

# MONUMENT

MINING LIMITED

2019 ANNUAL REPORT



VALUE BUILT  
FOR GROWTH



## 2019 HIGHLIGHTS

### OPERATING AND DEVELOPMENT

#### SELINSING GOLD MINE

- A NI43-101 Feasibility Study Technical Report completed, establishing economic viability for a six-year life of mine
- Development and Preparation Readiness work for the Sulphide Gold Plant Conversion
- Completed drilling program at Peranggih with Significant Intercepts to confirm mineralization continuity

#### MURCHISON GOLD PROJECT

- Updated NI43-101 Mineral Resource Estimation with increases on both Indicated and Inferred Mineral Resources
- Completed an initial internal economic assessment under alternative production approaches
- Confirmed continuity of deep mineralization at ANA and NOA 7/8 for underground discovery potential
- Completed Burnakura Shallow Oxide Drilling with encouraging significant intercepts
- Collected additional historical data, completed 2D geological structural study, given new regional drill targets

#### MENGAPUR COPPER AND IRON PROJECT

- Completed the NI43-101 Mineral Resource Estimation Technical Report for the Cu-Au Deposit

### PRODUCTION AND FINANCIAL PERFORMANCE

- Gold Production of 15,763 ounces (2018: 22,845 ounces); project to date of 297,868 ounces
- Cash cost of \$713 per ounce (2018: \$753 per ounce); project to date of \$484 per ounce
- Gross Revenues of \$20.99 million (2018: \$19.25 million); project to date of \$398.9 million
- Total Assets of \$251.28 million (2018: \$254.29 million)





## 2020 OBJECTIVES

### SELINSING GOLD MINE

- Finance and place Sulphide Project into construction to convert the Selinsing Gold Processing Plant to Sulphide process from Oxide

### MURCHISON GOLD PROJECT

- Strategize regional exploration for new gold discovery

### MENGAPUR COPPER & IRON PROJECT

- Seek partnership in funding Mengapur copper development

### CORPORATE DEVELOPMENT FOR HIGH QUALITY GOLD PROPERTIES

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(All figures in this annual report are in United States dollars unless otherwise noted)





## Message from the Executive Chairman



The mining space in fiscal 2019 continued to be challenging for junior companies, even though gold price surged to the \$1,500 level which helped gold producers lift profitability from production. Our growth perspective was focused on unblocking value built into our balance sheet from our existing projects: Selinsing Sulphide Gold Project, Murchison Gold Project and Mengapur Copper/Iron Project. It is very clear to us that the Company's future relies on new gold from cornerstone project(s) through exploration, development and acquisitions.

For more than 10 years, Monument Mining has been successfully operating its Selinsing Gold Mine in Malaysia with excellent performance at low cost. Now, the Company has the potential to sustain its production with fully replaced Reserves by upgrading the existing plant for processing sulphide gold Reserves.

The Feasibility Study announced in February 2019 is significant to Monument, and was done by Snowden Mining Industry Consultants Pty Ltd. In summary, the result of Feasibility Study gives the entire Selinsing Project a six-year mine life from March 2018 based on reserves of 267Koz (resources of 880Koz) with positive cash flow of \$98 Million at a gold price of \$1,300/oz, and two years return to capital. The Feasibility Study gives us the foundation to support funding of the Selinsing Sulphide Project. Once funding for the Selinsing Sulphide Gold Plant is in place, our production is expected to return back to a higher level.

In 2019, Australian gold miners have shifted their attention to the Murchison, Cue and Meekatharra areas. We updated our Resources to 381Koz presented in the SRK Consulting (Australasia) Pty Ltd NI43-101 Resources Estimate Report in July 2018, completed our internal economic assessment; based on which we refocused to an exploration strategy aiming to increase gold inventory. We then successfully identified new drilling targets both on surface and underground through data analysis and geological structure studies which was initiated in 2019 and continued in 2020. We plan to commence a Murchison exploration plan as soon as possible to test those targets.

In parallel, as copper and iron prices continue to strengthen, it is a good time to unlock the value of Mengapur. We delivered the Snowden NI43-101 resources estimation for copper in October 2018 and are now looking for business partners to development the copper project.

With the gold price maintaining its current level around \$1,500 per ounce and the overall investment market showing more interest in mining this past summer, further success in Monument projects could help shareholders gain value for their patience. I'd like to thank again our shareholders for their long standing support.

Sincerely,

ROBERT F. BALDOCK Executive Chairman



## Message from the President and CEO

**Fiscal 2019 was a stepping stone to show the market our value built for growth.** The Company sustained positive cash flow from operations at Selinsing and continued working on exploration and project development that further lifted our Resources and Reserves up at all of our three major projects under NI43-101 standards. The feasibility study for Selinsing Sulphide Gold Project in particular has opened up opportunities for funding. \$7.81 million cash was attributed to this effort, showing our business development stayed focused on turning the Company into a second stage production and looking for growth cornerstone opportunities.

Three NI43-101 Technical Reports include: the Feasibility Study for the Selinsing Gold Sulphide Project, the updated Mineral Resource Estimate at the Murchison Gold Project and the Mineral Resource Estimate at the Mengapur Copper-Iron Project. These new technical updates have demonstrated the significant value and upside of our projects for development, financing and potential return to our shareholders should they be properly funded and operated. They also open up the door for corporate development opportunities. We also identified significant new regional exploration targets in our Western Australia gold projects at Meekatharra, which is very attractive to investors in this surging gold market. In the meantime, we have obtained very strong support from Pahang Government for our Mengapur Project.

**Selinsing Gold Mine** produced 15,763 ounces of gold in 2019 from remaining oxide ore inventory for gross revenue of \$20.6 million, a gross margin of \$8.8 million and a net cash from production of \$2.14 million, improved from \$1.43 million last year. Cash cost was \$713 per ounce with all-in sustaining cost of \$1,040 per ounce. It has brought our aggregated Selinsing Gold Mine production to 297,868 ounces at an average cost of \$484 per ounce with gross revenue of \$399 million, gross margin of \$242 million and a net cash from production of \$172 million. Subsequent to the financial year, the 1000th gold bar was poured in October 2019 that round up gold production to 304Koz level.

The focus during fiscal 2019 was on the Selinsing Gold Sulphide Project Feasibility Study which was successfully completed in January 2019, given a six-year life of mine ("LOM") with an NPV of \$27.56 million. At a gold price of \$1,300 per ounce, the Project would generate net cash flow after tax of \$97.00 million from operations, or \$45.00 million net of capital expenditure. The Execution plan has been in place for construction.

Exploration work at Selinsing was aimed to supply additional oxide material around the mining area to sustain production, and to identify regional exploration targets ready for regional exploration planned after the Selinsing Sulphide Project is placed into production. Drilling programs carried out at Peranggih in fiscal 2019 will be followed up with a trial mining arranged in the second quarter of 2020. Drilling at Selinsing Pit 4 area confirmed continuity of the high grade mineralized structure along the strike length at the southwest corner. The oxide materials will be mined scheduled in later 2020.

**Murchison Project** delivered a new gold resource estimation that was reported in a July 2018 NI43-101 Technical Report at Burnakura, where Indicated Resources have increased to 293Koz from 98.4Koz and Inferred Resources to 88Koz from 4.4Koz.

Positive geological outcomes from three drilling programs at Burnakura showed that ANA mineralization is controlled in the favorable Banded Iron Formation horizon continuous at depth, NOA 7/8 mineralization has extended down plunge and assay results from shallow oxide drilling are encouraging.

Subsequent to the year end, the Company completed a 3D structural geological study at Murchison which confirmed near mine down-plunge potential and highlights regional prospectivity, supporting a drilling



program for high priority drill targets at Gabanintha and Burnakura.

**At Mengapur**, a NI43-101 Mineral Resource Estimation Technical Report was announced in the second quarter of fiscal 2019. The Mineral Resource estimate incorporated a total of approximately 112,000m of drilling and together with the metallurgical testwork in progress, will provide a foundation to develop a feasibility study. The Company continues to seek a funding partner for development to unlock the project's value.

**Looking forwards**, 2020 is a critical year with the following deliveries:

- Selinsing Sulphide Project financing, construction, and then production;
- Murchison Gold Project drilling to test targets for new gold;
- Mengapur development for copper project; and
- Opportunities for corporate growth.

While funding continues to be challenging to all juniors in the mining space, our team has demonstrated the capability, experience and determination to deliver Monument era 2.0.

