



CNMC

**CNMC Goldmine Holdings Limited
and its subsidiaries
Registration Number: 201119104K**

Condensed interim financial statements
for the six months and full year ended 31 December 2021

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A. Condensed interim statement of financial position

	Note	Group		Company	
		31 December 2021 US\$ (Unaudited)	31 December 2020 US\$ (Audited)	31 December 2021 US\$ (Unaudited)	31 December 2020 US\$ (Audited)
Assets					
Exploration and evaluation assets	7	5,976,005	5,528,741	–	–
Mine properties	8	16,468,961	15,966,977	–	–
Property, plant and equipment	9	13,227,388	14,655,306	105,351	21,908
Interests in subsidiaries		–	–	8,334,223	8,334,223
Deferred tax assets		1,206,970	703,595	–	–
Mine rehabilitation fund		661,534	684,174	–	–
Non-current assets		37,540,858	37,538,793	8,439,574	8,356,131
Inventories		2,569,883	1,971,004	–	–
Current tax assets		–	115,649	–	–
Trade and other receivables		1,413,280	3,585,659	14,303,041	10,494,012
Cash and cash equivalents		16,433,078	11,256,819	143,905	47,789
Current assets		20,416,241	16,929,131	14,446,946	10,541,801
Total assets		57,957,099	54,467,924	22,886,520	18,897,932
Equity					
Share capital		18,032,233	18,032,233	18,032,233	18,032,233
Preference shares		2,800	2,800	–	–
Treasury shares		(357,172)	–	(357,172)	–
Reserves		3,223,650	3,082,194	(13,860)	(13,860)
Retained earnings/ (Accumulated losses)		19,839,468	18,324,436	(2,204,844)	(5,759,325)
Equity attributable to owners of the Company		40,740,979	39,441,663	15,456,357	12,259,048
Non-controlling interests		5,452,444	6,087,717	–	–
Total equity		46,193,423	45,529,380	15,456,357	12,259,048
Liabilities					
Loans and borrowings	10	72,323	722,400	4,451	6,670
Derivative financial instrument		–	28,001	–	–
Rehabilitation obligations		2,183,595	2,177,875	–	–
Non-current liabilities		2,255,918	2,928,276	4,451	6,670
Loans and borrowings	10	745,843	67,501	97,968	1,876
Trade and other payables		6,971,387	5,896,343	7,327,744	6,616,769
Deferred income		–	13,569	–	13,569
Dividends payable		1,064,902	3,718	–	–
Current tax liabilities		725,626	29,137	–	–
Current liabilities		9,507,758	6,010,268	7,425,712	6,632,214
Total liabilities		11,763,676	8,938,544	7,430,163	6,638,884
Total equity and liabilities		57,957,099	54,467,924	22,886,520	18,897,932

B. Condensed interim consolidated statement of profit or loss

	Note	Six months ended		Twelve months ended	
		31 December 2021	31 December 2020	31 December 2021	31 December 2020
		US\$	US\$	US\$	US\$
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Revenue		20,010,841	13,406,037	32,879,433	23,876,916
Other income		173,221	818,894	450,059	183,110
Changes in inventories		(827,255)	(654,757)	(491,186)	(189,796)
Amortisation and depreciation		(2,408,289)	(2,039,336)	(4,827,030)	(4,143,692)
Employee benefits expenses		(2,440,897)	(1,951,947)	(4,162,358)	(3,544,584)
Key management remuneration		(1,922,575)	(808,013)	(2,752,668)	(1,593,183)
Marketing and publicity expenses		(136,648)	(131,689)	(283,284)	(281,736)
Office and administration expenses		(172,072)	(117,764)	(323,935)	(319,088)
Professional fees		(196,424)	(180,537)	(476,264)	(457,889)
Rental and other lease expenses		(866,539)	(1,242,391)	(1,620,562)	(1,924,956)
Royalty and tribute fee expenses		(2,569,312)	(1,802,231)	(4,464,889)	(3,150,090)
Site and factory expenses		(5,650,880)	(5,212,610)	(10,104,832)	(9,352,825)
Travelling and transportation expenses		(195,688)	(201,393)	(314,751)	(315,939)
Other expenses		(37,743)	(3,843,048)	(462,204)	(3,911,439)
Total expenses		(17,424,322)	(18,185,716)	(30,283,963)	(29,185,217)
Finance income		129,457	112,490	240,990	317,457
Finance costs		(88,501)	(85,248)	(177,856)	(166,648)
Net finance income		40,956	27,242	63,134	150,809
Profit/(Loss) before tax	11	2,800,696	(3,933,543)	3,108,663	(4,974,382)
Tax (expenses)/credit	13	(839,927)	232,101	(1,051,807)	189,923
Profit/(Loss) for the period		1,960,769	(3,701,442)	2,056,856	(4,784,459)
Profit/(Loss) attributable to:					
Owners of the Company		1,680,235	(2,631,874)	1,715,258	(3,535,038)
Non-controlling interests		280,534	(1,069,568)	341,598	(1,249,421)
Profit/(Loss) for the period		1,960,769	(3,701,442)	2,056,856	(4,784,459)
Earnings per share					
Basic and diluted (US\$ cents)	12	0.41	(0.65)	0.42	(0.87)
Basic and diluted (S\$ cents)	12	0.55	(0.90)	0.56	(1.20)

C. Condensed interim consolidated statement of comprehensive income

	Six months ended		Twelve months ended	
	31 December	31 December	31 December	31 December
	2021	2020	2021	2020
	US\$	US\$	US\$	US\$
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Profit/(Loss) for the period	1,960,769	(3,701,442)	2,056,856	(4,784,459)
Other comprehensive income				
Items that are or may be reclassified subsequently to profit or loss:				
Exchange differences arising on consolidation of foreign subsidiaries	19,456	(127,068)	128,214	(101,590)
Other comprehensive income for the period, net of tax	19,456	(127,068)	128,214	(101,590)
Total comprehensive income/(loss) for the period	1,980,225	(3,828,510)	2,185,070	(4,886,049)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	1,654,582	(2,724,490)	1,774,102	(3,594,344)
Non-controlling interests	325,643	(1,104,020)	410,968	(1,291,705)
Total comprehensive income/(loss) for the period	1,980,225	(3,828,510)	2,185,070	(4,886,049)

