

**Unaudited Financial Statement and Dividend Announcement
For the Fourth Quarter and the Financial Year Ended 31 December 2017**

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 2017 US\$ (Unaudited)	31 December 2016 US\$ (Unaudited)	Increase/ (Decrease) %	31 December 2017 US\$ (Unaudited)	31 December 2016 US\$ (Audited)	Increase/ (Decrease) %
Revenue	4,862,032	5,185,216	(6.2)	19,153,576	34,668,274	(44.8)
Other operating income	823,960	70,064	n.m.	2,264,559	77,587	n.m.
Changes in inventories	169,747	81,817	107.5	208,703	(160,279)	n.m.
Amortisation and depreciation	(914,082)	(971,477)	(5.9)	(3,652,198)	(4,526,517)	(19.3)
Employee benefits expenses	(474,097)	(737,708)	(35.7)	(2,716,707)	(3,056,955)	(11.1)
Key management remuneration	530,279	(1,034,557)	n.m.	(1,768,918)	(3,015,078)	(41.3)
Marketing and publicity expenses	(342,883)	144,534	n.m.	(554,553)	(285,511)	94.2
Office and administration expenses	(135,974)	(227,301)	(40.2)	(364,604)	(399,945)	(8.8)
Professional fees	(148,015)	(111,186)	33.1	(806,641)	(517,555)	55.9
Rental expense on operating lease	(344,669)	(221,635)	55.5	(1,130,893)	(940,806)	20.2
Royalty and tribute fee expenses	(665,465)	(627,864)	6.0	(2,570,941)	(3,081,785)	(16.6)
Site and factory expenses	(1,774,878)	(1,409,693)	25.9	(5,995,123)	(5,586,595)	7.3
Travelling and transportation expenses	(50,206)	(75,146)	(33.2)	(256,817)	(265,349)	(3.2)
Other operating expenses	(8,771)	(2,378,909)	(99.6)	(24,563)	(1,608,037)	(98.5)
Results from operating activities	1,526,978	(2,313,845)	n.m.	1,784,880	11,301,449	(84.2)
Finance income	173,230	255,303	(32.1)	770,597	1,008,455	(23.6)
Finance costs	(10,212)	(1,333)	n.m.	(34,668)	(2,937)	n.m.
Net finance income	163,018	253,970	(35.8)	735,929	1,005,518	(26.8)
Profit/(Loss) before tax	1,689,996	(2,059,875)	n.m.	2,520,809	12,306,967	(79.5)
Tax (expenses)/credit	(66,918)	(129,197)	(48.2)	777,244	(791,517)	n.m.
Profit/(Loss) for the period/year	1,623,078	(2,189,072)	n.m.	3,298,053	11,515,450	(71.4)
Other comprehensive income/(loss)						
Items that may be reclassified subsequently to profit or loss						
Exchange differences arising from consolidation of foreign subsidiaries	23,900	(20,839)	n.m.	76,237	(10,554)	n.m.
Total comprehensive profit for the period/year	1,646,978	(2,209,911)	n.m.	3,374,290	11,504,896	(70.7)
Profit/(Loss) attributable to:						
Owners of the Company	1,286,949	(1,936,562)	n.m.	2,777,464	9,087,610	(69.4)
Non-controlling interests	336,129	(252,510)	n.m.	520,589	2,427,840	(78.6)
Profit/(Loss) for the period/year	1,623,078	(2,189,072)	n.m.	3,298,053	11,515,450	(71.4)
Total comprehensive income/(loss) attributable to:						
Owners of the Company	1,299,577	(1,953,995)	n.m.	2,825,408	9,078,782	(68.9)
Non-controlling interests	347,401	(255,916)	n.m.	548,882	2,426,114	(77.4)
Total comprehensive income/(loss) for the period/year	1,646,978	(2,209,911)	n.m.	3,374,290	11,504,896	(70.7)

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

	Group					
	Three Months Ended			Twelve Months Ended		
	31 December 2017 US\$ (Unaudited)	31 December 2016 US\$ (Unaudited)	Increase/ (Decrease) %	31 December 2017 US\$ (Unaudited)	31 December 2016 US\$ (Audited)	Increase/ (Decrease) %
Profit for the period/year is stated after charging/(crediting) the following:						
Finance costs	10,212	1,333	n.m.	34,668	2,937	n.m.
Amortisation and depreciation	914,082	971,477	(5.9)	3,652,198	4,526,517	(19.3)
Property, plant and equipment written off	313	-	100.0	313	100,070	(99.7)
Gain on disposal of property, plant and equipment	(102,322)	-	-	(251,560)	-	-
(Gain)/Loss on foreign exchange						
- Unrealised	(695,867)	2,291,632	n.m.	(1,872,479)	1,455,456	n.m.
- Realised	(11)	86,404	n.m.	(43,787)	49,978	n.m.

