



CNMC

CNMC GOLDMINE HOLDINGS LIMITED

中色金礦有限公司

(Company Registration No.: 201119104K)

Unaudited Financial Statement and Dividend Announcement For the Fourth Quarter and the Financial Year Ended 31 December 2015

*This announcement has been prepared by CNMC Goldmine Holdings Limited (the “**Company**”) and its contents have been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “**Sponsor**”) for compliance with the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement. The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.

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PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group					
	Three Months Ended			Twelve Months Ended		
	31 December 2015 US\$ (Unaudited)	31 December 2014 US\$ (Unaudited)	Increase/ (Decrease) %	31 December 2015 US\$ (Unaudited)	31 December 2014 US\$ (Audited)	Increase/ (Decrease) %
Revenue	9,299,127	9,786,645	(5.0)	36,470,636	33,213,371	9.8
Other operating income	786,033	79,239	892.0	150,401	97,169	54.8
Changes in inventories	557,526	333,818	67.0	267,556	(141,864)	n.m.
Amortisation and depreciation	(1,174,035)	(941,991)	24.6	(3,985,961)	(3,050,900)	30.6
Employee benefits expenses	(1,148,444)	(1,158,054)	(0.8)	(2,727,262)	(2,515,279)	8.4
Key management remuneration	(834,983)	(594,102)	40.5	(2,491,172)	(2,047,601)	21.7
Marketing and publicity expenses	(53,797)	(48,543)	10.8	(247,602)	(107,587)	130.1
Office and administration expenses	(95,005)	(44,845)	111.9	(301,870)	(266,170)	13.4
Professional fees	(123,778)	(148,951)	(16.9)	(590,341)	(629,503)	(6.2)
Rental expense on operating lease	(210,294)	(135,288)	55.4	(858,261)	(514,889)	66.7
Royalty and tribute fee expenses	(685,673)	(742,228)	(7.6)	(2,719,321)	(2,539,822)	7.1
Site and factory expenses	(1,678,945)	(1,262,568)	33.0	(5,750,974)	(5,493,271)	4.7
Travelling and transportation expenses	(42,331)	(39,379)	7.5	(179,520)	(185,485)	(3.2)
Other operating expenses	(344)	(717,867)	(100.0)	(3,060,763)	(1,022,247)	199.4
Results from operating activities	4,595,057	4,365,886	5.2	13,975,546	14,795,922	(5.5)
Finance income	146,036	57,021	156.1	472,877	71,541	561.0
Finance costs	(2,092)	(4,481)	(53.3)	(9,967)	(35,900)	(72.2)
Net finance income	143,944	52,540	174.0	462,910	35,641	n.m.
Profit before tax	4,739,001	4,418,426	7.3	14,438,456	14,831,563	(2.7)
Tax (expenses)/credit	(655,496)	(374,806)	74.9	(1,009,573)	488,570	n.m.
Profit for the year	4,083,505	4,043,620	1.0	13,428,883	15,320,133	(12.3)
Other comprehensive income/(loss)						
Items that may be reclassified subsequently to profit or loss						
Exchange differences arising from consolidation of foreign subsidiaries	10,980	(19,373)	n.m.	(53,465)	(18,106)	195.3
Total comprehensive profit for the year	4,094,485	4,024,247	1.7	13,375,418	15,302,027	(12.6)
Profit attributable to:						
Owners of the Company	3,266,461	3,163,579	3.3	10,666,397	12,243,104	(12.9)
Non-controlling interests	817,044	880,041	(7.2)	2,762,486	3,077,029	(10.2)
Profit for the year	4,083,505	4,043,620	1.0	13,428,883	15,320,133	(12.3)
Total comprehensive income attributable to:						
Owners of the Company	3,275,648	3,147,372	4.1	10,621,672	12,227,957	(13.1)
Non-controlling interests	818,837	876,875	(6.6)	2,753,746	3,074,070	(10.4)
Total comprehensive income for the year	4,094,485	4,024,247	1.7	13,375,418	15,302,027	(12.6)

1(a)(ii) Notes to Consolidated Statement of Comprehensive Income

	Group					
	Three Months Ended			Twelve Months Ended		
	31 December 2015 US\$ (Unaudited)	31 December 2014 US\$ (Unaudited)	Increase/ (Decrease) %	31 December 2015 US\$ (Unaudited)	31 December 2014 US\$ (Audited)	Increase/ (Decrease) %
Profit for the period/year is stated after charging/ (crediting) the following:						
Finance costs	2,092	4,481	(53.3)	9,967	35,900	(72.2)
Amortization and depreciation	1,174,035	941,991	24.6	3,985,961	3,050,900	30.6
Property, plant and equipment written off	-	-	-	3,159	-	100.0
Deposit written off	-	62,139	(100.0)	-	88,305	(100.0)
Exploration and evaluation assets written off	-	-	-	-	66,485	(100.0)
Impairment loss on other receivables	-	-	-	-	16,387	(100.0)
Gain on disposal of property, plant and equipment	-	(79,239)	(100.0)	(8,030)	(80,266)	(90.0)
(Gain)/Loss on foreign exchange						
- Unrealised	(680,966)	644,576	n.m.	3,000,618	725,414	313.6
- Realised	29,186	11,152	161.7	55,870	119,582	(53.3)

