

Unaudited Financial Statement and Dividend Announcement For the Fourth Quarter and the Financial Year Ended 31 December 2018

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 2018 US\$ (Unaudited)	31 December 2017 US\$ (Unaudited)	Increase/ (Decrease) %	31 December 2018 US\$ (Unaudited)	31 December 2017 US\$ (Audited)	Increase/ (Decrease) %
Revenue	12,605,676	4,862,032	159.3	39,547,621	19,153,576	106.5
Other operating income	585,102	823,960	(29.0)	824,302	2,264,559	(63.6)
Changes in inventories	(306,812)	169,747	n.m.	210,650	208,703	0.9
Amortisation and depreciation	(1,434,428)	(887,785)	61.6	(5,037,246)	(3,564,993)	41.3
Employee benefits expenses	(1,336,982)	(474,097)	182.0	(4,530,629)	(2,716,707)	66.8
Key management remuneration	(1,187,268)	530,279	n.m.	(3,341,632)	(1,768,918)	88.9
Marketing and publicity expenses	(141,890)	(342,883)	(58.6)	(623,413)	(554,553)	12.4
Office and administration expenses	(85,919)	(135,974)	(36.8)	(286,699)	(364,604)	(21.4)
Professional fees	(215,272)	(148,015)	45.4	(856,134)	(806,641)	6.1
Rental expense on operating lease	(487,174)	(344,669)	41.3	(1,785,562)	(1,130,893)	57.9
Royalty and tribute fee expenses	(1,556,042)	(665,465)	133.8	(5,146,631)	(2,570,941)	100.2
Site and factory expenses	(3,156,989)	(1,801,175)	75.3	(12,064,650)	(6,082,328)	98.4
Travelling and transportation expenses	(85,114)	(50,206)	69.5	(360,140)	(256,817)	40.2
Listing expenses	(204,419)	-	n.m.	(1,986,197)	-	n.m.
Other operating expenses	(221,178)	(8,771)	n.m.	(430,839)	(24,563)	n.m.
Results from operating activities	2,771,291	1,526,978	81.5	4,132,801	1,784,880	131.5
Finance income	127,477	173,230	(26.4)	550,532	770,597	(28.6)
Finance costs	(19,924)	(10,212)	95.1	(90,243)	(34,668)	160.3
Net finance income	107,553	163,018	(34.0)	460,289	735,929	(37.5)
Profit before tax	2,878,844	1,689,996	70.3	4,593,090	2,520,809	82.2
Tax (expenses)/credit	(928,907)	(66,918)	n.m.	(1,581,974)	777,244	n.m.
Profit for the period/year	1,949,937	1,623,078	20.1	3,011,116	3,298,053	(8.7)
Other comprehensive income						
Items that may be reclassified subsequently to profit or loss						
Exchange differences arising from consolidation of foreign subsidiaries	7,510	23,900	(68.6)	22,398	76,237	(70.6)
Total comprehensive profit for the period/year	1,957,447	1,646,978	18.9	3,033,514	3,374,290	(10.1)
Profit attributable to:						
Owners of the Company	1,254,192	1,286,949	(2.5)	1,681,210	2,777,464	(39.5)
Non-controlling interests	695,745	336,129	107.0	1,329,906	520,589	155.5
Profit for the period/year	1,949,937	1,623,078	20.1	3,011,116	3,298,053	(8.7)
Total comprehensive income attributable to:						
Owners of the Company	1,243,664	1,299,577	(4.3)	1,679,062	2,825,408	(40.6)
Non-controlling interests	713,783	347,401	105.5	1,354,452	548,882	146.8
Total comprehensive income for the period/year	1,957,447	1,646,978	18.9	3,033,514	3,374,290	(10.1)

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

	Group					
	Three Months Ended			Twelve Months Ended		
	31 December 2018 US\$ (Unaudited)	31 December 2017 US\$ (Unaudited)	Increase/ (Decrease) %	31 December 2018 US\$ (Unaudited)	31 December 2017 US\$ (Audited)	Increase/ (Decrease) %
Profit for the period/year is stated after charging/(crediting) the following:						
Finance costs	19,924	10,212	95.1	90,243	34,668	160.3
Amortization and depreciation	1,434,428	887,785	61.6	5,037,246	3,564,993	41.3
Property, plant and equipment written off	117,927	-	n.m.	117,927	-	n.m.
Gain on disposal of property, plant and equipment	-	(102,322)	n.m.	(135,026)	(251,560)	(46.3)
Loss/(Gain) on foreign exchange						
- Unrealised	60,211	(695,867)	n.m.	232,875	(1,930,350)	n.m.
- Realised	43,057	(11)	n.m.	74,416	14,084	428.4
Reversal of tax penalty estimate of a subsidiary	(428,501)	-	n.m.	(428,501)	-	n.m.
Change in fair value of derivative financial instrument of a subsidiary	(127,860)	-	n.m.	(127,860)	-	n.m.
Striking off of subsidiaries	69,881	-	n.m.	69,881	-	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 2018 US\$ (Unaudited)	31 December 2017 US\$ (Audited)	31 December 2018 US\$ (Unaudited)	31 December 2017 US\$ (Audited)
ASSETS				
Non-current assets				
Exploration and evaluation assets	9,843,698	8,929,713	-	-
Mine properties	14,071,703	14,049,323	-	-
Property, plant and equipment	13,030,161	10,504,862	135,748	9,839
Investment in subsidiaries	-	-	11,450,251	12,050,251
Total non-current assets	36,945,562	33,483,898	11,585,999	12,060,090
Current assets				
Inventories	2,008,247	1,013,129	-	-
Trade and other receivables	2,972,381	1,467,821	11,428,791	9,717,531
Cash and cash equivalents	17,910,184	19,491,957	167,479	82,383
Total current assets	22,890,812	21,972,907	11,596,270	9,799,914
Total assets	59,836,374	55,456,805	23,182,269	21,860,004
EQUITY				
Share Capital	18,032,233	18,032,233	18,032,233	18,032,233
Treasury shares	-	(200,845)	-	(200,845)
Preference shares	2,800	2,800	-	-
Capital Reserve	3,111,892	3,125,752	(13,860)	-
Retained earnings/(Accumulated losses)	20,442,393	19,504,023	(1,983,437)	(1,981,118)
Translation reserves	36,395	(21,508)	-	-
	41,625,713	40,442,455	16,034,936	15,850,270
Non-controlling interest	7,106,887	6,754,793	-	-
Total equity	48,732,600	47,197,248	16,034,936	15,850,270
LIABILITIES				
Non-current liabilities				
Loans and borrowings	722,937	628,507	-	-
Derivative financial instrument	27,222	154,686	-	-
Deferred tax liabilities	202,089	505,564	-	-
Total non-current liabilities	952,248	1,288,757	-	-
Current liabilities				
Loans and borrowings	61,135	44,697	-	-
Trade and other payables	7,189,033	5,560,072	7,147,333	6,009,734
Accrued rehabilitation costs	1,009,174	863,249	-	-
Dividend payable	1,052,957	437,538	-	-
Current tax liabilities	839,227	65,244	-	-
Total current liabilities	10,151,526	6,970,800	7,147,333	6,009,734
Total liabilities	11,103,774	8,259,557	7,147,333	6,009,734
Total equity and liabilities	59,836,374	55,456,805	23,182,269	21,860,004