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 2017 US\$ (Unaudited)	31 December 2016 US\$ (Audited)	31 December 2017 US\$ (Unaudited)	31 December 2016 US\$ (Audited)
ASSETS				
Non-current assets				
Exploration and evaluation assets	8,929,713	2,200,202	-	-
Mine properties	14,049,323	14,129,175	-	-
Property, plant and equipment	10,504,862	6,383,824	9,839	49,139
Investment in subsidiaries	-	-	12,050,251	8,306,587
Total non-current assets	33,483,898	22,713,201	12,060,090	8,355,726
Current assets				
Inventories	1,013,129	660,183	-	-
Trade and other receivables	1,467,821	1,396,635	9,717,531	14,595,386
Cash and cash equivalents	19,491,957	26,954,685	82,383	289,721
Total current assets	21,972,907	29,011,503	9,799,914	14,885,107
Total assets	55,456,805	51,724,704	21,860,004	23,240,833
EQUITY				
Share Capital	18,032,233	18,032,233	18,032,233	18,032,233
Treasury shares	(200,845)	(75,092)	(200,845)	(75,092)
Preference shares	2,800	-	-	-
Capital Reserve	3,125,752	2,824,635	-	-
Retained earnings/(Accumulated losses)	19,504,023	18,919,936	(1,981,118)	(769,255)
Translation reserves	(21,508)	(69,452)	-	-
	40,442,455	39,632,260	15,850,270	17,187,886
Non-controlling interest	6,754,793	5,914,349	-	-
Total equity	47,197,248	45,546,609	15,850,270	17,187,886
LIABILITIES				
Non-current liabilities				
Loans and borrowings	628,507	57,689	-	-
Derivative (Note A)	154,686	-	-	-
Deferred tax liabilities	505,564	1,580,834	-	-
Total non-current liabilities	1,288,757	1,638,523	-	-
Current liabilities				
Loans and borrowings	44,697	38,514	-	-
Trade and other payables	5,560,072	2,791,469	6,009,734	5,489,579
Accrued rehabilitation costs	863,249	602,198	-	-
Dividend payable	437,538	1,029,647	-	563,368
Current tax liabilities	65,244	77,744	-	-
Total current liabilities	6,970,800	4,539,572	6,009,734	6,052,947
Total Liabilities	8,259,557	6,178,095	6,009,734	6,052,947
Total equity and liabilities	55,456,805	51,724,704	21,860,004	23,240,833

Note A:

In connection with the acquisition of CNMC Pulai Mining Sdn Bhd (“**CNMC Pulai**”), the Group, *inter alia*, entered into a convertible loan agreement on 24 February 2017, details of which was set out in the Company’s Announcement dated 27 February 2017. As at 31 December 2017, the convertible loan (“**CL**”) stood at RM3.1 million (or US\$0.76 million). However, for financial reporting purposes, the CL was bifurcated and accounted for separately as two components, viz - the host liability contract and the conversion option. The former was accounted for as a loan liability amounting to approximately US\$0.61 million (included in ‘Loans and Borrowings’) and the latter as a derivative liability amounting to US\$0.15 million in the consolidated statement of financial position.

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 2017		As at 31 December 2016	
Secured US\$	Unsecured US\$	Secured US\$	Unsecured US\$
44,697	-	38,514	-

Amount repayable after one year

As at 31 December 2017		As at 31 December 2016	
Secured US\$	Unsecured US\$	Secured US\$	Unsecured US\$
19,043	609,464	57,689	-

Details of any collateral

The Group’s secured borrowings as at 31 December 2017 comprised finance lease liabilities, which are secured over the Group’s motor vehicles. The net carrying amounts of the motor vehicles as at 31 December 2017 amounted to US\$ Nil (31 December 2016: US\$50,555).

The Group’s unsecured borrowings as at 31 December 2017 comprised a convertible loan issued by CNMC Pulai. Please refer to the Company’s announcement of 27 February 2017 for the salient terms and conditions of the convertible loan.

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 2017 US\$ (Unaudited)	31 December 2016 US\$ (Unaudited)	31 December 2017 US\$ (Unaudited)	31 December 2016 US\$ (Audited)
Operating activities				
Profit/(Loss) for the period/year	1,623,078	(2,189,072)	3,298,053	11,515,450
Adjustments for:				
Depreciation of property, plant and equipment	530,175	638,225	2,164,501	2,577,608
Amortisation of mine properties	357,610	333,252	1,400,492	1,948,909
Amortisation of exploration and evaluation assets	26,297	-	87,205	-
Property, plant and equipment written off	-	-	-	100,070
Gain on disposal of property, plant and equipment	(102,322)	-	(251,560)	-
Finance income	(173,230)	(255,303)	(770,597)	(1,008,455)
Finance costs	10,212	1,333	34,668	2,937
Unrealised (gain)/loss on foreign exchange	(695,867)	2,291,632	(1,872,479)	1,455,456
Tax expense/(credit)	66,918	129,197	(777,244)	791,517
Operating profit before working capital changes	1,642,871	949,264	3,313,039	17,383,492
Changes in working capital:				
Inventories	(199,261)	(76,314)	(352,946)	208,617
Trade and other receivables	1,050,329	1,057,904	41,970	(1,291,616)
Trade and other payables	(2,605,249)	(5,053,969)	(112,781)	7,324
Cash generated from operations	(111,310)	(3,123,115)	2,889,282	16,307,817
Tax paid	(31,392)	(61,168)	(399,921)	(407,431)
Finance income received	173,230	255,303	770,597	1,008,455
Finance costs paid	(10,212)	(1,333)	(34,668)	(2,937)
Net cash (used in)/generated from operating activities	20,316	(2,930,313)	3,225,290	16,905,904
Investing Activities				
Purchases of property, plant and equipment	(1,091,278)	(104,378)	(5,375,693)	(893,769)
Proceed from disposal of property, plant and equipment	110,784	-	260,716	-
Payment for exploration and evaluation assets, and mine properties	(389,395)	(717,913)	(1,870,899)	(5,509,391)
Acquisition of subsidiaries, net of cash acquired (Note A)	-	-	(1,406,501)	-
Net cash used in investing activities	(1,369,889)	(822,291)	(8,392,377)	(6,403,160)
Financing activities				
Dividend paid to equity holders of the Company	-	-	(2,714,247)	(2,888,371)
Dividend paid to non-controlling interests	-	(316,673)	(468,787)	(992,294)
Repayment of borrowings	-	-	(985,556)	-
Share buyback	(49,927)	-	(125,753)	-
Payment of finance lease liabilities	(10,515)	(10,273)	(40,053)	(47,457)
Net cash used in financing activities	(60,442)	(326,946)	(4,334,396)	(3,928,122)
Net (decrease)/increase in cash and cash equivalents	(1,410,015)	(4,079,550)	(9,501,483)	6,574,622
Cash and cash equivalents at beginning of the period/year	20,154,979	33,488,347	26,954,685	22,134,539
Effect of exchange rate fluctuations on cash held	746,993	(2,454,112)	2,038,755	(1,754,476)
Cash and cash equivalents in the statement of financial position	19,491,957	26,954,685	19,491,957	26,954,685

During the three months period ended 31 December 2017 (“4Q 2017”), the Group acquired property, plant and equipment at an aggregate cost of US\$2,560,121, compared to US\$111,421 for the corresponding three months period ended 31 December 2016 (“4Q 2016”). As at 31 December 2017, a total consideration of US\$1,468,843 for the acquisitions made in 4Q 2017 had yet to be paid, compared to US\$7,043 as at 31 December 2016 for the acquisitions in 4Q 2016.

