

# **WILTON**

**WILTON RESOURCES CORPORATION LIMITED**

(Company Registration Number: 200300950D)

## Unaudited Financial Statements and Dividend Announcement for the Financial Year and Fourth Quarter Ended 30 June 2018

This announcement has been prepared by Wilton Resources Corporation Limited (the “**Company**”) and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the “**Sponsor**”), for compliance with the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement.

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The contact person for the Sponsor is Ms. Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.

# UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR AND FOURTH QUARTER ENDED 30 JUNE 2018

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

- 1(a) 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.

### Consolidated statement of comprehensive income

	Group		Increase/ (decrease) %	Group		Increase/ (decrease) %
	4QFY18 <sup>1</sup> Rp million (Unaudited)	4QFY17 <sup>2</sup> Rp million (Unaudited)		FY18 <sup>3</sup> Rp million (Unaudited)	FY17 <sup>4</sup> Rp million (Audited)	
Revenue	4,326	-	N.M.	4,326	-	N.M.
Cost of sales	(2,915)	-	N.M.	(2,915)	-	N.M.
<b>Gross profit</b>	<b>1,411</b>	<b>-</b>	<b>N.M.</b>	<b>1,411</b>	<b>-</b>	<b>N.M.</b>
<b>Other items of income</b>						
Other income	43	19	126.3%	53	31	71.0%
Interest income from loans and receivables	405	20	N.M.	1,001	65	N.M.
<b>Other items of expenses</b>						
Other (expenses)/income	(4,433)	65	N.M.	(4,935)	(1,630)	202.8%
Other operating expenses	(10,072)	(4,254)	136.8%	(14,205)	(8,194)	73.4%
Finance costs	(4,860)	-	N.M.	(15,153)	-	N.M.
General and administrative expenses	(7,150)	(10,720)	-33.3%	(46,998)	(36,233)	29.7%
<b>Loss before tax</b>	<b>(24,656)</b>	<b>(14,870)</b>	<b>65.8%</b>	<b>(78,826)</b>	<b>(45,961)</b>	<b>71.5%</b>
Income tax expense	-	-	N.M.	-	-	N.M.
<b>Loss net of tax for the period/year and attributable to owners of the Company</b>	<b>(24,656)</b>	<b>(14,870)</b>	<b>65.8%</b>	<b>(78,826)</b>	<b>(45,961)</b>	<b>71.5%</b>
<b>Other comprehensive income</b>						
<b>Item that may not be reclassified subsequently to profit or loss:</b>						
Re-measurement (loss)/gain on defined benefit plans	(106)	51	N.M.	(106)	51	N.M.
<b>Other comprehensive income for the period/year, net of tax</b>	<b>(106)</b>	<b>51</b>	<b>N.M.</b>	<b>(106)</b>	<b>51</b>	<b>N.M.</b>
<b>Total comprehensive income for the period/year and attributable to owners of the Company</b>	<b>(24,762)</b>	<b>(14,819)</b>	<b>67.1%</b>	<b>(78,932)</b>	<b>(45,910)</b>	<b>71.9%</b>
<b>Operating loss before tax is stated after (charging)/crediting the following:</b>						
Depreciation of property, plant and equipment	(546)	(434)	25.8%	(2,066)	(1,614)	28.0%
Amortisation of intangible assets	(45)	(44)	2.3%	(180)	(179)	0.6%
Amortisation of prepaid lease	(890)	(890)	0.0%	(3,560)	(2,972)	19.8%
Finance costs	(4,860)	-	N.M.	(15,153)	-	N.M.
Write off of inventory	(30)	-	N.M.	(30)	-	N.M.
Foreign exchange (loss)/gain	(4,243)	68	N.M.	(4,484)	(1,601)	180.1%
Loss on disposal of property, plant and equipment	-	-	-	-	(1)	-100.0%

N.M. = Not meaningful

Notes:

(1) "4QFY18": Fourth quarter financial period from 1 April 2018 to 30 June 2018.

(2) "4QFY17": Fourth quarter financial period from 1 April 2017 to 30 June 2017.

(3) "FY18": Financial year ended 30 June 2018.

(4) "FY17": Financial year ended 30 June 2017.