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 2018		As at 31 December 2017	
Secured US\$	Unsecured US\$	Secured US\$	Unsecured US\$
61,135	-	44,697	-

Amount repayable after one year

As at 31 December 2018		As at 31 December 2017	
Secured US\$	Unsecured US\$	Secured US\$	Unsecured US\$
127,319	595,618	19,043	609,464

Details of any collateral

The Group's secured borrowings as at 31 December 2018 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 2018 amounted to US\$196,707 (31 December 2017: US\$ Nil).

The Group's unsecured borrowings as at 31 December 2018 comprised a convertible loan issued by a subsidiary.

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 2018 US\$ (Unaudited)	31 December 2017 US\$ (Audited)	31 December 2018 US\$ (Unaudited)	31 December 2017 US\$ (Audited)
Operating activities				
Profit for the period/year	1,949,937	1,623,078	3,011,116	3,298,053
Adjustments for:				
Depreciation of property, plant and equipment	808,391	530,175	3,115,805	2,164,501
Amortisation of mine properties	626,037	357,610	1,921,441	1,400,492
Property, plant and equipment written off	117,927	-	117,927	-
Gain on disposal of property, plant and equipment	-	(102,322)	(135,026)	(251,560)
Finance income	(127,477)	(173,230)	(550,532)	(770,597)
Finance costs	19,924	10,212	90,243	34,668
Unrealised loss/(gain) on foreign exchange	60,211	(695,867)	232,875	(1,930,350)
Tax expense/(credit)	928,907	66,918	1,581,974	(777,244)
Equity-settled share-based payment transactions	-	-	547,520	-
Striking off of subsidiaries	69,881	-	69,881	-
Reversal of tax penalty estimate of a subsidiary	(428,501)	-	(428,501)	-
Change in fair value of derivative financial instrument of a subsidiary	(127,860)	-	(127,860)	-
Operating profit before working capital changes	3,897,377	1,616,574	9,446,863	3,167,963
Changes in working capital:				
Inventories	365,183	(199,261)	(995,118)	(352,946)
Trade and other receivables	1,094,000	1,050,329	(1,574,685)	41,970
Trade and other payables	(640,172)	(2,578,952)	(66,438)	263,720
Cash generated from operations	4,716,388	(111,310)	6,810,622	3,120,707
Tax paid	(483,161)	(31,392)	(851,409)	(399,921)
Finance income received	127,477	173,230	550,532	770,597
Finance costs paid	(19,924)	(10,212)	(90,243)	(34,668)
Net cash generated from operating activities	4,340,780	20,316	6,419,502	3,456,715
Investing Activities				
Purchases of property, plant and equipment	(1,226,647)	(1,091,278)	(5,071,105)	(5,375,693)
Proceed from disposal of property, plant and equipment	-	110,784	135,026	260,716
Payment for exploration and evaluation assets, and mine properties	(229,147)	(389,395)	(1,533,703)	(1,870,899)
Acquisition of subsidiaries, net of cash acquired	-	-	-	(1,637,926)
Net cash used in investing activities	(1,455,794)	(1,369,889)	(6,469,782)	(8,623,802)
Financing activities				
Dividend paid to equity holders of the Company	-	-	(617,974)	(2,714,247)
Dividend paid to non-controlling interests	-	-	(374,680)	(468,787)
Repayment of borrowings	-	-	-	(985,556)
Payment of finance lease liabilities	(21,339)	(10,515)	(57,552)	(40,053)
Share buyback	-	(49,927)	(360,535)	(125,753)
Net cash used in financing activities	(21,339)	(60,442)	(1,410,741)	(4,334,396)
Net increase/(decrease) in cash and cash equivalents	2,863,647	(1,410,015)	(1,461,021)	(9,501,483)
Cash and cash equivalents at beginning of the period/year	15,063,235	20,154,979	19,491,957	26,954,685
Effect of exchange rate fluctuations on cash held	(16,698)	746,993	(120,752)	2,038,755
Cash and cash equivalents in the statement of financial position	17,910,184	19,491,957	17,910,184	19,491,957

During the three months period ended 31 December 2018 (“4Q 2018”), the Group acquired property, plant and equipment at an aggregate cost of US\$1,550,812, compared to US\$2,560,121 for the corresponding three months period ended 31 December 2017 (“4Q 2017”). As at 31 December 2018, a total consideration of US\$324,165 for the acquisitions made in 4Q 2018 had yet to be paid, compared to US\$1,468,843 as at 31 December 2017 for the acquisitions made in 4Q 2017.