The Group also acquired exploration and evaluation assets as well as mine properties in 4Q 2017 at an aggregate cost of US\$1,557,640 (4Q 2016: US\$811,181) of which US\$54,473 (4Q2016: US\$Nil) relates to accrued rehabilitation costs. As at 31 December 2017, a total consideration of US\$336,122 for the acquisitions made in 4Q 2017 had yet to be paid, compared to US\$93,268 as at 31 December 2016 for the acquisitions in 4Q 2016.

During the financial year ended 31 December 2017 (“FY2017”), the Group acquired property, plant and equipment at an aggregate cost of US\$6,505,363, compared to US\$1,016,310 for the corresponding financial year ended 31 December 2016 (“FY2016”). As at 31 December 2017, a total consideration of US\$1,129,670 for the acquisitions made in FY2017 had yet to be paid, compared to US\$122,541 as at 31 December 2016 for the acquisitions in FY2016.

The Group also acquired exploration and evaluation assets as well as mine properties in FY2017 at an aggregate cost of US\$3,156,311 (FY2016: US\$6,576,202), of which US\$195,454 (FY2016: US\$290,284) related to accrued rehabilitation cost. As at 31 December 2017, a total consideration of US\$568,478 for the acquisitions made in FY2017 had yet to be paid, compared to US\$154,527 as at 31 December 2016 for the acquisitions made in FY2016.

As at 31 December 2017, the Group’s cash and cash equivalents amounted to US\$19.49 million (31 December 2016: US\$26.95 million), comprising currencies denominated in MYR, SGD, USD and RMB. Please refer to item 8(b) on cash flows analysis for further details.

The Group has no bank loans. The loans and borrowings relate to hire purchase liabilities and a convertible loan issued by CNMC Pulai.

Note A

On 24 February 2017, the Company completed the subscription of new shares representing 51% of the enlarged issued and paid-up share capital of CNMC Pulai Mining Sdn. Bhd. (formerly known as Pulai Mining Sdn. Bhd.) (“CNMC Pulai”) for an aggregate consideration of RM13.8 million (approximately US\$3.11 million). Following the completion of the aforesaid acquisition, CNMC Pulai completed the acquisition of shares representing 70% of the issued and paid-up share capital of Sumberjaya Land & Mining Sdn. Bhd. at an aggregate consideration of RM4.5 million (approximately US\$1.02 million).

On 16 May 2017, the Company completed the acquisition of 100% of the issued and paid-up share capital of Kelgold Mining Sdn. Bhd. (“Kelgold”). The total consideration for this acquisition was RM2.5 million (approximately US\$0.57 million), of which RM1.5 million (approximately US\$0.33 million) had been paid as of 31 December 2017.

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 (Unaudited)	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 2016	18,032,233	(75,092)	2,824,635	(60,624)	12,773,507	33,494,659	4,551,057	38,045,716
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	11,024,172	11,024,172	2,680,350	13,704,522
Other comprehensive income for the period								
Exchange difference	-	-	-	8,605	-	8,605	1,680	10,285
Total comprehensive income for the period	-	-	-	8,605	11,024,172	11,032,777	2,682,030	13,714,807
Transactions with owners, recognized directly in equity								
2015 Final and special dividend declared and paid	-	-	-	-	(1,761,742)	(1,761,742)	-	(1,761,742)
2016 First dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(277,362)	(277,362)
2016 First interim dividend declared	-	-	-	-	(608,088)	(608,088)	-	(608,088)
Total transaction with owners	-	-	-	-	(2,369,830)	(2,369,830)	(277,362)	(2,647,192)
Balance as at 30 September 2016	18,032,233	(75,092)	2,824,635	(52,019)	21,427,849	42,157,606	6,955,725	49,113,331
Total comprehensive income for the period:								
Loss for the period	-	-	-	-	(1,936,562)	(1,936,562)	(252,510)	(2,189,072)
Other comprehensive income for the period								
Exchange difference	-	-	-	(17,433)	-	(17,433)	(3,406)	(20,839)
Total comprehensive income for the period	-	-	-	(17,433)	(1,936,562)	(1,953,995)	(255,916)	(2,209,911)
Transactions with owners, recognized directly in equity								
2016 Second dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(316,673)	(316,673)
2016 Third dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	(468,787)	(468,787)
2016 Second interim dividend declared	-	-	-	-	(571,351)	(571,351)	-	(571,351)
Total transaction with owners	-	-	-	-	(571,351)	(571,351)	(785,460)	(1,356,811)
Balance as at 31 December 2016	18,032,233	(75,092)	2,824,635	(69,452)	18,919,936	39,632,260	5,914,349	45,546,609