**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.**

**Consolidated statement of financial position**

	Group		Company	
	As at 30/6/2018 Rp million (Unaudited)	As at 30/6/2017 Rp million (Audited)	As at 30/6/2018 Rp million (Unaudited)	As at 30/6/2017 Rp million (Audited)
<b>Non-current assets</b>				
Exploration and evaluation assets	232,416	214,455	-	-
Mine properties	8,423	388	-	-
Property, plant and equipment	8,715	8,223	269	688
Intangible assets	838	1,011	-	-
Investment in subsidiaries	-	-	584,811	584,811
Inventories	-	30	-	-
Prepaid lease	39,826	43,386	-	-
Long term fixed deposits	420	250	-	-
	<b>290,638</b>	<b>267,743</b>	<b>585,080</b>	<b>585,499</b>
<b>Current assets</b>				
Other debtors and deposits	491	197	217	192
Prepaid lease	3,687	3,687	-	-
Prepayments	48,021	1,541	850	448
Amounts due from subsidiaries	-	-	574,784	374,535
Inventories	2,851	-	-	-
Investment securities	10	-	-	-
Cash and cash equivalents	127,583	96,691	40,180	85,055
	<b>182,643</b>	<b>102,116</b>	<b>616,031</b>	<b>460,230</b>
<b>Total assets</b>	<b>473,281</b>	<b>369,859</b>	<b>1,201,111</b>	<b>1,045,729</b>
<b>Current liabilities</b>				
Trade payables	5,430	2,084	-	-
Other payables and accruals	8,269	4,805	3,641	2,475
Amount due to a related party	485	1,937	-	-
Amounts due to subsidiaries	-	-	667	608
Loans and borrowings	23,214	-	-	-
	<b>37,398</b>	<b>8,826</b>	<b>4,308</b>	<b>3,083</b>
<b>Net current assets</b>	<b>145,245</b>	<b>93,290</b>	<b>611,723</b>	<b>457,147</b>
<b>Non-current liabilities</b>				
Loans and borrowings	153,009	-	153,009	-
Employee benefits liability	2,761	2,006	-	-
Provision for rehabilitation	88	70	-	-
	<b>155,858</b>	<b>2,076</b>	<b>153,009</b>	<b>-</b>
<b>Total liabilities</b>	<b>193,256</b>	<b>10,902</b>	<b>157,317</b>	<b>3,083</b>
<b>Net assets</b>	<b>280,025</b>	<b>358,957</b>	<b>1,043,794</b>	<b>1,042,646</b>
<b>Equity</b>				
Share capital	1,153,516	1,153,516	3,109,639	3,109,639
Accumulated losses	(885,069)	(806,137)	(2,065,845)	(2,066,993)
Merger reserve	13	13	-	-
Capital reserve	11,565	11,565	-	-
<b>Total equity</b>	<b>280,025</b>	<b>358,957</b>	<b>1,043,794</b>	<b>1,042,646</b>
<b>Total equity and liabilities</b>	<b>473,281</b>	<b>369,859</b>	<b>1,201,111</b>	<b>1,045,729</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities.**

**Amount repayable in one year or less, or on demand**

(In Rp million)

As at 30 June 2018		As at 30 June 2017	
Secured	Unsecured	Secured	Unsecured
23,214	Nil	Nil	Nil

**Amount repayable after one year**

As at 30 June 2018		As at 30 June 2017	
Secured	Unsecured	Secured	Unsecured
Nil	153,009	Nil	Nil

**Details of any collateral**

The secured loan is a short term overdraft facility that is secured over a short term bank deposit of Rp 25.0b.