The Group also acquired exploration and evaluation assets as well as mine properties in 4Q 2018 at an aggregate cost of US\$1,032,168 (4Q 2017: US\$1,557,640), of which US\$110,900 (4Q 2017: US\$54,473) related to accrued rehabilitation costs. As at 31 December 2018, a total consideration of US\$692,121 for the acquisitions made in 4Q 2018 had yet to be paid, compared to US\$336,122 as at 31 December 2017 for the acquisitions made in 4Q 2017.

During the financial year ended 31 December 2018 (“FY2018”), the Group acquired property, plant and equipment at an aggregate cost of US\$5,828,859, of which US\$185,081 (FY2017: Nil) were acquired by means of financial lease arrangements, compared to US\$6,505,363 for the corresponding financial year ended 31 December 2017 (“FY2017”). As at 31 December 2018, a total consideration of US\$572,673 for the acquisitions made in FY2018 had yet to be paid, compared to US\$1,129,670 as at 31 December 2017 for the acquisitions made in FY2017.

The Group also acquired exploration and evaluation assets as well as mine properties in FY2018 at an aggregate cost of US\$2,972,857 (FY2017: US\$2,981,465), of which US\$358,784 (FY2017: US\$195,454) related to accrued rehabilitation costs. As at 31 December 2018, a total consideration of US\$1,080,370 for the acquisitions made in FY2018 had yet to be paid, compared to US\$568,478 as at 31 December 2017 for the acquisitions made in FY2017.

As at 31 December 2018, the Group’s cash and cash equivalents amounted to US\$17.91 million (31 December 2017: US\$19.49 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 a subsidiary.

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	Preference Shares	Capital reserve	Translation reserves	Retained earnings	Total attributable to equity holders of the Company	Non-controlling interests	Total equity
(Audited)	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	-	-	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	-	(75,826)	2,800	301,117	-	(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

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 2018	18,032,233	(200,845)	2,800	3,125,752	(21,508)	19,504,023	40,442,455	6,754,793	47,197,248
Total comprehensive income for the period:									
Profit for the period	-	-	-	-	-	427,018	427,018	634,161	1,061,179
Other comprehensive income for the period									
Exchange difference	-	-	-	-	8,380	-	8,380	6,508	14,888
Total comprehensive income for the period	-	-	-	-	8,380	427,018	435,398	640,669	1,076,067
Transactions with owners, recognized directly in equity									
2017 Final dividend declared and paid	-	-	-	-	-	(617,974)	(617,974)	-	(617,974)
Share buyback	-	(360,535)	-	-	-	-	(360,535)	-	(360,535)
Treasury shares reissued pursuant to performance share plan	-	561,380	-	(13,860)	-	-	547,520	-	547,520
Total transaction with owners	-	200,845	-	(13,860)	-	(617,974)	(430,989)	-	(430,989)
Balance as at 30 September 2018	18,032,233	-	2,800	3,111,892	(13,128)	19,313,067	40,446,864	7,395,462	47,842,326
Total comprehensive income for the period:									
Profit for the period	-	-	-	-	-	1,254,192	1,254,192	695,745	1,949,937
Other comprehensive income for the period									
Exchange difference	-	-	-	-	(10,528)	-	(10,528)	18,038	7,510
Total comprehensive income for the period	-	-	-	-	(10,528)	1,254,192	1,243,664	713,783	1,957,447
Transactions with owners, recognized directly in equity									
2018 First dividend declared by subsidiary to non-controlling interest	-	-	-	-	-	-	-	(982,899)	(982,899)
2018 Preference shares dividend declared by subsidiary	-	-	-	-	-	(124,866)	(124,866)	(29,289)	(154,155)
Striking off of subsidiaries	-	-	-	-	60,051	-	60,051	9,830	69,881
Total transaction with owners	-	-	-	-	60,051	(124,866)	(64,815)	(1,002,358)	(1,067,173)
Balance as at 31 December 2018	18,032,233	-	2,800	3,111,892	36,395	20,442,393	41,625,713	7,106,887	48,732,600

Company	Share capital US\$	Treasury shares US\$	Capital Reserve	Accumulated losses US\$	Total equity US\$
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
Balance as at 1 January 2018	18,032,233	(200,845)	-	(1,981,118)	15,850,270
Loss for the period	-	-	-	(2,316,990)	(2,316,990)
2017 Final dividend declared and paid	-	-	-	(617,974)	(617,974)
Share buyback	-	(360,535)	-	-	(360,535)
Treasury shares reissued pursuant to performance share plan	-	561,380	(13,860)	-	547,520
Balance as at 30 September 2018	18,032,233	-	(13,860)	(4,916,082)	13,102,291
Profit for the period	-	-	-	2,932,645	2,932,645
Balance as at 31 December 2018	18,032,233	-	(13,860)	(1,983,437)	16,034,936

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 2018	407,693,000	22,890,024	18,032,233
As at 31 December 2018	407,693,000	22,890,024	18,032,233

There were no changes in the share capital of the Company in 4Q 2018.

As at 31 December 2018, the Company did not hold any treasury shares (31 December 2017: 1,037,900).

The percentage of the aggregate number of treasury shares held against the total number of shares issued as at 31 December 2018 was NIL (31 December 2017: 0.3%).

Save as stated above, the Company did not have any other outstanding options, convertible securities, treasury shares or subsidiary holdings as at 31 December 2018 and 31 December 2017.

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 2018 (Unaudited)	Company As at 31 December 2017 (Audited)
Total number of issued shares	407,693,000	407,693,000
Treasury shares	-	(1,037,900)
Total number of issued shares, excluding treasury shares	407,693,000	406,655,100

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.

There was no sale, transfer, cancellation and/or use of treasury shares during the current quarter.