Group	Share capital	Treasury Shares	Preference Shares	Capital reserve	Translation reserves	Retained earnings	Total attributable to equity holders of the Company	Non-controlling interests	Total equity
(Unaudited)	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance as at 1 January 2017	18,032,233	(75,092)	-	2,824,635	(69,452)	18,919,936	39,632,260	5,914,349	45,546,609
Total comprehensive income for the period:									
Profit for the period	-	-	-	-	-	1,490,515	1,490,515	184,460	1,674,975
Other comprehensive income for the period									
Exchange difference	-	-	-	-	35,316	-	35,316	17,021	52,337
Total comprehensive income for the period	-	-	-	-	35,316	1,490,515	1,525,831	201,481	1,727,312
Transactions with owners, recognized directly in equity									
Acquisition of subsidiaries with non-controlling Interests	-	-	-	-	-	-	-	603,601	603,601
Issuance of preference shares by subsidiary (Note)	-	-	2,800	301,117	-	-	303,917	71,290	375,207
2016 Final and special dividend declared and paid	-	-	-	-	-	(2,142,896)	(2,142,896)	-	(2,142,896)
Share buyback	-	(75,826)	-	-	-	-	(75,826)	-	(75,826)
Total transaction with owners	-	-	-	-	-	(2,142,896)	(1,914,805)	674,891	(1,239,914)
Balance as at 30 September 2017	18,032,233	(150,918)	2,800	3,125,752	(34,136)	18,267,555	39,243,286	6,790,721	46,034,007
Total comprehensive income for the period:									
Profit for the period	-	-	-	-	-	1,286,949	1,286,949	336,129	1,623,078
Other comprehensive income for the period									
Exchange difference	-	-	-	-	12,628	-	12,628	11,272	23,900
Total comprehensive income for the period	-	-	-	-	12,628	1,286,949	1,299,577	347,401	1,646,978
Transactions with owners, recognized directly in equity									
Share buyback	-	(49,927)	-	-	-	-	(49,927)	-	(49,927)
2017 First dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	-	(371,488)	(371,488)
2017 Preference shares dividend declared by subsidiary	-	-	-	-	-	(50,481)	(50,481)	(11,841)	(62,322)
Total transaction with owners	-	(49,927)	-	-	-	(50,481)	(100,408)	(383,329)	(483,737)
Balance as at 31 December 2017	18,032,233	(200,845)	2,800	3,125,752	(21,508)	19,504,023	40,442,455	6,754,793	47,197,248

Note:

During the financial year, a subsidiary of the Company, CMNM Mining Group Sdn Bhd (“CMNM”), issued 15,000 preference shares to Kelantan State Economic Development Corporation (“KSEDC”) as part of a condition for its mining lease extension for a period of 21 years till 31 December 2034. For financial reporting purposes, the preference shares are classified as equity as they are non-redeemable or convertible, and dividend payments are discretionary. While the nominal value of the preference shares was RM15,000 (or US\$3,458) (i.e. at the issue price of RM1.00 per preference share issued), its fair value at inception was estimated to be approximately US\$0.38 million. The difference between the two sums was recognised and accounted for as a capital reserve on the consolidated statement of financial position.

Company	Share capital US\$	Treasury shares US\$	Accumulated losses US\$	Total equity US\$
Balance as at 1 January 2016	18,032,233	(75,092)	(1,228,256)	16,728,885
Profit for the period	-	-	583,191	583,191
2015 Final and special dividend declared	-	-	(1,761,742)	(1,761,742)
2016 First interim dividend declared	-	-	(608,088)	(608,088)
Balance as at 30 September 2016	18,032,233	(75,092)	(3,014,895)	14,942,246
Profit for the period	-	-	2,816,991	2,816,991
2016 Second interim dividend declared	-	-	(571,351)	(571,351)
Balance as at 31 December 2016	18,032,233	(75,092)	(769,255)	17,187,886
Balance as at 1 January 2017	18,032,233	(75,092)	(769,255)	17,187,886
Loss for the period	-	-	(803,703)	(803,703)
2016 Final and special dividend declared and paid	-	-	(2,142,896)	(2,142,896)
Share buyback	-	(75,826)	-	(75,826)
Balance as at 30 September 2017	18,032,233	(150,918)	(3,715,854)	14,165,461
Profit for the period	-	-	1,734,736	1,734,736
Share buyback	-	(49,927)	-	(49,927)
Balance as at 31 December 2017	18,032,233	(200,845)	(1,981,118)	15,850,270

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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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 30 September 2017	406,913,100	22,890,024	18,032,233
As at 31 December 2017	406,655,100	22,890,024	18,032,233

As at 31 December 2017, the Company held 1,037,900 ordinary shares as treasury shares (31 December 2016: 400,000). The total number of issued shares of the Company (excluding treasury shares) as at 31 December 2017 and 31 December 2016 was 406,655,100 and 407,293,000 respectively.

The percentage of the aggregate number of treasury shares held against the total number of shares issued as at 31 December 2017 was 0.3% (31 December 2016: 0.1%).

Save as stated above, the Company did not have any outstanding options, convertible securities, treasury shares or subsidiary holdings as at 31 December 2017 and 31 December 2016.

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 2017 (Unaudited)	Company As at 31 December 2016 (Audited)
Total number of issued shares	407,693,000	407,693,000
Treasury shares	(1,037,900)	(400,000)
Total number of issued shares, excluding treasury shares	<u>406,655,100</u>	<u>407,293,000</u>

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

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

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable. The Company did not have any subsidiary holdings during and 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 audited financial statements for the year ended 31 December 2016.

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 1 January 2017. 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 (Unaudited)		Twelve months ended 31 December (Unaudited)	
	2017	2016	2017	2016
Profit/(Loss) attributable to owners of the Company (US\$)	1,286,949	(1,936,562)	2,777,464	9,087,610
Weighted average number of ordinary shares	406,847,415	407,293,000	407,135,660	407,293,000
Basic earnings/(loss) per ordinary share:				
- US cents	0.32	(0.48)	0.68	2.23
- SG cents ⁽¹⁾	0.44	(0.66)	0.94	3.07

Note:-

- (1) Basic/diluted earnings per ordinary share translated at an exchange rate of USD/SGD 1.3837 and 1.3785 for period ended 31 December 2017 and 31 December 2016 respectively.

