WILTON

WILTON RESOURCES CORPORATION LIMITED

(Company Registration Number: 200300950D)

Unaudited Financial Statements and Dividend Announcement for the Financial Period Ended 31 December 2020[1]

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**"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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.

Note:

(1) On 6 March 2020, the Company announced that it would be changing its financial year end from 30 June to 31 December. Accordingly, this announcement is in relation to the financial results of the Company and its subsidiaries (the "**Group**") for the 18-month financial period ended 31 December 2020.

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) %
	FY2020[1] Rp million (Unaudited)	FY2019[2] Rp million (Audited)	
Revenue	9,530	4,221	125.8%
Cost of sales	(7,247)	(3,074)	135.8%
Gross profit	**2,283**	**1,147**	99.0%
Other items of income			
Other income	959	7,963	-88.0%
Interest income from loans and receivables	1,438	1,499	-4.1%
Other items of expenses			
Other expenses	(1,772)	(133,189)	-98.7%
Other operating expenses	(13,909)	(20,431)	-31.9%
Finance costs	(37,632)	(61,857)	-39.2%
General and administrative expenses	(85,583)	(59,605)	43.6%
Loss before tax	**(134,216)**	**(264,473)**	-49.3%
Income tax expense	-	-	-
Loss net of tax for the period	**(134,216)**	**(264,473)**	-49.3%
Attributable to:			
Owners of the Company	**(130,393)**	**(259,961)**	-49.8%
Non-controlling interests	**(3,823)**	**(4,512)**	-15.3%
	(134,216)	**(264,473)**	-49.3%
Other comprehensive income			
Item that may not be reclassified subsequently to profit or loss:			
Re-measurement gain on defined benefit plans	769	95	N.M.
Other comprehensive income for the period, net of tax	**769**	**95**	N.M.
Total comprehensive income for the period	**(133,447)**	**(264,378)**	-49.5%
Attributable to:			
Owners of the Company	**(129,678)**	**(259,869)**	-50.1%
Non-controlling interests	**(3,769)**	**(4,509)**	-16.4%
	(133,447)	**(264,378)**	-49.5%

1(a)(ii) Notes to consolidated statement of comprehensive income.

Loss for the period is arrived at after charging / (crediting) the following items:

	Group		Increase/ (decrease) %
	FY2020[1] Rp million (Unaudited)	FY2019[2] Rp million (Audited)	
Depreciation of property, plant and equipment	(4,471)	(2,247)	99.0%
Amortisation of intangible assets[3]	(271)	(181)	49.7%
Amortisation of prepaid leases[4]	-	(3,583)	-100.0%
Depreciation of right-of-use assets[4]	(9,996)	-	N.M.
Acquisition costs arising from the Group's restructuring exercise	-	(132,670)	-100.0%
Depletion of mine properties	-	(401)	-100.0%
Employee benefits expenses[5]	(939)	(662)	41.9%
Government grants	768	7	N.M.
Foreign exchange gain	106	7,754	-98.6%
Loss on disposal of property, plant and equipment	-	(3)	-100.0%

N.M. = Not meaningful

Notes:

(1) "FY2020": Financial period for the 18 months from 1 July 2019 to 31 December 2020.

(2) "FY2019": Financial period for the 12 months from 1 July 2018 to 30 June 2019.

(3) Amortisation of intangible assets had increased due to the increase in comparative periods from 12 months in FY2019 to 18 months in FY2020.

(4) Depreciation of right-of-use assets (previously classified as amortisation of prepaid leases) had increased by Rp 6.4b, from Rp3.6b in FY2019 to Rp10.0b in FY2020 due to the adoption of SFRS(I) 16 Leases.

(5) Employee benefits expenses had increased as the duration of pension plans had increased in Indonesia.

