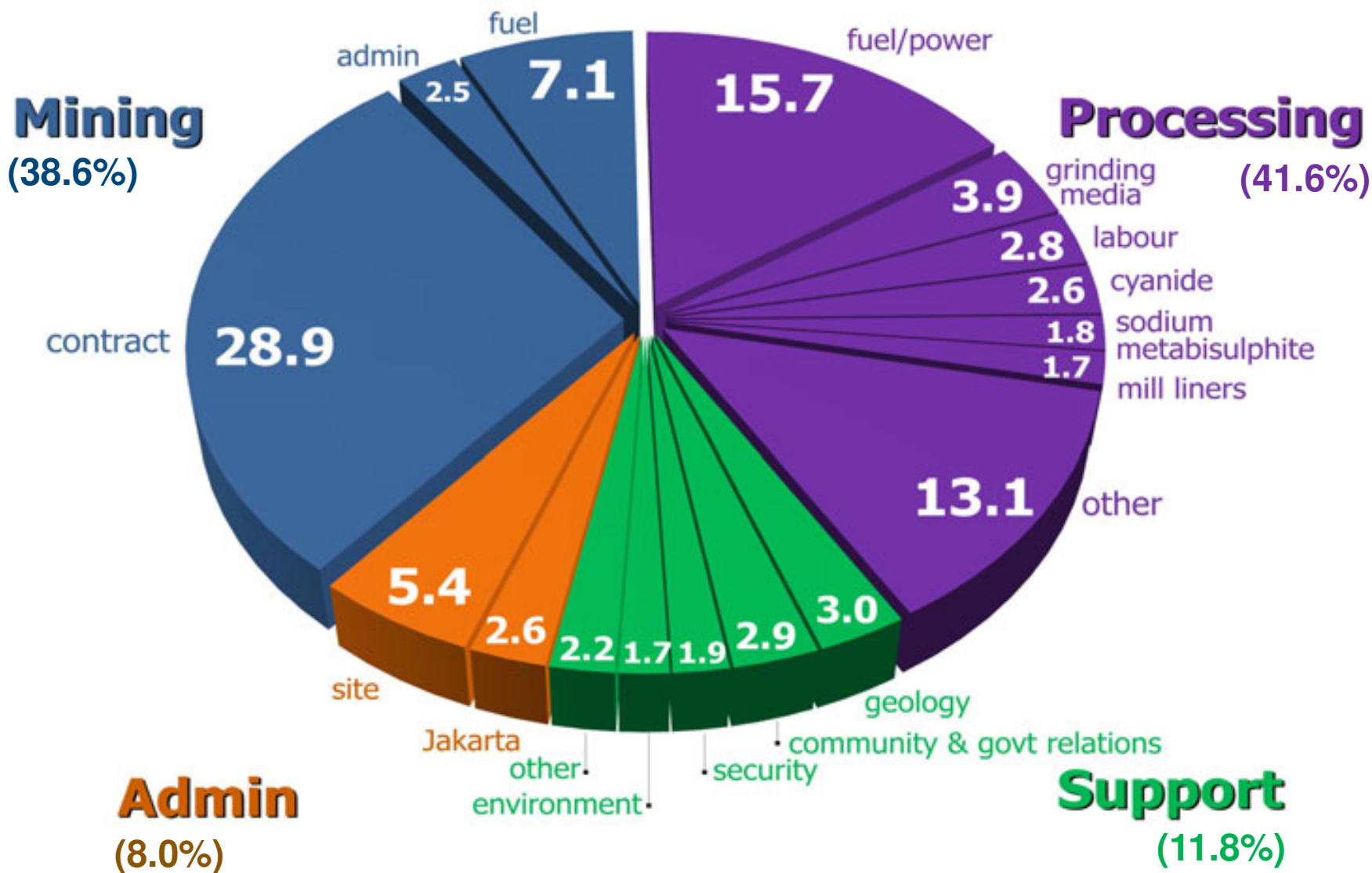
Cash Flow Positive

- September 2011

Production Costs (%)