Sincerely,

CATHY ZHAI

President and CEO



## CORPORATE PROFILE

Monument Mining Limited is an established Canadian gold producer and mining asset developer with a successful track record and an excellent management team. The Company owns and operates the Selinsing Gold Mine in Malaysia. The Selinsing Gold Mine comprising Selinsing, Buffalo Reef, Felda Land and Famehub properties in Pahang State, Malaysia and the Murchison Gold Project which comprises the Burnakura, Gabanintha and Tuckanarra properties in the Murchison area of Western Australia. It also owns the Mengapur Copper and Iron Project in Pahang State, Malaysia.

Monument's focus is to build-up the portfolio of mineral assets to increase shareholder value and become a mid-tier gold focused producer. It has committed to achieve its objectives through finding high quality gold and other base metal assets that are near production and have high potential for future growth. As a disciplined operator, Monument consolidates opportunities and operations in a safe, environmentally friendly and socially responsible manner.

### 1 Selinsing Gold Portfolio

*Pahang State, Malaysia*

Selinsing has a producing open pit gold mine with a 1 million tonnes per annum gold processing plant and associated infrastructure. Located 158.6km North of Kuala Lumpur. Contains 150.3km<sup>2</sup> land area.

### 2 Murchison Gold Portfolio

*Murchison Area, Western Australia*

Burnakura has a 260 thousand tonnes per annum gold processing plant, mine camp and all infrastructure. Located 765km Northeast of Perth. Contains 258.7km<sup>2</sup> land area.

### 3 Mengapur Copper & Iron Portfolio

*Pahang State, Malaysia*

Mengapur has a partially refurbished 1,000 tonnes per day copper flotation and iron magnetite recovery pilot plant and associated infrastructure. Located 130km Southeast from Selinsing Gold Mine. Contains 9.35km<sup>2</sup> land area.



## BY THE NUMBERS

**3** *Number of Projects*

**418.35km<sup>2</sup>** *Property Portfolio*

**12** *Years in Operation*

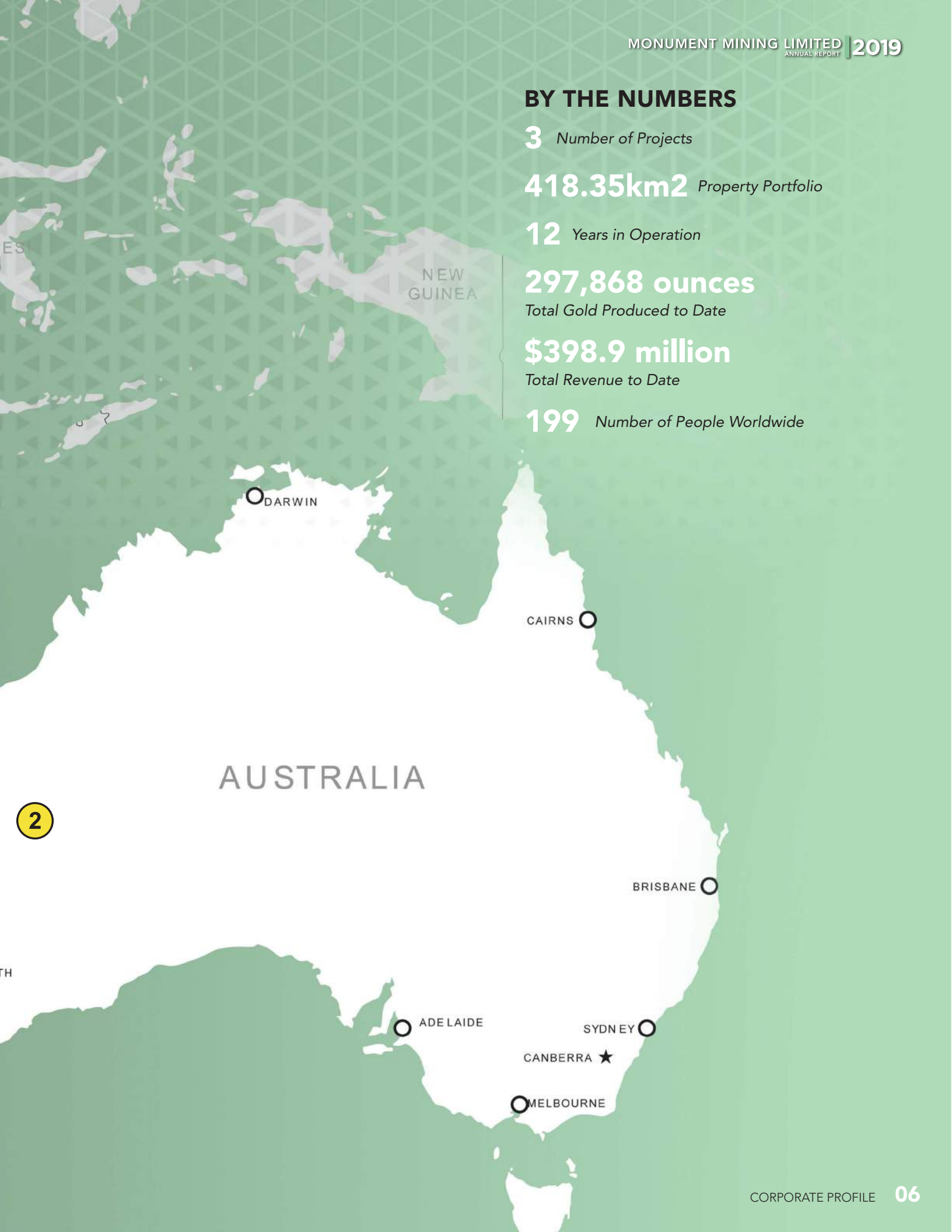
**297,868 ounces**

*Total Gold Produced to Date*

**\$398.9 million**

*Total Revenue to Date*

**199** *Number of People Worldwide*



AUSTRALIA

DARWIN

CAIRNS

BRISBANE

ADELAIDE

SYDNEY

CANBERRA ★

MELBOURNE

2

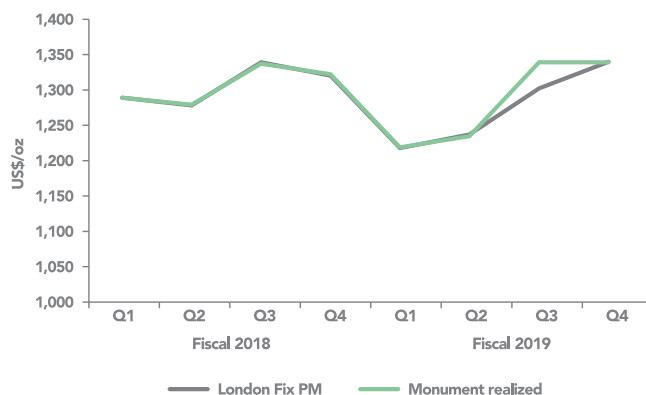


## MARKET PERFORMANCE

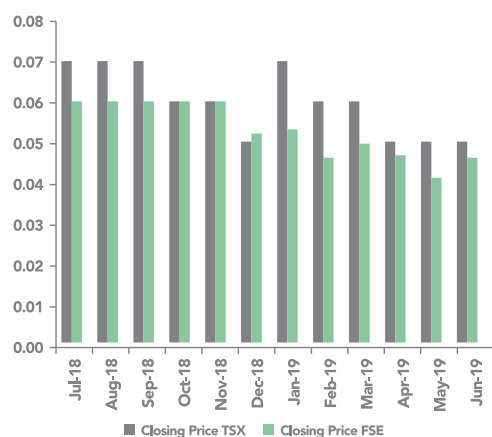
Capital Structure (as of June 30, 2019)

<b>Shares Outstanding:</b>	<b>325,371,565</b>
RSUs:	19,443,665
<b>Fully Diluted:</b>	<b>343,695,029</b>
Share Price:	\$0.05
52 Week High/Low:	\$0.08/\$0.04
<b>Market Capitalization:</b>	<b>\$16.2 M</b>