D. Condensed interim statement of changes in equity

Group (Unaudited)	Note	Share capital US\$	Treasury shares US\$	Preference shares US\$	Capital reserve US\$	Translation reserve US\$	Retained earnings US\$	Total attributable to owners of the Company US\$	Non- controlling interests US\$	Total equity US\$
At 1 January 2021		18,032,233	–	2,800	3,111,892	(29,698)	18,324,436	39,441,663	6,087,717	45,529,380
Total comprehensive income for the year										
Profit for the year		–	–	–	–	–	1,715,258	1,715,258	341,598	2,056,856
Other comprehensive income										
Exchange differences arising on consolidation of foreign subsidiaries		–	–	–	–	58,844	–	58,844	69,370	128,214
Total other comprehensive income		–	–	–	–	58,844	–	58,844	69,370	128,214
Total comprehensive income for the year		–	–	–	–	58,844	1,715,258	1,774,102	410,968	2,185,070
Transactions with owners, recognised directly in equity										
Distributions to owners										
Dividends paid to non-controlling interests	14	–	–	–	–	–	–	–	(1,018,653)	(1,018,653)
Preference shares dividends declared by subsidiary for year ended 31 December 2021	14	–	–	–	–	–	(117,614)	(117,614)	(27,588)	(145,202)
Purchase of treasury shares		–	(357,172)	–	–	–	–	(357,172)	–	(357,172)
Bonus issue of a subsidiary		–	–	–	82,612	–	(82,612)	–	–	–
Total distributions to owners		–	(357,172)	–	82,612	–	(200,226)	(474,786)	(1,046,241)	(1,521,027)
Total transactions with owners		–	(357,172)	–	82,612	–	(200,226)	(474,786)	(1,046,241)	(1,521,027)
At 31 December 2021		18,032,233	(357,172)	2,800	3,194,504	29,146	19,839,468	40,740,979	5,452,444	46,193,423

D. Condensed interim statement of changes in equity (continued)

Group (Audited)	Note	Share capital US\$	Treasury shares US\$	Preference shares US\$	Capital reserve US\$	Translation reserve US\$	Retained earnings US\$	Total attributable to owners of the Company US\$	Non- controlling interests US\$	Total equity US\$
At 1 January 2020		18,032,233	–	2,800	3,111,892	29,608	23,595,320	44,771,853	7,380,123	52,151,976
Total comprehensive income for the year										
Loss for the year		–	–	–	–	–	(3,535,038)	(3,535,038)	(1,249,421)	(4,784,459)
Other comprehensive income										
Exchange differences arising on consolidation of foreign subsidiaries		–	–	–	–	(59,306)	–	(59,306)	(42,284)	(101,590)
Total other comprehensive income		–	–	–	–	(59,306)	–	(59,306)	(42,284)	(101,590)
Total comprehensive income for the year		–	–	–	–	(59,306)	(3,535,038)	(3,594,344)	(1,291,705)	(4,886,049)
Transactions with owners, recognised directly in equity										
Distributions to owners										
Final and special dividends declared for year ended 31 December 2019	14	–	–	–	–	–	(1,732,858)	(1,732,858)	–	(1,732,858)
Preference shares dividends declared by subsidiary for year ended 31 December 2020	14	–	–	–	–	–	(2,988)	(2,988)	(701)	(3,689)
Total distributions to owners		–	–	–	–	–	(1,735,846)	(1,735,846)	(701)	(1,736,547)
Total transactions with owners		–	–	–	–	–	(1,735,846)	(1,735,846)	(701)	(1,736,547)
At 31 December 2020		18,032,233	–	2,800	3,111,892	(29,698)	18,324,436	39,441,663	6,087,717	45,529,380

D. Condensed interim statement of changes in equity (continued)

Company (Unaudited)	Share capital US\$	Treasury shares US\$	Capital reserve US\$	Accumulated losses US\$	Total equity US\$
At 1 January 2021	18,032,233	–	(13,860)	(5,759,325)	12,259,048
Total comprehensive income for the year					
Profit for the year	–	–	–	3,554,481	3,554,481
Total comprehensive income for the year	–	–	–	3,554,481	3,554,481
Transactions with owners, recognised directly in equity					
Distributions to owners					
Purchase of treasury shares	–	(357,172)	–	–	(357,172)
Total distributions to owners	–	(357,172)	–	–	(357,172)
Total transactions with owners	–	(357,172)	–	–	(357,172)
At 31 December 2021	18,032,233	(357,172)	(13,860)	(2,204,844)	15,456,357
At 1 January 2020	18,032,233	–	(13,860)	(292,414)	17,725,959
Total comprehensive income for the year					
Loss for the year	–	–	–	(3,734,053)	(3,734,053)
Total comprehensive income for the year	–	–	–	(3,734,053)	(3,734,053)
Transactions with owners, recognised directly in equity					
Distributions to owners					
Final and special dividends declared for year ended 31 December 2019	–	–	–	(1,732,858)	(1,732,858)
Total distributions to owners	–	–	–	(1,732,858)	(1,732,858)
Total transactions with owners	–	–	–	(1,732,858)	(1,732,858)
At 31 December 2020	18,032,233	–	(13,860)	(5,759,325)	12,259,048

E. Condensed interim consolidated statement of cash flows

	Twelve months ended	
	31 December 2021	31 December 2020
	US\$	US\$
	(Unaudited)	(Audited)
Cash flows from operating activities		
Profit/(Loss) for the period	2,056,856	(4,784,459)
Adjustments for:		
Amortisation of mine properties	938,112	818,598
Depreciation of property, plant and equipment	3,888,918	3,325,094
Gain on disposal of property, plant and equipment	(63,803)	(1,204)
Interest expense	177,856	166,648
Interest income	(240,990)	(317,457)
Plant and equipment written off	-	6,523
Unrealised loss on foreign exchange	585,527	80,461
Tax expenses/(credit)	1,051,807	(189,923)
Impairment losses on exploration and evaluation assets	36,326	3,835,503
Change in fair value of derivative financial instrument of a subsidiary	(27,357)	-
	<u>8,403,252</u>	<u>2,939,784</u>
Changes in:		
- Inventories	(598,879)	(100,876)
- Trade and other receivables	1,958,257	(1,820,207)
- Rehabilitation obligations, and trade and other payables	(179,205)	(1,229,114)
	<u>9,583,425</u>	<u>(210,413)</u>
Cash generated from operations	9,583,425	(210,413)
Interest received	240,990	317,457
Interest paid	(100,255)	(92,094)
Tax paid	(991,466)	(1,262,166)
	<u>8,732,694</u>	<u>(1,247,216)</u>
Net cash generated from/(used in) operating activities	8,732,694	(1,247,216)
Cash flows from investing activities		
Payment for exploration and evaluation assets, and mine properties	(1,101,892)	(201,949)
Proceeds from sales of property, plant and equipment	63,803	1,204
Purchase of property, plant and equipment	(1,872,001)	(654,992)
	<u>(2,910,090)</u>	<u>(855,737)</u>
Net cash used in investing activities	(2,910,090)	(855,737)
Cash flows from financing activities		
Dividends paid to equity holders of the Company	-	(1,732,858)
Dividends paid to preference shares holder and non-controlling interests	-	(585,577)
Payment of lease liabilities	(165,949)	(182,010)
Share buyback	(357,172)	-
	<u>(523,121)</u>	<u>(2,500,445)</u>
Net cash used in financing activities	(523,121)	(2,500,445)