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 2017 (Unaudited)	31 December 2016 (Audited)	31 December 2017 (Unaudited)	31 December 2016 (Audited)
	Net asset value (US\$) ⁽¹⁾	40,442,455	39,632,260	15,850,270
Number of shares at the end of the period	406,655,100	407,293,000	406,655,100	407,293,000
Net asset value per share:				
- US cents	9.95	9.73	3.90	4.22
- SG cents ⁽²⁾	13.29	14.07	5.21	6.10

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 1.3364 and 1.4459 for period ended 31 December 2017 and 31 December 2016 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 financial performance of the Group for 4Q 2017 and FY2017 and the comparative financial performance for 4Q 2016 and FY2016:

	4Q 2017	4Q 2016	Increase / (Decrease) %	FY2017	FY2016	Increase / (Decrease) %
Production volume of fine gold (ounces)	3,619.31	4,040.58	(10.4)	14,816.53	27,403.98	(45.9)
Sales volume of gold (ounces)	3,619.31	4,040.58	(10.4)	14,816.53	27,403.98	(45.9)
Revenue – Total (US\$'000)	4,862.03	5,185.22	(6.2)	19,153.58	34,668.27	(44.8)
Average realised gold price (US\$/ounce)	1,343.36	1,283.29	4.7	1,292.72	1,265.08	2.2

The Group's revenue decreased 6.2% to US\$4.86 million in 4Q 2017 from US\$5.19 million in 4Q 2016. For FY2017, the Group's revenue decreased 44.8% to US\$19.15 million from US\$34.67 million in FY2016. The fall was due to a decrease in the production and sales volume of fine gold in 4Q 2017 and FY2017 compared to 4Q 2016 and FY2016, as a result of lower ore grades.

Other income or expenses

In 4Q 2017, the Group recorded net other operating income of US\$0.82 million, compared to net other operating expenses of US\$2.31 million in 4Q 2016. This was due to an unrealised foreign exchange gain of US\$0.70 million in 4Q 2017, mainly arising from MYR-denominated cash deposits, compared to an unrealised foreign exchange loss of US\$2.29 million in 4Q 2016. The unrealised foreign exchange gain was mainly due to the appreciation of MYR against USD.

For FY2017, the Group recorded net other operating income of US\$2.24 million, compared to net other operating expenses of US\$1.53 million in FY2016. This was due to an unrealised foreign exchange gain of US\$1.87 million in FY2017, mainly arising from MYR-denominated cash deposits, compared to an unrealised foreign exchange loss of US\$1.46 million in FY2016.

Operating expenses

Operating expenses comprised mainly costs incurred for changes in inventories, site and factory expenses, amortisation costs for mine properties, amortisation costs for exploration and evaluation assets, depreciation expenses for property, plant and equipment, rental expense 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 decreased by US\$1.04 million to US\$4.15 million in 4Q 2017 from US\$5.19 million in 4Q 2016. This was mainly due to a decrease in key management remuneration and employees' compensation by US\$1.83 million arising from the reversal of performance bonus accruals in light of weaker performance of the Group for the year under review.

The decrease was partly offset by the following:

- Increase in marketing and publicity expenses by US\$0.49 million, mainly due to the contributions to the Kelantan State Government for its corporate social responsibility activities; and
- Increase in site and factory expenses by US\$0.37 million, mainly as a result of the one-off start-up costs and trial run operation of the new Carbon-in-Leach ("CIL") plant.

For FY2017, total operating expenses decreased by US\$2.23 million to US\$19.61 million from US\$21.84 million in FY2016.

The decrease in total operating expenses in FY 2017 was mainly due to the following:-

- Decrease in key management remuneration and employees' compensation by US\$1.59 million arising from reversal of performance bonus accruals in light of weaker performance of the Group for the year under review.; and
- Decrease in depreciation and amortization by US\$0.87 million, which was in line with a decrease in the production of fine gold during the financial year.

Non-FRS Performance Measures

The Group adopts 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 the World Gold Council guidelines. The Company believes these performance measures better define the total costs associated with its gold production. However, these performance measures have no standardised 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 2017 and FY2017 and their comparatives:

	4Q 2017	4Q 2016	US\$ / gold ounce sold Increase / (Decrease) %	FY2017	FY2016	Increase / (Decrease) %
Sales volume of fine gold (ounces)	3,619.31	4,040.58	(10.4)	14,816.53	27,403.98	(45.9)
Mining related costs	653	645	1.2	635	383	65.8
Royalty and tribute expenses	184	156	17.9	174	113	54.0
Adjusted operating costs⁽¹⁾	837	801	4.5	809	496	63.1
General and administrative costs	51	223	(77.1)	118	87	35.6
Capital expenditure	280	4	n.m.	346	19	n.m.
All-in sustaining costs⁽²⁾	1,168	1,028	13.6	1,273	602	111.5
Capital exploration (non-sustaining)	47	1	n.m.	78	11	609.1
Capital expenditure (non-sustaining)	21	22	(4.5)	16	17	(5.9)
Mining lease extension	-	177	n.m.	-	189	n.m.
All-in costs⁽³⁾	1,236	1,228	0.7	1,367	819	66.9

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- (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 decrease of gold ounces sold resulted in higher 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 all-in costs of US\$1,236 per ounce in 4Q 2017 were comparable to the all-in costs of US\$1,228 per ounce in 4Q 2016.

Overall, the all-in costs of US\$1,367 per ounce in FY2017 was approximately 67% higher than the all-in costs of US\$819 per ounce in FY2016. This was mainly due to the significantly lower production and sales volume of fine gold arising from lower ore grades which had plagued production in 2017, as well as costs due to the construction of a new CIL plant.

Finance income and costs

Finance income and costs comprised interest income from fixed deposits and interest expense on finance leases. The Group generated net finance income of US\$0.16 million and US\$0.74 million in 4Q 2017 and FY2017 respectively, mainly due to the interest income earned from placement of fixed deposits.

Tax (expense)/credit

The tax expense arose mainly as a tax on interest income earned from placement of fixed deposits and withholding taxes accrued on management fees charged by the Company in 4Q 2017.

For FY2017, the tax credit stems mainly from a partial reversal of deferred tax liability due to better clarity in the tax treatment relating to mining tax allowance under the Malaysia tax laws and regulations during the financial year, following the extension of our mining lease from 2018 to 2034.