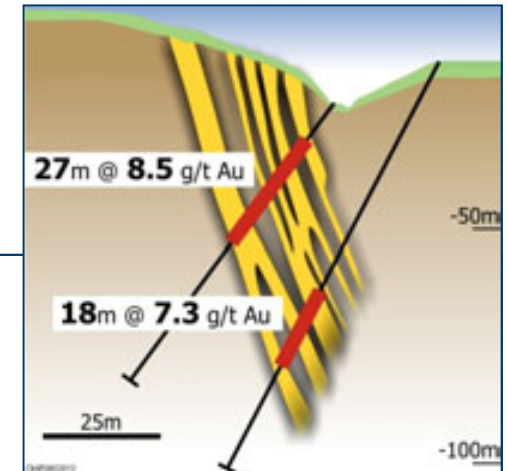
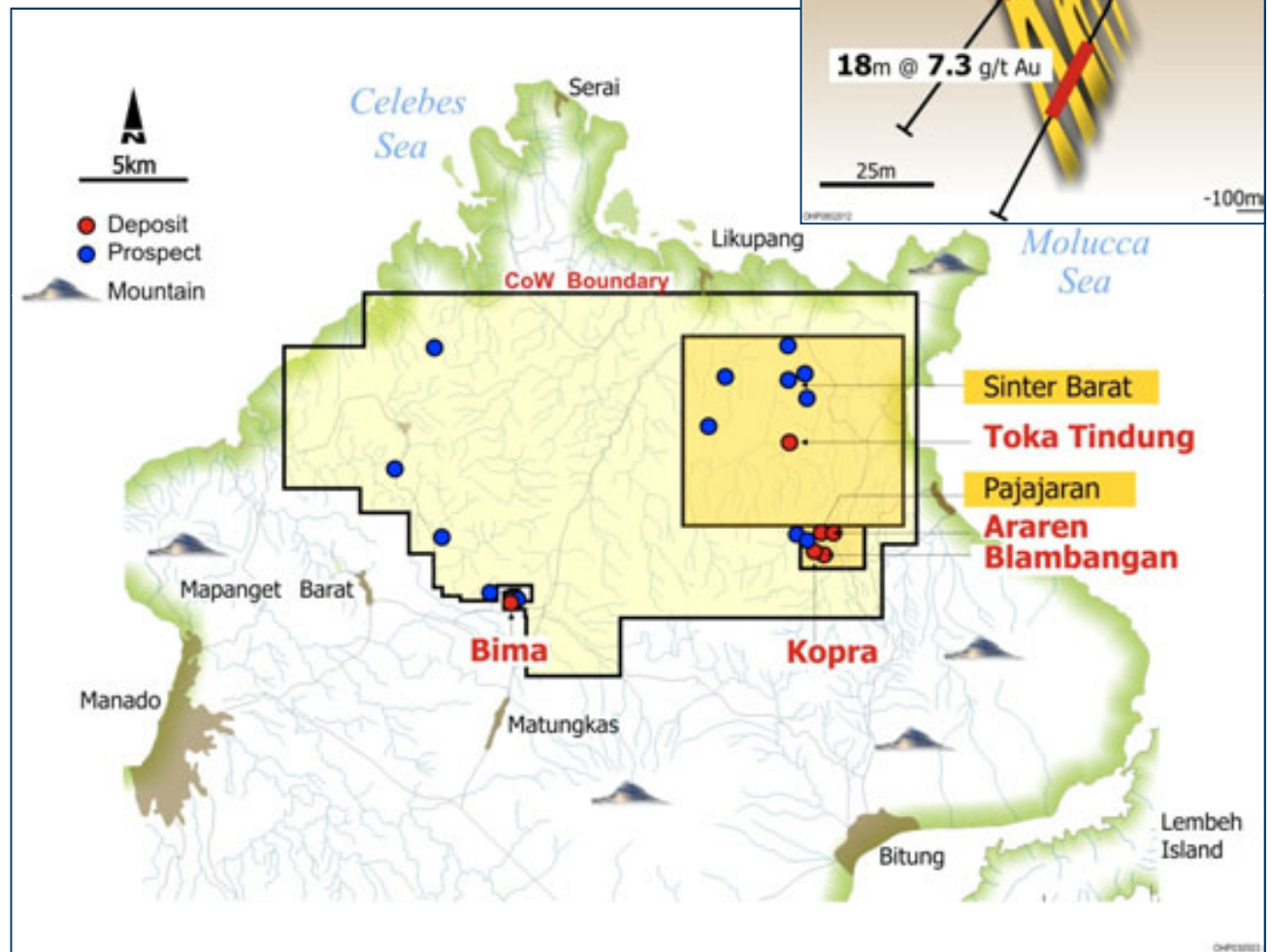