**E. Condensed interim consolidated statement of cash flows
(continued)**

Net increase/(decrease) in cash and cash equivalents	5,299,483	(4,603,398)
Cash and cash equivalents at 1 January	11,256,819	16,016,461
Effect of exchange rate fluctuations on cash held	(123,224)	(156,244)
Cash and cash equivalents at 31 December	<u>16,433,078</u>	<u>11,256,819</u>

During the year ended 31 December 2021 (“**FY2021**”), the Group acquired property, plant and equipment with an aggregate cost of US\$2,487,365 (FY2020: US\$722,951) of which US\$222,750 were acquired by means of lease arrangements, compared to US\$Nil for the corresponding year ended 31 December 2020 (“**FY2020**”). As at 31 December 2021, a total consideration of US\$392,614 (2020: US\$67,959) was yet to be paid to third parties.

The Group also acquired exploration and evaluation assets and mine properties with an aggregate cost of US\$2,011,799 (FY2020: US\$670,173). As at 31 December 2021, a total consideration of US\$909,907 (FY2020: US\$468,224) was yet to be paid to third parties.

F. Notes to the condensed interim financial statements

1 Corporate information

CNMC Goldmine Holdings Limited (the Company) is incorporated and domiciled in Singapore and whose shares are publicly traded on the Catalist of the Singapore Exchange.

These condensed interim consolidated financial statements as at and for the six months and full year ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the Group).

The principal activities of the Company are those of an investment holding and management company. The principal activities of the Group are exploration and mining of gold deposits, mineral exploration and drilling service provider, underground mining service provider, non-mining related service provider and investment holding.

2 Basis of preparation

The condensed interim financial statements for the six months and full year ended 31 December 2021 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last audited financial statements for the year ended 31 December 2020.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in United States Dollars, which is the Company's functional currency.

2.1 New and amended standards adopted by the Group

The Group has adopted the following SFRS(I)s, amendments to and interpretations of SFRS(I) for the first time for the annual period beginning on 1 January 2021:

- Interest Rate Benchmark Reform – Phase 2 (Amendments to SFRS(I) 4, SFRS(I) 7, SFRS(I) 9, SFRS(I) 16, SFRS(I) 1-39)
- Insurance Contracts (SFRS(I) 17)

The adoption of these new standards, amendments to standards and interpretations does not have a material effect on the condensed interim financial statements of the Group.

The Group will apply the following standards and/or amendments that are effective for the financial year beginning on or after 1 January 2022:

- Subsidiary as a First-time Adopter (Amendments to SFRS(I) 1)
- Reference to the Conceptual Framework (Amendments to SFRS(I) 3)
- Fees in the '10 per cent' Test for Derecognition of Financial Liabilities (Amendments to SFRS(I) 9)
- Lease Incentives (Amendments to illustrative examples accompanying SFRS(I) 16)
- Property, Plant and Equipment – Proceeds before Intended Use (Amendments to SFRS(I) 1-16)
- Onerous Contracts – Cost of Fulfilling a Contract (Amendments to SFRS(I) 1-37)
- Taxation in Fair Value Measurements (Amendments to SFRS(I) 1-41)

2.2 Use of estimates and judgements

The preparation of the condensed interim financial statements in conformity with SFRS(I) requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited financial statements as at and for the year ended 31 December 2020.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There were no significant changes to the major assumptions used in assessing the accounting estimates and the carrying amounts of the relevant assets and liabilities in these condensed interim financial statements. Details of such assumptions and estimations are disclosed in the last audited financial statements for the year ended 31 December 2020.

3 Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4 Segment and revenue information

The Group has one reportable business segment which is mining - exploration, development, mining and marketing of gold and other minerals. Other operations include investment holding and provision of corporate services. These operating segments are reported in a manner consistent with internal reporting provided to the Group's executive directors who are responsible for allocating resources and assessing performance of the operating segments.

4.1 Reportable segments

	Mining US\$	Other operations US\$	Inter-segment eliminations US\$	Total US\$
Group				
1 July 2021 to 31 December 2021				
Revenue from external customers	20,010,841	-	-	20,010,841
Interest income	70,293	128,260	(69,096)	129,457
Management fee	847,881	1,981,840	(2,829,721)	-
Interest expense	(155,370)	(2,227)	69,096	(88,501)
Amortisation and depreciation	(2,454,005)	(50,953)	96,669	(2,408,289)
Reportable segment profit before tax	2,836,700	3,835,445	(3,871,449)	2,800,696
1 July 2020 to 31 December 2020				
Revenue from external customers	13,406,037	-	-	13,406,037
Interest income	99,396	51,797	(38,703)	112,490
Management fee	468,023	972,774	(1,440,797)	-
Interest expense	(123,011)	(940)	38,703	(85,248)
Amortisation and depreciation	(1,956,502)	(82,834)	-	(2,039,336)
Reportable segment loss before tax	(2,631,473)	(4,102,000)	2,799,930	(3,933,543)
Group				
1 January 2021 to 31 December 2021				
Revenue from external customers	32,879,433	-	-	32,879,433
Interest income	152,451	220,769	(132,230)	240,990
Management fee	1,318,031	3,134,649	(4,452,680)	-
Interest expense	(304,803)	(5,283)	132,230	(177,856)
Amortisation and depreciation	(4,908,543)	(111,822)	193,335	(4,827,030)
Reportable segment profit before tax	3,290,916	3,691,848	(3,874,101)	3,108,663
Reportable segment assets	53,243,442	35,263,875	(31,757,188)	56,750,129
Capital expenditure*	4,486,309	195,264	(182,409)	4,499,164
Reportable segment liabilities	(23,120,245)	(14,353,175)	25,709,744	(11,763,676)