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 31-12-20 Rp million (Unaudited)	As at 30-06-19 Rp million (Audited)	As at 31-12-20 Rp million (Unaudited)	As at 30-06-19 Rp million (Audited)
Non-current assets				
Exploration and evaluation assets	-	261,137	-	-
Mine properties	280,196	8,881	-	-
Property, plant and equipment	221,805	180,033	6	-
Intangible assets	386	657	-	-
Right-of-use assets	50,654	-	-	-
Investment in subsidiaries	-	-	1,217,860	1,217,860
Prepaid leases	-	50,719	-	-
Prepayments	3,500	2,736	-	-
Deposits	315	102	81	84
Long term fixed deposits	420	420	-	-
	557,276	**504,685**	**1,217,947**	**1,217,944**
Current assets				
Other debtors and deposits	471	352	74	31
Prepaid leases	-	5,104	-	-
Prepayments	427	3,363	143	264
Prepaid tax	58	-	-	-
Amounts due from subsidiaries	-	-	19,870	-
Inventories	4,841	10,094	-	-
Investment securities	10	10	-	-
Restricted time deposit	25,000	-		
Cash and cash equivalents	4,766	27,723	1,977	445
	35,573	**46,646**	**22,064**	**740**
Total assets	**592,849**	**551,331**	**1,240,011**	**1,218,684**
Current liabilities				
Trade payables	6,874	16,960	-	-
Other payables and accruals	101,593	86,213	15,740	6,461
Amount due to a related party	-	847	-	-
Lease liability	430	-	-	-
Derivative liability	-	58,155	-	-
Loans and borrowings	25,161	25,000	-	-
	134,058	**187,175**	**15,740**	**6,461**
Net current (liabilities)/assets	**(98,485)**	**(140,529)**	**6,324**	**(5,721)**
Non-current liabilities				
Loans and borrowings	287,378	256,798	287,378	256,798
Employee benefits liability	3,498	3,328	-	-
Provision for rehabilitation	420	420	-	-
Lease liability	1,805	-	-	-
	293,101	**260,546**	**287,378**	**256,798**
Total liabilities	**427,159**	**447,721**	**303,118**	**263,259**
Net assets	**165,690**	**103,610**	**936,893**	**955,425**
Equity attributable to owners of the Company				
Share capital	1,187,008	1,153,516	3,143,131	3,109,639
Accumulated losses	(1,274,616)	(1,144,938)	(2,206,238)	(2,154,214)
Merger reserve	13	13	-	-
Capital reserve	265,865	160,841	-	-
Other reserve	-	(58,155)	-	-
	178,270	**111,277**	**936,893**	**955,425**
Non-controlling interests	**(12,580)**	**(7,667)**	**-**	**-**
Total equity	**165,690**	**103,610**	**936,893**	**955,425**
Total equity and liabilities	**592,849**	**551,331**	**1,240,011**	**1,218,684**

(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 31 December 2020		As at 30 June 2019	
Secured	Unsecured	Secured	Unsecured
25,161	Nil	25,000	Nil

Amount repayable after one year

(In Rp Million)

As at 31 December 2020		As at 30 June 2019	
Secured	Unsecured	Secured	Unsecured
Nil	287,378	Nil	256,798

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 as at 31 December 2020 and 30 June 2019.

In August 2019, the Company's wholly-owned subsidiary, Wilton Resources Holdings Pte Ltd, entered into a sale of shares and repurchase agreement, whereby a short-term loan of Rp 5.0b (30 June 2019: Nil) was secured against the shares of PT Wilton Makmur Indonesia Tbk (formerly known as PT Renuka Coalindo Tbk) that were sold to be repurchased at a later date ("**Share Repurchase Agreement**").

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

	FY20	FY19
	Rp Million	Rp Million
Cash flows from operating activities	**(Unaudited)**	**(Audited)**
Loss before tax	(134,216)	(264,473)
Adjustments for:		
Loss on disposal of property, plant and equipment	-	3
Unrealised foreign exchange differences	(1,583)	(4,311)
Interest expense	37,208	61,857
Interest income	(1,438)	(1,499)
Acquisition cost arising from the Group's Restructuring	-	132,670
Depreciation of property, plant and equipment	4,471	2,247
Depreciation of right-of-use assets	9,996	3,583
Amortisation of intangible assets	271	181
Depletion of mine properties	-	401
Increase in employee benefits liability	939	662
Operating cash flows before working capital changes	**(84,352)**	**(68,679)**
Decrease/(increase) in prepayments	5,672	(199)
Increase in prepaid tax	(58)	-
(Increase)/decrease in other debtors and deposits	(330)	692
Decrease/(increase) in inventories	5,253	(7,243)
(Decrease)/increase in trade payables	(10,086)	11,530
(Decrease)/increase in amount due to a related party	(847)	362
Increase in other payables and accruals	14,587	41,736
Cash used in operations	**(70,161)**	**(21,801)**
Interest received	1,438	1,499
Interest paid	(4,272)	(1,392)
Net cash used in operating activities	**(72,995)**	**(21,694)**
Cash flows from investing activities		
Investment in mining properties and exploration and evaluation assets (Note A)	(10,178)	(29,248)
Purchases of property, plant and equipment	(46,243)	(144,847)
Prepayment of property, plant and equipment	(3,500)	-
Proceeds from disposal of property, plant and equipment	-	3
Proceeds from disposal of interest in a subsidiary without loss of control	124,540	-
Payment for mandatory takeover offer	(20,658)	-
Net cash inflow from the Group's Restructuring Exercise	-	46,611
Net cash generated from (used in) investing activities	**43,961**	**(127,481)**
Cash flows from financing activities		
Proceeds received in respect of placement exercise	33,492	-
Placement of restricted time deposit	(25,000)	-
Proceeds from project financing liability, net	-	48,711
(Payment)/Proceeds from short term bank loan	(4,839)	1,786
Proceeeds from short term borrowing	5,000	-
Decrease in lease liability	(2,599)	-
Net cash generated from financing activities	**6,054**	**50,497**
Net decrease in cash and cash equivalents	(22,980)	(98,678)
Effects of exchange rate changes on cash and cash equivalents	23	(1,182)
Cash and cash equivalents at beginning of the period	27,723	127,583
Cash and cash equivalents at the end of the period	**4,766**	**27,723**

