



CNMC

CNMC GOLDMINE HOLDINGS LIMITED

中起金礦有限公司

(Co. Reg. No. 201119104K)
(Incorporated in the Republic of Singapore)

ADDITIONAL DISCLOSURE REQUIRED FOR MINERAL, OIL AND GAS COMPANIES FOR THE FIRST QUARTER ENDED 31 MARCH 2021

The Board of Directors (the “**Board**”) of CNMC Goldmine Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to provide the information required pursuant to the Listing Manual (Section B: Rules of Catalyst) of the Singapore Exchange Securities Trading Limited (the “**Catalist Rules**”) as follows:

Rule 705(6)(a) of the Catalist Rules: Use of funds/cash for 1Q2021

For the quarter ended 31 March 2021 (“**1Q2021**”), funds/cash were mainly used for the following production activities, as compared to the projected usage:-

Purpose	Amount (US\$ million) Actual Usage	Amount (US\$ million) Projected Usage
Exploration and evaluation activities	0.53	0.55
Payments for plant and machinery	0.09	0.14
Payments for diesel and other production materials	1.98	2.16
Royalty and tribute fees to government	0.72	1.18
Rental of equipment	0.39	0.40
Upkeep of equipment and motor vehicles	0.42	0.47
General working capital	1.54	1.60
Total	5.67	6.50

Projections for use of funds/cash for 2Q2021, including principal assumptions

Subject to any disruption to the Group’s operations as a result of the deterioration of the Covid-19 situation in Malaysia and further tightening of regulatory lockdown measures, the Group’s use of funds/cash for production activities for the period from 1 April 2021 to 30 June 2021 (“**2Q2021**”) is expected to be as follows:-

Purpose	Amount (US\$ million)
Exploration and evaluation activities	0.34
Payments for plant and machinery	0.74
Payments for diesel and other production materials	2.17
Royalty and tribute fees to government	1.18
Rental of equipment	0.51
Upkeep of equipment and motor vehicles	0.35
General working capital	1.77
Total	7.06

The Group's exploration plans for 2Q2021 are as follows:-

(a) Geological Investigation

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

Ulu Sokor concession:

Exploration activities will be focused in three known orebodies (namely Amang area, Rixen Central, and Manson's Lode).

- i) Amang area
Three drillholes will be carried out to control the southern part of lead-zinc mineralisation.
- ii) Rixen Central
Three drillholes are planned to identify the association of gold mineralisation with volcanic exhalative process.
- iii) Manson's Lode deposit
Plan to verify the lead-zinc orebody expansion along the strike at northeast direction, and extension along the dip direction at northwest- southeast directions.

The department is also considering and planning additional infill drilling to further upgrade the resource category for proposed Rixen underground mine.

Pulai concession:

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

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 efforts to minimise the risk of Covid-19 transmission at its 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.

12 drillholes with total footage of 2,030m are planned for 2Q2021. The Group's geology department may revise the drilling plan based on the assay results of each drillhole.

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

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

Rule 705(7) of the Catalyst Rules

In 1Q2021, the variance between budgeted and actual usage of funds/cash was mainly due to timing difference in making certain payments.

The Group carried out the following exploration activities in 1Q2021 and capitalised US\$0.36 million for exploration and evaluation expenditures: -

(a) Geological Investigation

Ulu Sokor concession:

The Group's geology department discovered potential oxide ore remnants deposits in Rixen Central to support gold production.

CNMC Pulai concession:

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

Kelgold concession:

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

(b) Drilling program

Sixteen (16) drillholes were completed in 1Q2021 with total footage of 1,937.81m at Ulu Sokor concession.

Completed drillholes in Ulu Sokor concession for 1Q2021

Drillholes	Designed locations		Completed depths (m)	Dip(°)
	Easting	Northing		
ZKM108-9	444811.39	613490.76	135.43	70
ZKT98-1	445171.97	612817.21	216.73	90
ZKM106-8	444767.57	613463.36	100.37	75
ZKM104-5	444727.67	613443.49	117.70	75
ZKM103-5	444720.89	613403.60	80.48	75
ZKM102-8	444701.19	613375.29	96.63	90
ZKM102-9	444725.87	613346.24	118.73	90
ZKM108-10	444825.29	613461.70	108.13	70
ZKM110-6	444855.80	613516.39	114.24	70

ZKM112-10	444904.85	613538.25	98.69	70
ZKM114-9	444924.87	613581.61	79.68	70
ZKM114-10	444895.28	613621.45	112.70	70
ZKM116-2	444942.27	613640.63	145.98	70
ZKM116-3	444922.78	613672.63	207.43	70
ZKM118-2	445009.34	613667.18	98.41	80
ZKM120-2	445043.11	613694.27	106.48	70

(c) Half core sampling and analysis

A total of 2,226 half core samples from the Ulu Sokor concession were sent to in-house production laboratory for analysis.

By Order of the Board

Lim Kuoh Yang
Chief Executive Officer

12 May 2021

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.