	Mining US\$	Other operations US\$	Inter-segment eliminations US\$	Total US\$
Group				
1 January 2020 to 31 December 2020				
Revenue from external customers	23,876,916	–	–	23,876,916
Interest income	283,974	104,280	(70,797)	317,457
Management fee	900,530	2,047,945	(2,948,475)	-
Interest expense	(234,764)	(2,681)	70,797	(166,648)
Amortisation and depreciation	(3,977,632)	(166,060)	-	(4,143,692)
Reportable segment loss before tax	(3,308,025)	(4,471,403)	2,805,046	(4,974,382)
Reportable segment assets	52,696,355	32,204,395	(31,136,421)	53,764,329
Capital expenditure*	1,454,810	1,176	(62,862)	1,393,124
Reportable segment liabilities	(19,470,040)	(14,477,144)	25,008,640	(8,938,544)

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

Reconciliation of reportable segment assets and liabilities

	Group	
	31 December 2021 US\$	31 December 2020 US\$
Assets		
Total assets for reportable segments	56,750,129	53,764,329
Unallocated assets	1,206,970	703,595
Consolidated total assets	57,957,099	54,467,924
Liabilities		
Total liabilities for reportable segments	(11,763,676)	(8,938,544)
Unallocated liabilities	–	–
Consolidated total liabilities	(11,763,676)	(8,938,544)

Geographical segments

The operations of the Group are principally located in Malaysia.

Major customer

There is one (31 December 2020: one) major customer which accounts for 100% (31 December 2020: 100%) of the Group's revenue.

4.2 A breakdown of sales

A breakdown of sales and net profit/(loss) are as follows:

	Group		Increase/ (Decrease)
	For year ended 31 December 2021 US\$	31 December 2020 US\$	
(a) Sales reported for first half year	12,868,592	10,470,879	22.9
(b) Operating profit/(loss) after tax before deducting non-controlling interests reported for first half year	96,087	(1,083,017)	n.m.
(c) Sales reported for second half year	20,010,841	13,406,037	49.3
(d) Operating profit/(loss) after tax before deducting non-controlling interests reported for second half year	1,960,769	(3,701,442)	n.m.

5 Financial assets and financial liabilities

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2021 and 31 December 2020 and their fair values measurement:

	Carrying amount			Fair value			
	Financial assets at amortised cost US\$	Other financial liabilities US\$	Total US\$	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
Group							
At 31 December 2021							
Financial assets not measured at fair value							
Trade and other receivables*	1,389,941	–	1,389,941				
Cash and cash equivalents	16,433,078	–	16,433,078				
	17,823,019	–	17,823,019				
Financial liabilities measured at fair value							
Derivative financial instrument	–	–	–	–	–	–	–
	–	–	–				

	Carrying amount			Fair value			
	Financial assets at amortised cost US\$	Other financial liabilities US\$	Total US\$	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
Financial liabilities not measured at fair value							
Convertible loan	–	(592,404)	(592,404)	–	–	–	–
Trade and other payables	–	(6,971,387)	(6,971,387)				
Dividends payable	–	(1,064,902)	(1,064,902)				
	–	(8,628,693)	(8,628,693)				
Group							
At 31 December 2020							
Financial assets not measured at fair value							
Trade and other receivables*	3,514,072	–	3,514,072				
Cash and cash equivalents	11,256,819	–	11,256,819				
	14,770,891	–	14,770,891				
Financial liabilities measured at fair value							
Derivative financial instrument	–	(28,001)	(28,001)	–	–	(28,001)	(28,001)
Financial liabilities not measured at fair value							
Convertible loan	–	(612,678)	(612,678)	–	(768,957)	–	(768,957)
Trade and other payables	–	(5,896,343)	(5,896,343)				
Dividends payable	–	(3,718)	(3,718)				
	–	(6,512,739)	(6,512,739)				

	Carrying amount			Fair value			
	Financial assets at amortised cost US\$	Other financial liabilities US\$	Total US\$	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
Company							
At 31 December 2021							
Financial assets not measured at fair value							
Trade and other receivables*	14,279,702	–	14,279,702				
Cash and cash equivalents	143,905	–	143,905				
	<u>14,423,607</u>	<u>–</u>	<u>14,423,607</u>				
Financial liability not measured at fair value							
Trade and other payables	–	(7,327,744)	(7,327,744)				
	<u>–</u>	<u>(7,327,744)</u>	<u>(7,327,744)</u>				
At 31 December 2020							
Financial assets not measured at fair value							
Trade and other receivables*	10,477,866	–	10,477,866				
Cash and cash equivalents	47,789	–	47,789				
	<u>10,525,655</u>	<u>–</u>	<u>10,525,655</u>				
Financial liability not measured at fair value							
Trade and other payables	–	(6,616,769)	(6,616,769)				
	<u>–</u>	<u>(6,616,769)</u>	<u>(6,616,769)</u>				

* Excluded prepaid expenses of US\$23,339 (2020: US\$71,587) and US\$23,339 (2020: US\$16,146) for the Group and the Company respectively.

6 Net Asset Value

	Group		Company	
	31 December 2021 US\$	31 December 2020 US\$	31 December 2021 US\$	31 December 2020 US\$
Net asset value (US\$) ⁽¹⁾	40,740,979	39,441,663	15,456,357	12,259,048
Number of shares at the end of the period (excluding treasury shares)	405,289,100	407,693,000	405,289,100	407,693,000
Net asset value per share:				
- US cents	10.05	9.67	3.81	3.01
- SG cents ⁽²⁾	13.59	12.81	5.15	3.99

Notes:-

(1) Net asset value represents total assets less total liabilities and non-controlling interests.

(2) Net asset value per share translated at a closing exchange rate of USD/SGD 1.3523 and 1.3243 as at 31 December 2021 and 31 December 2020 respectively.

7 Exploration and evaluation assets

At 31 December 2021, the Group acquired exploration and evaluation assets amounting to US\$571,703 (31 December 2020: US\$207,982).