n.m. -- not meaningful

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	31 December 2015 US\$ (Unaudited)	31 December 2014 US\$ (Audited)	31 December 2015 US\$ (Unaudited)	31 December 2014 US\$ (Audited)
ASSETS				
Non-current assets				
Exploration and evaluation assets	2,084,960	4,990,395	-	-
Mine properties	9,617,124	6,517,394	-	-
Property, plant and equipment	8,163,432	7,568,558	109,525	159,967
Investment in subsidiaries	-	-	8,306,587	8,044,787
Total non-current assets	19,865,516	19,076,347	8,416,112	8,204,754
Current assets				
Inventories	868,800	802,208	-	-
Trade and other receivables	832,096	612,757	8,469,129	6,688,479
Cash and cash equivalents	22,134,539	12,339,714	902,869	2,023,789
Total current assets	23,835,435	13,754,679	9,371,998	8,712,268
Total assets	43,700,951	32,831,026	17,788,110	16,917,022
EQUITY				
Share Capital	18,032,233	18,032,233	18,032,233	18,032,233
Treasury shares	(75,092)	-	(75,092)	-
Capital Reserve	2,824,635	2,824,635	-	-
Retained earnings/(Accumulated losses)	12,773,507	4,318,583	(1,228,256)	(1,961,722)
Translation reserves	(60,624)	(15,899)	-	-
	33,494,659	25,159,552	16,728,885	16,070,511
Non-controlling interest	4,551,057	2,652,568	-	-
Total equity	38,045,716	27,812,120	16,728,885	16,070,511
LIABILITIES				
Non-current liabilities				
Loans and borrowings	100,429	175,594	-	-
Deferred tax liabilities	1,249,649	542,186	-	-
Total non-current liabilities	1,350,078	717,780	-	-
Current liabilities				
Loans and borrowings	42,613	73,033	-	-
Trade and other payables	2,998,863	3,156,530	539,293	384,248
Accrued rehabilitation costs	326,635	289,990	-	-
Dividend payable	916,800	761,029	518,541	462,263
Current tax liabilities	20,246	20,544	1,391	-
Total current liabilities	4,305,157	4,301,126	1,059,225	846,511
Total Liabilities	5,655,235	5,018,906	1,059,225	846,511
Total equity and liabilities	43,700,951	32,831,026	17,788,110	16,917,022

1(b)(ii) Aggregate amount of group's borrowings and debt securities**Amount repayable in one year or less, or on demand**

As at 31 December 2015		As at 31 December 2014	
Secured US\$	Unsecured US\$	Secured US\$	Unsecured US\$
42,613	-	73,033	-

Amount repayable after one year

As at 31 December 2015		As at 31 December 2014	
Secured US\$	Unsecured US\$	Secured US\$	Unsecured US\$
100,429	-	175,594	-

Details of any collateral

The Group's borrowings as at 31 December 2015 comprised finance lease liabilities, which were secured on the Group's motor vehicles and plant and equipment. The net carrying amounts of the motor vehicles and plant and equipment as at 31 December 2015 amounted to US\$161,311 (31 December 2014: US\$366,599).

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group			
	Three Months ended		Twelve Months ended	
	31 December 2015 US\$ (Unaudited)	31 December 2014 US\$ (Unaudited)	31 December 2015 US\$ (Unaudited)	31 December 2014 US\$ (Audited)
Operating activities				
Profit for the year	4,083,505	4,043,620	13,428,883	15,320,133
Adjustments for:				
Depreciation of property, plant and equipment	600,412	617,312	2,310,394	2,030,446
Amortisation of mine properties	573,623	324,679	1,675,567	1,020,454
Property, plant and equipment written off	-	-	3,159	-
Gain on disposal of property, plant and equipment	-	(79,239)	(8,030)	(80,266)
Deposit written off	-	62,139	-	88,305
Exploration and evaluation assets written off	-	-	-	66,485
Impairment on other receivables	-	-	-	16,387
Finance income	(146,036)	(57,021)	(472,877)	(71,541)
Finance costs	2,092	4,481	9,967	35,900
Unrealised (gain)/loss on foreign exchange	(680,966)	644,576	3,000,618	725,414
Tax expense / (credit)	655,496	374,806	1,009,573	(488,570)
Operating profit before working capital changes	5,088,126	5,935,353	20,957,254	18,663,147
Changes in working capital:				
Inventories	(71,263)	230,008	(66,592)	289,887
Trade and other receivables	350,957	296,434	(374,461)	519,863
Trade and other payables	(1,390,983)	(1,669,867)	(440,938)	(1,255,657)
Cash generated from operations	3,976,837	4,791,928	20,075,263	18,217,240
Tax paid	(524)	(4,001)	(307,781)	(301,106)
Finance income received	146,036	57,021	472,877	71,541
Finance costs paid	(2,092)	(4,481)	(9,967)	(35,900)
Net cash generated from operating activities	4,120,257	4,840,467	20,230,392	17,951,775
Investing Activities				
Purchases of property, plant and equipment	(711,430)	(522,151)	(2,901,578)	(2,925,299)
Proceeds from disposal of property, plant and equipment	-	82,852	8,030	88,986
Payment for exploration and evaluation assets	(1,164)	(475,846)	(1,252,930)	(2,063,631)
Net cash used in investing activities	(712,594)	(915,145)	(4,146,478)	(4,899,944)
Financing activities				
Deposits withdrawn	-	-	-	804,200
Repayment of convertible loan	-	-	-	(1,144,630)
Dividend paid to equity holders of the Company	-	-	(2,154,829)	(1,148,043)
Dividend paid to non-controlling interests	(220,590)	(270,455)	(752,686)	(447,782)
Sharebuyback	-	-	(75,092)	-
Payment of finance lease liabilities	(10,354)	(41,259)	(67,538)	(124,048)
Net cash used in financing activities	(230,944)	(311,714)	(3,050,145)	(2,060,303)
Net increase in cash and cash equivalents	3,176,719	3,613,608	13,033,769	10,991,528
Cash and cash equivalents at beginning of the year	18,314,830	9,440,416	12,339,714	2,207,225
Effect of exchange rate fluctuations on cash held	642,990	(714,310)	(3,238,944)	(859,039)
Cash and cash equivalents in the statement of financial position	22,134,539	12,339,714	22,134,539	12,339,714

During the three months period ended 31 December 2015 (“4Q 2015”), the Group acquired property, plant and equipment with an aggregate cost of US\$847,079 as compared to US\$648,152 for the corresponding three months period ended 31 December 2014 (“4Q 2014”). As at 31 December 2015, a total consideration of US\$135,649 for the acquisitions made in 4Q 2015 had yet to be paid, as compared to US\$126,001 as at 31 December 2014 for the acquisitions in 4Q 2014.