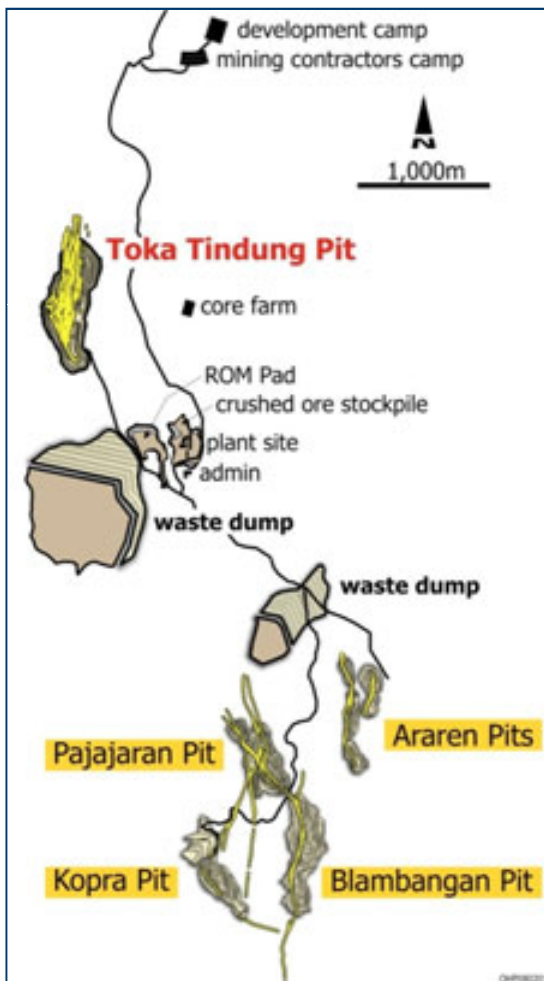
Archipelago Resources PLC