**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.**

**Consolidated statement of cash flows**

	<b>FY18</b>	<b>FY17</b>
	<b>Rp Million</b>	<b>Rp Million</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>Cash flows from operating activities</b>		
Loss before tax	(78,826)	(45,961)
Adjustments for:		
Loss on disposal of property, plant and equipment	-	1
Unrealised foreign exchange differences	5,363	(1,945)
Interest income	(1,001)	(65)
Depreciation of property, plant and equipment	2,066	1,614
Amortisation of intangible assets	180	179
Amortisation of prepaid leases	3,560	2,972
Increase in employee benefits liability	649	529
	<u>(68,009)</u>	<u>(42,676)</u>
Movements in working capital		
(Increase)/decrease in prepayments	(46,480)	6,919
(Increase)/decrease in other debtors and deposits	(283)	2,148
Increase in inventories	(2,821)	-
Increase/(decrease) in trade payables	3,346	(4,530)
(Decrease)/increase in amount due to a related party	(1,452)	1,365
Increase/(decrease) in other payables and accruals	3,367	(311)
Cash used in operations	<u>(112,332)</u>	<u>(37,085)</u>
Interest received	1,001	65
Net cash used in operating activities	<u>(111,331)</u>	<u>(37,020)</u>
<b>Cash flows from investing activities</b>		
Investment in exploration and evaluation assets ( <i>Note A</i> )	(25,978)	(17,955)
Investment in intangible assets	(7)	-
Investment in long term fixed deposits	(170)	(250)
Investment in investment securities	(10)	-
Prepayment of land leases	-	(17,033)
Purchases of property, plant and equipment	(2,558)	(3,476)
Net cash used in investing activities	<u>(28,723)</u>	<u>(38,714)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of ordinary shares	-	108,596
Proceeds from project financing	145,226	-
Proceeds from short term bank loan	23,214	-
Net cash generated from financing activities	<u>168,440</u>	<u>108,596</u>
Net increase in cash and cash equivalents	28,386	32,862
Effects of exchange rate changes on cash and cash equivalents	2,506	1,998
Cash and cash equivalents at beginning of the year	96,691	61,831
Cash and cash equivalents at the end of the year	<u>127,583</u>	<u>96,691</u>
<b>Note A</b>		
Aggregate cost of exploration and evaluation assets acquired	(25,996)	(18,025)
Less: rehabilitation costs capitalised	18	70
Cash payments to acquire exploration and evaluation assets	<u>(25,978)</u>	<u>(17,955)</u>

**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	Attributable to owners of the Company				
	Share capital	Accumulated losses	Merger reserves	Capital Reserves	Total equity
	Rp million	Rp million	Rp million	Rp million	Rp million
At 1 July 2017	1,153,516	(806,137)	13	11,565	358,957
Loss for the year	-	(78,826)	-	-	(78,826)
<u>Other comprehensive income</u>					
Re-measurement loss on defined benefit plans, representing total other comprehensive income for the year, net of tax	-	(106)	-	-	(106)
Total comprehensive income for the year, net of tax	-	(78,932)	-	-	(78,932)
At 30 June 2018	1,153,516	(885,069)	13	11,565	280,025
At 1 July 2016	1,044,920	(760,227)	13	11,565	296,271
Loss for the year	-	(45,961)	-	-	(45,961)
<u>Other comprehensive income</u>					
Re-measurement gain on defined benefit plans, representing total other comprehensive income for the year, net of tax	-	51	-	-	51
Total comprehensive income for the year, net of tax	-	(45,910)	-	-	(45,910)
Issuance of ordinary shares, representing total transactions with owners in their capacity of owners	108,596	-	-	-	108,596
At 30 June 2017	1,153,516	(806,137)	13	11,565	358,957

Company	Attributable to owners of the Company		
	Share capital	Accumulated losses	Total equity
	Rp million	Rp million	Rp million
At 1 July 2017	3,109,639	(2,066,993)	1,042,646
Profit for the year, representing total comprehensive income for the year, net of tax	-	1,148	1,148
At 30 June 2018	3,109,639	(2,065,845)	1,043,794
At 1 July 2016	3,001,043	(390,993)	2,610,050
Loss for the year, representing total comprehensive income for the year, net of tax	-	(1,676,000)	(1,676,000)
Issuance of ordinary shares, representing total transactions with owners in their capacity of owners	108,596	-	108,596
At 30 June 2017	3,109,639	(2,066,993)	1,042,646

- 1(d)(ii) Details of any changes in the company's share capital arising from rights 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 the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial reported on and as 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 issued 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.**

	<b>Issued and fully paid-up ordinary shares</b>	<b>Share capital (Rp million)</b>
<b>Balance as at 31 March 2018 and 30 June 2018</b>	2,436,700,286	3,109,639

The Company did not have any outstanding options, convertible securities, treasury shares or subsidiary holdings as at 30 June 2018 and 30 June 2017.

- 1(d)(iii) 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 the immediately preceding year.**

The total number of issued shares (excluding treasury shares) as at 30 June 2018 and 30 June 2017 was 2,436,700,286.

There were no treasury shares as at 30 June 2018 and 30 June 2017.

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

Not applicable. The Company did not have any treasury shares during and as at the end of the current financial period reported on.

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

Not applicable. The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

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

The figures have not been audited nor reviewed by the auditors.

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

Not applicable. The figures have not been audited nor reviewed by the auditors.

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

The Group has applied the same accounting policies and methods of computations in the financial statements for the current reporting period as those in the audited financial statements for the financial year ended 30 June 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.**

Not applicable.

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

- (a) Based on the weighted average number of ordinary shares on issue; and  
(b) On a fully diluted basis (detailing any adjustments made to the earnings).