8 Mine properties

At 31 December 2021, the Group acquired mine properties amounting to US\$1,440,096 (31 December 2020: US\$462,191).

9 Property, plant and equipment

At 31 December 2021, the Group acquired property, plant and equipment amounting to US\$2,487,365 (31 December 2020: US\$722,951) and disposed of assets amounting to US\$277,427 (31 December 2020: US\$16,679).

10 Loans and borrowings

	Group		Company	
	31 December 2021 US\$	31 December 2020 US\$	31 December 2021 US\$	31 December 2020 US\$
Non-current				
Lease liabilities - Secured	53,944	103,052	-	-
Lease liabilities - Unsecured	18,379	6,670	4,451	6,670
Convertible loan - Unsecured	-	612,678	-	-
	72,323	722,400	4,451	6,670
Current				
Lease liabilities - Secured	45,697	60,012	-	-
Lease liabilities - Unsecured	107,742	7,489	97,968	1,876
Convertible loan - Unsecured	592,404	-	-	-
	745,843	67,501	97,968	1,876
	818,166	789,901	102,419	8,546

Details of any collaterals

The Group's secured borrowings as at 31 December 2021 comprised hire purchase liabilities, which are secured over the Group's motor vehicles. The net carrying amounts of the motor vehicles as at 31 December 2021 amounted to US\$21,002 (31 December 2020: US\$111,643).

The Group's unsecured borrowings as at 31 December 2021 comprised a convertible loan issued by a subsidiary and lease liabilities recognised pursuant to SFRS(I) 16.

11 Profit/(Loss) before tax

11.1 Significant items

The following items have been included in arriving at profit/(loss) before tax for the period:

	Group			
	Six months ended		Twelve months ended	
	31 December	31 December	31 December	31 December
	2021	2020	2021	2020
	US\$	US\$	US\$	US\$
Finance costs	88,501	85,248	177,856	166,648
Amortisation and depreciation Property, plant and equipment written off	2,408,289	2,039,336	4,827,030	4,143,692
Impairment loss on exploration and evaluation assets	-	6,523	-	6,523
Gain on disposal of property, plant and equipment	36,326	3,835,503	36,326	3,835,503
Grant income	-	(1,204)	(63,803)	(1,204)
	(135,891)	(61,418)	(360,587)	(138,472)
Loss/(Gain) on foreign exchange:				
- Unrealised	43,138	(584,387)	585,527	80,461
- Realised	(51,466)	(133,067)	(161,066)	(12,070)

11.2 Related party transactions

Other than key management personnel compensation as presented in the condensed interim consolidated statement of profit or loss, the Group had no other significant related party transactions during the reporting period.

12 Earnings per share

Basic earnings per share

The calculation of basic earnings per share at 31 December 2021 was based on the profit attributable to ordinary shareholders of US\$1,715,258 (31 December 2020: loss attributable to ordinary shareholders of US\$3,535,038) and a weighted-average number of ordinary shares outstanding of 407,096,019 (31 December 2021: 407,693,000).

The Group's weighted-average number of ordinary shares is calculated as follows:

	Group			
	Six months ended		Twelve months ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	No. of shares	No. of shares	No. of shares	No. of shares
Issued number of ordinary shares	407,693,000	407,693,000	407,693,000	407,693,000
Effect of own shares held	(1,187,434)	–	(596,981)	–
Weighted-average number of ordinary shares during the period	<u>406,505,566</u>	<u>407,693,000</u>	<u>407,096,019</u>	<u>407,693,000</u>

Diluted earnings per share

Diluted earnings per share is the same as basic earnings per share due to the absence of any dilutive financial instruments for the year ended 31 December 2021 and 31 December 2020 respectively.

Basic earnings per ordinary share translated at an average exchange rate of USD/SGD 1.3414 and 1.3791 for year ended 31 December 2021 and 31 December 2020 respectively.

13 Tax expense/(credit)

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group			
	Six months ended		Twelve months ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	US\$	US\$	US\$	US\$
Current tax expense				
Current period	1,089,731	74,700	1,545,632	249,445
Adjustment for prior periods	(3,967)	14,259	9,550	14,259
	<u>1,085,764</u>	<u>88,959</u>	<u>1,555,182</u>	<u>263,704</u>
Deferred tax expense				
Reversal of temporary differences	(269,039)	(71,415)	(534,620)	(203,982)
Adjustment for prior periods	23,202	(249,645)	31,245	(249,645)
	<u>(245,837)</u>	<u>(321,060)</u>	<u>(503,375)</u>	<u>(453,627)</u>
Total tax expense/(credit)	<u>839,927</u>	<u>(232,101)</u>	<u>1,051,807</u>	<u>(189,923)</u>

14 Dividends

The following exempt (one-tier) dividends were declared, and paid and payable by the Group and Company:

For the year ended 31 December	Group and Company	
	2021	2020
	US\$	US\$
Paid by the Company to owners of the Company		
Dividends on ordinary shares:		
- Final dividends for the year ended 31 December 2020: S\$Nil (equivalent to US\$Nil) (2019: S\$0.00200 (equivalent to US\$0.00142)) per ordinary share	–	577,619
- Special dividends for the year ended 31 December 2020: S\$Nil (equivalent to US\$Nil) (2019: S\$0.00400 (equivalent to US\$0.00284)) per ordinary share	–	1,155,239
	–	1,732,858
	–	1,732,858

For the year ended 31 December	Group	
	2021	2020
	US\$	US\$
Payable by subsidiaries to non-controlling interests		
Dividends on ordinary shares:		
- Interim dividends for the year ended 31 December 2021: RM 43.00 (equivalent to US\$10.1523) (2020: RM Nil (equivalent to US\$ Nil)) per ordinary share	1,018,653	–
Dividends on preference shares:		
- Preference dividends for the year ended 31 December 2021: RM41.00 (equivalent to US\$9.6801) (2020: RM1.00 (equivalent to US\$0.2459)) per preference share	27,588	701
	1,046,241	701
	1,046,241	701

After the respective reporting dates, the following exempt (one-tier) dividends were proposed by the directors. These exempt (one-tier) dividends have not been provided for.