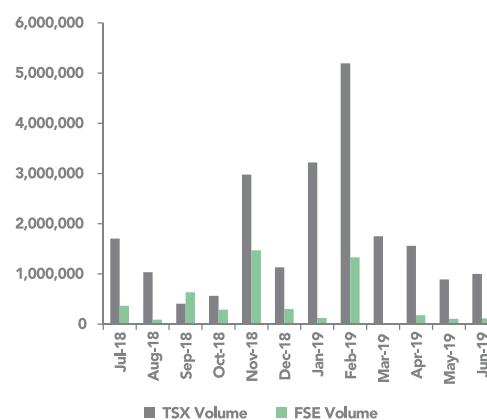
## QUARTERLY AVERAGE GOLD PRICE



## FISCAL 2019 STOCK CLOSING PRICE (CDN)



## FISCAL 2019 TRADING VOLUMES





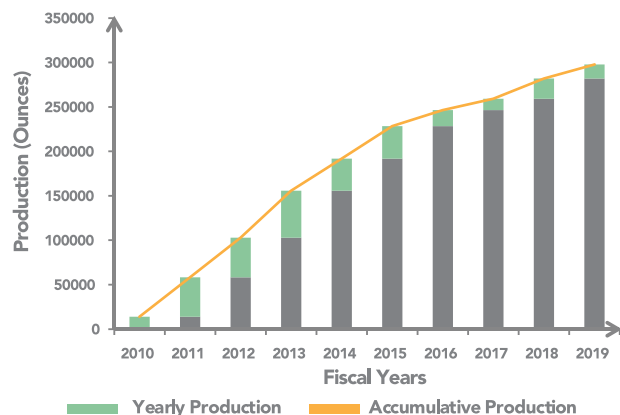
## OPERATING HIGHLIGHTS

### Key Performance Indicators

	Fiscal 2018				Fiscal 2019			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Ore Mined (Tonnes)	31,571	85,214	72,404	109,687	30,305	56,734	34,826	45,076
Ore Processed (Tonnes)	221,536	219,548	214,431	236,421	236,805	241,925	226,697	229,416
Average Head Grade (G/T)	0.61	1.00	1.38	1.14	0.81	0.88	0.76	0.75
Processing Recovery Rate (%)	64.3%	72.0%	78.0%	69.4%	64.2%	72.2%	69.2%	72.3%
Gold Production (Ounces)	3,384	4,151	6,664	8,654	3,308	4,653	4,225	3,577
Gold Sold (Ounces)	3,500	3,900	4,700	2,650	4,550	4,600	3,732	3,623
Revenue (USD\$ 000s)	4,502	4,975	6,274	3,497	5,530	5,663	4,718	5,210
Cash Cost per Ounce (USD\$/oz)	948	805	656	589	617	686	751	830

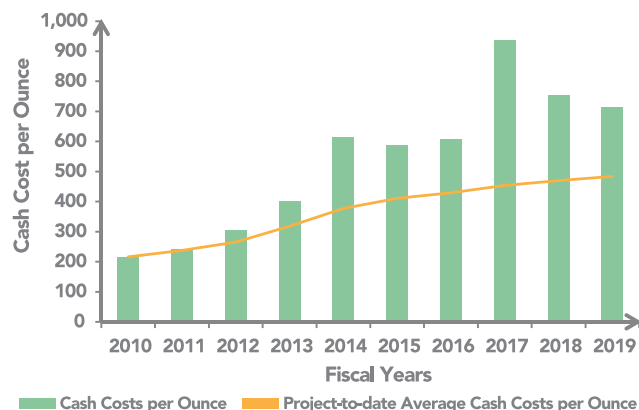
### ACCUMULATIVE GOLD PRODUCTION

Project to Date 297.9M Oz



### CASH COST PER OUNCE

Project to Date \$484/Oz



### Capital Expenditures

	Gold Portfolio		Copper-Iron Portfolio
	Selinsing	Murchison	Mengapur
<b>Previous fiscal years</b>			
Acquisition in cash	17,234	17,035	90,311
Buildings, plant and equipment	34,492	1,809	4,622
Mine development	12,461	1,229	505
Exploration	30,694	13,112	21,110
	94,881	33,185	116,548
<b>Fiscal 2019</b>			
Buildings, plant and equipment	223	44	-
Mine development	5,194	213	-
Exploration	706	939	392
	6,123	1,196	392
<b>Total</b>			
Acquisition in cash	17,234	17,035	90,311
Buildings, plant and equipment	34,715	1,853	4,622
Mine development	17,655	1,442	505
Exploration	31,400	14,051	21,502
	101,004	34,381	116,940

## FINANCIAL HIGHLIGHTS

Monument's completed economic and technical studies at the project portfolios, while current operations continued gold production at the Selinsing gold plant in transition from oxide ore production to sulphide ore production.

Gold sales generated \$20.99 million for fiscal 2019 comprised of 16,505oz of gold sold at an average realized gold price of \$1,260 per ounce. Total production costs were \$11.77 million during the year.

Gold production generated a mining operating profit of \$4.78 million before non-cash amortization and accretion and corporate expenses were \$1.88 million. Net loss for the year was \$0.50 million, or \$0.00 per share (basic).

The Company's cash and cash equivalents, including the restricted cash balance, as at June 30, 2019 was \$9.34 million down from \$15.01 million held on June 30, 2018. During the year, cash investment in exploration and evaluation activities were \$1.02 million at Selinsing, \$1.60 million at Murchison, and \$0.31 million at Mengapur. Working capital was \$24.52 million at June 30, 2019, a decrease of \$2.58 million compared to the prior year.

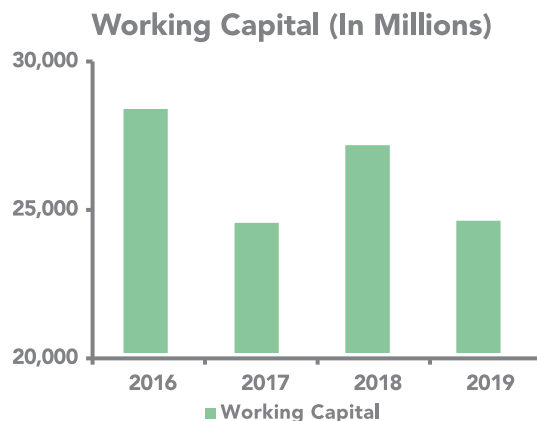
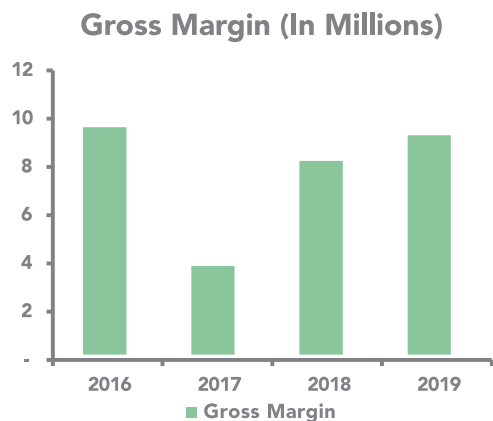
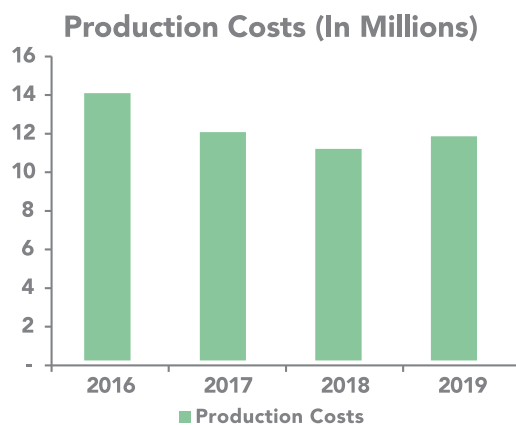
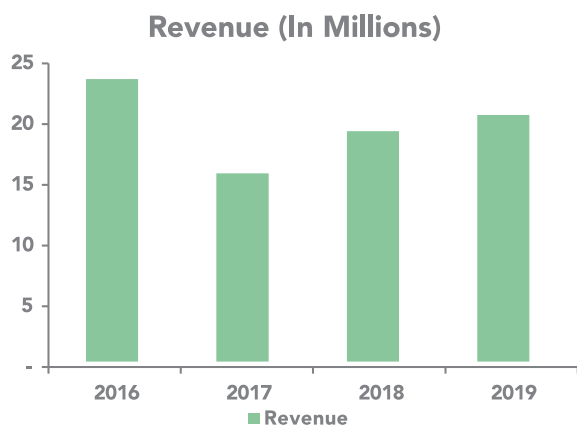
## SELECTED ANNUAL INFORMATION

Balance Sheet (in thousands of US dollars)	June 30, 2019	June 30, 2018	June 30, 2017
	\$	\$	\$
Current assets	31,497	33,935	29,419
Non-current assets	219,781	220,350	220,383
<b>Total assets</b>	<b>251,278</b>	<b>254,285</b>	<b>249,802</b>
Current liabilities	6,978	6,831	4,970
Non-current liabilities	17,610	19,710	12,773
Equity attributable to shareholders	226,690	227,744	232,059
<b>Total liabilities and shareholders' equity</b>	<b>251,278</b>	<b>254,285</b>	<b>249,802</b>
<b>Working capital (including restricted cash)</b>	<b>24,519</b>	<b>27,104</b>	<b>24,449</b>
Income Statement (in thousands of US dollars)	For the year ended June 30, 2019	For the year ended June 30, 2018	For the year ended June 30, 2017
	\$	\$	\$
Revenue	20,993	19,250	
Production costs	(11,772)	(11,103)	(11,990)
Gross margin from mining operations	9,221	8,147	3,729
Accretion, depletion and amortization	(4,436)	(4,669)	(4,671)
Corporate expenses	(1,884)	(4,527)	(4,347)
Loss from other items	(2,354)	(3,242)	(2,131)
Income tax recovery/(expense)	(1,046)	(458)	215
<b>Net loss</b>	<b>(499)</b>	<b>(4,749)</b>	<b>(7,205)</b>
<b>Loss per share (basic)</b>	<b>\$(0.00)</b>	<b>\$(0.02)</b>	<b>\$(0.02)</b>
<b>Loss per share (diluted)</b>	<b>\$(0.00)</b>	<b>\$(0.02)</b>	<b>\$(0.02)</b>



The quarterly financial results of the Company are outlined for the past eight quarters. The financial results of the Company reflect its income from gold mining operations, on-going corporate business development, administrative costs and other income or expenses.