	Group		Group	
	4QFY18	4QFY17	FY18	FY17
Loss per ordinary share for the period/year based on net loss attributable to shareholders:				
(a) Basic loss per share (Rp)	(10.12)	(6.10)	(32.35)	(19.66)
- Basic loss per share (S\$ cents)	(0.10)	(0.06)	(0.32)	(0.21)
Weighted average number of shares	2,436,700,286	2,436,700,286	2,436,700,286	2,337,248,231
(b) On a fully diluted basis (Rp)	(10.12)	(6.10)	(32.35)	(19.66)
- On a fully diluted basis (S\$ cents)	(0.10)	(0.06)	(0.32)	(0.21)

The diluted loss per share and the basic loss per share for each of 4QFY17, 4QFY18, FY17 and FY18 were the same as there were no outstanding convertible securities during the respective periods/years.

For illustration purposes, the loss per share and diluted loss per share in Rp are converted to S\$ cents using the average rate of S\$ 1: Rp 10,138.97 for FY18 (FY17: S\$ 1: Rp 9,522.14) and S\$ 1: Rp 10,469.31 for 4QFY18 (4QFY17: S\$ 1: Rp 9,559.28).

**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 financial period reported on; and  
(b) immediately preceding financial year.

	Group		Company	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
Net asset value (Rp million)	280,025	358,957	1,043,794	1,042,646
Number of shares at the end of the year	2,436,700,286	2,436,700,286	2,436,700,286	2,436,700,286
Net asset value per share (Rp)	114.92	147.31	428.36	427.89
Net asset value per share (S\$ cents)	1.09	1.54	4.07	4.46

For illustration purposes, the net asset value per share in Rp was converted at the exchange rate of S\$ 1:Rp 10,529.64 as at 30 June 2018 and S\$ 1:Rp 9,590.65 as at 30 June 2017.



8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
- 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;
  - any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

**(A) REVIEW OF FINANCIAL RESULTS**

The Group has completed the following gold pours during FY18:

<b>Date of gold pour</b>	<b>Tonnes of ore</b>	<b>Gold (Grams)</b>
Aug-17	500	936
Sep-17	500	961
Oct-17	500	898
Dec-17	1,000	1,593
Jan-18	500	872
Feb-18	500	802
Mar-18	1,000	1,575*
Apr-18	1,000	1,707
Apr-18	500	810
May-18	1,000	1,520
Jun-18	1,000	1,695
Jun-18	1,000	1,634
<b>Total</b>	<b>9,000</b>	<b>15,003</b>

\*Gold recovered in March 2018 increased from 1,546 grams (as previously disclosed by the Company on 9 May 2018) to 1,575 grams due to additional gold recovered from previous residue slag.

Revenue/ Cost of sales

The Group reported the maiden sale of its gold dore in 4QFY18. A total of 7.7kg of gold dore was sold at approximately US\$1,274/oz, and the Group reported revenue of Rp 4.3b for 4QFY18 and FY18. Correspondingly, cost of sales for 4QFY18 and FY18 amounted to Rp 2.9b, being the cost of the gold dore sold. There was no revenue or cost of sales reported for 4QFY17 and FY17.

Interest income from loans and receivables

Interest income from loans and receivables increased by Rp 0.9b from Rp 0.1b in FY17 to Rp 1.0b in FY18, mainly due to interest from fixed deposits placed with banks.

Other expenses

Other expenses increased by Rp 3.3b, from Rp 1.6b in FY17 to Rp 4.9b in FY18, mainly due to higher unrealised foreign exchange losses of Rp 2.9b recorded in FY18 as compared to FY17, as a result of the project financing arrangement obtained by the Group from Karl Hoffman Mineral Pte. Ltd. ("**Karl Hoffman Mineral**") on 26 October 2017 which is denominated in USD, as it appreciated against the IDR significantly.

Other operating expenses

Other operating expenses increased by Rp 6.0b from Rp 8.2b for FY17 to Rp 14.2b in FY18 mainly due to higher exploration and evaluation expenses of Rp 3.9b, higher amortisation of prepaid land leases of Rp 0.6b, and higher site expenses of Rp 1.5b incurred in FY18 as compared to FY17.

### Finance costs

Finance costs of Rp 15.2b in FY18 related to interest expense incurred on the project financing arrangement obtained by the Group from Karl Hoffman Mineral on 26 October 2017 to fund a 500 tonnes per day flotation and carbon-in-leach mineral processing facility at the Group's Ciemas Gold Project located in West Java, Indonesia ("**Project Financing**"). There was no such cost incurred in FY17.

### General and administrative ("**G&A**") expenses

G&A expenses increased by Rp 10.8b, from Rp 36.2b for FY17 to Rp 47.0b for FY18. The increase was mainly due to increase in staff costs resulting from increased headcount to support the increased activities, offset by cost savings on certain G&A expenses.

### Loss before tax

As a result of the above, the Group's loss before tax increased by Rp 32.8b from Rp 46.0b in FY17 to Rp 78.8b in FY18.

## **(B) REVIEW OF FINANCIAL POSITION**

### Assets

Exploration and evaluation assets ("**EEA**") increased by Rp 17.9b, from Rp 214.5b as at 30 June 2017 to Rp 232.4b as at 30 June 2018, due to the additional exploration and evaluation expenses capitalised in FY18.

Mine properties increased by Rp 8.0b, from Rp 0.4b as at 30 June 2017 to Rp 8.4b as at 30 June 2018, due to reclassification from EEA as the Group commenced pool leaching production.

Property, plant and equipment ("**PPE**") increased by Rp 0.5b from Rp 8.2b as at 30 June 2017 to Rp 8.7b as at 30 June 2018, mainly due to additions to PPE of Rp 2.6b, which was partially offset by depreciation charges of Rp 2.1b. As a result of the increase in PPE in FY18, the depreciation charges of PPE increased by Rp 0.5b in FY18 as compared to FY17.

Intangible assets which consist of SAP and HR softwares decreased by Rp 0.2b from Rp 1.0b as at 30 June 2017 to Rp 0.8b as at 30 June 2018, mainly due to amortisation for the year.

Prepaid leases (non-current and current), decreased by Rp 3.6b, from Rp 47.1b as at 30 June 2017 to Rp 43.5b as at 30 June 2018, due to the amortisation of prepaid land lease of Rp 3.6b. Amortisation of prepaid leases increased by Rp 0.6b from Rp 3.0b in FY17 to Rp 3.6b in FY18, mainly due to higher prepaid leases acquired towards end of FY17.

Other debtors and deposits increased by Rp 0.3b from Rp 0.2b as at 30 June 2017 to Rp 0.5b as at 30 June 2018, mainly due to higher interest receivables and employee loans.

Prepayments increased by Rp 46.5b, from Rp 1.5b as at 30 June 2017 to Rp 48.0b as at 30 June 2018, mainly due to deposit paid for processing equipment of Rp 28.7b and prepayment of prepaid lease of Rp 15.9b.

Inventories of Rp 2.9b as at 30 June 2018 relate to the capitalisation of the cost of gold pours of 7.4kg in 4QFY18.

## Liabilities

Trade payables increased by Rp 3.3b, from Rp 2.1b as at 30 June 2017 to Rp 5.4b as at 30 June 2018, mainly due to amount due to a contractor for the work done in respect to the gold pours in 4QFY18.

Other payables and accruals increased by Rp 3.5b, from Rp 4.8b as at 30 June 2017 to Rp 8.3b as at 30 June 2018, mainly due to higher accruals in FY18.

Amount due to a related party, which relates to amount due to the Executive Chairman of the Company, decreased by Rp1.4b, from Rp 1.9b as at 30 June 2017 to Rp 0.3b as at 30 June 2018, due to partial settlement of amount due to the Group's Executive Chairman in FY18.

Loans and borrowings (current) of Rp 23.2b as at 30 June 2018 relate to short term overdraft secured by one of our Indonesia's subsidiaries from a financial institution.

Loans and borrowings (non-current) of Rp 153.0b as at 30 June 2018 (30 June 2017: Nil), relate to the loan from Karl Hoffman Mineral for the Project Financing and capitalisation of its amortised costs.

Employee benefits liability increased by Rp 0.8b, from Rp 2.0b as at 30 June 2017 to Rp 2.8b as at 30 June 2018, mainly due to increased headcount and longer duration of the pension plans in Indonesia.

The Group's working capital increased by Rp 51.9b, from Rp 93.3b as at 30 June 2017 to Rp 145.2b as at 30 June 2018.

## Cashflow

Net cash outflow for operating activities of Rp 111.3b in FY18 was mainly due to the operating loss before working capital changes of Rp 68.0b and working capital changes of Rp 44.3b.

Changes in working capital in FY18 was mainly due to (i) increase in prepayments of Rp 46.5b; (ii) increase in inventories of Rp 2.8b; (iii) decrease in amount due to a related party of Rp 1.5b, partially offset by (iv) increase in trade payables of Rp 3.3b; and (v) increase in other payables and accruals of Rp 3.4b.

Net cash used in investing activities of Rp 28.7b in FY18 was mainly due to the investment in EEA of Rp 26.0b, increase in long term fixed deposits of Rp 0.2b and purchase of property, plant and equipment of Rp 2.6b.

Net cash inflow from financing activities of Rp 168.4b in FY18 was mainly from the receipt of the US\$ 10m pursuant to the Project Financing and Rp 23.2b in short term bank overdraft secured by one of our Indonesia's subsidiary.

As at 30 June 2018, the Group had cash and cash equivalents of Rp 127.6b, representing an increase of Rp 30.9b from Rp 96.7b as at 30 June 2017.

## **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 has been previously disclosed to shareholders.

**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.**

Since the beginning of July 2017, gold price has declined from US\$1,229/oz to the current price of approximately US\$1,198/oz due to the stronger USD.

The Ciemas Gold Project boasts high grades, large and open resources, and low projected costs which help to de-risk the opportunity.

The Group remains focused on gold production at the Ciemas Gold Project. The Group currently has three leaching pools in routine production, and in aggregate, are expected to process approximately 18,000 tonnes of ore, yielding approximately 25kg of gold with 99% purity for FY19, barring any unforeseen circumstances and adverse weather conditions.

Construction of a 500 tonnes per day (“tpd”) flotation and carbon in leach plant is under way. Further updates will be provided in due course (see Section 14(c) below for further details).

The volatility of the foreign exchange for the US dollar against our functional currency (“IDR”) will continue to have a significant impact on the Group’s financial results.

The Group is currently exploring certain corporate actions in furtherance of its business interests. An appropriate announcement will be made in due course.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

None.

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

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

None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

**12. If no dividend has been declared (recommended), a statement to that effect.**

No dividend has been declared or recommended for the financial year ended 30 June 2018 (FY18).

**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 any general mandate from shareholders pursuant to Rule 920.

## Additional disclosure required for Mineral, Oil and Gas Companies

### 14 (a) Rule 705(6)(a) of the Catalyst Rules

#### (i) Use of funds/cash for the quarter

For 4QFY18, the Group's use of funds/cash for mining and exploration activities was as follows:

<b>Purpose</b>	<b>Budgeted</b>		<b>Actual</b>		<b>Variance</b>	
	<b>US\$ Million</b>	<b>Rp Million</b>	<b>US\$ Million</b>	<b>Rp Million</b>	<b>Rp Million</b>	<b>%</b>
Exploration and evaluation expenses	1.33	18,254	0.55	7,993	(10,260)	-56.2%
Land acquisition	1.15	15,819	1.14	16,404	584	3.7%
Capex	0.23	3,200	1.99	28,724	25,524	797.6%
<b>Total</b>	<b>2.71</b>	<b>37,273</b>	<b>3.68</b>	<b>53,121</b>	<b>15,848</b>	<b>42.5%</b>

\*Actual USD amount converted at US\$1 : Rp14,404 as at 30 June 2018

In 4QFY18, Rp 8.0b (US\$ 0.6m) was incurred for exploration and evaluation expenses out of the Rp 18.3b (US\$ 1.3m) budgeted. During 4QFY18, Rp 28.7b (US\$ 2.0m) of capital expenditure was incurred as the Group made a down payment for the 500 tpd processing plant equipment, which had been brought forward to 4QFY18.

There was also a prepayment made for the acquisition of additional surface rights of Rp 16.4b (US\$1.1m), 3.7% more than the budgeted cost in 4QFY18. The acquisition of additional surface rights which permit mining activities within the Group's mining permits remains an ongoing process. For strategic reasons, the timing of the expenditure (upon acquisition of rights) will depend on the negotiation process.

Please see Section 14 (c) below for a more comprehensive outline of activities during the quarter under review.

#### (ii) Projection on the use of funds/cash for the next immediate quarter, including principal assumptions:

For the next immediate quarter, from 1 July 2018 to 30 September 2018 ("1QFY19"), the Group's use of funds/cash for mining and exploration activities is expected to be as follows:

<b>Purpose</b>	<b>Budgeted</b>	
	<b>US\$ million</b>	<b>Rp Million</b>
Exploration and Evaluation Expenses	1.18	16,947
CAPEX	1.78	25,605
<b>Total</b>	<b>2.96</b>	<b>42,552</b>

\* USD amount converted at US\$1 : Rp14,404 as at 30 June 2018

The Group's mining production and development plans for 1QFY19 are expected to be as follows:

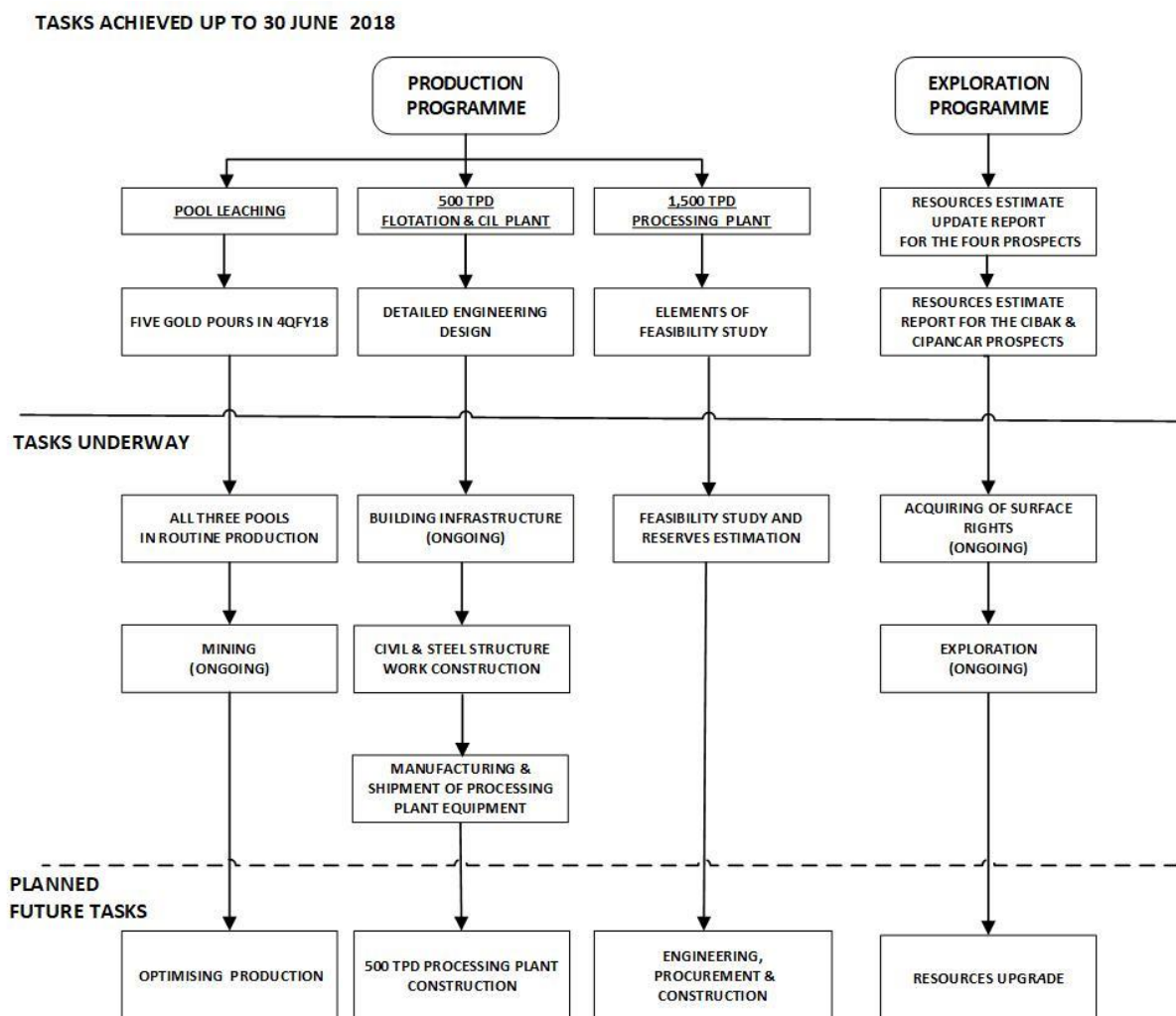
The pool leaching production is ongoing. There are three leaching pools in routine production.

In order to increase the Group's production, and to process higher grade sulphide ores, the Group is constructing a 500 tpd production plant, utilising a flotation and carbon in leach ("CIL") process.

The feasibility studies and Independent Qualified Person's Report ("IQPR") on the 1,500 tpd main production plant, and the Ore Resources and Ore Reserves estimation on the four main prospects, namely Pasir Manggu, Cikadu, Cibatu and Sekolah (collectively, the "Four Main Prospects"), are being finalised and will be announced in due course.

Expansion on the construction of supporting infrastructure such as installation of the 4 MW electricity supply and 20KV/380V transformers on the processing area is in progress.

These activities are shown in chart below in the context of the overall project workflow:



**14 (b) Rule 705(6)(b) of the Catalyst Rules**

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

**14 (c) Rule 705(7) of the Catalyst Rules**

**Details of exploration (including geophysical surveys), mining development and/or production activities undertaken by the Group and a summary of the expenditure incurred on those activities including explanations 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.**

For 4QFY18, the Group continued with its exploration, evaluation and development activities of its mining permits at the Ciemas Gold Project, through the Production Programme and the Exploration Programme.

**a) Production Programme**

• **Pool leaching production on the Pasir Manggu Prospect**

Three leaching pools are in routine production. Five gold pours occurred in 4QFY18, producing a total of 7,366g of 99% purity of gold, from 4500 tonnes of ores.

• **500 tpd capacity flotation and carbon in leach (“CIL”) mineral processing plant**

Detailed engineering design for the 500 tpd processing plant (flotation and CIL plant) that can treat both oxide and sulphide ores has been completed.

Procurement, manufacturing and fabrication of the processing equipment and parts are in progress. Preparation for the shipment of the prefabricated components such as ball mill, leaching tanks and parts is in progress.

Civil and steel structure work construction for the 500 tpd processing plant is in progress.

Preparation for the supporting infrastructure such as installation of the 4 MW electricity supply and 20KV/380V transformers on the processing area is in progress.

• **1,500 tpd main production project on the Four Main Prospects**

The overall 1,500 tpd main production project is in progress to enable the Group to process higher volumes of ore from the Four Main Prospects. The design of the processing plant consists of flotation and CIL circuits capable of treating both oxide ore and sulphide ore.

The feasibility study and IQPR on the 1,500 tpd main production plant, and the Ore Resources and Ore Reserves estimation on the Four Main Prospects are being finalised, and will be announced in due course.

**b) Exploration Programme**

In parallel with the development of the Four Main Prospects and the Cibak and Cipancar Prospects, the Group may expand its exploration efforts to other mineralised areas identified by historical exploration within its mining permits in the Ciemas district. Additional surface rights to areas within the Group’s concession blocks are being negotiated to facilitate future exploration.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

15. **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.**

The Group principally operates a gold mining business which management considers a single operating segment.

The breakdown of revenues and non-current assets by geographical segments are as follows:

	Revenues		Non-current assets	
	2018	2017	2018	2017
	Rp Million	Rp Million	Rp Million	Rp Million
Singapore	-	-	269	688
Indonesia	4,326	-	290,369	267,055
<b>Total</b>	<b>4,326</b>	<b>-</b>	<b>290,638</b>	<b>267,743</b>

16. **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 paragraph 8 for details.

17. **A breakdown of sales.**

	FY18	FY17	% increase/ (decrease)
	RP Million	RP Million	
	Group	Group	Group
(a) Sales reported for first half year	-	-	N.M.
(b) Operating loss after tax before deducting minority interests reported for first half year	(35,551)	(22,422)	58.55%
(c) Sales reported for second half year	4,326	-	N.M.
(d) Operating loss after tax before deducting minority interests reported for second half year	(43,275)	(23,539)	83.84%

The Group reported its maiden sales of Rp 4.3b in 4QFY18, and there was no sales in FY17.

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

		Latest Full Year	Previous Full Year
(a)	Ordinary	-	-
(b)	Preference	-	-
(c)	Total:	-	-



19. **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) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

<b>Name</b>	<b>Age</b>	<b>Family relationship with any director and/or substantial shareholder</b>	<b>Current position and duties, and the year the position was held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Nicco Darmasaputra Lawrence	28	Son of Executive Chairman of the Company	Vice-President (General Administration) since 2011	No change
Andrianto Darmasaputra Lawrence	30	Son of Executive Chairman of the Company	Vice-President (Operations) since 2012	No change

20. **Confirmation that the issuer has procured undertakings from all of its directors and executive officers (in the format set out in Appendix 7H) under rule 720(1)**

The Company confirms that it has procured undertakings from all of its directors and executive officers in the format set out in Appendix 7H of the Catalist Rules, as required under Rule 720(1) of the Catalist Rules.

BY ORDER OF THE BOARD

Wijaya Lawrence  
Chairman and President  
28 August 2018