	Group and Company	
	2021	2020
	US\$	US\$
Payable by the Company to owners of the Company		
- Final dividends for the year ended 31 December 2021: S\$0.00200 (equivalent to US\$0.001479) (2020: S\$ Nil (equivalent to US\$ Nil)) per ordinary share	599,407	–
- Special dividends for the year ended 31 December 2021: S\$0.00600 (equivalent to US\$0.004437) (2020: S\$ Nil (equivalent to US\$ Nil)) per ordinary share	1,798,221	–
	2,397,628	–
	2,397,628	–

15 Contingent liability

There is no significant update on the contingent liability as disclosed in the Group's last audited financial statements for the year ended 31 December 2020.

16 Treasury shares

	Group and Company			
	2021		2020	
	No. of shares	US\$	No. of shares	US\$
At 1 January	–	–	–	–
Purchase of treasury shares	(2,403,900)	(357,172)	–	–
At 31 December	<u>(2,403,900)</u>	<u>(357,172)</u>	–	–

Treasury shares related to ordinary shares of the Company that is held by the Company.

No treasury shares were reissued pursuant to any performance share plans during the year.

17 Subsequent events

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

G. Other Information Required by Catalist Rule Appendix 7C

1 Review

The condensed consolidated statement of financial position of CNMC Goldmine Holdings Limited (the “Company”), and together with its subsidiaries, (the “Group”) as at 31 December 2021 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period and full year then ended and certain explanatory notes have not been audited or reviewed by the Company’s auditors.

2 Review of performance of the Group

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

Please refer to note 4 of the condensed interim financial statements for information on the reportable segment.

Please refer to the below for analysis of revenue in FY2021, as contributed by the gold mining segment.

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

In FY2021, profit before tax from other operations segment was US\$3.69 million as compared to a loss of US\$4.47 million in FY2020. This was mainly due to dividend income received from subsidiaries in FY2021 and the allowance of impairment made on certain exploration and evaluation assets in FY2020.

Statement of profit or loss

Revenue

The table below is a summary of the financial performance of the Group for the six months period ended 31 December 2021 (“2H2021”) and the full year ended 31 December 2021 (“FY2021”) and the comparative financial performance for the six months period ended 31 December 2020 (“2H2020”) and the full year ended 31 December 2020 (“FY2020”):

	2H2021	2H2020	Increase / (Decrease) %	FY2021	FY2020	Increase / (Decrease) %
Production volume of fine gold (ounces)	11,181.33	6,824.43	63.8	18,256.06	13,046.30	39.9
Sales volume of gold (ounces)	11,181.33	6,824.43	63.8	18,256.06	13,046.30	39.9
Revenue – Total (US\$’000)	20,010.84	13,406.04	49.3	32,879.43	23,876.92	37.7
Average realised gold price (US\$/ounce)	1,789.67	1,964.42	(8.9)	1,801.01	1,830.17	(1.6)

The Group's revenue increased by 49.3% and 37.7% in 2H2021 and FY2021 respectively, compared to 2H2020 and FY2020. This was due to an increase in the production and sales volume of fine gold, moderated by slight falls in average realised gold price in 2H2021 and FY2021.

The Group performed better despite facing even more challenges in FY2021 than in FY2020. The Group ceased all activities for 63 days during FY2021 compared to 47 days in FY2020, as a result of intermittent and recurrent movement restrictions implemented by the Malaysian Federal Government in attempts to contain the spread of Covid-19.

Other income and expenses

In 2H2021, the Group recorded net other operating income¹ as compared to a net other operating expenses in 2H2020, mainly due to an impairment allowance made on certain exploration and evaluation assets of the Group in 2H2020, partially offset by decrease in foreign exchange gain as the MYR appreciated against the USD (the Group's cash and bank balances are predominantly denominated in MYR) over the financial period.

In FY2021, the Group recorded a decrease in net other operating expenses compared to FY2020, mainly due to an impairment allowance made on certain exploration and evaluation assets of the Group in FY2020 and higher income from government grants for wage subsidies. This was partially offset by an increase in foreign exchange loss as the MYR depreciated against the USD (the Group's cash and bank balances are predominantly denominated in MYR).

Operating expenses

The overall increase in operating expenses 2H2021 and FY2021, was mainly due to the impact of the various Movement Control Orders ("MCOs") and the following factors:

- increase in key management remuneration and employee benefits expenses, mainly due to the performance bonus accrued for the year. No bonus was paid in FY2020;
- increase in royalty and tribute expenses resulting from higher sales of gold dore bars;
- increase in site and factory expenses derived mainly from the higher average price of diesel, repair and maintenance expenses, mitigated by a decline in blasting activities undertaken in FY2021; and
- increase in amortisation and depreciation mainly due to additional depreciation charge from the newly capitalised underground facility which commenced its activity in December 2020; and
- increase in changes in inventories resulting from the overall increase in the operating costs during the period.

The increases above were partly offset by lower rental and other lease expenses mainly due to the longer MCO period in FY2021 as well as the monsoon season in December 2021.

¹ the net of other operating income over other operating expenses, or vice versa, as the case may be.

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 per ounce in 2H2021 and FY2021 and their comparatives:

	2H2021	2H2020	US\$ / gold ounce sold		FY2020	↑/ (↓) %
			↑/ (↓) %	FY2021		
Sales volume of fine gold (ounces)	11,181.33	6,824.43	63.8	18,256.06	13,046.30	39.9
Mining related costs	869	1,300	(33.2)	896	1,125	(20.4)
Royalty and tribute expenses	230	264	(12.9)	245	241	1.7
Adjusted operating costs⁽¹⁾	1,099	1,564	(29.7)	1,141	1,366	(16.5)
General and administrative costs	250	210	19.0	240	222	8.1
Capital expenditure	39	15	160.0	60	38	57.9
All-in sustaining costs⁽²⁾	1,388	1,789	(22.4)	1,441	1,626	(11.4)
Capital exploration (non-sustaining)	5	11	(54.5)	9	12	(25.0)
Capital expenditure (non-sustaining)	26	-	n.m.	33	12	175.0
All-in costs⁽³⁾	1,419	1,800	(21.2)	1,483	1,650	(10.1)

- (1) Adjusted operating costs include production costs such as mining production and maintenance costs, royalties, and operating costs such as storage, net of by-product credits. These costs may vary depending on 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 new operations and costs related to construction of the new production facility for the existing operations where these projects are expected to materially increase production in future.

