Premier Gold Resources plc
("Premier Gold" or the "Company")

Financial results for the year ended 31 December 2013

Premier Gold (AIM: PGR), the Central Asia-focused gold exploration and development company, announces financial results for the year ended 31 December 2013.

2013 Summary

- Five year licence extension to Cholokkaindy Licence through to 31 December 2017
- Licence area extended by 8 square kilometres adding to potential future resource
- Convertible loan note for £1 million provided by new institutional investor
- Subscription of £260,000 by institutional investor by way of equity swap agreement
- Subscription for £200,000 worth of new ordinary shares by investor
- Field work currently suspended as a result of resistance from local groups
- Board working towards a resolution in country

Chairman’s Statement

2013 was a frustrating year for Premier Gold as we were prevented from engaging in any activity in the field. The Company had substantially laid all the groundwork to commence drilling operations during the 2013 field season only to be thwarted by resistance from factions of local groups seeking to hold up the work programme at Cholokkaindy illegally. Even more frustrating than having a highly attractive asset but being unable to progress its development, is the absence of any logical reason for being prevented from doing so. At this stage the board considers the local resistance which continues to prevent Premier Gold and certain other operators from working safely in the Kyrgyz Republic at present is as a result of a fundamental lack of understanding as to the impact that the development of mining operation would have upon local communities.

Notwithstanding Premier Gold's legal right, and support from the government, to progress its work programme on Cholokkaindy, such obstruction has caused us to delay the commencement of our work programme several times. The Company's first priority must be the safety of its employees and contractors and the board is doing everything it can to work through the issues being encountered in
the Kyrgyz Republic in order to get the teams back out in the field to progress the development of the asset.

The board's attention is focused on working with representatives at all three of the relevant levels within Kyrgyz Government:

i. at leadership level through the office of the First Deputy Prime Minister;

ii. at a regional level through the governor of Chui Valley (the region in which the Company's licence is situated); and

iii. through the head of the local administration of Panfilov (the immediate surrounding area of the Company's licence).

Progress, however, has been inhibited by changes in Government at all three levels. In March 2014 the Ata-Meken party announced its withdrawal from the Kyrgyz Government coalition, thereby effectively dissolving the Government; while the positions of both governor of Chui Valley and head of the local administration of Panfilov were also unfilled for several weeks during the early part of 2014.

I am pleased to observe that political progress in the Kyrgyz Republic has since been made at all three levels pertinent to the Company's situation, with a viable new Government having recently been formed; and the appointments in February 2014 of a new governor of Chui Valley and a new head of the local administration (the "Akim") of Panfilov. The political transitions were, however, highly disruptive to Premier Gold's efforts to resolve its local issues.

What is apparent is the extent of the local influence held by the disruptive factions within their community; and indeed the unwillingness of the Panfilov Akim to simply ignore their objections. Equally it is apparent that the governor's office is cautious as to the extent to which it exerts political influence over local communities.

We continue to press our case so that Premier Gold can implement an exploration programme that will be of benefit to all stakeholders. To achieve this objective the Company is working with a broad range of professionals in the Kyrgyz Republic and in the United Kingdom.

Licence Developments
In February 2013, Premier Gold was successful in achieving a licence extension on Cholokkaindy through to 31 December 2017; and in May 2013 the Company also announced the award of an 8 square kilometre extension of the Cholokkaindy licence boundary, into an area in which we believe the mineralised zone further extends. This has obvious beneficial impacts on the size of the future potential resource at Cholokkaindy.

During the year, London- and Bishkek-based staff continued to work on the geological information and databases. In addition, visits were made to the accredited laboratories where facilities for drill core sampling and storage were reserved. Procedural protocols for quality control of drilling, logging, sampling, analysis, health and safety were also updated. The exploration team is ready to implement the drill programme within two weeks of returning to operations in the field.

Corporate Developments

In July 2013 Premier Gold entered into a convertible loan agreement (the “Convertible Loan”) with Tridevi Capital Partners (I) L.P. (“Tridevi Capital”) for the provision of £1 million to advance the Company's exploration programme at the Cholokkaindy gold licence in the Kyrgyz Republic.

In September 2013 the Company raised gross funds of £200,000 by way of a subscription for a total of 100,000,000 new ordinary shares at a price of 0.2 pence per ordinary share.

In December 2013 the Company raised gross funds of £260,000 by way of an equity swap agreement with an existing institutional shareholder for a total of 200,000,000 new ordinary shares at a price of 0.13 pence per share.