Illustrated below is the movement in the Company's treasury shares during the financial year ended 31 December 2018:

	Number of shares
As at 1 January 2018	1,037,900
Share buyback	1,744,600
Treasury shares transferred pursuant to Performance Share Plan: - Employees of the Group and Company	(2,782,500)
As at 30 September 2018	-
As at 31 December 2018	-

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 2017.

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 2018. 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)	
	2018	2017	2018	2017
Profit attributable to owners of the Company (US\$)	1,254,192	1,286,949	1,681,210	2,777,464
Weighted average number of ordinary shares	407,693,000	406,847,415	406,843,216	407,135,660
Basic earnings per ordinary share:				
- US cents	0.31	0.32	0.41	0.68
- SG cents ⁽¹⁾	0.42	0.44	0.55	0.94

Note:-

(1) Basic earnings per ordinary share translated at an exchange rate of USD/SGD 1.3457 and 1.3837 for period ended 31 December 2018 and 31 December 2017 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 2018 (Unaudited)	31 December 2017 (Audited)	31 December 2018 (Unaudited)	31 December 2017 (Audited)
Net asset value (US\$) ⁽¹⁾	41,625,713	40,442,455	16,034,936	15,850,270
Number of shares at the end of the Period (excluding treasury shares)	407,693,000	406,655,100	407,693,000	406,655,100
Net asset value per share:				
- US cents	10.21	9.95	3.93	3.90
- SG cents ⁽²⁾	13.94	13.29	5.37	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 1.3656 and 1.3364 for period ended 31 December 2018 and 31 December 2017 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 2018 and FY2018 and the comparative financial performance for 4Q 2017 and FY2017:

	4Q 2018	4Q 2017	Increase / (Decrease) %	FY2018	FY2017	Increase / (Decrease) %
Production volume of fine gold (ounces)	10,197.98	3,619.31	181.8	31,473.07	14,816.53	112.4
Sales volume of gold (ounces)	10,197.98	3,619.31	181.8	31,473.07	14,816.53	112.4
Revenue – Total (US\$'000)	12,605.68	4,862.03	159.3	39,547.62	19,153.58	106.5
Average realised gold price (US\$/ounce)	1,236.10	1,343.36	(8.0)	1,256.55	1,292.72	(2.8)

The Group's revenue increased by 159.3% to US\$12.61 million in 4Q 2018 from US\$4.86 million in 4Q 2017. For FY2018, the Group's revenue increased by 106.5% to US\$39.55 million from US\$19.15 million in FY2017. The increase in 4Q 2018 and FY2018 was due to the significant increase in the production and sales volume of fine gold. The production volume of fine gold increased by 181.8% and 112.4% for 4Q 2018 and FY2018 respectively. The increase in production and sales volume of fine gold is mainly due to the carbon-in-leach ("CIL") plant operations which commenced in May 2018. The increase in sales volume was moderated by a slight fall in the average realised gold price during 4Q 2018 and FY 2018.

Other income or expenses

In 4Q 2018, the Group recorded net other operating income¹ of US\$0.36 million, compared to US\$0.82 million in 4Q 2017, representing a decrease of US\$0.46 million. The decrease was mainly attributable to (i) an unfavourable variance of US\$0.76 million due to an unrealised foreign exchange loss of US\$0.06 million recorded in 4Q 2018 as compared to an unrealised foreign exchange gain of US\$0.70 million in 4Q 2017. The unrealised foreign exchange loss was mainly due to the depreciation of MYR against USD when translating the cash and bank balances which were predominantly denominated in MYR; (ii) a further unfavourable variance of US\$0.10 million due to a gain on disposal of plant and equipment of US\$0.10 million recorded in 4Q 2017 for which there was none in 4Q 2018; (iii) a favourable variance arising from the reversal of Pulai's tax penalty accrual of US\$0.43 million which was previously provided for on its acquisition of a subsidiary in 2017; and (iv) a favourable variance of US\$0.13 million arising from change in fair value of derivative financial instrument of a subsidiary.

¹ i.e. Other operating income less Other operating expenses

For FY2018, the Group recorded net other operating income of US\$0.39 million, compared to US\$2.24 million in FY2017, representing a decrease of US\$1.85 million. The decrease was attributable to (i) an unfavourable variance of US\$2.16 million due to an unrealised foreign exchange loss of US\$0.23 million recorded in FY2018 as compared to an unrealised foreign exchange gain of US\$1.93 million in FY2017. The unrealised foreign exchange loss was mainly due to the depreciation of MYR against USD when translating the cash and bank balances which were predominantly denominated in MYR; (ii) a further unfavourable variance of US\$0.12 million due to a smaller gain on disposal of plant and equipment recorded in 4Q 2018 compared to 4Q 2017; (iii) a favourable variance arising from the reversal of Pulai's tax penalty accrual of US\$0.43 million which was previously provided for on its acquisition of a subsidiary in 2017; and (iv) a favourable variance of US\$0.13 million arising from change in fair value of derivative financial instrument of a subsidiary.

Operating expenses

Operating expenses comprised mainly effect of changes in inventories, site and factory expenses, amortisation costs for mine properties, 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. For the purpose of analyzing these operating expenses, 'other operating expenses' (see paragraph headed "Other income and expenses" above) and listing expenses (see paragraph headed "Listing expenses" below) have been separately discussed and analysed.

Total operating expenses increased by US\$5.84 million to US\$9.99 million in 4Q 2018 from US\$4.15 million in 4Q 2017. This was mainly due to the following:

- increase in site and factory expenses by US\$1.36 million as a result of the full operation of the CIL plant, bringing the number of production lines in operation to three;
- increase in royalty and tributes to the Kelantan State authorities by US\$0.89 million, arising from higher sales of gold dore bars;
- increase in payroll costs by US\$2.58 million due to performance bonus accruals made for the year and impact of reversal of performance bonus over-provision in FY2017;
- increase in changes in inventories amounting to US\$0.48 million, mainly attributable to lower work-in-progress balances as at 31 December 2018 in comparison with the immediate previous quarter as at 30 September 2018; and
- increase in amortisation costs and depreciation expenses by US\$0.55 million, resulting from the increased volume of gold dore bars produced and a higher asset base.