Toka Tindung's Geology

- 5 deposits and 13 prospects
- Resource of 1.7Moz gold with a grade of 3.4g/t Au eq and reserves of 1.0Moz





Mining and Processing Methods

Mining Method

- Open Pit Benching
- Contract mining – Leighton
- Company grade control

Processing Method

- Carbon-in-Leach (CIL)
- Oversize crusher and mills from Barrick's El Tambo project in Chile
- Free milling quartz hosted gold plus silver mineralisation



Selective mining

Primary crushing

SAG and ball mill circuit

Carbon absorption in CIL circuit

Carbon removed and precious metals extracted onto steel wool cathodes

Tailings slurry thickened to recover cyanide / residual cyanide destruction

Smelter gold and silver poured into doré bars

Shipment to Refinery

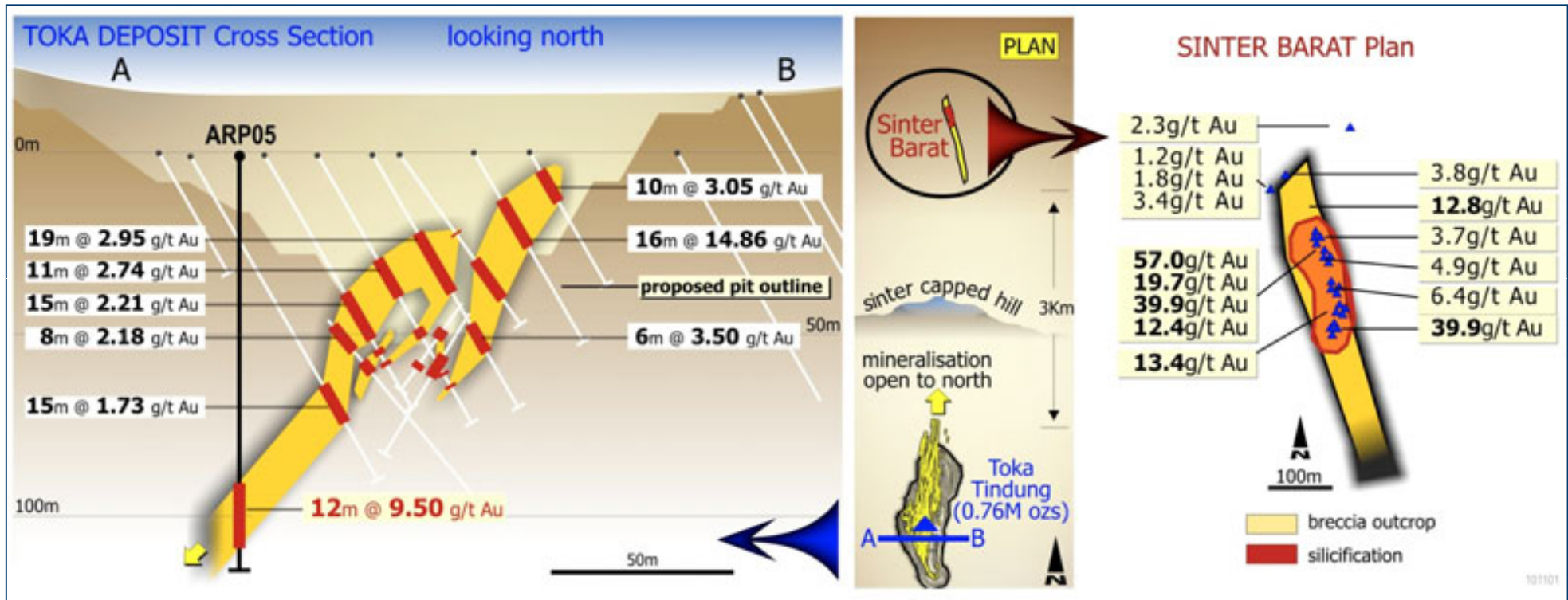
Significant Upside Through Exploration



Archipelago Resources PLC

Depth Potential – e.g. Toka Deposit

Strike Potential – e.g. Sinter Barat



- US\$30m committed to exploration at Toka Tindung over the next 2 years
- Virtually no exploration at Toka Tindung in past decade
- Major exploration campaign expected to extend Toka Tindung's LOM to well over 10 years

Financing In Place



Archipelago Resources PLC

£28m placing to institutions	\$55m loan	US\$15 Loan and Gold Offtake Agreement
<ul style="list-style-type: none"> • Completed November 2010 • 70m shares at 40p/share • Used for construction and working capital • US\$6m to be used for initial part of the exploration programme at Toka Tindung • Part used for the acquisition (announced September 2010) 	<ul style="list-style-type: none"> • Signed and drawdown commenced in January 2011 • Used as project finance to complete Toka Tindung construction and meet capitalised operating costs 	<ul style="list-style-type: none"> • Drawdown in March 2011 • Used for working capital • Offtake for support of cash flow