	Fiscal 2018				Fiscal 2019			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
	\$	\$	\$	\$	\$	\$	\$	\$
Revenues (000's)	4,503	4,974	6,275	3,498	5,530	5,663	4,590	5,210
<i>Weighted average gold price</i>								
London Fix PM (per ounce)	1,286	1,275	1,337	1,318	1,214	1,233	1,299	1,338
Monument realized (per ounce)	1,287	1,275	1,335	1,320	1,215	1,231	1,337	1,337
Net earnings (loss) before other items and tax (000's)	(1,060)	(423)	1,093	(659)	1,105	768	269	759
Earnings (loss) per share before other items and tax:								
- Basic	(0.00)	(0.00)	0.00	(0.00)	0.00	0.00	0.00	0.00
- Diluted	(0.00)	(0.00)	0.00	(0.00)	0.00	0.00	0.00	0.00
Net earnings (loss) after other items and tax (000's)	(1,504)	(1,820)	(1,491)	66	1,062	469	(914)	(1,115)
Earnings (loss) per share:								
- Basic	(0.00)	(0.01)	(0.00)	0.00	0.00	0.00	(0.00)	(0.00)
- Diluted	(0.00)	(0.01)	(0.00)	0.00	0.00	0.00	(0.00)	(0.00)



## SELINSING GOLD MINE

The Selinsing Gold Portfolio is located in Pahang State, Malaysia and includes Selinsing Gold property, Buffalo Reef property, Felda Land, and Famehub properties. The Buffalo Reef property lies along strike to the north of the Selinsing Gold property. Felda Land and Famehub properties are located east and north of Selinsing and Buffalo Reef properties. The one million tonne per annum (“tpa”) gold processing plant is located on the Selinsing site and is easily accessible by all of its owned properties.

### GOLD PRODUCTION

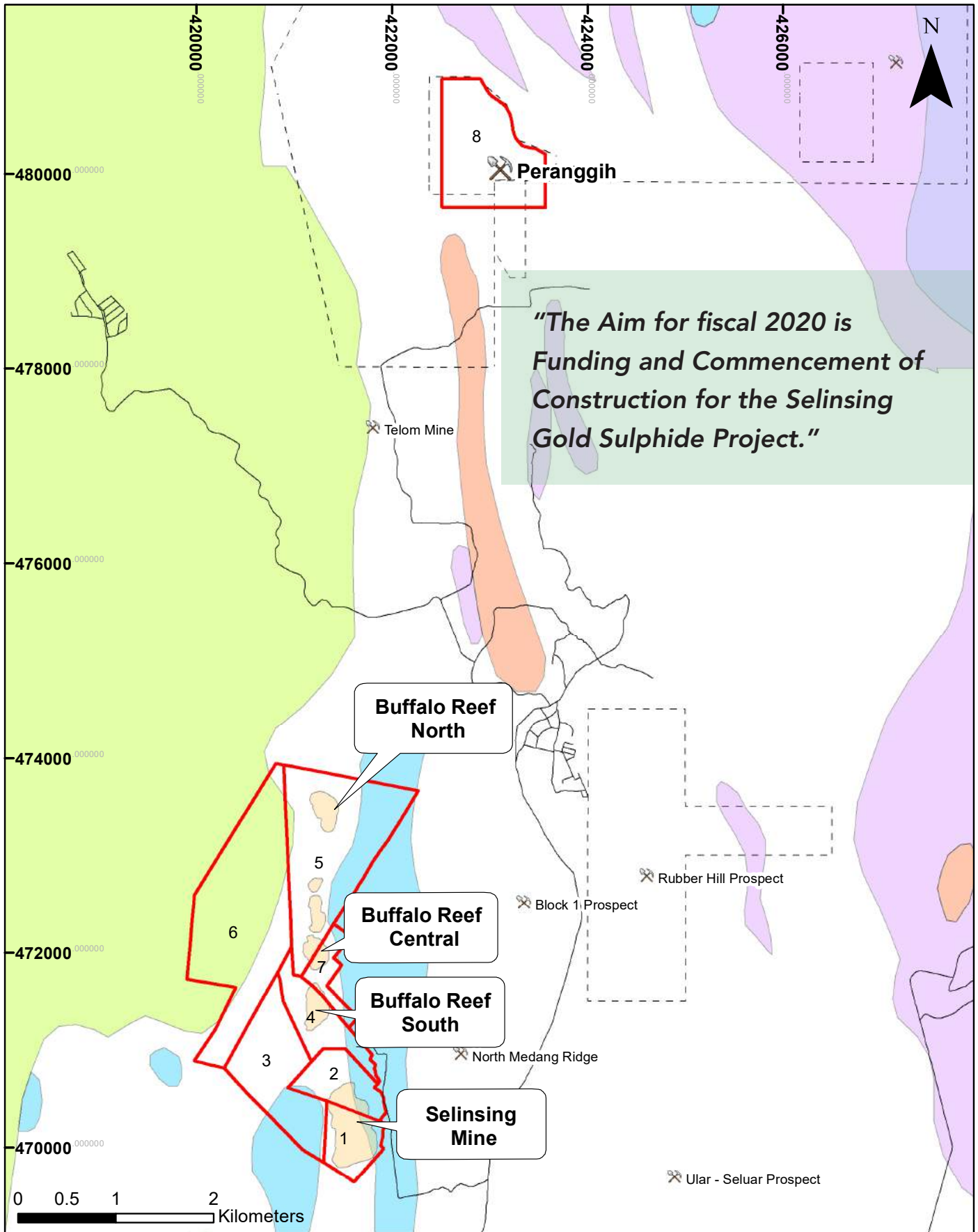
The Selinsing gold processing plant, since opening, has total gold production from October 2009 through June 30, 2019 of 297,868 ounces, average cash cost per ounce of \$484, ore processed of 7,566,699 tonnes, gross revenues of \$398.9 million, with 4.77 Mt ore mined at an average grade 1.56 g/t, and recovery rate of 79.5%.

The Selinsing mine is transitioning and aims to convert the oxide gold treatment plant to a sulphide gold treatment plant. The plant upgrade revealed in the Feasibility Study (January 2019) will require capital of \$53 million and provides a \$28 million NPV and 49% rate of return at \$1,300/oz gold price, with approximately 6 years life of mine without further ore discovery.

Gold production for fiscal 2019 was 15,763 ounces compared to 22,854 ounces in the previous year. The cash cost was \$713 per ounce compared to \$753 per ounce in the previous year. The average head grade was 0.80g/t from 1.03g/t in the previous fiscal year, and the mill feed was 934,843 tonnes from 891,936 tonnes in the previous year as production processed stockpiled super low grade oxide ore, old tailing materials and ore from production at Selinsing Pit 5/6 and Buffalo Reef in transition toward treating sulphide ore. Ore mined was 166,940 tonnes compared to 298,875 tonnes for the previous fiscal year. Process recovery rate was 69.5% compared to 72% in the previous year.









## MINERAL RESERVES AND RESOURCES

The Company's Feasibility Study ("FS") reported Resources and Reserves at Selinsing, Buffalo Reef and Felda as seen in the following Table 1 and Table 2, which were prepared by Snowden Mining Industry Consultants Pty Ltd ("Snowden") in a NI43-101 Technical Report "Selinsing Gold Sulphide Project", filed on Sedar February 1, 2019 at www.sedar.com.