The all-in costs per ounce in 2H2021 and FY2021 were 21.2% and 10.1% lower respectively, mainly due to economies of scale arising from the higher production and sale volume of fine gold. The overall decrease was partly offset by higher capital expenditure resulting from the on-going construction of an underground mining facility.

Tax expenses

The Group's effective tax rate for 2H2021 and FY2021 was 30% and 34% respectively, which was higher than the applicable tax rate of 24% for the Group. The higher effective tax rate was due mainly to the non-deductibility of certain items for tax purposes; the non-recognition of deferred tax asset (or income tax credit) in relation to losses incurred by some subsidiaries due to uncertainty of their future profitability; and the payment of withholding taxes on management fees received by the Company from CMNM Mining Group Sdn. Bhd.

Profit/(Loss) after tax

Excluding the unrealised foreign exchange differences as described above, the Group would have recorded a profit of US\$2.00 million and US\$2.64 million in 2H2021 and FY2021 respectively, compared with a loss of US\$4.29 million and US\$4.70 million in 2H2020 and FY2020 respectively.

	2H2021	2H2020	FY2021	FY2020
	US\$	US\$	US\$	US\$
Profit/(Loss) after tax	1,960,769	(3,701,442)	2,056,856	(4,784,459)
<i>Excluding:</i>				
Unrealised foreign exchange loss/(gain) ("A")	43,138	(584,387)	585,527	80,461
<i>Profit/(Loss) after tax excluding A</i>	2,003,907	(4,285,829)	2,642,383	(4,703,998)

Statement of financial position

Assets

The increase in non-current assets was mainly due to the increased mine properties and exploration and evaluation assets resulting from the additional drilling cost and higher deferred tax assets. The overall increase in non-current assets was partially offset by the amortisation and depreciation, which reduced the net carrying value of property, plant and equipment and mine properties.

The increase in total current assets was mainly due to higher cash and cash equivalents (for reasons presented in the statement of cash flows analysis below) and higher inventories of work-in-progress; partially offset by lower trade and other receivables, mainly due to majority of the sales proceeds from gold pour for December 2021 being received as at year end.

Liabilities

The increase in total liabilities was mainly due to increase in trade and other payables resulting from performance bonus accruals made for the year, increase in dividends payable arising from interim dividend payable by a subsidiary, as well as the higher tax liabilities.

As at 31 December 2021, the Group had positive working capital of US\$10.91 million compared to US\$10.92 million as at 31 December 2020.

Statement of cash flows

The net operating cash inflows in FY2021 amounting to US\$8.73 million were mainly due to operating profit before working capital changes of US\$8.40 million, adjusted for the decrease in trade and other receivables of US\$1.96 million and net finance income received of US\$0.14 million, which was partially offset by tax paid of US\$0.99 million, increases in inventories of US\$0.60 million and decreases in rehabilitation obligations and trade and other payables of US\$0.18 million.

Net cash used in investing activities amounted to US\$2.91 million in FY2021, comprising payments to acquire property, plant and equipment for the on-going construction of an underground mining facility and a new flotation plant, as well payments for exploration and evaluation assets and mine properties.

Net cash used in financing activities amounted to US\$0.52 million in FY2021, comprising payments made for share buybacks and lease liabilities during the financial year.

As at 31 December 2021, the Group had cash and cash equivalents of US\$16.43 million, up US\$5.17 million from US\$11.26 million as at 31 December 2020.

- 3(a) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 the 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 31 December 2021	405,289,100	22,890,024	18,032,233
As at 31 December 2020	407,693,000	22,890,024	18,032,233

As at 31 December 2021, the Company held 2,403,900 ordinary shares as treasury shares (31 December 2020: Nil). The total number of issued shares of the Company (excluding treasury shares) as at 31 December 2021 and 31 December 2020 was 405,289,100 and 407,693,000 respectively.

The percentage of the aggregate number of treasury shares held against the total number of shares issued (excluding treasury shares) as at 31 December 2021 was 0.6% (31 December 2020: Nil).

Save as stated above, the Company did not have any outstanding options, convertible securities, treasury shares or subsidiary holdings as at 31 December 2021 and 31 December 2020.

- 3(b) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of immediately preceding year.**

	Company As at 31 December 2021 (Unaudited)	Company As at 31 December 2020 (Audited)
Total number of issued shares	407,693,000	407,693,000
Treasury shares	(2,403,900)	-
Total number of issued shares, excluding treasury shares	<u>405,289,100</u>	<u>407,693,000</u>

3(c) 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. There were no sales, transfers, cancellations and/or use of treasury shares during and as at the end of the financial period reported on.

3(d) 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. There were no subsidiary holdings during and as the end of the current financial period reported on.

4 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 auditors.

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

Not applicable. The figures have not been audited or reviewed by the auditors.

6 Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion (this is not required for any audit issue that is a material uncertainty relating to going concern):—

(a) Updates on the efforts taken to resolve each outstanding audit issue.

Not applicable.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable.

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

Please refer to Note 2: Basis of preparation of the notes to the condensed interim financial statements herein.

8 If there were 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.

Please refer to Note 2: Basis of preparation of the notes to the condensed interim financial statements herein.

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

Not applicable. No forecast or prospect statement was previously disclosed.

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 State of Kelantan progressed to the final phase of Malaysia's four-phase National Recovery Plan at the start of 2022. This move to the least restrictive of the four phases came after the State started administering Covid-19 booster shots in October last year and has allowed the Group to function at full workforce capacity on-site, up from 80% capacity since July last year. While the spread of the highly transmissible Omicron variant remains a key risk, rising vaccination and booster take-up rates across Malaysia, coupled with mandatory measures such as safe distancing, mask-wearing and regular self-tests, suggest that the country is now better prepared to deal with the pandemic.

As part of efforts to boost gold production, the Group has commenced construction of two additional underground mining facilities at its flagship Sokor gold project in Kelantan. When completed, the facilities will enable the extraction of more higher-grade gold ore to support the existing carbon-in-leach plant, which can be expanded to process up to 1,000 tonnes of ore a day from 500 tonnes a day currently.

The upcoming flotation plant at Sokor is the lynchpin of the Group's planned diversification into the production and sale of silver, lead and zinc. The plant, which will be able to handle about 550 tonnes of ore daily, is expected to begin trial production in the second quarter of 2022, barring any unforeseen circumstances. The full-fledged commercial production and sale of silver, lead and zinc is expected to expand the Group's portfolio of mining assets and provide additional streams of income to drive its overall growth.