Conclusion



Archipelago Resources PLC

New Producer	First gold poured 1st April 2011
Rapid ramp up	Archipelago is targeting 110,000oz in 2011 and an average of 160,000oz/annum over 1st 6 years LOM
Financing	Raised £28m through a placing to institutional investors in November 2010, plus a \$55m loan facility in January 2011 together with a \$15m working capital loan and gold offtake facility in April 2011
Huge upside through exploration	Resources and LOM expected to increase significantly
Experienced Management Team	Experienced in operating gold mines and working in Indonesia



Archipelago Resources PLC



Appendices

Resources and Reserves



Archipelago Resources PLC

Deposit	Resources				Reserves			
	Mt		gAu/t		gAg/t		AuEqoz ('000s)	
Toka Tindung	7.9	4.5	2.9	3.5	5	6.4	760	525
Pajajaran	1.6	0.8	4.4	5.3	18	24.0	240	144
Blambangan	1.9	0.9	3.6	4.6	13	19.0	230	135
Araren	1.6	0.6	2.9	3.9	3	3.1	150	77
Kopra	1.0	0.5	3.0	3.5	6	6.2	100	62
Bima*/low grade	1.4	0.4	5.7	1.2	9	3.4	260	18
TOKA TINDUNG GOLD PROJECT TOTAL	15.5	7.7	3.4	3.7	8	9.2	1,750	961

* Bima - not currently part of the project development plan

Contract Mining Fleet



Archipelago Resources PLC

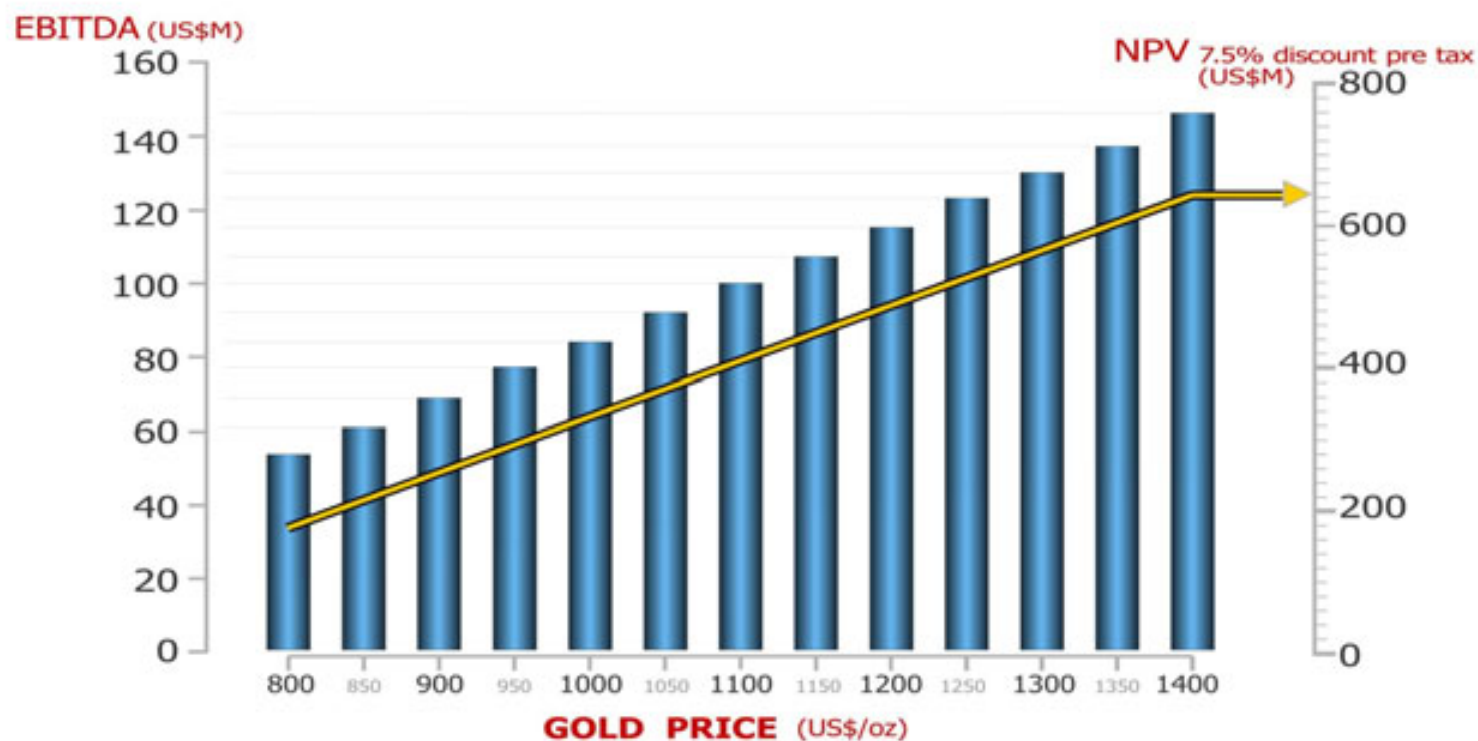
- Leighton appointed as mining contractor at Toka Tindung
- Largest mining contractor in the southern hemisphere
- 40 tonne all wheel drive articulated trucks used because of superior gradient, turning circle and wet weather abilities