TABLE1: SELINSING-BUFFALO REEF/FELDA MINERAL RESERVES AS OF MARCH 31, 2018 (SNOWDEN)												
Category	OXIDE (above approx. 0.4 g/t Au cut-off)			TRANSITION (above approx. 0.75 g/t Au cut-off)			SULPHIDE (above approx. 0.75 g/t Au cut-off)			OXIDE + TRANSITION + SULPHIDE		
	kTonnes	g/t	Au (kOz)	kTonnes	g/t	Au (kOz)	kTonnes	g/t	Au (kOz)	kTonnes	g/t	Au (kOz)
<b>MINERAL RESERVES (BASED ON A US\$1,300/OZ GOLD PRICE)</b>												
Proven*	1,265	0.47	19	-	-	-	45	1.53	2	1,310	0.51	21
Probable**	991	0.91	29	757	1.72	41.9	2,680	2.03	175.1	4,428	1.73	246
P+P	2,256	0.67	48	757	1.72	42	2,725	2.02	177	5,738	1.45	267

\*Proven Reserve is entirely stockpile material

\*\*Probable Oxide Reserve is a combination of in situ oxide material occurring in Selinsing and Buffalo Reef/Felda deposits plus Selinsing Old Tailings material; Probable Transition and Sulphide Reserve comprises in situ material occurring in Selinsing and Buffalo Reef/Felda deposits

TABLE 2: SELINSING-BUFFALO REEF/FELDA MINERAL RESOURCES AS OF MARCH 31, 2018 (SNOWDEN)												
Category	OXIDE (above 0.3 g/t Au cut-off)			TRANSITION (above 0.5 g/t Au cut-off)			SULPHIDE (above 0.5 g/t Au cut-off)			OXIDE + TRANSITION + SULPHIDE		
	kTonnes	g/t	Au (kOz)	kTonnes	g/t	Au (kOz)	kTonnes	g/t	Au (kOz)	kTonnes	g/t	Au (kOz)
<b>MINERAL RESOURCES, REPORTED INCLUSIVE OF MINERAL RESERVES (BASED ON A POTENTIAL US\$2,400/OZ GOLD PRICE)</b>												
Measured*	1,265	0.47	19	-	-	-	45	1.53	2	1,310	0.51	21
Indicated**	1,533	0.85	42	1,086	1.49	52	8,052	1.60	415	10,671	1.48	509
M+I	2,798	0.68	61	1,086	1.49	52	8,097	1.60	417	11,981	1.38	530
Inferred***	349	1.05	11.8	485	1.22	19	5,563	1.79	319	6,397	1.70	350

\*Measured Resource is entirely stockpile material

\*\*Indicated Oxide Resource is a combination of in situ oxide material occurring in Selinsing and Buffalo Reef/Felda deposits plus Selinsing Old Tailings material; Indicated Transition and Sulphide Resource comprises in situ material occurring in Selinsing and Buffalo Reef/Felda deposits

\*\*\*Inferred Resource comprises in situ material occurring in Selinsing and Buffalo Reef/Felda deposits



## DEVELOPMENT

The Selinsing Gold Mine is in a transition period as it moves from oxide gold production to sulphide gold production and is focused on the preparation to convert the current plant to one with a sulphide treatment circuit.

In February 2019, the Company released the Feasibility Study for the Selinsing Gold Sulphide Project, which demonstrated that the BIOX® sulphide treatment technology is the preferred processing method to achieve the best economics for the project. The Feasibility Study has proven a six-year life of mine (LOM) with an NPV of \$27.56 million based on reported oxide and sulphide ore reserves. Over the six-year LOM, a total 5.7 million tonnes of ore would be treated at an average grade of 1.45g/t for 223koz at a cost of \$863.67 per ounce. At a gold price of \$1,300 per ounce, the Selinsing Gold Mine Project would generate net cash flow after tax of \$97.00 million from operations, or \$45.00 million net of capital expenditure. With the gold price now higher than \$1,500 per ounce, the Feasibility Study economics has been improved and provides the green light to obtain project financing.

The Feasibility Study also highlighted the opportunity to include Inferred Resources. The Inferred Mineral Resource inside the Reserve open pit designs potentially contains an additional 20 koz of gold. The Inferred Mineral Resource external to the open pit design contains 130 koz of gold. Further exploration programs may be initiated to target the conversion of Inferred Mineral Resources to Indicated Mineral Resources.

Monument's preparation for Sulphide Gold Production continues, including documentation, procurement, and Bioleaching training through a pilot plant. Conversion of the existing Intec pilot plant to use as the bioleach test facility was initiated with equipment specifications prepared for the crusher, ball mill, pumps, cyclone, rougher and cleaner flotation cells, and reagent mixing and dosing pumps. Successful bioleach tests were conducted as training exercises for metallurgists and technicians to have better understanding of how the bioleach process works and essential parameters to be monitored. The project team is also working to optimize costs including expected maintenance and reagent consumptions to lower operating cost estimates and source local equipment to lower capital cost estimates. Construction of the latest raise of the tailings' storage facility was completed in September 2019, subsequent to the year end, to an elevation of 533.3m RL and design is underway for a further raise to 540m RL.



## EXPLORATION

At Selinsing, the long-term exploration potential is to further discover sulphide resources to optimize the economic results of the sulphide project and increase the life of mine, and the short-term exploration programs aim to locate more oxide and leachable sulphide ore for mill feed.

A diamond drilling program was completed at Selinsing Pit 4 to potentially locate more oxide and leachable sulphide ore. The results, announced subsequent to the year end, from 11 infill holes at the southwestern corner of Pit 4 confirmed the continuity of the high-grade mineralized structure within a 60m corridor along the strike length.

A regional soil sampling program is targeting strategic development areas surrounding the Selinsing Gold Mine, aimed to test regional resource potential. The current target areas have been selected for sampling and assaying including additional sections at Peranggih and Panau. A total 947 soil samples were collected during the regional sampling program completed during fiscal 2019. The assay results are still pending and could lead to identifying further regional drilling targets. Road work to access the Peranggih Prospect has commenced, subsequent to year end, to prepare for a trial mining program to begin in October 2019. Depending on the outcome of the program, a follow-up exploration program may be designed to test additional areas within the district.



## MURCHISON GOLD PROJECT

The Murchison Gold Project includes the Burnakura, Gabanintha and Tuckanarra properties, which are all located in the Murchison Mineral Field in Western Australia. The Murchison properties have multiple open pit and underground opportunities. Monument has been systematically performing the necessary work to validate the historical resources and discover new resources to continue updating the current resources under NI43-101 guidelines. At the Burnakura site there is a fully operational 260KTPA gold processing plant, 118 man mine camp, and all necessary infrastructure.

*“The updated NI43-101 Resource Estimation Report and the geological studies are preparing the Company for the next phase of exploration.”*