Profit after tax

The Group recorded a profit after tax of US\$1.62 million in 4Q 2017, compared to a loss after tax of US\$2.19 million in 4Q 2016. For FY2017, profit after tax declined US\$8.22 million to US\$3.30 million from US\$11.52 million in FY2016 due to the reasons stated above. Had the unrealised foreign exchange gain of US\$0.70 million in 4Q 2017 and US\$1.87 million in FY 2017 been excluded, the Group would have recorded a profit of US\$0.92 million and US\$1.43 million for 4Q 2017 and FY2017 respectively.

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

The comparative performance of the assets and liabilities listed below is based on financial statements as at 31 December 2016 and 31 December 2017.

Assets

Exploration and evaluation assets increased by US\$6.73 million to US\$8.93 million as at 31 December 2017 from US\$2.20 million as at 31 December 2016, due mainly to assets of US\$5.05 million acquired and recognised in connection with the newly acquired subsidiaries, and exploration and evaluation activities of US\$1.58 million undertaken during FY2017. The increase was partially offset by amortisation expenses of US\$0.09 million.

Property, plant and equipment increased by US\$4.12 million to US\$10.50 million as at 31 December 2017 from US\$6.38 million as at 31 December 2016, mainly due to the construction of the CIL plant.

Liabilities

Total liabilities increased by US\$2.08 million to US\$8.26 million as at 31 December 2017 from US\$6.18 million as at 31 December 2016. This was mainly due to:

- An increase in loans and borrowings of US\$0.58 million, which is mainly attributable to a convertible loan issued by a newly acquired subsidiary. In addition, a derivative liability of US\$0.15 million has arisen as a result of the issue of the convertible loan;
- An increase in accrued rehabilitation costs of US\$0.26 million; and
- An increase in trade and other payables of US\$2.77 million, mainly arising from the acquisition of new subsidiaries.

The increase in above was partly offset by the decreases in deferred tax liabilities of US\$1.08 million and dividend payable of US\$0.59 million.

As at 31 December 2017, the Group had positive working capital of US\$15.00 million compared to US\$24.47 million as at 31 December 2016.

Cash flows

Net cash generated from operating activities amounted to US\$0.02 million in 4Q 2017, compared to net cash used in operating activities of US\$2.93 million in 4Q 2016. The net operating cash outflow was mainly due to operating profit before working capital changes of US\$1.64 million, adjusted for working capital outflows of US\$1.75 million, mainly attributable to the decrease in trade and other payables of US\$2.60 million and increase in inventories of US\$0.20 million, partially offset by a decrease in trade and other receivables of US\$1.05 million.

In FY2017, net cash generated from operating activities amounted to US\$3.23 million as compared to US\$16.91 million in FY2016. The net operating cash inflow was mainly due to the operating profit before working capital changes of US\$3.31 million, adjusted for working capital outflows of US\$0.42 million, mainly attributable to increase in inventories of US\$0.35 million.

Net cash used in investing activities amounted to US\$1.37 million and US\$8.39 million in 4Q 2017 and FY2017 respectively, comprising payments to acquire property, plant and equipment as well as mine properties and exploration and evaluation assets.

Net cash used in financing activities amounted to US\$0.06 million in 4Q 2017, comprising share buyback of US\$0.05 million. In FY2017, net cash used in financing activities amounted to US\$4.33 million, mainly due to dividends of US\$2.71 million paid to equity holders of the Company, dividends of US\$0.47 million paid to non-controlling interests and repayment of borrowings of US\$0.99 million.

As at 31 December 2017, the Group had cash and cash equivalents of US\$19.49 million, representing a decline of US\$7.46 million from US\$26.95 million as at 31 December 2016.

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

There is no material deviation in the actual results for the fourth quarter ended 31 December 2017 from what was previously discussed under paragraph 10 of the announcement of the Company's financial results for the third quarter ended 30 September 2017.

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.

In conjunction with the announcement of its FY2017 results today, the Group issued a separate announcement containing a corporate and business update with greater details on its key growth strategies for 2018 and beyond. The newly-built CIL plant at Sokor will be a major growth catalyst for the Group.

Besides ramping up gold production via the CIL plant, the Group's other growth strategies include:

- Monetising other minerals at Sokor;
- Expediting exploration at the two Kelantan-based mining assets acquired in 2017 with a view to preparing them for production;
- Continuing to explore acquisition opportunities in Malaysia; and
- Enhancing value for shareholders through a dual primary listing in Hong Kong.

Further details can be found in the separate announcement on the Group's corporate and business update.

11. Dividend

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

Yes

Proposed dividends

Name of Dividend	Final tax exempt dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.0020 per ordinary share
Tax Rate	Tax-exempt one-tier

The proposed dividends are subject to shareholders' approval at the forthcoming annual general meeting of the Company to be held in April 2018.

- (b) **Corresponding Period of the Immediately Preceding Financial Year:**

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes, declared dividend as announced on 21 February 2017.

Name of Dividend	2 nd interim tax exempt dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.0020 per ordinary share
Tax Rate	Tax-exempt one-tier

Name of Dividend	Final tax exempt dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.0020 per ordinary share
Tax Rate	Tax-exempt one-tier

Name of Dividend	Special tax exempt dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.00534 per ordinary share
Tax Rate	Tax-exempt one-tier

- (c) **Date payable:**

The proposed final 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 proposed final 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 FY2017, the Group did not enter into any IPT of more than S\$100,000 in value.