The board stated its intention in December 2012 to simplify the share structure of the Company by cancelling all warrants. In January 2013 approximately 84 per cent. of the warrants in issue were purchased by the Company for a nominal consideration and duly cancelled. In October 2013 the remaining warrants expired and were duly cancelled.

Financial Results

Premier Gold is an early-stage exploration company and, as such, has no revenues. The Company's expenditure relates predominantly to the exploration-related costs and general and administrative

Outlook

The Kyrgyz Government continues to indicate its commitment to helping Premier Gold through to a resolution of its local issues, such that the Company can resume operations. The new Government’s preferred approach is one of engagement and public dialogue with local communities who, it seems, simply do not understand the implication or future impact of a development such as Cholokkaindy. The Company continues to express to the Government its dissatisfaction with the pace at which it is progressing a resolution. In parallel with the Government’s efforts, Premier Gold is proactively working with local communities to overcome the educational barrier.

At the same time, the Company continues to consider assets beyond Cholokkaindy where the Company believes it can deploy its considerable geological expertise to create value for shareholders in a shorter time frame than the Company may be able to achieve at Cholokkaindy. The Company will report on any such developments as and when appropriate.

I am acutely aware that the disruption caused at Cholokkaindy is immensely frustrating for shareholders. We must however remind ourselves of the prospective anomalies and structures already recognised at Cholokkaindy which bear the hallmarks of a substantial gold deposit which would, if developed, be a highly valuable asset.

Colonel Robert Stewart DSO MP

Chairman

30 May 2014

Contacts:

Premier Gold Resources plc
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WH Ireland Limited (Nominated Adviser and Broker)
Katy Mitchell
0113 394 6600

Vigo Communications
Ben Simons / Alex Aleksandrov
020 7016 9570
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2013

Administrative expenses
Share based payments

Operating loss

Loss on disposal of subsidiary

Finance income

Fair value loss on derivative financial assets
Finance expense

Loss before income taxation

Income tax expense

Loss on ordinary activities after taxation
Non-controlling interests

Loss for the year and total comprehensive income attributable to owners of the parent

Loss per share - basic and diluted
From continuing operations

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2013
### ASSETS

#### Non current assets
- Intangible assets
- Tangible assets
- Derivative financial assets

#### Current assets
- Inventories: -
- Trade and other receivables: 16,445
- Derivative financial assets: 236,250
- Cash and cash equivalents: 274,539

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<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td><strong>Total current assets</strong></td>
<td><strong>527,234</strong></td>
</tr>
</tbody>
</table>

### LIABILITIES

#### Current liabilities
- Trade and other payables: (240,207)
- Borrowings: (410,717)

### Net current assets

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<table>
<thead>
<tr>
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<tbody>
<tr>
<td><strong>Net current assets</strong></td>
<td><strong>(123,690)</strong></td>
</tr>
</tbody>
</table>

### Net assets

### EQUITY

- Share capital
- Share premium account
- Equity component - convertible loan note
- Capital redemption reserve
- Merger reserve
- Profit and loss account
- Foreign currency reserve

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<table>
<thead>
<tr>
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<tbody>
<tr>
<td><strong>Non-controlling interests</strong></td>
<td><strong>598,512</strong></td>
</tr>
<tr>
<td><strong>Total equity</strong></td>
<td><strong>3,770,054</strong></td>
</tr>
</tbody>
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### Approved by the Board and authorised for issue on

<p>| | |</p>
<table>
<thead>
<tr>
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<tbody>
<tr>
<td>Richard Nolan</td>
<td>Dr Reza Tabrizi</td>
</tr>
<tr>
<td>Director</td>
<td>Director</td>
</tr>
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Company Registration No. 03896382
## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

### FOR THE YEAR ENDED 31 DECEMBER 2013

<table>
<thead>
<tr>
<th>Share capital</th>
<th>Share premium</th>
<th>Retained earnings</th>
<th>Foreign currency reserve</th>
<th>Capital redemption reserve</th>
<th>Merger reserve</th>
<th>Non controlling interest</th>
<th>Convertible loan note</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td><strong>Balance at 1 January 2012</strong></td>
<td>1,471,297</td>
<td>(4,864,272)</td>
<td>43,333</td>
<td>43,333</td>
<td>480,208</td>
<td>2,416,679</td>
<td>43,333</td>
<td>1,471,798</td>
</tr>
<tr>
<td><strong>Changes in equity for 2011</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total comprehensive income for the year</td>
<td>-</td>
<td>(1,473,742)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(54,618)</td>
<td>-</td>
</tr>
<tr>
<td>On acquisition of subsidiaries</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>642,950</td>
</tr>
<tr>
<td>Issue of shares</td>
<td>480,208</td>
<td>25</td>
<td>1,260,625</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,740,850</td>
</tr>
<tr>
<td>Costs in respect of shares issued</td>
<td>(149,172)</td>
<td>2</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>On issue of shares for acquisition of Central Asia Resources Limited</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>69,655</td>
<td>2,416,679</td>
<td>67</td>
<td>2,484,356</td>
</tr>
<tr>
<td>Equity-settled share-based payments</td>
<td>-</td>
<td>-</td>
<td>69,655</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Currency translation differences on foreign currency net investments</td>
<td>-</td>
<td>-</td>
<td>26,230</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,748</td>
<td>-</td>
</tr>
<tr>
<td><strong>Balance at 31 December 2012</strong></td>
<td>1,951,495</td>
<td>(6,268,359)</td>
<td>43,333</td>
<td>2,416,679</td>
<td>67</td>
<td>590,080</td>
<td>-</td>
<td>4,692,369</td>
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</table>
### Changes in equity in 2012

<table>
<thead>
<tr>
<th>Description</th>
<th>2013</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total comprehensive income for the year</td>
<td>(1,478,822)</td>
<td>(1,531,593)</td>
</tr>
<tr>
<td>On disposal of subsidiaries</td>
<td>-</td>
<td>54,210</td>
</tr>
<tr>
<td>Issue of shares</td>
<td>337,483</td>
<td>485,000</td>
</tr>
<tr>
<td>Costs in respect of shares issued</td>
<td>(20,750)</td>
<td>(20,750)</td>
</tr>
<tr>
<td>Convertible loan note - equity component</td>
<td>-</td>
<td>89,283</td>
</tr>
<tr>
<td>Equity-settled share-based payments</td>
<td>-</td>
<td>24,666</td>
</tr>
<tr>
<td>Currency translation differences on foreign</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>currency net investments</td>
<td>-</td>
<td>(23,111)</td>
</tr>
<tr>
<td>Balance at 31 December</td>
<td>6,059,750</td>
<td>(3,874)</td>
</tr>
</tbody>
</table>

### CONSOLIDATED STATEMENT OF CASH FLOWS

**FOR THE YEAR ENDED 31 DECEMBER 2013**

<table>
<thead>
<tr>
<th>Description</th>
<th>2013</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flows from operating activities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Operating loss</td>
<td>(897,976)</td>
<td>(1,301,889)</td>
</tr>
</tbody>
</table>
Depreciation of property, plant and equipment | 4,649 | 8,334  
Amortisation of intangible assets | 77 | -  
Decrease in inventories | - | 4,700  
(Decrease)/increase in trade and other receivables | 53,244 | 659,899  
Increase/(decrease) in trade and other payables | 35,291 | (551,141)  
Equity-settled share based payments | 24,666 | 69,655  
Other movement | 10,723 | 39,093  

**Net cash used in operating activities** | (770,366) | (1,071,349)  

**Investing activities**  
Finance income | 190 | 1,802  
Finance expense | (1,233) | (34,523)  

**Net cash used in investing activities** | (1,043) | (32,721)  

**Capital expenditure**  
Payments to acquire intangible assets | (51,479) | (154,613)  
Payments to acquire tangible assets | - | (5,805)  

**Net cash outflow for capital expenditure** | (51,479) | (160,418)  

**Acquisitions and disposals**  
Purchase of subsidiary undertakings | - | (3,170)  
Cash acquired on acquisition of subsidiary undertakings | - | 21,760  
Cash on disposal of subsidiary undertaking | (9,955) | -  

**Net cash (outflow)/inflow for acquisitions and disposals** | (9,955) | 18,590  

**Financing activities**  
Issue of share capital | 225,000 | 557,500  
Proceeds received from issue of derivative financial asset | 221,275 | -  
Cost of share issue | (20,750) | (49,172)  
Convertible unsecured loan notes | 500,000 | -  

**Net cash generated from financing activities** | 925,525 | 508,328  

**Net increase/(decrease) in cash and cash equivalents in year** | 92,682 | (737,570)  

Cash and cash equivalents at beginning of the year | 181,857 | 919,427  

Cash and cash equivalents at end of the year | 274,539 | 181,857
Annual Report and Accounts

Copies of the Annual Report and Accounts, together with a notice of the annual general meeting, are being posted to all shareholders today and will be available on the Company’s website www.premiergoldresources.com

Annual General Meeting

The annual general meeting of the Company will be held at the offices of Nabarro LLP, Lacon House, 84 Theobald's Road, London WC1X 8RW at 11 a.m. on 24 June 2014.