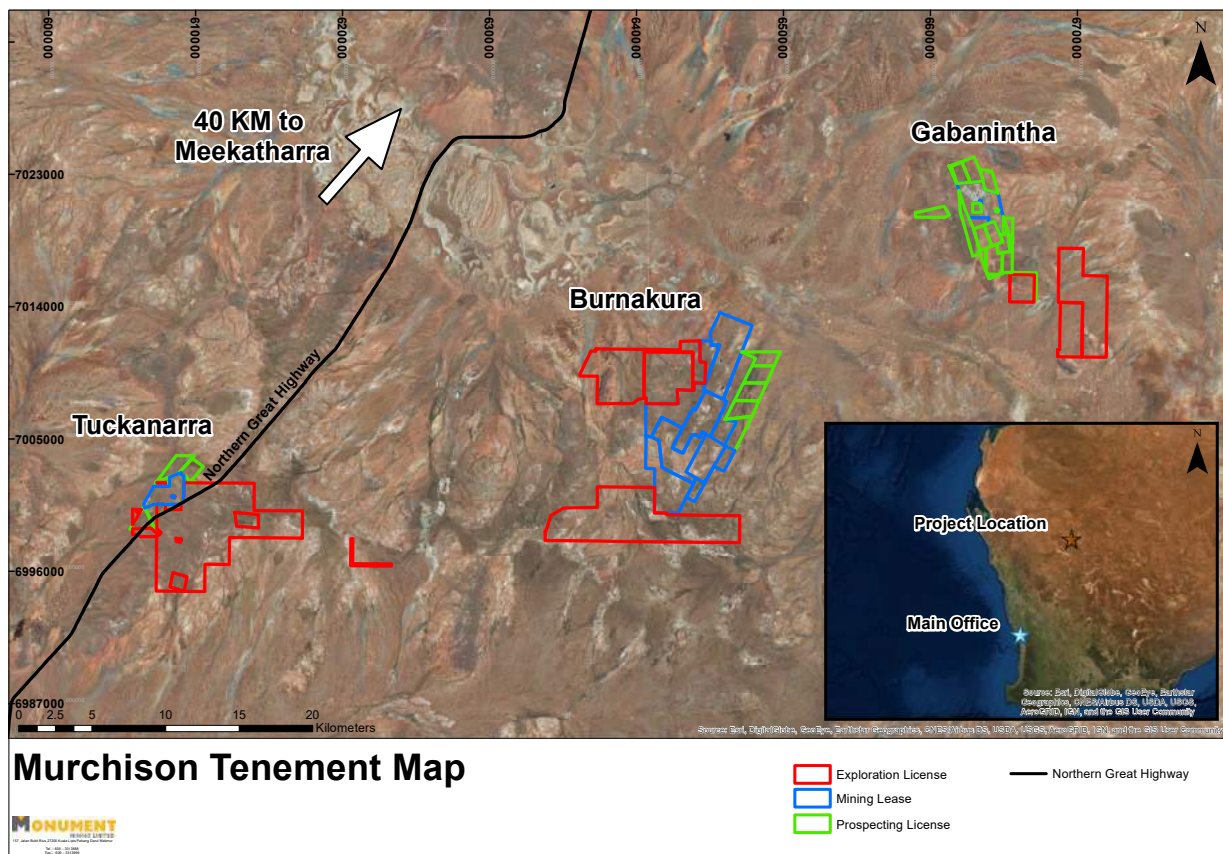




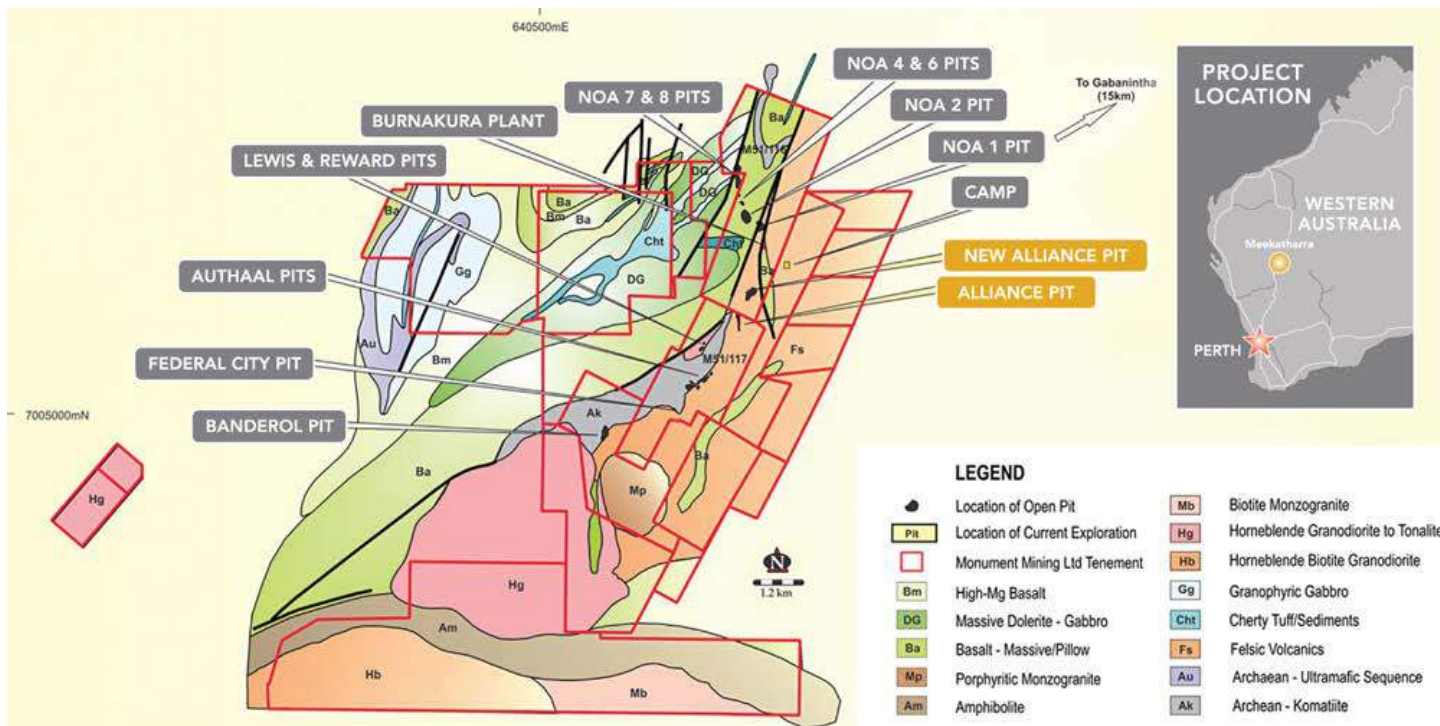
## DEVELOPMENT

The mineral resource estimation at Burnakura Gold Project was updated in July 2018 and a further internal economic assessment was completed in October 2018. Based on this assessment, the planned gold production was postponed to allow for more focus on surface and deep drilling programs to potentially increase gold resources for a better return on investment and to reduce operation risks.

The development focus in fiscal 2019 has been on the identification of geological host structures suitable for target drilling with a view to increase gold inventories. Geological data compilation was completed for Burnakura and Gabanintha during the year and a drilling program is planned to commence in fiscal 2020 with both near surface and deep targets.







## EXPLORATION

In fiscal 2019, exploration at Murchison focused on developing regional discovery strategies to extend the current Mineral Resources reported in the July 2018 NI43-101 Resource Estimation Report. Understanding and honouring geological controls within the modelling phase has been a key step to de-risking the Mineral Resource. The updated Mineral Resource provides a solid foundation for the ongoing PEA study, which is being undertaken to support a production plan at the Murchison Gold Project.

A compilation of historical records was completed for Burnakura and Gabanintha during the fiscal year to complete the database with all the available geological records to guide targeted exploration. The Company has now developed an exploration strategy to prepare exploration programs to test regional targets such as NOA 9, and deep underground potential targets at ANA, NOA 1, NOA 2, and NOA 7/8 areas. Subsequent to year end, the Company completed a 3D structural geological study at Murchison which confirmed near mine down-plunge potential and highlighted the regional prospectivity at Murchison. The study was comprised of a 3D survey, data analysis, 3D modeling, reporting and supports deep drilling target generation for a drilling program for both near surface and deep targets.





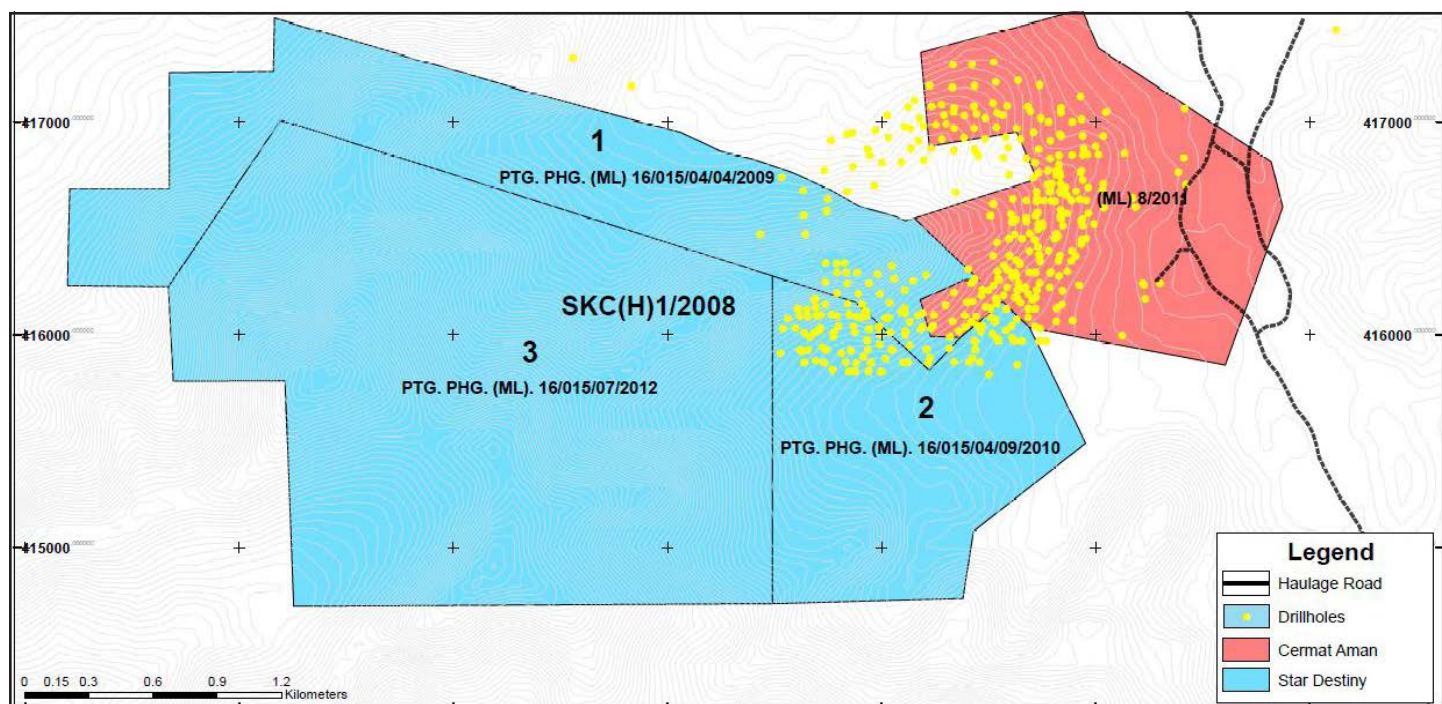
## MINERAL RESOURCES

The Company reported Mineral Resources at Burnakura as seen in the table below, prepared by SRK Consulting (Australasia) Pty Ltd in a NI 43-101 Technical Report-(Updated Mineral Resources, Burnakura Gold Project), filed on Sedar July 18 2018 at www.sedar.com.

UPDATED MINERAL RESOURCES, BURNAKURA GOLD PROJECT (SRK, JULY 2018)					
Deposit	Category	Lower cut-off (Au g/t)	Tonnes (Kt)	Au (g/t)	Gold (Koz)
NOA1-6	Indicated	0.5	1,030	2.1	68
	Inferred	0.5	609	2.3	44
ANA	Indicated	0.5	2,141	1.6	107
	Inferred	0.5	92	1.5	4
Authaal	Indicated	0.5	-	-	-
	Inferred	0.5	556	1.4	25
Federal City	Indicated	0.5	96	1.3	4
	Inferred	0.5	259	1.3	11
<b>TOTAL*</b>	<b>Indicated</b>	<b>0.5</b>	<b>3,267</b>	<b>1.7</b>	<b>179</b>
	<b>Inferred</b>	<b>0.5</b>	<b>1,516</b>	<b>1.8</b>	<b>84</b>
NOA7-8**	Indicated	3.0	776	4.6	114
	Inferred	3.0	35	3.9	4
<b>GRAND-TOTAL</b>	<b>Indicated</b>		<b>4,043</b>	<b>2.3</b>	<b>293</b>
	<b>Inferred</b>		<b>1,551</b>	<b>1.8</b>	<b>88</b>

- (1) Small discrepancies may occur due to rounding.
- (2) All Mineral Resources have been reported on a dry tonnage basis.
- (3) SRK is unaware of any issues that materially affect the Mineral Resources in a detrimental sense.
- (4) Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability.
- (5) Mineral Resources estimated by David Slater (Principal Consultant, SRK), QP.
- (6) \*Open pit Resources (NOA1-6, ANA, Authaal, Federal City) are constrained in a Lerchs Grossman pit shell,
- \*\*Underground Resources (NOA7-8) are constrained to >3g/t and 200m vertical depth





## MENGAPUR COPPER & IRON PROJECT

The Mengapur Copper & Iron Project is a large scale project in the Company's pipeline, located 130kms southeast from Selinsing Gold Mine, includes a 9.35 km<sup>2</sup> land area, and all infrastructure. It was historically owned by Malaysian Mining Corporation who defined the historic Polymetallic Resources in a full bankable feasibility study.

### DEVELOPMENT

Mengapur is 100% owned by Monument and was acquired in 2012. There has been 112,000m drilled at Mengapur to date which includes 53,000m by Monument to confirm historical resources, and 59,000m of historical drilling. Metallurgical testwork was also carried out with studying downstream products. Infrastructure works completed included: a pilot processing plant upgrade, camp development, and on-site laboratories.

The Mengapur geological and resource modelling work resulted in a NI43-101 Mineral Resource Estimation Technical Report announced in October 2019. The Mineral Resource estimate incorporated the 112,000m of drilling and together with the metallurgical testwork in progress, will provide a foundation to further assess economics.

As copper and iron ore prices become more attractive, the Company intends to carry out follow-up work to assess the opportunity for copper production. The Company intends to continue work to assess the opportunity for copper production and is seeking a funding partner.

### MINERAL RESOURCES

Table 1 presents the August 2018 Mineral Resource estimate for the Mengapur project, reported above a 0.3% Cu cut-off grade. To establish the requirement for the grade, quantity and quality of the body of mineralization to have reasonable prospects of eventual economic extraction, a cut-off grade of 0.3% Cu represents an assumption of an open-pit mining approach with limited selectivity and is based on values used at other similar deposits, along with consideration of the continuity above the cut-off grade.



**TABLE 1**

Indicated Mineral Resource							
Material type	Tonnes Mt	Cu %	Au g/t	Ag g/t	Contained Cu t	Contained Au oz	Contained Ag oz
Oxide	6.3	0.45	0.17	9.7	28,300	34,000	1,960,000
Transitional	9.7	0.48	0.15	9.8	46,800	47,000	3,060,000
Fresh	23.5	0.41	0.21	4.5	96,400	159,000	3,400,000
<b>Total Indicated</b>	<b>39.5</b>	<b>0.43</b>	<b>0.18</b>	<b>6.6</b>	<b>170,000</b>	<b>229,000</b>	<b>8,380,000</b>
Inferred Mineral Resource							
Type	Tonnes Mt	Cu %	Au g/t	Ag g/t	Contained Cu t	Contained Au oz	Contained Ag oz
Oxide	15.5	0.41	0.06	19.1	63,600	29,900	9,520,000
Transitional	12.0	0.50	0.10	17.0	60,000	38,600	6,560,000
Fresh	23.4	0.43	0.14	6.9	100,600	105,300	5,190,000
<b>Total Inferred</b>	<b>50.9</b>	<b>0.44</b>	<b>0.11</b>	<b>13.0</b>	<b>224,000</b>	<b>180,000</b>	<b>21,270,000</b>

(1) Small discrepancies may occur due to rounding.

(2) All Mineral Resources have been reported on a dry tonnage basis.

(3) Snowden is unaware of any issues that materially affect the Mineral Resources in a detrimental sense.

(4) Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability.

(5) Mineral Resources estimated by John Graindorge (Principal Consultant, Snowden), QP.

(6) The majority of the interpreted mineralization is within 200m of the surface and as such considered by Snowden to be within the limits of extraction by open-pit mining.

A sensitivity analysis reflecting a possible selective approach to eventual economic extraction at higher cut-off grade of 0.5% is in table 2 below:

**TABLE 2**

Indicated Mineral Resource							
Material type	Tonnes Mt	Cu %	Au g/t	Ag g/t	Contained Cu t	Contained Au oz	Contained Ag oz
Oxide	1.3	0.72	0.12	12.3	9,400	5,000	510,000
Transitional	3.2	0.67	0.13	12.1	21,400	13,400	1,240,000
Fresh	3.6	0.61	0.22	5.7	22,000	25,500	660,000
<b>Total Indicated</b>	<b>8.1</b>	<b>0.65</b>	<b>0.16</b>	<b>9.3</b>	<b>52,700</b>	<b>41,700</b>	<b>2,420,000</b>
Inferred Mineral Resource							
Type	Tonnes Mt	Cu %	Au g/t	Ag g/t	Contained Cu t	Contained Au oz	Contained Ag oz
Oxide	2.3	0.63	0.07	17.1	14,500	5,200	1,260,000
Transitional	3.7	0.75	0.17	12.2	27,800	20,200	1,450,000
Fresh	4.4	0.66	0.14	10.1	29,000	19,800	1,430,000
<b>Total Inferred</b>	<b>10.5</b>	<b>0.68</b>	<b>0.14</b>	<b>12.4</b>	<b>71,400</b>	<b>47,300</b>	<b>4,190,000</b>

(1) Small discrepancies may occur due to rounding.

(2) All Mineral Resources have been reported on a dry tonnage basis.

(3) Snowden is unaware of any issues that materially affect the Mineral Resources in a detrimental sense.

(4) Mineral Resources that are not Mineral Reserves do not have demonstrated economic viability.

(5) Mineral Resources estimated by John Graindorge (Principal Consultant, Snowden), QP.

(6) The majority of the interpreted mineralization is within 200m of the surface and as such considered by Snowden to be within the limits of extraction by open-pit mining.



## CAUTIONARY STATEMENT REGARDING FORWARD LOOKING STATEMENTS

This annual report includes statements containing forward-looking statements or forward-looking information under applicable Canadian securities laws (hereinafter collectively referred to as "forward-looking statements") about Monument, its business and future plans. Forward-looking statements are statements regarding possible events, conditions or financial performance that are based on assumptions about future economic conditions and courses of action and include expectations, plans, objectives or future events that are not historical facts.