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 2016				
Revenue from external customers	34,668,274	-	-	34,668,274
Interest income	1,007,091	597,278	(595,914)	1,008,455
Management income	-	2,381,551	(2,381,551)	-
Interest expense	(598,851)	-	595,914	(2,937)
Amortization and depreciation	(4,461,705)	(64,812)	-	(4,526,517)
Reportable segment profit before tax	13,262,709	3,580,979	(4,536,721)	12,306,967
Segment assets	51,557,504	30,331,916	(30,164,716)	51,724,704
Capital expenditure*	7,588,086	4,426	-	7,592,512
Reportable segment liabilities	(19,385,057)	(6,904,605)	21,692,401	(4,597,261)
Year ended				
31 December 2017				
Revenue from external customers	19,153,576	-	-	19,153,576
Interest income	792,517	550,058	(571,978)	770,597
Management income	789,535	1,902,867	(2,692,402)	-
Interest expense	(616,512)	-	581,844	(34,668)
Amortization and depreciation	(3,609,010)	(43,188)	-	(3,652,198)
Reportable segment profit before tax	2,792,074	1,268,966	(1,540,231)	2,520,809
Segment assets	54,131,460	30,591,961	(29,266,616)	55,456,805
Capital expenditure*	9,657,786	3,888	-	9,661,674
Reportable segment liabilities	(19,491,319)	(8,394,916)	20,132,242	(7,753,993)

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

Reconciliation of reportable segments assets and liabilities

	2017 US\$	2016 US\$
Assets		
Total assets for reportable segments	55,456,805	51,724,704
Unallocated assets	-	-
Combined total assets	55,456,805	51,724,704
Liabilities		
Total liabilities for reportable segments	(7,753,993)	(4,597,261)
Unallocated liabilities	(505,564)	(1,580,834)
Combined total liabilities	(8,259,557)	(6,178,095)

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 FY2017, as contributed by the gold mining segment.

In FY2017, profit before tax from gold mining segment decreased to US\$2.79 million compared to US\$13.26 million in FY2016 due to the reasons stated under Section 8 of this Announcement.

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 FY2017, profit before tax from other operations segment was US\$1.27 million as compared to US\$3.58 million in FY2016. This was mainly due to the lower dividend income received from the gold mining segment in FY2017.

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

	FY2017 US\$'000	FY2016 US\$'000	Increase/ (Decrease) %
(a) Revenue			
- first half	9,585.1	21,028.2	(54.4)
- second half	9,568.5	13,640.1	(29.9)
	19,153.6	34,668.3	(44.8)
(b) Profit after tax			
- first half	592.6	11,458.0	(94.8)
- second half	2,705.5	57.5	n.m.
	3,298.1	11,515.5	(71.4)

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			
	2017 US\$	2017 S\$	2016 US\$	2016 S\$
Ordinary shares (tax exempt one-tier)				
1 st Interim	-	-	608,088	814,586
2 nd Interim	-	-	571,351	814,586
Final ⁽¹⁾	608,583	813,310	563,368	814,586
Special ⁽¹⁾	-	-	1,504,192	2,174,945
Total Annual Dividend	608,583	813,310	3,246,999	4,618,703

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

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

None of the persons occupying managerial positions in the Group is a relative of a director or chief executive officer or substantial shareholder of the Company.

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 2017, funds/cash was mainly used for the following production activities, as compared to the projections:-

Purpose	Amount (US\$ million) Actual Usage	Amount (US\$ million) Projected Usage
	Exploration and evaluation activities	0.74
Payments for plant and machinery	1.29	1.23
Payments for diesel and other production materials	1.39	1.59
Royalty and tribute fees to government	0.65	0.64
Rental of equipment	0.32	0.32
Upkeep of equipment and motor vehicles	0.42	0.25
General working capital	0.94	1.53
Total	5.75	6.29

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 2018 to 31 March 2018 ("1Q 2018")), the Group's use of funds/cash for production activities is expected to be as follows:-

Purpose	Amount (US\$ million)
Exploration and evaluation activities	0.54
Payments for plant and machinery	1.16
Payments for diesel and other production materials	1.97
Royalty and tribute fees to government	0.80
Rental of equipment	0.40
Upkeep of equipment and motor vehicles	0.38
General working capital	1.78
Total	7.03

The Group's exploration plans from 1 January 2018 to 31 March 2018 are as follows:-

(a) Geological Investigation

For 1Q 2018, Geology Department plans to conduct workings at all 3 concessions, Ulu Sokor, Kelgold and Pulai concessions. Diamond drilling and trenching will be major exploration methods employed. Details are as set out below:

Ulu Sokor area (Sokor concession):

- i) Diamond drilling in southern Rixen deposit to expand the eastern boundary of orebody.
- ii) Diamond drilling at middle section of Sokor mine site to verify previous geochemistry lead-zinc and gold anomalies, east to the Sejana Lode.

Kg. Kalai, Jeli area (Kelgold concession):

Reconnaissance survey that were planned to be conducted during 4Q 2017 was delayed to 1Q 2018 due to the arrival of monsoon season. Exploration activities planned includes:

- i) Trenching activity at the anomaly zones with planned length of 4,260m.
- ii) Diamond drilling to verify and control the gold mineralization exposed in trenches, refer to Table 2.

Pulai concession:

Exploration in Pulai concession will resume in 1Q 2018. Previous workings will be reviewed and discussed with consultant in January 2018 before planning and execution. The department plans to include feldspar, iron ore prospect and gold prospect in Peninsula area as exploration targets.

Rock chip and float samples will be routinely collected and tested by the Group's in-house laboratory. The geological investigation points and drillhole collars will be accurately surveyed by Real Time Kinematic (RTK) satellite investigation, using *CHC X91* GNSS receivers.

(b) Diamond drilling program

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

Planned drilling activity for 1Q 2018 for Sokor and Kelgold concessions are set out as below:

Table 1 shows the drilling plan for Sokor area, 14 drillholes with total footage of 4,209m.

Table 1. Drilling plan for Sokor area, 14 holes in total with footage of 4,209m.

Drillholes	Designed locations		Designed depths (m)	Dip(°)	Remarks
	Easting	Northing			
ZKR157-11	444305	616275	370.0	80	Rixen
ZKR157-15	444605	616275	430.0	80	Rixen
ZKR165-9	444223	616173	330.0	80	Rixen
ZKR173-5	444257	616077	260.0	80	Rixen
ZKR175-8	444357	615977	270.0	80	Rixen
ZKR149-10	444314	616367	350.0	80	Rixen
ZKR169-5	444291	616111	340.0	80	Rixen
ZKR165-10	444323	616173	360.0	80	Rixen
ZKR145-8	444325	616423	370.0	80	Rixen
ZKR165-13	444623	616173	450.0	80	Rixen
ZK13-1	444062	615032	126.0	90	Sejana
ZK15-1	444029	615009	101.0	90	Sejana
ZK14-1	444127	615078	224.0	90	Sejana
ZK14-2	444104	615111	228.0	90	Sejana

Table 2 shows the drilling plan in Kelgold concession, 38 drillholes with total footage of 6,670m.