The Group also acquired exploration and evaluation assets, and mine properties in 4Q 2015 at an aggregate cost of US\$115,418 (4Q 2014: US\$845,912) of which US\$94,540 (4Q2014: US\$61,061) were accrued rehabilitation costs. As at 31 December 2015, a total consideration of US\$19,714 for the acquisitions made in 4Q 2015 had yet to be paid, as compared to US\$309,005 as at 31 December 2014 for the acquisitions in 4Q 2014.

During the financial year ended 31 December 2015 (“FY2015”), the Group acquired property, plant and equipment with an aggregate cost of US\$3,100,440 as compared to US\$3,507,049 for the financial year ended 31 December 2014 (“FY2014”). As at 31 December 2015, a total consideration of US\$198,862 for the acquisitions made in FY2015 had yet to be paid, as compared to US\$215,856 as at 31 December 2014 for the acquisitions in FY2014.

The Group also acquired exploration and evaluation assets, and mine properties in FY2015 at an aggregate cost of US\$1,869,862 (FY2014: US\$3,024,546) of which US\$307,677 related to accrued rehabilitation cost (FY2014: US\$295,329). As at 31 December 2015, a total consideration of US\$309,255 for the acquisitions made in FY2015 had yet to be paid, as compared to US\$665,586 as at 31 December 2014 for the acquisitions made in FY2014.

As at 31 December 2015, the Group’s cash and cash equivalents amounted to US\$22.13 million (31 December 2014: US\$12.34 million), comprising currencies denominated in MYR, SGD and USD. Please refer to item 8(b) on cash flows analysis for further details. The Group has no bank loans.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group	Share capital	Treasury Shares	Capital reserve	Translation reserves	(Accumulated losses)/ Retained earnings	Total attributable to equity holders of the Company	Non-controlling interests	Total equity
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance as at 1 January 2014	18,032,233	-	2,824,635	(752)	(6,639,065)	14,217,051	325,046	14,542,097
<u>Total comprehensive income for the period:</u>								
Profit for the period	-	-	-	-	9,079,525	9,079,525	2,196,988	11,276,513
Other comprehensive income for the period								
Exchange difference	-	-	-	1,060	-	1,060	207	1,267
Total comprehensive income for the period	-	-	-	1,060	9,079,525	9,080,585	2,197,195	11,277,780
<u>Transactions with owners, recognized directly in equity</u>								
2013 Final dividend declared and paid	-	-	-	-	(324,605)	(324,605)	-	(324,605)
2014 First dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(177,327)	(177,327)
2014 First interim dividend declared and paid	-	-	-	-	(491,800)	(491,800)	-	(491,800)
Total transaction with owners	-	-	-	-	(816,405)	(816,405)	(177,327)	(993,732)
Balance as at 30 September 2014	18,032,233	-	2,824,635	308	1,624,055	22,481,231	2,344,914	24,826,145
<u>Total comprehensive income for the period:</u>								
Profit for the period	-	-	-	-	3,163,579	3,163,579	880,041	4,043,620
Other comprehensive income for the period								
Exchange difference	-	-	-	(16,207)	-	(16,207)	(3,166)	(19,373)
Total comprehensive income for the period	-	-	-	(16,207)	3,163,579	3,147,372	876,875	4,024,247
<u>Transactions with owners, recognized directly in equity</u>								
2014 Second dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(260,005)	(260,005)
2014 Third dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(309,216)	(309,216)
2014 Second interim dividend declared and paid	-	-	-	-	(469,051)	(469,051)	-	(469,051)
Total transaction with owners	-	-	-	-	(469,051)	(469,051)	(569,221)	(1,038,272)
Balance as at 31 December 2014	18,032,233	-	2,824,635	(15,899)	4,318,583	25,159,552	2,652,568	27,812,120

Group	Share capital US\$	Treasury Shares US\$	Capital reserve US\$	Translation reserves US\$	Retained earnings US\$	Total attributable to equity holders of the Company US\$	Non-controlling interests US\$	Total equity US\$
Balance as at 1 January 2015	18,032,233	-	2,824,635	(15,899)	4,318,583	25,159,552	2,652,568	27,812,120
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	7,399,936	7,399,936	1,945,442	9,345,378
Other comprehensive income for the period								
Exchange difference	-	-	-	(53,912)	-	(53,912)	(10,533)	(64,445)
Total comprehensive income for the period	-	-	-	(53,912)	7,399,936	7,346,024	1,934,909	9,280,933
Transactions with owners, recognized directly in equity								
2014 Final and special dividend declared and paid	-	-	-	-	(1,158,409)	(1,158,409)	-	(1,158,409)
2015 First dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(233,330)	(233,330)
2015 First interim dividend declared and paid	-	-	-	-	(534,157)	(534,157)	-	(534,157)
Share buyback	-	(75,092)	-	-	-	(75,092)	-	(75,092)
Total transaction with owners	-	(75,092)	-	-	(1,692,566)	(1,767,658)	(233,330)	(2,000,988)
Balance as at 30 September 2015	18,032,233	(75,092)	2,824,635	(69,811)	10,025,953	30,737,918	4,354,147	35,092,065
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	3,266,461	3,266,461	817,044	4,083,505
Other comprehensive income for the period								
Exchange difference	-	-	-	9,187	-	9,187	1,793	10,980
Total comprehensive income for the period	-	-	-	9,187	3,266,461	3,275,648	818,837	4,094,485
Transactions with owners, recognized directly in equity								
2015 Second dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(220,590)	(220,590)
2015 Third dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(401,337)	(401,337)
2015 Second interim dividend declared and paid	-	-	-	-	(518,907)	(518,907)	-	(518,907)
Total transaction with owners	-	-	-	-	(518,907)	(518,907)	(621,927)	(1,140,834)
Balance as at 31 December 2015	18,032,233	(75,092)	2,824,635	(60,624)	12,773,507	33,494,659	4,551,057	38,045,716

Company	Share capital US\$	Treasury shares US\$	Accumulated losses US\$	Total equity US\$
Balance as at 1 January 2014	18,032,233	-	(3,059,898)	14,972,335
Profit for the period	-	-	323,476	323,476
2013 Final dividend declared and paid	-	-	(324,605)	(324,605)
2014 First interim dividend declared and paid	-	-	(491,800)	(491,800)
Balance as at 30 September 2014	18,032,233	-	(3,552,827)	14,479,406
Profit for the period	-	-	2,060,156	2,060,156
2014 Second interim dividend declared and paid	-	-	(469,051)	(469,051)
Balance as at 31 December 2014	18,032,233	-	(1,961,722)	16,070,511
Balance as at 1 January 2015	18,032,233	-	(1,961,722)	16,070,511
Profit for the period	-	-	515,111	515,111
2014 Final and special dividend declared and paid	-	-	(1,158,409)	(1,158,409)
2015 First interim dividend declared and paid	-	-	(534,157)	(534,157)
Share buyback	-	(75,092)	-	(75,092)
Balance as at 30 September 2015	18,032,233	(75,092)	(3,139,177)	14,817,964
Profit for the period	-	-	2,429,828	2,429,828
2015 Second interim dividend declared and paid	-	-	(518,907)	(518,907)
Balance as at 31 December 2015	18,032,233	(75,092)	(1,228,256)	16,728,885

1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares of the issuer, if any, against total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Number of shares	Share capital (S\$)	Share capital (US\$)
As at 31 December 2015 and 30 September 2015	407,293,000	22,890,024	18,032,233

As at 31 December 2015, the Company held 400,000 ordinary shares as treasury shares (31 December 2014: Nil). The total number of issued shares of the Company (excluding treasury shares) as at 31 December 2015 and 31 December 2014 was 407,293,000 and 407,693,000 respectively.

Save as stated above, the Company did not have any outstanding options, convertible securities or treasury shares as at 31 December 2015 and 31 December 2014.

1(d)(iii) To show the number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year

	Company As at 31 December 2015 (Unaudited)	Company As at 31 December 2014 (Audited)
Total number of issued shares	407,693,000	407,693,000
Treasury shares	(400,000)	-
Total number of issued shares, excluding treasury shares	<u>407,293,000</u>	<u>407,693,000</u>

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable as no treasury shares had been sold, transferred, disposed, cancelled or used in any other manner as at the end of the current financial period reported on.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice

The figures have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter)

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those of the Company's audited financial statements for the financial year ended 31 December 2014 ("FY2014").

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change

The Group adopted a number of new Financial Reporting Standards, amendments to standards and interpretations that are effective for annual periods beginning on or after 1 January 2015. The adoptions of these new standards, amendments to standards and interpretations did not result in any significant impact on the financial statements of the Group for the current financial period reported on.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

	Group			
	Three months ended 31 December		Twelve months ended 31 December	
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	2015	2014	2015	2014
Profit attributable to owners of the Company (US\$)	3,266,461	3,163,579	10,666,397	12,243,104
Weighted average number of ordinary shares	407,293,000	407,693,000	407,493,676	407,693,000
Basic earnings per ordinary share:				
- US cents	0.80	0.78	2.62	3.00
- SG cents ⁽¹⁾	1.13	1.02	3.70	3.91
Adjusted weighted average number of ordinary shares ⁽²⁾	407,293,000	407,693,000	407,493,676	408,631,979
Diluted earnings per ordinary share:				
- US cents	0.80	0.78	2.62	3.00
- SG cents ⁽¹⁾	1.13	1.02	3.70	3.91

Note:-

- (1) Basic/diluted earnings per ordinary share translated at an exchange rate of USD/SGD 1.4128 and 1.3038 for period ended 31 December 2015 and 31 December 2014 respectively.
- (2) Adjusted for the weighted average number of ordinary shares of 938,979 shares for the twelve months period ended 31 December 2014, which may be allotted and issued upon the conversion of the Convertible Loan at S\$0.44 per share.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on; and (b) immediately preceding financial year

	Group		Company	
	31 December 2015 (Unaudited)	31 December 2014 (Audited)	31 December 2015 (Unaudited)	31 December 2014 (Audited)
Net asset value (US\$) ⁽¹⁾	33,494,659	25,159,552	16,728,885	16,070,511
Number of shares at the end of the period	407,293,000	407,693,000	407,293,000	407,693,000
Net asset value per share:				
- US cents	8.22	6.17	4.11	3.94
- SG cents ⁽²⁾	11.62	8.16	5.81	5.21

Note:-

- (1) Net asset value represents total assets less total liabilities and non-controlling interests.
- (2) Net asset value per share translated at an exchange rate of USD/SGD 1.4138 and 1.3229 as at 31 December 2015 and 31 December 2014 respectively.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors;

Revenue

Illustrated below is the summary of the comparative financial performance of the Group for 4Q 2015 and 4Q 2014:

	4Q 2015	4Q 2014	Increase / (Decrease) %	FY2015	FY2014	Increase / (Decrease) %
Production volume of fine gold (ounces)	8,510.42	7,974.52	6.7	31,205.85	26,122.08	19.5
Sales volume of gold (ounces)	8,510.42	7,974.52	6.7	31,205.85	26,122.08	19.5
Revenue – Total (US\$'000)	9,299.13	9,786.65	(5.0)	36,470.64	33,213.37	9.8
Average realised gold price (US\$/ounce)	1,092.68	1,227.24	(11.0)	1,168.71	1,271.47	(8.1)

The Group's revenue from the sales of fine gold in 4Q 2015 decreased 5.0% to US\$9.30 million from US\$9.79 million in 4Q 2014. The decrease was mainly due to an 11.0% fall in the average realised gold price in 4Q 2015. This was mitigated by an increase in the production and sales volume of fine gold in 4Q 2015. Production volume of fine gold increased 6.7% to 8,510.42 ounces in 4Q 2015 from 7,974.52 ounces in 4Q 2014.

For FY2015, the Group's revenue from the sales of fine gold increased by US\$3.26 million or 9.8% to US\$36.47 million from US\$33.21 million in FY2014 due to the significant increase in the production and sales volume of fine gold. The production volume of fine gold increased by 19.5% to 31,205.85 ounces in FY2015 from 26,122.08 ounces in FY2014. The increase in production volume was due to higher productivity at the Group's three leaching yards. This was mitigated by the fall in average realised gold price.

Other income or expenses

In 4Q 2015, the Group recorded a net other income of US\$0.79 million, compared to a net other expenses of US\$0.64 million in 4Q 2014. This was due to an unrealised gain of US\$0.68 million in 4Q 2015, mainly arising from Malaysian Ringgit ("MYR")-denominated cash deposits, compared to an unrealised loss on foreign exchange of US\$0.65 million in 4Q 2014. The unrealised gain on foreign exchange was mainly due to the appreciation of MYR against USD.

For FY2015, the Group recorded a net other expenses of US\$2.91 million, compared to US\$0.93 million in FY2014. This was due to an unrealised loss of US\$3.00 million in FY2015, mainly arising from MYR-denominated cash deposits, compared to US\$0.73 million in FY2014.

Operating expenses

Operating expenses comprised mainly costs incurred for changes in inventories, site and factory expenses, amortisation costs for mine properties, depreciation expenses for property, plant and equipment, rental expenses on operating lease, royalty and tribute fees paid to the Kelantan State authorities, remuneration for employees and management, and other general administrative expenses.

Total operating expenses increased by US\$0.71 million to US\$5.49 million in 4Q 2015 from US\$4.78 million in 4Q 2014 and by US\$2.09 million to US\$19.58 million in FY2015 from US\$17.49 million in FY2014.

The increase in total operating expenses was mainly due to the following:-

- Increase in depreciation and amortisation by US\$0.23 million and US\$0.94 million in 4Q 2015 and FY2015 respectively. This was mainly due to the increase in the Group's equipment base;
- Increase in site and factory expenses by US\$0.42 million and US\$0.26 million in 4Q 2015 and FY2015 respectively. The increase was due to the higher production activities that led to higher diesel consumption from the increase of the Group's equipment base, more rock blasting work and higher chemical costs;
- Increase in key management remuneration and employees' compensation by US\$0.23 million and US\$0.66 million in 4Q 2015 and FY2015 respectively, mainly due to the higher performance bonus paid to key management and employees as the Group achieved the targeted results; and
- Increase in rental expenses on operating lease by US\$0.08 million and US\$0.34 million in 4Q 2015 and FY2015 respectively, mainly due to the increased production activities.

The increase in operating expenses in 4Q 2015 was mitigated by the changes in inventories which recorded a higher credit balance of US\$0.22 million in 4Q 2015. This was mainly due to the lower realization of the cost of work-in-progress.

Non-FRS Performance Measures

The Group adopted adjusted operating costs per ounce, all-in sustaining costs per ounce and all-in costs per ounce as non-FRS performance measures in accordance with World Gold Council guidelines. The Company believes these performance measures more fully define the total costs associated with its gold production. However, these performance measures have no standardized meaning. Accordingly, they are intended to provide additional information and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with FRS. The Company reports these measures on sales volume of fine gold.

Summarised below is the information on the Group's all-in sustaining costs and all-in costs in 4Q 2015 and FY2015 and their comparatives:

	4Q 2015	4Q 2014	US\$ / gold ounce sold Increase / (Decrease) %	FY2015	FY2014	Increase / (Decrease) %
Sales volume of fine gold (ounces)	8,510.42	7,974.52	6.7	31,205.85	26,122.08	19.5
Mining related costs	312	285	9.5	313	352	(11.1)
Royalty and tribute expenses	81	93	(12.9)	87	97	(10.3)
Adjusted operating costs⁽¹⁾	393	378	4.0	400	449	(10.9)
General and administrative costs	79	107	(26.2)	76	80	(5.0)
Capital expenditure	38	30	26.7	65	93	(30.1)
All-in sustaining costs⁽²⁾	510	515	(1.0)	541	622	(13.0)
Capital exploration (non-sustaining)	-	60	(100.0)	40	79	(49.4)
Capital expenditure (non-sustaining)	45	35	28.6	27	24	12.5
All-in costs⁽³⁾	555	610	(9.0)	608	725	(16.1)

-
- (1) Adjusted operating costs include production costs such as mining production and maintenance costs, royalties, and operating costs such as storage, net of by-product credits. The increase of gold ounces sold resulted in lower cost per gold ounce sold as fixed costs portion remains constant. These costs may vary from quarter to quarter, depending on the seasonal or cyclical factors, including among others, rainy season and grade of gold extracted from the ore.
 - (2) All-in sustaining costs include adjusted operating costs and sustaining capital expenditure, corporate general and administrative expenses, exploration expense, reflecting the full cost of gold production from current operations.
 - (3) Include all-in sustaining costs and non-sustaining costs. Non-sustaining costs are costs incurred for the new operations and costs related to construction of the new production facility for the existing operations where these projects will materially increase production in future.

The decline in all-in costs in 4Q 2015 as compared to 4Q 2014 was due to the economies of scale resulting from the higher sales of fine gold and lower exploration activities, mitigated by the higher capital expenditure in 4Q 2015.

The all-in costs of US\$555 per ounce in 4Q 2015 were comparable to the all-in costs of US\$564 per ounce in 3Q 2015. (please refer to the Company's 3Q 2015 financial results announcement dated 11 November 2015 for the Group's all-in costs in 3Q 2015).