Statements concerning estimates of mineral resources and mineral reserves may also be deemed to constitute forward-looking statements to the extent that they involve estimates of the mineralization that will be encountered if a property is developed, and in the case of mineral reserves, such statements reflect the conclusion based on certain assumptions that the mineral deposit can be economically exploited. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, assumptions or future events or performance (often, but not always, using forward-looking terminology such as "plans", "expects" or "does not expect", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variations of such words and phrases or state that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved") are not statements of historical fact and may be forward-looking statements.

Forward-looking statements in this annual report include, without limitation, statements related to: the Company's expectations regarding future gold production at the Selinsing Gold Mine; the ability of the Company to advance exploration and development properties into commercial production; the results of testing gold and copper recovery technologies; completion of technical reports on the Company's projects and the timing and results thereof; timing, costs and potential success of future activities on the Company's properties, including but not limited to development and operating costs in the event that a production decision is made; potential success of exploration, development and environmental protection and remediation activities; and all other plans for mining, development and exploration on the Company's properties and the timing and results thereof.

The forward-looking statements in this annual report are subject to various risks, uncertainties and other factors that could cause actual results or achievements to differ materially from those expressed or implied by the forward-looking statements. These risks and certain other factors include, without limitation: risks related to gold, base metal and other commodity price fluctuations; risks related to general business, economic, competitive, geopolitical and social uncertainties; uncertainties in testing gold and copper recovery technologies that have not been proven in the field; uncertainties inherent in economic studies and resource estimates; uncertainties regarding the results and timing of current exploration activities; uncertainties in the progress and timing of development activities and the possibility that future exploration, development or mining results will not be consistent with the Company's expectations and/or the results of initial feasibility, prefeasibility and feasibility studies, including those related to the interpretation of drill results, and the geology, grade and continuity of mineral deposits; foreign operations risks; risks related to the ability to obtain financing required to develop mining properties or to complete significant technical, environmental or engineering studies; risks related to foreign exchange fluctuations; risks related to environmental regulation and liability; risks associated with failure to maintain community acceptance, agreements and permissions (generally referred to as "social license"); risks related to the outcome of legal actions, including any ongoing legal litigation; other risks inherent in the mining industry, including political and regulatory risks, and other risks and uncertainties related to the Company's prospects, properties and business strategy, including those described in the management discussion and analysis of the Company and the technical reports on the Company's projects, which are available under the profile of the Company on SEDAR at [www.sedar.com](http://www.sedar.com).

Material factors and assumptions used to develop forward-looking statements in this annual report include: general economic factors and other factors that may be beyond the control of Monument will not change in a materially adverse manner; the results of exploration on the Company's projects will be as expected; the future price of gold or other minerals will be sustained, or will improve; the expected timing and results of development and exploration activities of the Company will not differ material from management's expectations; costs of future activities will be as expected; capital and operating expenditures will be as expected; exploration, mining and processing activities will be viable operationally and economically and proceed as expected; political matters in Malaysia and other jurisdictions in which the Company does or may carry on business in the future will be stable; and all of the factors and assumptions described in the management discussion and analysis of the Company and the technical reports on the Company's projects, all of which are available under the profile of the Company on SEDAR at [www.sedar.com](http://www.sedar.com).

Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking statements, there may be other factors that cause results not to be as anticipated, estimated or intended. Should one or more of these risks and uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described in forward-looking statements. There can be no assurance that such statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements. The Company does not undertake to update any forward-looking statements, except in accordance with applicable securities laws.

## SOCIAL RESPONSIBILITY

Monument's Operations in Malaysia and Australia continue to achieve and implement best practices for a safe work environment and responsible mining. Building on the experience gained in the last 12 years and operating in a sensitive tropical environment, we carefully designed and implemented the project to ensure long term sustainability of the operation and to preserve the environment for a future generation long after the mine is closed.

Our health and safety program focuses on preventing workplace injuries, illnesses and death. We emphasize a proactive approach to manage safety risk, improve compliance with laws and regulations, and increase productivity and enhance overall business operations. We continue to strengthen our health and safety culture throughout the organization and during the year there were no fatal injuries with only minor work-related accidents.

Our environmental program aims to minimize the environmental impact and is guided by a regulatory framework, an impact study, and a management plan. Moving toward guided self-regulation introduced by the Department of Environment, we have implemented environmental tools that include the training of relevant personnel to become certified environmental professionals in various fields such as: scrubber operation, waste management, industrial effluent system and certified erosion, and sediment and storm water inspector. This initiative is to further enhance our high level of compliance and commitment to environmentally sustainable development.

Our community program is committed to pursuing and contributing to the social and economic development of the community by improving their quality of life. The mine continues to be a major economic contributor not only to the impact areas but also to the state of Pahang through employment, wages, and benefit, local procurement of good and services, and payment of various taxes and royalty as well as direct CSR contributions. Our positive engagement with all stakeholders has resulted in the mine having operated without interruption since it commenced operations in 2009 and is expected to do so for many years to come.

Roger L. Stangler, B.Sc., MEng, FAusIMM, MAIG, retained by Golder Associates Pty Ltd., has reviewed, prepared, supervised the preparation and approved the scientific and technical disclosure in the Annual Report as a Qualified Person under NI43-101 standards.

Read in conjunction with Monument's Fiscal 2019 Audited Financial Statements and Management Discussion & Analysis, available at [www.sedar.ca](http://www.sedar.ca) and [www.monumentmining.com](http://www.monumentmining.com). All dollar amounts in US\$ except where noted.



## CORPORATE INFORMATION

### Officers & Management

Robert Baldock, CA (M), FCPA, FIMC  
*Executive Chairman*

Cathy Zhai, CPA-CGA, B.Sc.  
*President & CEO*

Zaidi Harun, B.Sc.  
*Vice President, Business Development*

Matthew Antill, BE (Mining)  
*General Manager, Operations*

Charlie Northfield, B.Sc.(Hons), ACSM  
*General Manager, Selinsing Gold Mine*

Neil Rauert, BE (Mining), MEngSc., FAusIMM(CP)  
*Senior Project Manager, Technical Support*

Roger Stangler, B.Sc., MEng, FAusIMM, MAIG  
*Chief Managing Geologist*

Kelvin Lee, BBA, CPA-CGA  
*CFO, VP Finance and Administration*

### Directors

Robert Baldock  
*Kuala Lipis, Malaysia*

Cathy Zhai  
*Vancouver, British Columbia*

Zaidi Harun  
*Kuala Lipis, Malaysia*

Graham Dickson  
*Vancouver, British Columbia*

Michael John Kitney  
*Perth, Australia*

### Corporate Headquarters

Suite 1580, 1100 Melville Street  
Vancouver, British Columbia V6E 4A6 Canada  
Tel. 604.638.1661 Fax. 604.638.1663  
E-mail. [info@monumentmining.com](mailto:info@monumentmining.com)  
Website. [www.monumentmining.com](http://www.monumentmining.com)

### Stock Listing

TSX Venture Exchange, Symbol: MMY

Frankfurt Stock Exchange, Symbol: D7Q1

### Registrar and Transfer Agent

Computershare Trust Company of Canada  
Vancouver, British Columbia

### Auditors

Grant Thornton LLP Vancouver, British Columbia

### Bankers

Bank of Montreal  
*Vancouver, British Columbia*

### Legal Counsel

DuMoulin Black LLP  
*Vancouver, British Columbia*

## INVESTOR RELATION INFORMATION

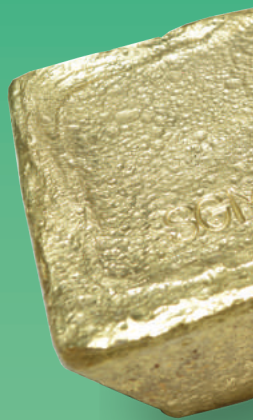
### Vancouver

Richard Cushing  
*Investor Relations*  
Suite 1580, 1100 Melville Street  
Vancouver, British Columbia  
V6E 4A6 Canada  
Tel. 604.638.1661 Fax. 604.638.1663  
[info@monumentmining.com](mailto:info@monumentmining.com)  
[www.monumentmining.com](http://www.monumentmining.com)

### Europe

Wolfgang Seybold  
Managing Director, AXINO GmbH  
Fleischmannstrasse 15  
73728 Esslingen, Germany  
Tel. +49.711.82.09.7211  
Fax. +49.711.82.09.7215  
[wolfgang.seybold@axino.com](mailto:wolfgang.seybold@axino.com)  
[www.axino.com](http://www.axino.com)

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