Toka Tindung's Economic Sensitivity



Archipelago Resources PLC

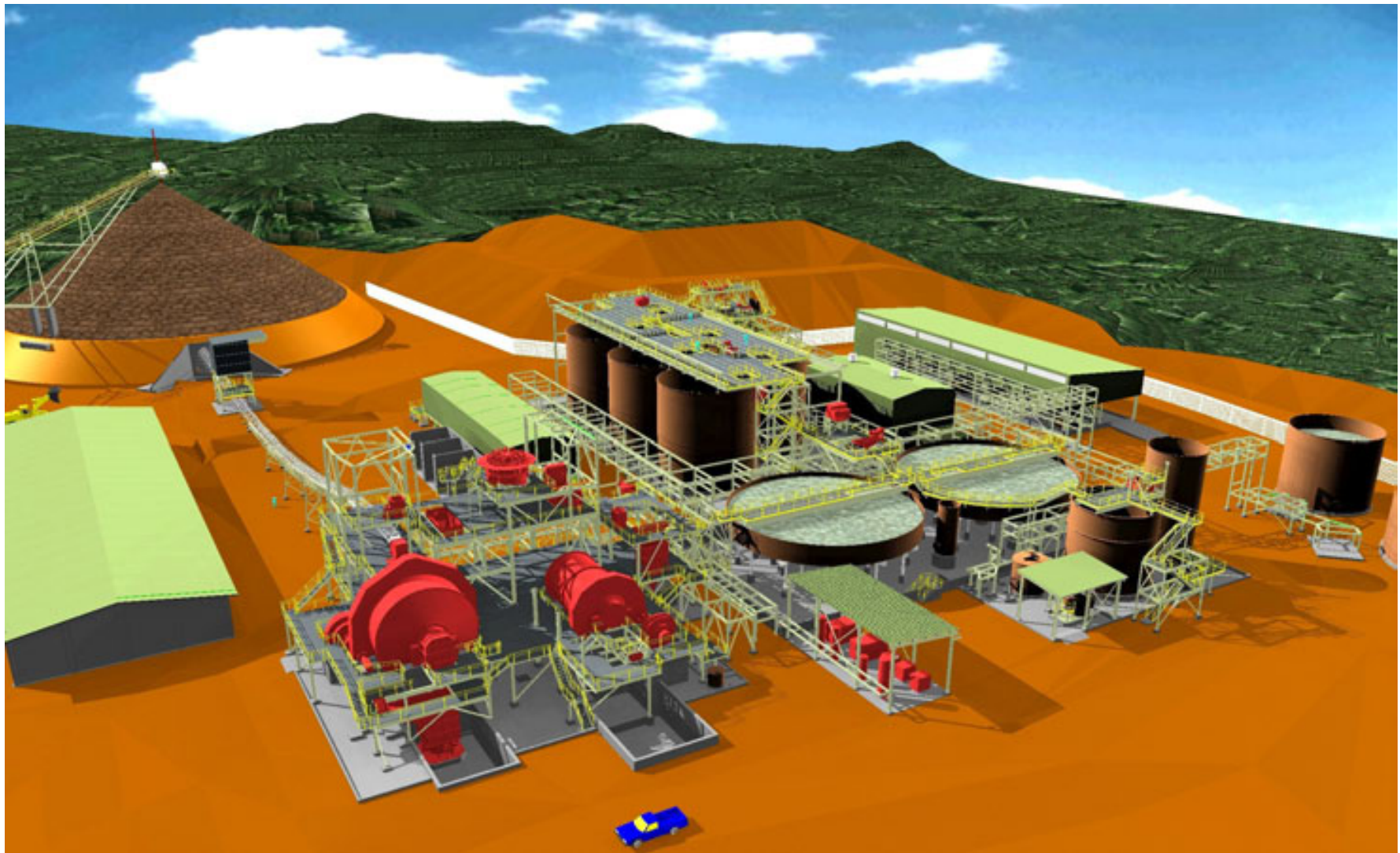


- At a gold price of \$1,100/oz, Archipelago's EBITDA averages US\$100m/annum in years 1-6
- At the current gold price (closer to \$1,400/oz), Archipelago's EBITDA averages over US\$140m/annum in years 1-6

Simulated view of the Toka Tindung Processing Plant



Archipelago Resources PLC



Actual view of the Toka Tindung Processing Plant



Archipelago Resources PLC





Other Exploration Opportunities

Vietnam

- Archipelago's other focus area is Vietnam, where it has a **JV with state mining company VINACOMIN**
- Licence covering the **Pac Lang gold project** (65%) granted in September 2007 and licences have been applied for at the **Cam Thuy-Ba Thuoc gold project**