For FY2018, total operating expenses increased by US\$14.21 million to US\$33.82 million from US\$19.61 million in FY2017. This was mainly due to the following:

- increase in site and factory expenses by US\$5.98 million as a result of the full operation of the CIL plant, bringing the number of production lines in operation to three;
- increase in royalty and tributes to the Kelantan State authorities by US\$2.58 million, arising from higher sales of gold dore bars;
- increase in payroll costs by US\$3.39 million due to the annual increment for field employees at operations level, increase in employee headcount following the addition of the CIL plant as a new production line and performance bonus accruals made for the year;

- increase in amortisation costs and depreciation expenses by US\$1.47 million, resulting from the increased volume of gold dore bars produced and a higher asset base; and
- increase in operating lease expenses by US\$0.65 million, resulting from the increased hire of dump trucks.

Listing expenses

The Company made announcement on 15 January 2018 informing Shareholders that it will seek a dual primary listing of its ordinary shares on the Main Board of the Stock Exchange of Hong Kong Limited (the “SEHK”)(the “Proposed Dual Listing”). On 9 July 2018, the Company submitted an application to the SEHK for the listing of, and permission to deal in its ordinary shares on the Main Board of the SEHK.

The Listing Committee of the SEHK convened a hearing on 20 December 2018 to consider the Company’s application (the “Application”) for the Proposed Dual Listing. The Company was informed by the said Listing Committee on 21 December 2018 that it is not suitable for listing on the Main Board of SEHK based on the Application. Please refer to the Company’s announcement dated 24 December 2018 for more detail.

In FY2018, the Group had incurred one-off listing expenses of US\$1.99 million (FY2017: Nil) pertaining to the Proposed Dual Listing.

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 2018 and FY2018 and their comparatives:

	4Q 2018	4Q 2017	US\$ / gold ounce sold Increase / (Decrease) %	FY2018	FY2017	Increase / (Decrease) %
Sales volume of fine gold (ounces)	10,197.98	3,619.31	181.8	31,473.07	14,816.53	112.4
Mining related costs	504	653	(22.8)	561	635	(11.7)
Royalty and tribute expenses	153	184	(16.8)	164	174	(5.7)
Adjusted operating costs⁽¹⁾	657	837	(21.5)	725	809	(10.4)
General and administrative costs	147	51	188.2	133	118	12.7
Capital expenditure	56	280	(80.0)	125	346	(63.9)
All-in sustaining costs⁽²⁾	860	1,168	(26.4)	983	1,273	(22.8)
Capital exploration (non-sustaining)	21	47	(55.3)	31	78	(60.3)
Capital expenditure (non-sustaining)	64	21	204.8	36	16	125.0
All-in costs⁽³⁾	945	1,236	(23.5)	1,050	1,367	(23.2)

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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. 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\$945 and US\$1,050 per ounce in 4Q 2018 and FY2018 were approximately 23% lower than the all-in costs of US\$1,236 and US\$1,367 per ounce in 4Q 2017 and FY2017. This was mainly due to economies of scale arising from the higher production and sale volume of fine gold, offset by the higher general and administrative costs and capital expenditure in non-sustaining operation.

Finance income and costs

Finance income and costs comprised interest income from fixed deposits and interest expense on finance leases and convertible loan. The Group generated net finance income of US\$0.11 million and US\$0.46 million in 4Q 2018 and FY2018 respectively, mainly due to the interest income earned from placement of fixed deposits.

Tax (expense)/credit

Higher income tax expense for 4Q 2018 and FY2018 is mainly due to the expiry of the Pioneer Status Incentive Scheme enjoyed by CMNM on 30 June 2018 as well as certain non-deductible items for tax purposes. Under the said scheme, CMNM had been enjoying a 100% tax exemption on its statutory income derived from the sale of gold doré bars. As such, for accounting purposes, the Group had accrued for tax expenses on its profits from sale of gold dore bars based on the normal corporate tax rate of 24% with effect from 1 July 2018.

The Group's effective tax rate for 4Q 2018 and FY2018 was approximately 32.3% and 34.4% respectively which were higher than the applicable tax rate of 24% for the Group. The higher effective tax expense was due mainly to withholding taxes suffered on management fees and interest income derived from CMNM as well as certain non-deductible items for tax purposes.

Profit after tax

The Group recorded a profit after tax of US\$1.95 million in 4Q 2018, compared to US\$1.62 million in 4Q 2017. For FY2018, profit after tax declined US\$0.29 million to US\$3.01 million from US\$3.30 million in FY2017 due mainly to expenses incurred for the Proposed Dual Listing and the grant of performance shares to deserving employees. The Group had incurred listing expenses of US\$0.20 million and US\$1.99 million for 4Q 2018 and FY2018 respectively, which are one-off in nature. The Group granted 2,414,500 and 368,000 performance shares to a number of deserving employees (announced on 27 June 2018 and 4 July 2018, respectively) amounting to US\$0.47 million and US\$0.07 million. The performance share plan was subsequently terminated on 4 July 2018.

In addition, the Group had incurred the unrealised loss on foreign currency exchange of US\$0.06 million and US\$0.23 million in 4Q 2018 and FY2018 respectively, compared to the unrealised gain on foreign currency exchange of US\$0.70 million and US\$1.93 million in 4Q 2017 and FY2017 respectively, partially offset by the reversal of Pulai's tax penalty accrual of US\$0.43 million which was previously provided for during its acquisition of a subsidiary in 2017.