The decline in all-in sustaining costs and all-in costs in FY2015 as compared to FY2014 was due to economies of scale resulting from the higher sales of fine gold, lower capital expenditure, lower exploration activities and depreciation of MYR against USD.

Finance income and costs

Finance income and costs comprised interest income from fixed deposits and interest on finance lease. The Group recorded a net finance income of US\$0.14 million and US\$0.46 million in 4Q 2015 and FY2015 respectively. This was mainly due to the interest income earned from placement of fixed deposits.

Tax expense

The Group incurred a tax expense of US\$0.66 million in 4Q 2015, as compared to US\$0.37 million in 4Q 2014. The higher tax expense was mainly due to the Group's higher deferred tax liabilities, arising from the increase in the Group's equipment base.

The Group recorded a tax expenses of US\$1.01 million in FY2015, as compared to a tax credit of US\$0.49 million in FY2014. The tax credit in FY2014 was mainly due to the over-provision for tax of US\$1.22 million in FY2013, prior to the pioneer status incentive being granted on 14 May 2014 by the Malaysian Investment Development Authority which entitles the Group's Sokor Gold Project to 100% income tax exemption on its statutory income for a period of 5 years from 1 July 2013 to 30 June 2018 ("Pioneer Status Incentive").

Profit after tax

The Group achieved a profit after tax of US\$4.08 million in 4Q 2015 as compared to a profit after tax of US\$4.04 million in 4Q 2014. Profit after tax in FY2015 decreased by 12.3%, or US\$1.89 million to US\$13.43 million from US\$15.32 million in FY2014 due to the reasons stated above.

Profit after tax increased by 10.8% or US\$1.60 million to US\$16.43 million in FY2015 from US\$14.83 million in FY2014, if the unrealised losses on foreign exchange of US\$3.00 million and US\$0.73 million were excluded in FY2015 and FY2014 respectively and the one-off tax reversal of US\$1.22 million was excluded in FY2014.

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

Assets

Exploration and evaluation assets decreased by US\$2.91 million from US\$4.99 million as at 31 December 2014 to US\$2.08 million as at 31 December 2015 mainly due to the transfer of US\$4.45 million from exploration and evaluation assets to mine properties. The decrease was partially offset by the exploration and evaluation activities of US\$1.54 million undertaken during the year ended 31 December 2015.

Mine properties increased by US\$3.10 million from US\$6.52 million as at 31 December 2014 to US\$9.62 million as at 31 December 2015, mainly due to the transfer from exploration and evaluation assets of US\$4.45 million coupled with the increase in rehabilitation costs of US\$0.31 million. The increase was partially offset by amortisation expenses of US\$1.68 million.

Property, plant and equipment increased by US\$0.59 million from US\$7.57 million as at 31 December 2014 to US\$8.16 million as at 31 December 2015, mainly due to the addition of property, plant and equipment of US\$3.10 million, such as the construction of the new production line and the acquisition of excavators. The increase was partly offset by depreciation of property, plant and equipment.

Inventories as at 31 December 2015 remained relatively stable as compared to inventories as at 31 December 2014.

Trade and other receivables increased by US\$0.22 million from US\$0.61 million as at 31 December 2014 to US\$0.83 million as at 31 December 2015. This was mainly due to an increase of US\$0.68 million which was attributable to advances made in connection with the extension of our existing mining lease and application for large scale mining concession, offset by a decrease of US\$0.35 million in refundable deposits.

Liabilities

Total liabilities of the Group increased by US\$0.64 million from US\$5.02 million as at 31 December 2014 to US\$5.66 million as at 31 December 2015. This was mainly due to increase of US\$0.71 million in deferred tax liabilities, arising from the increase in the Group's equipment base and partially offset by decrease in loans and borrowings and trade and other payable.

As at 31 December 2015, the Group had a positive working capital of US\$19.53 million as compared to US\$9.45 million as at 31 December 2014.

Cash flows

Net cash generated from operating activities amounted to US\$4.12 million in 4Q 2015, as compared to US\$4.84 million in 4Q 2014. The net operating cash inflow was mainly due to the operating profit before working capital changes of US\$5.09 million, adjusted for working capital outflows of US\$1.11 million, mainly attributable to the decrease in trade and other payables of US\$1.39 million and increase in inventories of US\$0.07 million, partially offset by the decrease in trade and other receivables of US\$0.35 million.

In FY2015, net cash generated from operating activities amounted to US\$20.23 million as compared to US\$17.95 million in FY2014. The net operating cash inflow was mainly due to the operating profit before working capital changes of US\$20.96 million, adjusted for working capital outflows of US\$0.85 million, mainly attributable to decrease in trade and other payables of US\$0.41 million, increase in inventories of US\$0.07 million and increase in trade and other receivables of US\$0.37 million.

Net cash used in investing activities amounted to US\$0.71 million and US\$4.15 million in 4Q 2015 and FY2015 respectively, comprising payments to acquire property, plant and equipment as well as exploration and evaluation assets. The acquisition was in relation to the construction of new production facilities, acquisition of motor vehicles and equipment, geological investigations and drilling work.

Net cash used in financing activities amounted to US\$0.23 million in 4Q 2015, mainly due to the dividends paid to non-controlling interests of US\$0.22 million. In FY2015, net cash used in financing activities amounted to US\$3.05 million, mainly due to the dividends paid to equity holders of the Company of US\$2.15 million and dividend paid to non-controlling interest of US\$0.75 million

As at 31 December 2015, the Group had a cash and cash equivalents of US\$22.13 million, representing an increase of US\$9.79 million from US\$12.34 million as at 31 December 2014.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

The actual results for 4Q 2015 are consistent with the commentary under paragraph 10 of the Company's announcement of the financial statements for the three months ended 30 September 2015.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Gold prices have been holding at above US\$ 1,000 per ounce despite the US Federal Reserve's interest rate hike in December 2015 – its first since 2006 – and widespread speculation of further rate hikes and poor outlook for commodity markets.