Note A

Aggregate cost of mining properties and exploration and evaluation assets acquired	(10,178)	(29,580)
Less: rehabilitation costs capitalised	-	332
Cash payments to acquire mininng properties and exploration and evaluation assets	(10,178)	(29,248)

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.

Statement of changes in equity

Group	**Attributable to owners of the Company**					**Non-controlling interests**	**Total equity**
	Share capital	**Accumulated losses**	**Merger reserve**	**Capital reserve**	**Other reserve**		
	Rp million	**Rp million**	**Rp million**	**Rp million**	**Rp million**	**Rp million**	**Rp million**
At 1 July 2019	**1,153,516**	**(1,144,938)**	**13**	**160,841**	**(58,155)**	**(7,667)**	**103,610**
Loss for the year	-	(130,393)	-	-	-	(3,823)	**(134,216)**
Other comprehensive income							
Re-measurement gain on defined benefit plans, representing total other comprehensive income for the period, net of tax	-	715	-	-	-	54	**769**
Loss for the year, representing total comprehensive income for the period, net of tax	-	(129,678)	-	-	-	(3,769)	**(133,447)**
Changes in ownership of subsidiaries without change in control	-	-	-	105,024	58,155	(1,144)	**162,035**
Contribution by and distribution to owners							
Issuance of ordinary shares	33,492	-	-	-	-	-	**33,492**
At 31 December 2020	**1,187,008**	**(1,274,616)**	**13**	**265,865**	**-**	**(12,580)**	**165,690**
At 1 July 2018	**1,153,516**	**(885,069)**	**13**	**11,565**	**-**	**-**	**280,025**
Loss for the year	-	(259,961)	-	-	-	(4,512)	**(264,473)**
Other comprehensive income							
Re-measurement gain on defined benefit plans, representing total other comprehensive income for the year, net of tax	-	92	-	-	-	3	**95**
Total comprehensive income for the year, net of tax	-	(259,869)	-	-	-	(4,509)	**(264,378)**
Changes in ownership of subsidiaries arising from the Group's Restructuring Exercise							
Acquisition of subsidiary	-	-	-	(410)	-	410	**-**
Dilution of interests in subsidiaries	-	-	-	3,568	-	(3,568)	**-**
Others							
Share-based payment in respect of the Group's Restructuring Exercise	-	-	-	146,118	-	-	**146,118**
Outstanding mandatory tender offer obligation arising from the Group's Restructuring Exercise	-	-	-	-	(58,155)	-	**(58,155)**
At 30 June 2019	**1,153,516**	**(1,144,938)**	**13**	**160,841**	**(58,155)**	**(7,667)**	**103,610**

Statement of changes in equity

Company	**Share capital Rp million**	**Accumulated losses Rp million**	**Total equity Rp million**
At 1 July 2019	3,109,639	(2,154,214)	**955,425**
Loss for the period, representing total comprehensive income for the period, net of tax	-	(52,024)	**(52,024)**
Contributions by and distributions to owners			
Issuance of ordinary shares	33,492	-	**33,492**
Total contributions by and distributions to owners		-	**-**
At 31 December 2020	**3,143,131**	**(2,206,238)**	**936,893**
At 1 July 2018	3,109,639	(2,065,845)	**1,043,794**
Loss for the year, representing total comprehensive income for the period, net of tax	-	(88,369)	**(88,369)**
At 30 June 2019	**3,109,639**	**(2,154,214)**	**955,425**

1(d)(ii) 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 subsidary holdings, if any, and the pecentage of the aggregate number of treasury shares and subsidary 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.