Excluding the abovementioned impact, the profit after tax for 4Q 2018 and FY2018 would be US\$1.79 million and US\$5.34 million respectively, as compared to US\$0.93 million and US\$1.37 million in 4Q 2017 and FY2017, representing an increase of 92.6% and 290.5% respectively:

	4Q 2018 US\$	4Q 2017 US\$	FY2018 US\$	FY2017 US\$
Profit after tax	1,949,937	1,623,078	3,011,116	3,298,053
Unrealised foreign exchange loss/(gain) ("A")	60,211	(695,867)	232,875	(1,930,350)
Profit after tax excluding A	2,010,148	927,211	3,243,991	1,367,703
Listing expenses ("B")	204,419	-	1,986,197	-
Share based expenses ("C")	-	-	539,451	-
Reversal of Pulai's tax penalty accrual ("D")	(428,501)	-	(428,501)	-
Profit after tax excluding A to D	1,786,066	927,211	5,341,138	1,367,703

(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 2017 and 31 December 2018.

Assets

Exploration and evaluation assets increased by US\$0.91 million to US\$9.84 million as at 31 December 2018 from US\$8.93 million as at 31 December 2017, due mainly to the exploration and evaluation activities of US\$1.03 million undertaken during the year.

Property, plant and equipment increased by US\$2.53 million to US\$13.03 million as at 31 December 2018 from US\$10.50 million as at 31 December 2017, mainly due to construction of new laboratory, hostel and canteen for the Group's CIL operations and purchase of equipment and vehicles of US\$5.83 million, partly offset by depreciation of US\$3.12 million.

Inventories increased by US\$1.00 million to US\$2.01 million as at 31 December 2018 from US\$1.01 million as at 31 December 2017. This was mainly due to an increase in work-in-progress of US\$0.21 million and increase in consumables of US\$0.79 million, both resulting from the operations at the new CIL facility.

Trade and other receivables increased by US\$1.50 million to US\$2.97 million as at 31 December 2018 from US\$1.47 million as at 31 December 2017. This was mainly due to an increase in trade receivables of US\$0.97 million from US\$0.36 million as at 31 December 2017 to US\$1.33 million as at 31 December 2018 and increase of US\$0.88 million which was attributable to prepayments made to service providers and suppliers. The Group subsequently received full payment for the balance US\$1.33 million of trade receivables in early January 2019.

Liabilities

Total liabilities increased by US\$2.84 million to US\$11.10 million as at 31 December 2018 from US\$8.26 million as at 31 December 2017. This was mainly due to:

- an increase in accrued rehabilitation costs of US\$0.15 million;
- an increase in current tax liabilities of US\$0.77 million;
- an increase in dividends payable of US\$0.62 million, arising from interim dividend payable by a subsidiary; and
- an increase in trade and other payables of US\$1.63 million, mainly derived from amount due to contractors of exploration and evaluation work performed, accrual of royalty fees and operating expenses.

The overall increase was partly offset by decreases in deferred tax liabilities of US\$0.30 million and derivative financial instrument of US\$0.13 million.

As at 31 December 2018, the Group had positive working capital of US\$12.74 million compared to US\$15.00 million as at 31 December 2017.

Cash flows

Net cash generated from operating activities amounted to US\$4.34 million in 4Q 2018, compared to US\$0.02 million in 4Q 2017. The net operating cash inflow was mainly due to operating profit before working capital changes of US\$3.90 million, adjusted for working capital inflows of US\$0.82 million, mainly attributable to the decrease in trade and other receivables of US\$1.09 million and decrease in inventories of US\$0.37 million, partially offset by a decrease in trade and other payables of US\$0.64 million.

In FY2018, net cash generated from operating activities amounted to US\$6.42 million as compared to US\$3.46 million in FY2017. The net operating cash inflow was mainly due to the operating profit before working capital changes of US\$9.45 million, adjusted for working capital outflows of US\$2.64 million, mainly attributable to increase in trade and other receivables of US\$1.57 million and increase in inventories of US\$1.00 million.

Net cash used in investing activities amounted to US\$1.46 million and US\$6.47 million in 4Q 2018 and FY2018 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\$0.02 million in 4Q 2018. In FY2018, net cash used in financing activities amounted to US\$1.41 million, mainly due to dividends of US\$0.62 million paid to equity holders of the Company, dividends of US\$0.37 million paid to non-controlling interests and share buyback of US\$0.36 million.

As at 31 December 2018, the Group had cash and cash equivalents of US\$17.91 million, representing a decline of US\$1.58 million from US\$19.49 million as at 31 December 2017.

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 2018 from what was previously discussed under paragraph 10 of the announcement of the Company's financial results for the third quarter ended 30 September 2018.

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.

The Group is making progress on a number of growth initiatives outlined in its 3Q2018 results announcement dated 14 November 2018. The ultimate objective of these initiatives, some of which will start yielding results this year, is to enable the Group to further boost gold production, diversify its mining portfolio to include the production and sale of silver, lead and zinc, and to better manage operating expenses.

The Group had recently completed the construction of the first of two new heap leach pads to replace three older ones in the coming future. The new heap leach pad, which has since been put to use, is designed to hold mined ore for continuous leaching to enhance gold recovery. The second new heap leach pad will be built this year. Together, they are expected to boost the Group's heap leaching capacity to 6.0 million tonnes of ore from 2.8 million tonnes currently. When fully completed the enhanced heap leaching system, which focuses on processing low-grade ores, is expected to yield better gold recovery as well as logistical cost savings. This is because there will not be any operational downtime as ores can be leached continuously without the need for it to be removed from the heap leach pads after being processed before new ore can be added.

Overall, the flagship Sokor gold project in Malaysia's Kelantan state remains promising. Optiro Pty Ltd ("Optiro"), an Australia-based mining consulting firm hired by the Group to assess the commercial viability of Sokor, highlighted in an independent technical report in November 2018 that there is still "considerable potential" for gold to be found in the 10km² site. As a result of the Group's ongoing exploration work, Optiro estimates that Sokor had about 785,000 ounces of gold under the ground as at 15 October 2018, up from 724,000 ounces as at 31 December 2017.

The planned construction of a flotation plant at Sokor to process ore containing silver, lead and zinc is awaiting approval from Malaysia's Department of Environment. The Group had initially expected to get the plant up and running in the second half of 2019 so that it can start monetising its silver, lead and zinc resources. As this will be the first such facility in Kelantan, the Department of Environment has requested for additional environmental assessment and reports. Notwithstanding the delay, the Group remains committed to having a flotation plant so that it can diversify its mining portfolio to include the production and sale of these metals.

The Group had been enjoying tax exemptions for profits derived from the sale of gold dore bars under the Pioneer Status Incentive Scheme. The tax exemption period was for 5 years and expired on 30 June 2018. Since then, the Group has been and is still in talks with the relevant authorities in Malaysia with a view to renewing or extending the said tax incentive and/or applying for other applicable tax incentives. Shareholders will be further updated on this matter in due course.

As announced on 24 December 2018, the Group was formally notified that, in the view of the Listing Committee of SEHK, it was not suitable for a dual primary listing on the Main Board of the HKEx. The Group will re-evaluate its options and make the necessary announcements to update its shareholders in due course.

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 2019.

(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 27 April 2018.

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

(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 and the reason(s) for the decision.

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 FY2018, 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 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	(3,525,754)	(43,188)	3,949	(3,564,993)
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*	9,482,942	3,888	-	9,486,830
Reportable segment liabilities	(19,491,319)	(8,394,916)	20,132,242	(7,753,993)
Year ended				
31 December 2018				
Revenue from external customers	39,547,621	-	-	39,547,621
Interest income	621,123	340,332	(410,923)	550,532
Management income	1,773,544	3,557,599	(5,331,143)	-
Interest expense	(501,166)	-	410,923	(90,243)
Amortization and depreciation	(4,981,903)	(55,343)	-	(5,037,246)
Reportable segment profit before tax	7,350,978	821,857	(3,579,745)	4,593,090
Segment assets	59,693,263	34,657,090	(34,513,979)	59,836,374
Capital expenditure*	8,620,464	181,252	(43,836)	8,757,880
Reportable segment liabilities	(24,444,261)	(12,392,555)	25,935,131	(10,901,685)

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

Reconciliation of reportable segments assets and liabilities

	2018 US\$	2017 US\$
Assets		
Total assets for reportable segments	59,836,374	55,456,805
Unallocated assets	-	-
Combined total assets	59,836,374	55,456,805
Liabilities		
Total liabilities for reportable segments	(10,901,685)	(7,753,993)
Unallocated liabilities	(202,089)	(505,564)
Combined total liabilities	(11,103,774)	(8,259,557)

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 FY2018, as contributed by the gold mining segment.

In FY2018, profit before tax from gold mining segment increased to US\$7.35 million compared to US\$2.79 million in FY2017 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 FY2018, profit before tax from other operations segment was US\$0.82 million as compared to US\$1.27 million in FY2017. This was mainly due to the higher management income received from the gold mining segment in FY2018.

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

	FY2018 US\$'000	FY2017 US\$'000	Increase/ (Decrease) %
(a) Revenue			
- first half	15,411.1	9,585.1	60.8
- second half	24,136.5	9,568.5	152.2
	39,547.6	19,153.6	106.5
(b) Profit after tax			
- first half	431.0	592.6	(27.3)
- second half	2,580.1	2,705.5	(4.6)
	3,011.1	3,298.1	(8.7)

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			
	2018 US\$	2018 S\$ ⁽¹⁾	2017 US\$	2017 S\$ ⁽¹⁾
Ordinary shares (tax exempt one-tier) Final ⁽²⁾	597,090	815,386	608,583	813,310
Total Annual Dividend	597,090	815,386	608,583	813,310

(1) Based on an exchange rate of USD/SGD 1.3656 and 1.3364 for period ended 31 December 2018 and 31 December 2017 respectively.

(2) 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 2018, 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	0.47	0.45
Payments for plant and machinery	1.52	1.69
Payments for diesel and other production materials	2.78	2.75
Royalty and tribute fees to government	1.24	1.47
Rental of equipment	0.45	0.44
Upkeep of equipment and motor vehicles	0.64	0.45
General working capital	1.49	1.59
Total	8.59	8.84

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 2019 to 31 March 2019 ("1Q 2019")), the Group's use of funds/cash for production activities is expected to be as follows:-

Purpose	Amount (US\$ million)
Exploration and evaluation activities	0.24
Payments for plant and machinery	1.70
Payments for diesel and other production materials	2.68
Royalty and tribute fees to government	2.10
Rental of equipment	0.49
Upkeep of equipment and motor vehicles	0.48
General working capital	2.84
Total	10.53

The Group's exploration plans for 1Q 2019 are as follows:-

(a) Geological Investigation

During 1Q 2019, Geology Department plans to carry out exploration activities in both Ulu Sokor and Kelgold concessions. Details of exploration activities are set out below:

Ulu Sokor concession:

- i) 2018 drilling results in southeastern part of Rixen deposit suggests the orebody is still expandable along its dip direction. More infill drillholes will be conducted to the north and to the south for resource classification upgrade and mine design. 29 drillholes are planned in Rixen deposit to achieve the said purposes, with a total planned drill footage of approximately 9,845m.
- ii) Exploration at the central segment of Sokor concession. Geochemistry surveys show lead and gold anomalies in the central segment and an exploration drillhole sunk within the anomalies area intersected a significant mineralized segment. Three drillholes are planned around the completed exploration drillhole with a total planned drill footage of estimated 780m to gain in-depth understanding of the mineralization and orebody occurrence in this segment.

Kelgold concession:

- i) The phase 1 exploration in the northern anomaly zone was concluded in 2018. Exploration activities for northern zone will be formulated as soon as the assay results for previous exploration activities are available.
- ii) The department will conduct trenching in the southwestern anomaly zone once the construction of access road is completed.

Pulai concession:

Previous workings are currently under review and discussion is ongoing with consultants for exploration planning and execution. Our in-house geologist team plans to include feldspar, iron ore and gold prospect in the 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 exploration drilling sub-contractor, using one diamond rig capable of drilling NQ drill core size to 1,000 meters in depth.

Planned drilling activity for 2019 for Sokor concession are as follows:

Table 1. Drilling plan for Sokor area, 32 holes in total with footage of 10,625m.

Drillholes	Designed locations		Designed depths (m)	Dip(°)	Remarks
	Easting	Northing			
ZKR121-7	443875	616725	100	80	Rixen
ZKR133-2	443800	616575	100	80	Rixen
ZKR133-3	443900	616575	120	80	Rixen
ZKR141-9	443864	616475	130	80	Rixen
ZKR141-10	443925	616475	150	80	Rixen

ZKR145-9	444350	616425	370	80	Rixen
ZKR145-10	443963	616425	400	80	Rixen
ZKR149-14	444400	616375	350	80	Rixen
ZKR149-15	444500	616375	390	80	Rixen
ZKR153-9	444350	616325	360	80	Rixen
ZKR153-10	444450	616325	400	80	Rixen
ZKR157-12	444300	616275	370	80	Rixen
ZKR157-13	444400	616275	400	80	Rixen
ZKR161-10	444250	616225	325	80	Rixen
ZKR161-11	444350	616225	385	80	Rixen
ZKR161-12	444450	616225	415	80	Rixen
ZKR165-10	444150	616175	320	80	Rixen
ZKR165-12	444400	616175	410	80	Rixen
ZKR169-4	444250	616125	360	80	Rixen
ZKR169-5	444350	616125	410	80	Rixen
ZKR169-6	444450	616125	440	80	Rixen
ZKR173-4	444300	616075	400	80	Rixen
ZKR173-5	444400	616075	430	80	Rixen
ZKR177-2	444250	616025	400	80	Rixen
ZKR177-3	444350	616025	430	80	Rixen
ZKR181-3	444200	615975	410	80	Rixen
ZKR181-4	444300	615975	400	80	Rixen
ZKR185-2	444250	615925	320	80	Rixen
ZKR185-3	443875	616725	350	80	Rixen
ZKL8-3	444250	615100	270	80	Sejana
ZKL10-1	444200	615150	240	80	Sejana
ZKL12-2	444250	615200	270	80	Sejana

19b. Rule 705 (6)(b) of the Catalyst 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) of the Catalyst 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 2018, the Group capitalised a total of US\$1.03 million for exploration and evaluation expenditures incurred during the financial period.

The Group carried out the following exploration activities in 4Q 2018:-

(a) Geological Investigation

Sokor concession:

Drilling program for orebody expansion in southeastern part of Rixen deposit was halted during late part of 4Q 2018 due to monsoon season. Mineralized segments were discovered in the anticipated depths during core drilling.

A drillhole was each completed at New Found deposit and central segment of Sokor concession. The objectives of these drillholes were to correlate the quartz porphyry in New Found deposit with gold mineralization of its surrounding area, at the same time aim to discover gold mineralization potential in the deeper silicified zone in central segment of Sokor concession.

Pulai concession:

Iron ore, gold, and feldspar potential explorations were on-hold pending on-going analysis of geodata consultation.

Kelgold concessions:

Final drillhole for phase 1 exploration in the northern anomaly zone was completed in early October. Exploration activity at the northern part of Kelgold concession was put on hold until assay results of all drillhole are available and reviewed.

The access road to southwestern anomaly zone is under construction. Construction of access road progressed slower than anticipated during 4Q 2018 due to monsoon season.

(b) Drilling Program

In 4Q 2018, 13 drillholes were completed in both Sokor and Kelgold concessions with total footage of 3,462.45m. No drillhole was completed in Pulai concession.

Drillhole details are shown in Table 2 for Sokor concession and Table 3 for Kelgold concession:

Table 2: Completed drillholes in Ulu Sokor area for 4Q 2018.

Drillhole	Designed locations		Completed depths (m)	Dip(°)
	Easting	Northing		
ZKR149-12	443974.01	616368.68	176.28	75.00
ZKF105-4	443595.62	613325.60	179.38	70.00
ZKR153-8	444002.32	616315.86	210.32	80.00
ZKF105-5	443574.22	613280.70	177.43	70.00
ZKR149-13	444272.29	616355.19	361.85	80.00
ZKNF103-5	443661.21	613262.50	118.63	70.00
ZKR169-3	444012.95	616112.81	281.95	80.00
ZKR177-1	444150.90	616016.66	376.85	80.00
ZKL8-2	444194.51	615056.66	312.28	75.00
ZKR185-1	444144.51	615918.69	409.81	80.00
ZKR173-3	444202.77	616069.99	385.75	80.00
ZKR165-11	444304.73	616165.70	369.92	80.00

Table 3: Completed drillholes in Kelgold concession for 4Q 2018.

Drillhole	Designed locations		Completed depths (m)	Dip(°)
	Easting	Northing		
ZK109-1	413854.0	637400.0	102.00	70

(c) Half core sampling and analysis

In-house laboratory analyzed 1,446 of half core samples in 4Q 2018. Out of the 1,446 half core samples assayed, 1,191 samples were from Sokor concession, and 255 samples from Kelgold concession.

Apart from in-house laboratory analyzed samples, 188 samples from Sokor concession and 150 samples from Kelgold concession were sent to SGS laboratory as lab duplicated samples. And an additional 87 samples from Sokor concession and 74 samples from Kelgold concession were sent to ALS laboratory in Australia for umpire lab check purpose.

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 2019

*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.

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