The Group will focus on increasing gold production and further improve operational efficiencies to bring down production costs.

For 2016, the Group will continue its efforts to seek opportunities to expand its minerals portfolio, including acquiring exploration and mining assets in Malaysia and neighbouring regions. In addition, it will examine closer the sustainability aspects of our operations for long-term benefits.

The Group is monitoring volatility in foreign exchange rates in view of the recent Malaysian Ringgit's decline against the US dollar, and will examine steps to mitigate such risks.

11. Dividend

- (a) **Current Financial Period Reported On:** Any dividend declared for the current financial period reported on?

Yes.

Declared dividend

Name of Dividend	2 nd interim Tax Exempt Dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.0018 per ordinary share
Tax Rate	Tax-exempt one-tier

Proposed dividends (see 11 (c) below)

Name of Dividend	Final Tax Exempt Dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.0018 per ordinary share
Tax Rate	Tax-exempt one-tier

Name of Dividend	Special Tax Exempt Dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.00405 per ordinary share
Tax Rate	Tax-exempt one-tier

The proposed dividends are subject to shareholder's approval at the forthcoming annual general meeting of the Company to be held in April 2016.

- (b) **Corresponding Period of the Immediately Preceding Financial Year:** Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of Dividend	2 nd interim Tax Exempt Dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.0015 per ordinary share
Tax Rate	Tax-exempt one-tier

Name of Dividend	Final Tax Exempt Dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.0015 per ordinary share
Tax Rate	Tax-exempt one-tier

Name of Dividend	Special Tax Exempt Dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.00225 per ordinary share
Tax Rate	Tax-exempt one-tier

(c) Date payable:

The 2nd interim tax exempt dividend was paid to shareholders on 20 January 2016.

The proposed final and special tax exempt dividends, if approved at the forthcoming annual general meeting of the Company, will be paid at a date to be announced in due course.

(d) Books closure date:

The books closure date for the 2nd interim tax exempt dividend was on 30 December 2015.

The books closure date for the proposed final and special tax exempt dividend will be announced at a later date.

12. If no dividend has been declared/recommended, a statement to that effect

Not applicable.

13. If the group has obtained a general mandate from shareholders for interested person transactions (“IPT”), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group does not have a general mandate from its shareholders for IPT.

In FY2015, the Group did not enter into any IPT of more than S\$100,000.

14. Segmented revenue and results for operating segments (of the group) in the form presented in the issuer’s most recently audited annual financial statements, with comparative information for the immediately preceding year.

	Gold mining US\$	Other operations US\$	Inter-segment eliminations US\$	Total US\$
Year ended				
31 December 2014				
Revenue from external customers	33,213,371	-	-	33,213,371
Interest income	89,457	757,901	(775,817)	71,541
Management income	-	2,099,722	(2,099,722)	-
Interest expense	(786,330)	(25,387)	775,817	(35,900)
Amortization and depreciation	(3,021,903)	(28,997)	-	(3,050,900)
Reportable segment profit before tax	15,214,725	2,461,242	(2,844,404)	14,831,563
Segment assets	31,508,923	26,404,754	(25,082,651)	32,831,026
Capital expenditure*	6,353,022	178,573	-	6,531,595
Reportable segment liabilities	(17,756,764)	(3,646,845)	16,926,889	(4,476,720)

	Gold mining US\$	Other operations US\$	Inter-segment eliminations US\$	Total US\$
Year ended				
31 December 2015				
Revenue from external customers	36,470,636	-	-	36,470,636
Interest income	479,204	637,015	(643,342)	472,877
Management income	-	2,356,477	(2,356,477)	-
Interest expense	(653,309)	-	643,342	(9,967)
Amortization and depreciation	(3,922,234)	(63,727)	-	(3,985,961)
Reportable segment profit before tax	15,220,696	2,912,863	(3,695,103)	14,438,456
Segment assets	43,360,676	24,793,165	(24,452,890)	43,700,951
Capital expenditure*	4,956,573	13,729	-	4,970,302
Reportable segment liabilities	(18,683,244)	(1,708,660)	15,986,318	(4,405,586)

* Capital expenditure consists of additions of property, plant and equipment, mine properties and, exploration and evaluation assets.

Reconciliation of reportable segments assets and liabilities

	2015 US\$	2014 US\$
Assets		
Total assets for reportable segments	43,700,951	32,831,026
Unallocated assets	-	-
Combined total assets	43,700,951	32,831,026
Liabilities		
Total liabilities for reportable segments	(4,405,586)	(4,476,720)
Unallocated liabilities	(1,249,649)	(542,186)
Combined total liabilities	(5,655,235)	(5,018,906)

Geographical Segment

The operations of the Group are principally located in Malaysia.

15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

The Group has one reportable business segment which is gold mining - exploration, development, mining and marketing of gold.

Other operations include investment holding and provision of corporate services.

Please refer to Section 8 of this Announcement for analysis of revenue in FY2015, as contributed by the gold mining segment.

In FY2015, profit before tax of US\$15.22 million from gold mining segment remained comparable as compared to US\$15.21 million in FY2014.

Revenue from other operations segment consists mainly of dividend income, inter-company interest and management fee charged by the holding company to the gold mining segment.

In FY2015, profit before tax from other operations segment was US\$2.91 million as compared to US\$2.46 million in FY2014. This was mainly due to the higher dividend income received and higher charging of inter-company interest and management fee by the holding company to the gold mining segment in FY2015.