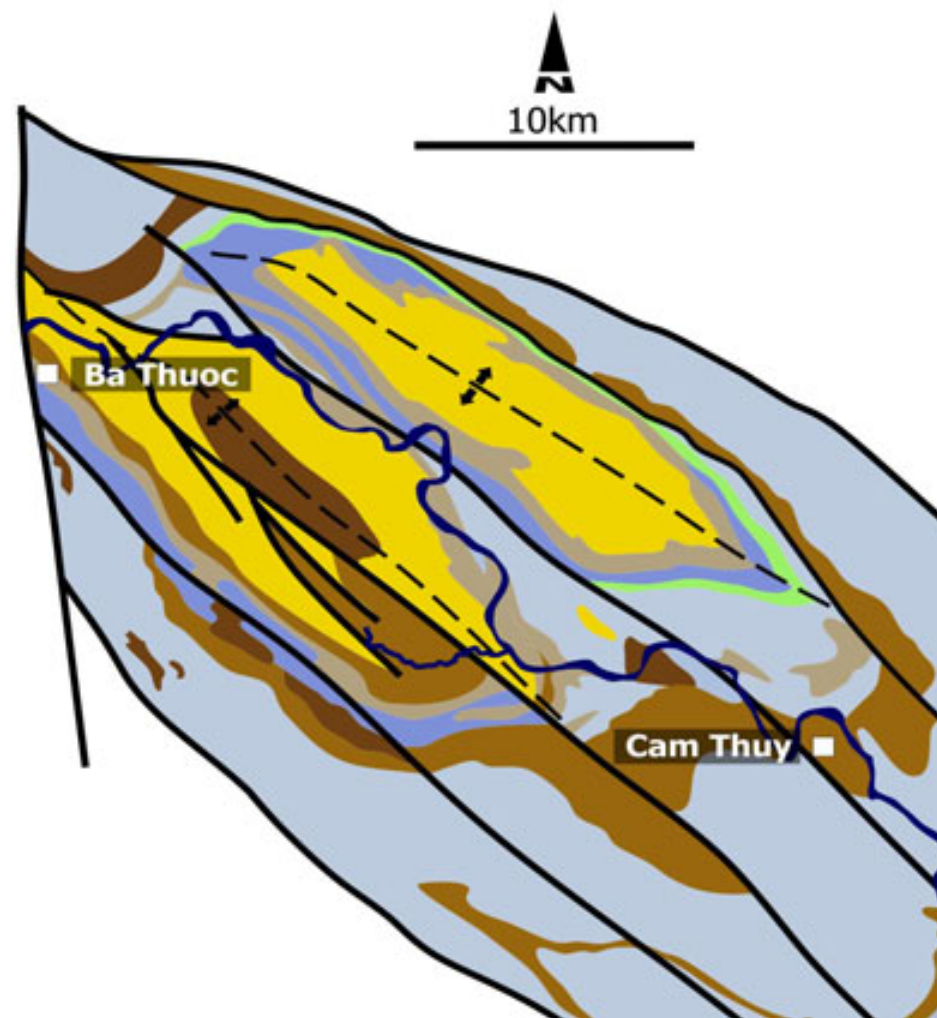
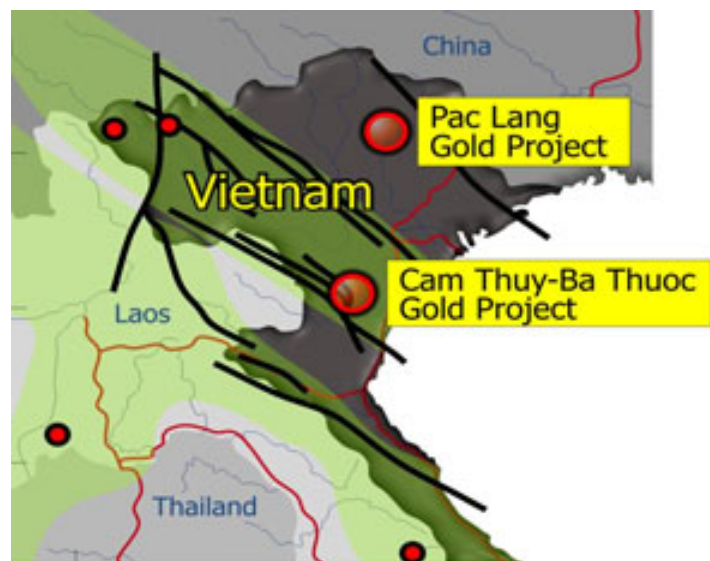
Philippines

- Option agreement held with **Corplex Resources** which holds Exploration Permit and Mineral Production and Sharing Agreement **applications** in the mineral rich **Surigao peninsular, Mindanao**, which hosts Philex Gold's high-grade Boyongan copper-gold porphyry project (219Mt @ 0.81% Cu and 0.74 g/tAu), Medusa's CoO gold project and Red 5's Sianna gold project
- **Right to acquire not less than 80% of Corplex's interest** in its tenement applications and in particular, the right to buy back 30% (or free carry to 15%) of the Usa project, a copper gold porphyry discovery being evaluated by Medusa Mining









Vietnam Projects



Archipelago Resources PLC



PALAEOZOIC SEQUENCE

-  Limestone
 -  Shale / limestone
 -  Limestone / sandstone / siltstone
 -  Sandstone / siltstone / shale / limestone
 -  Sandstone / siltstone / shale
 -  Siltstone / limestone
 -  Sandstone / limestone
-  fault
-  anticline



Archipelago Resources PLC



Contact Details

Archipelago Resources
Colin Loosemore, CEO
colin@arplc.com.sg
www.archipelagoresources.com

Buchanan Communications
Bobby Morse / Katharine Sutton / Charles O'Brien
katharines@buchanan.uk.com
+44 207 466 5000