11 Dividend information

If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

Yes. The proposed dividends for the financial year ended 31 December 2021 are subject to shareholders' approval at the forthcoming annual general meeting of the Company to be held in April 2022.

(b) (i) Amount per share (cents)

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

Name of Dividend	Special tax exempt dividend
Dividend Type	Cash
Dividend Amount per Share	S\$0.0060 per ordinary share
Tax Rate	Tax-exempt one-tier

(ii) Previous corresponding period (cents)

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated)

Tax exempt (one-tier)

(d) The date the dividend is payable.

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

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

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

(f) If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

Not applicable.

- 12. If the Group has obtained a general mandate from shareholders for interested persons 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 FY2021, the Group did not enter into any IPT of S\$100,000 and more.

Additional Disclosure Required for Mineral, Oil and Gas companies

13a Rule 705 (6)(a) of the Catalist Listing Manual

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

In 4Q2021, funds/cash was mainly used for the following production activities, as compared to the projections:-

Purpose	Amount (US\$ million) Actual	Amount (US\$ million) Projected
Exploration and evaluation activities	0.58	0.55
Payments for plant and machinery	0.59	0.44
Payments for diesel and other production materials	3.34	3.16
Royalty and tribute fees to government	2.14	2.35
Rental of equipment	0.44	0.44
Upkeep of equipment and motor vehicles	0.36	0.30
General working capital	1.74	1.72
Total	9.19	8.96

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 2022 to 31 March 2022 (“1Q2022”)), the Group’s use of funds/cash for production activities is expected to be as follows:-

Purpose	Amount (US\$ million)
Exploration and evaluation activities	0.31
Payments for plant and machinery	1.49
Payments for diesel and other production materials	3.33
Royalty and tribute fees to government	1.58
Rental of equipment	0.41
Upkeep of equipment and motor vehicles	0.38
General working capital	3.21
Total	10.71

The Group's exploration plans for 1Q2022 are as follows:-

(a) Geological Investigation

With the Covid-19 pandemic still posing a threat to countries worldwide, including to Malaysia, the Group's exploration focus will remain on its producing asset, the Ulu Sokor concession during 1Q2022. No exploration activities will be carried out in the Kelgold and Pulai concessions as exploration personnel will not be deployed outside of the Ulu Sokor concession, as part of the Group's effort to minimise the risk of Covid-19 transmission at the Ulu Sokor concession.

Ulu Sokor concession:

Exploration activities will be focused in the following areas:

- i) Manson's Lode deposit
The department will continue its exploration activities to verify the continuity of the orebody extension and to support the classification of resource to indicated status;
- ii) Amang Prospect
Exploration activities to focus to control the southern mineralization;
- iii) Rixen Centre
Exploration drilling will be conducted to verify the base metal mineralization at shallow limestone layer, and to explore gold mineralization at the deeper silicified zone;
- iv) Sejana Area
Exploration drilling will be carried out eastwards from the centre of geochemistry anomalies to explore base metal mineralization; and
- v) Tiger Prospect
Exploration drillholes will be carried out to verify lead-zinc anomalies.

CNMC Pulai and Kelgold concession:

No exploration activities planned because exploration personnel will not be deployed outside of the Ulu Sokor concession, as part of the Group's effort to minimise the risk of Covid-19 transmission at the Ulu Sokor concession.

(b) Diamond drilling program

Diamond core drilling will be fulfilled by an exploration drilling sub-contractor using two diamond rigs capable of drilling NQ drill core size to 1,000 meters in depth.

15 drillholes with total footage of 3,150m are planned for 1Q2022. The Group's geology department will revise the drilling plan based on the assay results of each drillhole.

13b 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 13a above to be false or misleading in any material aspect.

14 Rule 705 (7) of the Catalist Listing Manual

Details of exploration (including geophysical surveys), 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 4Q2021, there were no major variance between budgeted and actual usage of funds/cash.

In 4Q2021, the Group incurred and capitalised a total of US\$0.35 million for exploration and evaluation expenditures activities.

The Group carried out the following exploration activities in 4Q2021:-

(a) Geological Investigation

Ulu Sokor concession:

- i) Manson's Lode deposit
Seven (7) drillholes intersected with orebody; and
- ii) Tiger Prospect
Four (4) drillholes intersected with orebody.

CNMC Pulai and Kelgold concession:

No exploration activities were carried out in Pulai and Kelgold concession because exploration personnel were not deployed outside of the Ulu Sokor concession, as part of the Group's effort to minimise the risk of Covid-19 transmission at the Ulu Sokor concession.

(b) Drilling Program

Details of the nine (9) drillholes completed in 4Q2021 with total footage of 1,473.36 meters at Ulu Sokor concession are tabulated below:

Drillholes	Designed locations		Completed depths (m)	Dip(°)
	Easting	Northing		
ZKM120-8	445179.20	613528.02	123.53	90.00
ZKT1-1	445250.27	612847.35	249.51	90.00
ZKT3-1	445226.63	612909.32	260.05	90.00
ZKT5-1	445197.80	612853.11	245.73	90.00
ZKT3-2	445223.49	612817.02	163.10	90.00
ZKM117-1	445009.06	613595.24	102.53	80.00
ZKM117-2	445034.86	613563.39	114.43	80.00
ZKM122-7	445198.34	613593.92	100.55	90.00
ZKM124-7	445231.53	613632.27	113.93	90.00

(c) Half core sampling and analysis

A total of 1,655 half core samples from the Ulu Sokor concession were sent to in-house production laboratory for analysis.

15. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10).

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

16 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Listing Manual

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

17 Disclosures on incorporation, acquisition and realisation of shares pursuant to Catalyst Rule 706A.

During FY2021, the Group did not incorporate any companies. There were no acquisitions of (i) shares resulting in a company becoming a subsidiary or associated company of the Company; and (ii) shares resulting in the Company increasing its shareholding percentage in a subsidiary or an associated company.

There were also no disposals of (i) shares resulting in a company ceasing to be a subsidiary or an associated company of the Company; and (ii) shares resulting in the Company reducing its shareholding percentage in a subsidiary or an associated company.

By Order of the Board

Choo Chee Kong
Executive Vice Chairman

Lim Kuoh Yang
Chief Executive Officer

24 February 2022

This announcement has been reviewed by the Company's Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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 Lim Hui Ling, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg