M M P RESOURCES LIMITED

(Incorporated in the Republic of Singapore)
(Registration No: 200613299H)

The QR announcement is mandatory, made pursuant to the Exchange's requirements, as required under Listing Rule 705(2C).

UNAUDITED FINANCIAL STATEMENT FOR THE FIRST QUARTER FROM 1 JANUARY 2020 TO 31 MARCH 2020 ("1Q2020"). THE COMPARATIVE IS FOR THE FIRST QUARTER FROM 1 JANUARY 2019 TO 31 MARCH 2019 ("1Q2019). THE FIGURES HAVE NOT BEEN AUDITED.

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

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

	Group			
	1Q2020	1Q2019	(+/-)	
	S$'000	S$'000	S$'000	%
Revenue	57	467	(410)	-88%
Cost of sales	-	(167)	167	-100%
Gross Profit	57	300	(243)	-81%
Other items of Income				
Other income	26	-	26	100%
Other items of Expense				
Administrative expenses	(536)	(463)	(73)	16%
Finance costs	(185)	(30)	(155)	517%
Other expenses	(28)	(62)	-	-
Loss before income tax	(666)	(255)	(411)	161%
Income tax expense	-	-	-	0%
Net loss attributable to equity holders of the Company	**(666)**	**(255)**	(411)	161%
Other comprehensive loss				
Items that may be reclassified subsequently to profit or loss:				
Currency translation differences arising from consolidation – loss	(50)	(12)	(38)	317%
Other comprehensive loss, net of tax	(50)	(12)	(38)	317%
Total comprehensive loss attributable to equity holders of the Company	**(716)**	**(267)**	(38)	168%

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

(Loss) before tax is arrived at after charging the following items:

	Group	
	1Q2020 S$'000	**1Q2019 S$'000**
Depreciation of property, plant & equipment	59	35

1(a)(iii) Other expenses

	Group	
	1Q2020 S$'000	**1Q2019 S$'000**
Foreign exchange (gain)/loss, net	(1)	-
Other expenses	29	18

1(b)(i) A statement of financial position together with a comparative statement for the corresponding periods of the immediately preceding year:

	Group		Company	
	31.3.2020 S$'000	31.12.2019 S$'000	31.3.2020 S$'000	31.12.2019 S$'000
ASSETS				
Current assets				
Cash and bank balances	246	261	142	78
Financial asset, at fair value through profit or loss	*	*	*	*
Trade and other receivables	1,170	1,141	2,378	2,352
Inventories	25	25	-	-
Other current assets	90	82	70	64
	1,531	1,509	2,590	2,494
Non-current assets				
Investment in subsidiary corporations	-	-	1	1
Property, plant and equipment	854	887	83	80
	854	887	84	81
Total assets	**2,385**	**2,396**	**2,674**	**2,575**
LIABILITIES				
Current liabilities				
Trade and other payables	2,936	2,750	2,687	2,495
Borrowings	8,285	7,749	7,117	6,641
Lease liabilities	158	155	58	58
	11,379	10,654	9,862	9,194
Non-current liabilities				
Lease liabilities	123	143	20	20
	123	143	20	20
Total liabilities	**11,502**	**10,797**	**9,882**	**9,214**
NET LIABILITIES	**(9,117)**	**(8,401)**	**(7,208)**	**(6,639)**
Equity and Liabilities				
Equity				
Capital and reserves attributable to equity holders of the Company				
Share capital	125,783	125,783	125,783	125,783
Currency translation reserve	(116)	(66)	-	-
Accumulated losses	(134,784)	(134,118)	(132,991)	(132,422)
Total Equity	(9,117)	(8,401)	(7,208)	(6,639)

* Less than S$1,000

1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

Amount repayable in one year or less, or on demand

	As at 31/03/2020		As at 31/12/2019	
	Secured	Unsecured	Secured	Unsecured
	S$'000	S$'000	S$'000	S$'000
Borrowings	-	8,285	-	7,749
	-	8,285	-	7,749

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

	Group	
	1Q2020 S$'000	1Q2019 S$'000
Cash flows from operating activities		
Net loss	(666)	(267)
	(666)	(267)
Adjustments for:		
Depreciation of property, plant and equipment	59	35
Finance expense	185	30
Unrealised currency translation (losses)/gains	(99)	46
Operating cash flows before changes in working capital	(521)	(156)
Changes in working capital:		
Increase in trade and other receivables	(3)	(28)
(Increase)/decrease in other current assets	(8)	32
Increase in trade and other payables	1	61
Cash flows used in operations	(531)	(91)
Interest (paid)/received	-	(30)
Income taxes paid	-	(1)
Net cash used in operating activities	(531)	(122)
Cash flows from investing activities		
Addition to property, plant and equipment	(3)	(13)
Net cash flows used in investing activities	(3)	(13)
Cash flows from financing activities		
Proceeds from loans and borrowings	536	91
Principal payment of lease liabilities	(17)	-
Net cash provided by financing activities	519	91
Net (decrease)/increase in cash and bank balances	(15)	(44)
Cash and bank balance at beginning of period	261	194
Cash and bank balances at end of period	246	150

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 capitalization 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 S$'000	Currency translation reserve S$'000	Accumulated losses S$'000	Total equity S$'000
Balance as at 1 January 2020	***125,783***	***(66)***	***(134,118)***	***(8,401)***
Loss for the financial period	-	-	(666)	***(666)***
Other comprehensive loss				
Foreign currency translation reserve	-	(50)	-	(50)
Total comprehensive loss for the financial period	-	(50)	(666)	(716)
Balance as at 31 March 2020	***125,783***	***(116)***	***(134,784)***	***(9,117)***
Balance as at 1 January 2019	***125,783***	***(10)***	***(131,898)***	***(6,125)***
Loss for the financial period	-	-	(255)	*(255)*
Other comprehensive income				
Foreign currency translation reserve	-	(12)	-	(12)
Total comprehensive income for the financial period	-	(12)	(255)	(267)
Balance as at 31 March 2019	***125,783***	***(22)***	***(132,153)***	***(6,392)***

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. (cont'd)

Company	Share capital S$'000	Accumulated losses S$'000	Total equity S$'000
Balance as at 1 January 2020	**125,783**	**(132,422)**	**(6,639)**
Loss for the financial period	-	(569)	(569)
Total comprehensive loss for the financial period	**-**	**(569)**	**(569)**
Balance as at 31 March 2020	**125,783**	**(132,991)**	**(7,208)**
Balance as at 1 January 2019	**125,783**	**(130,602)**	**(4,819)**
Loss for the financial period	-	(264)	(264)
Total comprehensive loss for the financial period	**-**	**(264)**	**(264)**
Balance as at 31 March 2019	**125,783**	**(130,866)**	**(5,083)**

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. The number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Details of ordinary share capital movements are as shown below:

As at 31/03/2020		As at 31/12/2019	
No of shares	**S$**	**No of shares**	**S$**
2,343,527,950	125,783,225	2,343,527,950	125,783,225

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.

Company	**31/03/2020**	**31/12/2019**
Total number of issued shares	2,343,527,950	2,343,527,950

There are no treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

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

Not applicable.

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

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

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

Not applicable.

3(a) Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: -

The Company had on 2 August 2019 entered into an Settlement Agreement with Maiora Asset Management Pte. Ltd. ("MAM") (acting in the capacity and for and on behalf of Maiora Asian Structured Finance Segregated Portfolio ("MASFF") and Solar Founders Limited ("Solar Founders") and together with MAM and MASFF, the "Creditors") in respect of, among others, the settlement of certain amounts owing by the Company to the Creditors.

The Company's entry into the settlement agreement will enable the Group to :

a) Reduce its current liabilities and settle all outstanding loans owed by the Company to the Creditors
b) Eliminate the need for any cash repayment or payment in view of the current financial and cash position of the Group
c) Eliminate one of the competing needs for working capital and improve the Company's net tangible assets value and reduce its loss per share

In addition, the Company has on 28 April 2020 entered into a conditional sale and purchase agreement with Majesty Asset Management Ltd in respect of the acquisition by the Company of all the shares in the entire issued and paid up share capital of GCM Ltd. for a purchase consideration of S$118,000,000. Following completion of the proposed acquisition, GCM Ltd. will be wholly-owned by the Company. The Company has commenced the proposed acquisition process and gathered the professional team to perform its due diligence necessary.

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

The Board confirmed that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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 adopted the same accounting policies and method of computation in the financial statements for the current financial period as compared with the audited financial statements for the financial year ended 31 December 2019.

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

The adoption of the Singapore Financial Reporting Standards (International) ("SFRS(I)") and all new and revised standards does not have any material financial impact on the Group's and Company's financial statements for the current financial period.

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

	1st Quarter Ended	
	31/3/2020	**31/3/2019**
	SGD (cents)	**SGD (cents)**
(Loss)/Profit per share		
Basic	(0.0284)	(0.0109)
Diluted	(0.0284)	(0.0109)

The basic and diluted EPS is computed using loss attributable to shareholders in the relevant periods over the weighted average number of shares as shown below:

	31/3/2020	**31/12/2019**
	No of Shares	**No of Shares**
Basic	2,343,527,950	2,343,527,950
Diluted	2,343,527,950	2,343,527,950

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**	
	31/3/2020	**31/12/2019**	**31/3/2020**	**31/12/2019**
	SGD (cents)	**SGD (cents)**	**SGD (cents)**	**SGD (cents)**
Net asset value per ordinary shares	(0.389)	(0.358)	(0.308)	(0.283)

Net asset value per ordinary share of the Group and the Company was calculated based on the share capital of 2,343,527,950 (31/12/2019：2,343,527,950) shares.

8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

REVIEW OF INCOME STATEMENT

The Group reported a net loss of S$0.666 million for 1Q2020. An analysis of the statement of comprehensive income was as follows:

Revenue

The Group's total revenue of S$57,000 for the 1Q2020 decreased 88% compared to the Prior Corresponding Period ("PCP") (1Q2019: S$0.467 million). The decrease in revenue was largely due to the global COVID pandemic, which has greatly affected tourism in Niseko, Japan. The minimal revenue is made up of consultancy fees charged that is not related to the ski business in Niseko.

Cost of Sales

The Group recorded a total cost of sales of S$Nil for 1Q0220, decreased 100% compared to the PCP (1Q2019: S$0.167 million). With the COVID outbreak at the beginning of the year, the Group removed Japanese staffing to manage the poor sales, therefore, no cost of sales were recorded for the period.

Other Income

The Group recorded a total of S$26,000 as other income for the 1Q2020, increased by 100% when compared to the PCP (1Q2019: S$Nil). The increase in other income was mainly due to interest income recognised for loan receivable.

Finance Costs

Total finance costs of S$0.185 million for the 1Q2020 were increased by 517% when compared to the PCP (1Q2019: S$30,000). The increase in finance cost was mainly due to recognition of interest expense related to loans undertaken by the Group.

REVIEW OF STATEMENT OF FINANCIAL POSITION

Non-Current assets

Property, Plant and Equipment

All items of property, plant and equipment were initially recorded at cost, subsequently measured at cost less accumulated depreciation.

Property, plant and equipment decreased by S$33,000 from S$0.887 million as at 31 December 2019 to S$0.854 million as at 31 March 2020. The decrease was due to depreciation of assets and minimal additions to property, plant and equipment during the 1Q2020.

Current assets

Trade and other Receivables

Trade and other receivable at the Group level increased from S$1.141 million as at 31 December 2019 to S$1.170 million in 1Q2020. This was due to other income and interest receivable recognised during the 1Q2020.

Current liabilities

Trade and other Payables

The Group's current trade and other payables as at 1Q2020 was S$2.936 million (31 December 2019: S$2.750 million). This increase of S$0.186 million is due to liabilities relating to professional fees incurred during the 1Q2020 and interest payable.

Borrowings

The Group has a total borrowing of S$8.285 million as at 31 March 2020 as compared to S$7.749 million as at 31 December 2019. The increase was due to additional loans undertaken by the Group during the 1Q2020.

REVIEW OF STATEMENT OF CASH FLOW

As at 31 March 2020, there was net cash used in operating activities amounting to S$0.531 million as compared to 1Q2019 of S$0.122 million. The Group has a net cash inflow from financing activities of S$0.519 million mainly due to loans undertaken during the 1Q2020.

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

There was no forecast or prospect statement previously disclosed to shareholders since the 1Q2018 results announcement.

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.

With the global COVID outbreak, the world has experienced a drastic decline in tourism worldwide. At the date of this announcement, all but a few countries globally have imposed strict travel restrictions and the Group believes that this pandemic will drastically affect the Group's performance for FY2020.

Recent Developments

(i) Proposed Acquisition of GCM Ltd, such Acquisition Being a Reverse Takeover

As announced on SGXNET on 28 April 2020, the Group has entered into a conditional sale and purchase agreement with Majesty Asset Management Ltd in respect of the acquisition by the Company of all the shares in the entire issued and paid up share capital of GCM Ltd. (http://www.gcmjapan.jp/) for a purchase consideration of S$118,000,000. This proposed acquisition, if undertaken and completed, is expected to result in a

"Reverse Takeover" of the Company.

For more details, please refer to announcement released on 28 April 2020.

(ii) Settlement of Loans and Outstanding Amounts owing by the Company

With reference to an announcement released by the Group on 2 August 2019 in relation to the Company's entry into an agreement with Maiora Asset Management Pte. Ltd. (acting in its own capacity and for and on behalf of Maiora Asian Structured Finance Segregated Portfolio ("MASFF")) and Solar Founders Limited ("SFL"). It is set out in that the Company is to issue and allot Consideration Shares to MASFF as consideration for the waiver of all debt owing by the Company to SFL, subject to the completion of the Proposed Acquisition.

With the sale and purchase agreement entered into by the Company with GCM Ltd. this GCM acquisition constitutes a Proposed Acquisition for the purpose of settlement of loans between the Company and SFL. Pursuant to the terms of the Settlement Agreement and subject to the relevant conditions therein being satisfied, the Consideration Shares are to be issued to MASFF on or around completion of the GCM acquisition.

For more details, please refer to announcement released on 4 May 2020.

11 If a decision regarding dividend has been made:-

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

None.

(b) (i) Amount per share
(ii) Previous corresponding period

Not applicable.

(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).

Not applicable.

(d) The date the dividend is payable

Not applicable.

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

Not applicable.

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

No dividend has been declared or recommended for the period ended 31 March 2020 as the Group had incurred a net loss for 1Q2020.

13 If the Group has obtained a general mandate from shareholders for IPTs, 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 Company does not have a shareholders' mandate under Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

14 Use of proceeds from placement

There are no recent placement exercises.

15 Confirmation of undertakings from directors and executive officers.

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

16 Negative assurance confirmation of interim financial results pursuant to Rule 705(5) of the listing manual.

The Directors confirm to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited interim financial results for the first quarter ended 31 March 2020 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Chong Chee Meng Gerard
Lead Independent Director

Singapore
15 May 2020