Table 2. Drilling plan for Kelgold concession, 38 holes in total with footage of 6,670m.

Drillholes	Designed locations		Designed depths (m)	Dip(°)	Remarks
	Easting	Northing			
ZK27-1	413440	636440	170.0	60	Nil
ZK29-1	413432	636490	150.0	50	Nil
ZK29-2	413389	636490	200.0	50	Nil
ZK33-2	413436	636605	200.0	67	Nil
ZK37-1	413442	636690	150.0	80	Nil
ZK37-2	413427	636690	200.0	80	Nil
ZK41-1	413545	636790	150.0	50	Nil
ZK41-2	413576	636790	200.0	50	Nil
ZK45-1	413587	636890	150.0	50	Nil
ZK45-2	413616	636890	200.0	50	Nil
ZK49-1	413632	636990	150.0	50	Nil
ZK49-2	413660	636990	200.0	50	Nil
ZK53-1	413678	637090	150.0	50	Nil
ZK53-2	413705	637090	200.0	50	Nil
ZK57-1	413725	637190	150.0	50	Nil
ZK57-2	413753	637190	200.0	50	Nil
ZK61-1	413775	637290	150.0	50	Nil
ZK61-2	413803	637290	200.0	50	Nil
ZK65-1	413823	637390	150.0	50	Nil
ZK65-2	413853	637390	200.0	50	Nil
ZK88-1	411574	633540	150.0	50	Nil
ZK88-2	411605	633540	200.0	50	Nil
ZK92-1	411548	633440	150.0	50	Nil
ZK92-2	411579	633440	200.0	50	Nil
ZK96-1	411526	633340	150.0	50	Nil
ZK96-2	411551	633340	200.0	50	Nil
ZK100-1	411502	633240	150.0	50	Nil
ZK100-2	411530	633240	200.0	50	Nil
ZK104-1	411481	633140	150.0	50	Nil
ZK104-2	411510	633140	200.0	50	Nil
ZK108-1	411460	633040	150.0	50	Nil
ZK108-2	411488	633040	200.0	50	Nil
ZK3-1	411611	635840	150.0	50	Nil
ZK3-2	411644	635840	200.0	50	Nil
ZK0-1	411604	635740	150.0	50	Nil
ZK0-2	411634	635740	200.0	50	Nil
ZK4-1	411596	635640	150.0	50	Nil
ZK4-2	411625	635640	200.0	50	Nil

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

The Board confirms that to the best of its knowledge, nothing has come to its attention which may render the information provided in item 19a above 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 2017, the Group capitalised a total of US\$0.57 million for exploration and evaluation expenditures incurred during the financial period.

The Group carried out the following exploration activities in 4Q 2017:-

(a) Geological Investigation

Sokor concession:

The focus of exploration in Sokor for 4Q2017 was to expand the resources of Rixen deposit to the east at the southern part. 3 drillholes were conducted to control the expansion of orebody. A drillhole was completed in Sungai Amang area to confirm the possibility of orebody dipping to the east. Another single drillhole was conducted in Manson's Lode to verify lead-zinc mineralization.

Pulai concession:

No field exploration activities were carried out during 4Q2017 for Pulai concession as previous data were being analysed.

Kelgold concessions:

Geology department received geochemistry survey final report in mid-October and started trenching activities near to the northern border of concession. 4 trenches were completed in late-October to November period, with total length of 624.5m. A drillhole were conducted to verify the gold mineralization found in trench samples.

(b) Drilling Program

In 4Q 2017, 6 drillholes were conducted in 2 concessions with a total footage of 1,196.59m.

Sokor concession:

5 drillholes were completed in 4Q 2017 with a total footage of 937.14m. Drillholes details are shown in Table 3.

Table 3: Completed drillholes in Ulu Sokor area for 3Q 2017.

Drillhole	Designed locations		Completed depths (m)	Dip(°)	Remarks
	Easting	Northing			
ZKSA6-3	445032	617893	90.23	90	Nil
ZKM1-0X	444566	616534	90.23	90	Nil
ZKR121-5	444031	616726	152.08	80	Rixen
ZKR145-7	444225	616432	298.45	80	Rixen
ZKR157-10	444105	616274	306.15	80	Rixen

Pulai concession:

No drilling activity was conducted in Pulai concession during 4Q 2017.

Kelgold concession:

1 drillhole was completed in 4Q 2017 with a total footage of 259.45m. Drillhole details are shown in Table 4.

Table 4: Completed drillholes in Kalai concession for 3Q 2017.

Drillhole	Designed locations		Completed depths (m)	Dip(°)	Remarks
	Easting	Northing			
ZK33-1	413438	636605	259.45	50	Nil

(c) Half core sampling and analysis

In-house laboratory analyzed a total of 1,561 samples in 4Q 2017, which includes 935 half core samples and 626 trench samples. All trenching samples were from Kelgold concession. And out of the 935 half core samples analyzed, 679 samples were from Sokor concession, and 256 samples from Kelgold concession.

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 2017 despatched the qualified person's report on the updated mineral resource and ore reserve estimates as at 31 December 2016 ("QPR 2016") to update shareholders on its resource and reserve information. The QPR 2016 is contained in the Company's annual report for FY2016 ("AR 2016"). A soft copy of the AR 2016 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 2017.

21. Confirmation pursuant to Rule 720(1) of the Catalist Listing Manual

The Company has procured undertakings from all its directors and executive officers under Rule 720(1).

By Order of the Board

Lim Kuoh Yang
Chief Executive Officer

26 February 2018

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 Catalist. 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.

The contact person for the Sponsor is Ms Keng Yeng Pheng, Associate Director, Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).