16. Breakdown of Group's revenue and profit/(loss) after tax for first half year and second half year

	FY2015 US\$'000	FY2014 US\$'000	Increase/ (Decrease) %
(a) Revenue			
- first half	17,223.6	13,380.4	28.7
- second half	19,247.0	19,833.0	(3.0)
	36,470.6	33,213.4	9.8
(b) Profit after tax			
- first half	6,965.6	7,047.6	(1.2)
- second half	6,463.3	8,272.5	(21.9)
	13,428.9	15,320.1	(12.3)

17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

	Year ended 31 December			
	2015 US\$	2015 S\$	2014 US\$	2014 S\$
Ordinary shares (tax exempt one-tier)				
1 st Interim	534,157	733,127	491,800	611,540
2 nd Interim	518,907	733,127	469,051	611,540
Final ⁽¹⁾	518,541	733,127	463,364	611,540
Special ⁽¹⁾	1,166,718	1,649,537	695,045	917,309
Total Annual Dividend	2,738,323	3,848,918	2,119,260	2,751,929

⁽¹⁾ The proposed final and special tax exempt dividends are subject to shareholders' approval at the forthcoming annual general meeting of the Company.

18. Person occupying a managerial position who is a relative of a director, pursuant to Rule 704 (10)

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Sharon Ting Shu Hwei	37	Niece of Mr Choo Chee Kong, Executive Vice Chairman of the Company	Information Technology ("IT") and Administration Manager, responsible for the Company's IT and administrative functions, first appointed in 2011	No change during the year

Additional Disclosure Required for Mineral, Oil and Gas companies

19a. Rule 705 (6)(a) of the Catalyst Listing Manual

i. Use of funds/cash for the quarter:-

In 4Q 2015, funds/ cash were mainly used for the following production activities, as compared to the projections:-

Purpose	Amount (US\$ million) <i>Actual Usage</i>	Amount (US\$ million) <i>Projected Usage</i>
Exploration and evaluation activities	0.62	0.62
Payments for machinery purchased in current and prior periods	0.67	0.84
Payments for diesel and other production materials purchased in current and prior periods	1.25	1.29
Royalty and tribute fees to government	0.81	0.74
Rental of equipment	0.20	0.20
Upkeep of equipment and motor vehicles	0.16	0.17
General working capital	1.43	1.43
Total	5.14	5.29

ii. Projection on the use of funds/cash for the next immediate quarter, including principal assumptions:-

For the next immediate quarter (financial period from 1 January 2016 to 31 March 2016 ("1Q2016")), the Group's use of funds/cash for production activities are expected to be as follows:-

Purpose	Amount (US\$ million)
Exploration and evaluation activities	0.50
Payment for machinery purchased in current and prior quarter	0.28
Payment for diesel and other production materials purchased in current and prior quarter	1.39
Royalty fees to government	0.64
Rental of equipment	0.18
Upkeep of equipment and motor vehicles	0.25
General working capital	0.90
Total	4.14

The Group's exploration plans from 1Q 2016 are as follows:-

(a) Geological Investigation

The geological investigation directions for this quarter are:

- i) Focus on exploring laterite-type ore nearby New Discovery Lode, Ketubong Lode and central part of the concession.
- ii) Further investigation on laterite-gold mineralization occurrences discovered in 4Q 2015.
- iii) Interpret and compile 2015 exploration data while strengthen the knowledge follow by diamond-drilling planning for FY2016.

Rock chip and float samples will be routinely collected and tested by the Group's

in-house laboratory. Geological investigation points and drillhole collars will be accurately surveyed by electronic distance measurement (“EDM”) equipment using NTS662 total station instruments.

(b) Diamond drilling program

Diamond core drilling once activated will be fulfilled by Sinomine Resource Exploration Sdn. Bhd., using three diamond rigs capable of drilling NQ drill core size to 1,000 meters in depth.

Drilling activity was halted since 4Q 2015 pending current geological data compilation and interpretation.

19b. Rule 705 (6)(b) of the Catalist Listing Manual

The Board confirms that to the best of their knowledge, nothing has come to their attention which may render the above information provided to be false or misleading in any material aspect.

20a. Rule 705 (7)(a) of the Catalist Listing Manual

Details of exploration (including geophysical surveys), mining development and/or production activities undertaken by the Company and a summary of the expenditure incurred on those activities, including explanation for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated;

In 4Q 2015, the Group capitalised a total of US\$Nil million for exploration and evaluation expenditures activities carried out during the financial period.

The Group carried out the following exploration activities in 4Q 2015:-

(a) Geological Investigation

Geological investigations focused on initial exploration of laterite-gold deposit on the southern part of mine site, especially around Manson’s Lode area.

The initial exploration was carried out to cover the rough-terrain areas not previously explored to locate mineralization occurrences. Rock chip samples were collected from average 20cm below the surface at the grid of 20m x 100m along the ridges on the southern part of the mine site, especially around Manson’s Lode area. Few occurrences were discovered and further exploration is being planned.

(b) Drilling Program

No drilling activities during the quarter as all drilling activity was halted in 4Q 2015 pending current geological data compilation and interpretation.

(c) Half core sampling and analysis

A total of 1209 pulp samples were delivered to SGS for Au, Ag, Cu, Pb and Zn for analysis. Half cores were processed into pulps in-house before sending to SGS Malaysia for assay. While rock chips and soil samples were analyzed by in-house laboratory.

20b. Rule 705 (7)(b) of the Catalist Listing Manual

Update on its reserves and resources, where applicable, in accordance with the requirements set out in Practice Note 4C, including a summary of reserves and resources as set out in Appendix 7D.

The Company had on 13 April 2015 despatched the qualified person's report on the updated mineral resource and ore reserve estimates as at 31 December 2014 ("QPR 2014") to update shareholders on its resource and reserve information. The QPR 2014 is contained in the Company's annual report for FY2014 ("AR 2014"). A soft copy of the AR 2014 is available for download on SGXNET and the Company's website.

The Company will provide updates on its reserves and resources in due course, in particular, in accordance with Rules 1204(23) of the Listing Manual (Section B: Rules of Catalist) of the SGX-ST, which requires the inclusion of a qualified person's report dated no earlier than the end of the Company's financial year, and a summary of reserves and resources as set out in Appendix 7D in its annual report for the financial year ended 31 December 2015.

By Order of the Board

Lim Kuoh Yang
Chief Executive Officer

23 February 2016