	Issued and fully paid-up ordinary shares	**Share Capital Rp million**
As at 30 June 2019	2,436,700,286	3,109,639
Issuance of new shares pursuant to a share placement exercise on 11 October 2019 (1)	125,000,000	33,492
As at 31 December 2020	2,561,700,286	3,143,131

Note:

(1) On 11 October 2019, the Company issued an aggregate of 125,000,000 new shares in the capital of the Company, at an issue price of S$0.0261 each, pursuant to a share placement exercise.

The Company did not have any outstanding options, convertible securities, treasury shares or subsidiary holdings as at 31 December 2020 and 30 June 2019.

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.

	As at 31 December 2020	As at 30 June 2019
Number of issued shares	2,561,700,286	2,436,700,286

There were no treasury shares as at 31 December 2020 and 30 June 2019.

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 subsidary 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.

3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

(a) Updates on the efforts taken to resolve each outstanding audit issue.
(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable. The latest audited financial statements of the Company and the Group for the financial year ended 30 June 2019 are not subject to any adverse opinion, qualified opinion or disclaimer of opinion.

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 computation in the financial statements for the current reporting period as those in the audited financial statements for the financial year ended 30 June 2019, except for the adoption of new or revised Singapore Financial Reporting Standards (International) ("**SFRS(I)**") and Interpretations of SFRS(I) ("**INT SFRS(I)**") that are mandatory for financial years beginning on or after 1 July 2019. The adoption of these SFRS(I) and INT SFRS(I) has no significant impact on the Group's financial statements.

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

The Group adopted the SFRS(I) 16 Leases with effect from its financial year beginning from 1 July 2019, using the modified retrospective approach at the date of initial application.

SFRS(I) 16 introduces a single on-balance sheet lease accounting model for lessees. A lessee recognises a right-of-use ("**ROU**") asset representing its right to use the underlying asset and a lease liability representing its lease obligation to make lease payments. Lessor accounting remains similar to the current standard – i.e. lessors continue to classify leases as finance or operating leases.

On initial recognition, the Group has chosen on a lease-by-lease basis, to measure the ROU asset at an amount equal to the lease liability, adjusted by the amount of any prepaid lease payments relating to that lease recognised in the statement of financial position immediately before 1 July 2019. No changes were made to the opening retained earnings on 1 July 2019.

In addition, the Group elected the following practical expedients:

- not to reassess whether a contract is, or contains, a lease at the date of initial application and to apply this standard to all contracts that were previously identified as leases
- to apply the exemption not to recognise right-of-use asset and lease liabilities to leases for which the lease term ends within 12 months from 1 July 2019 and for leases of low-value assets
- to apply a single discount rate to a portfolio of leases with reasonably similar characteristics

Subsequent to initial recognition, ROU assets are measured using the cost model less accumulated depreciation and accumulated impairment loss. The carrying amount for lease liabilities subsequent to initial recognition would take into account interest on the lease liabilities, lease payments made and any reassessment or lease modifications.

The Group rents office space (previously treated as operating leases) as well as prepaid leases of land within the Concession Blocks, which are recognised as ROU assets with corresponding lease liabilities under SFRS(I) 16.

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 dilited basis (detailing any adjustments made to the earnings).

	Group	
	FY2020	**FY2019**
Loss per ordinary share for the period based on net loss attributable to shareholders:		
(a) Basic loss per share (Rp)	(51.37)	(106.69)
- Basic loss per share (S$ cents)	(0.49)	(1.01)
Weighted average number of shares	2,538,518,468	2,436,700,286
(b) On a fully diluted basis (Rp)	(51.37)	(106.69)
- On a fully diluted basis (S$ cents)	(0.49)	(1.01)

The diluted loss per share and the basic loss per share for each of FY2019 and FY2020 were the same as there were no outstanding convertible securities during the respective periods.

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$1.00 : Rp10,477.75 for FY2020 (FY2019: S$1.00 : Rp10,584.51).

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 December 2020	30 June 2019	31 December 2020	30 June 2019
Net asset value (Rp million)	178,270	111,277	936,893	955,425
Number of shares at the end of the period	2,561,700,286	2,436,700,286	2,561,700,286	2,436,700,286
Net asset value per share (Rp)	69.59	45.67	365.73	392.10
Net asset value per share (S$ cents)	0.65	0.44	3.44	3.75

For illustration purposes, the net asset value per share in Rp was converted at the exchange rate of S$1.00 : Rp10,644.09 as at 31 December 2020 and S$1.00 : Rp10,445.81 as at 30 June 2019.

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:-
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Change of financial year end

On 6 March 2020, the Company announced that it would be changing its financial year end from 30 June to 31 December. Accordingly, the preceding financial period ended 30 June 2019 (i.e. FY2019) consists of 12 months' financial information of the Group from 1 July 2018 to 30 June 2019, whereas the current financial period ended 31 December 2020 (i.e. FY2020) consists of 18 months' financial information of the Group from 1 July 2019 to 31 December 2020.

(A) REVIEW OF FINANCIAL RESULTS

Revenue/ Cost of sales/Gross profit

The Group reported revenue of Rp 9.5b for FY2020, as compared to Rp 4.2b for FY2019, as in FY2020, it sold a total of 12.8 kilograms (FY2019: 7.4 kilograms) of gold dore at an average price approximately US$1,673 per ounce of gold ("**/oz**") (FY2019: US$1,181/oz). Correspondingly, the Group recorded cost of sales of Rp 7.2b in FY2020, as compared to Rp 3.1b in FY2019.

As a result of the above, the Group recorded gross profit of Rp 2.3b for FY2020 (FY2019: Rp 1.1b).

Other income

Other income decreased by Rp 7.0b, from Rp 8.0b in FY2019 to Rp 1.0b in FY2020. The decrease was mainly due to a Rp 7.7b decrease in foreign exchange gains (FY2020: Rp 0.1b; FY2019: Rp 7.8b), due to lower USD to IDR exchange rate as most of the Group's liabilities are denominated in USD. The decrease in other income was partially offset by a receipt of Rp 0.8b grant in FY2020 (FY2019: Rp 7m) pursuant to the Job Support Scheme and Temporary Employment Credit received from the Singapore government in FY2020.

Other expenses

Other expenses decreased significantly by Rp 131.4b, from Rp 133.2b in FY2019 to Rp 1.8b in FY2020, mainly due to the absence of acquisition costs incurred by the Group in respect of its restructuring exercise in FY2019 amounting to Rp 132.7b (FY2020: NIL). The decrease in other expenses is partially offset by payments in FY2020 of (i) arranger fees amounting to IDR 2.6b in respect of the mandatory tender offer ("**MTO**") by Wilton Resources Holdings Pte. Ltd. ("**WRH**") (a wholly-owned subsidiary of the Company) to purchase the non-controlling interest of PT Wilton Makmur Indonesia Tbk ("**PT WMI**") (a subsidiary of the Company listed on the Indonesia Stock Exchange), and (ii) commission fees amounting to IDR 0.7b in respect of the sale of PT WMI shares.

Other operating expenses

Other operating expenses decreased by Rp 6.5b, from Rp 20.4b in FY2019 to Rp 13.9b in FY2020, mainly due to the absence of professional fees in respect of the Feasibility Study report for the Group's Ciemas Gold Project that had been incurred in FY2019 amounting to Rp 10.4b. The decrease is partially offset by an increase in amortization expense arising from the increase in comparative periods from 12 months in FY2019 to 18 months in FY2020.

Finance costs

Finance costs decreased by Rp 24.3b, from Rp 61.9b in FY2019 to Rp 37.6b in FY2020. Lower interest expense amounting to Rp 28.1b had been recognised in FY2020 due to the change in net present value of the project financing liability (Karl Hoffmann Mineral Pte Ltd) that is based on amortised cost (FY2019: Rp 60.5b). The decrease is partially offset by the payment of interest arising from the Share Repurchase Agreement amounting to Rp 2.9b.

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

G&A expenses increased by Rp 26.0b, from Rp 59.6b in FY2019 to Rp 85.6b in FY2020. The increase was mainly due to (i) increase in professional fees of Rp 21.8b for fund-raising exercises in FY2020; (ii) increase in depreciation of property, plant and equipment by Rp 2.3b; and (iii) partially offset by reduction in staff costs by Rp2.9b as part of the Group's cost cutting measures amid the COVID-19 pandemic.

Depreciation of property, plant and equipment had increased by Rp 2.3b, from Rp 2.2b in FY2019 to Rp 4.5b in FY2020, due to additions during the period. The increase in depreciation expense is due to the increase in comparative periods from 12 months in FY2019 to 18 months in FY2020.

Loss before tax

As a result of the above, the Group's loss before tax decreased by Rp 130.3b, from Rp 264.5b in FY2019 to Rp 134.2b in FY2020.

Net loss attributable to non-controlling interests

Non-controlling interests relate to interests in PT WMI that are not held by the Group. Net loss attributable to non-controlling interests amounted to Rp 3.8b in FY2020 (FY2019: Rp 4.5b).

(B) REVIEW OF FINANCIAL POSITION

Assets

Exploration and evaluation assets ("**EEA**") decreased by Rp 261.1b, from Rp 261.1b as at 30 June 2019 to nil as at 31 December 2020, due to the reclassification of EEA to mine properties. The reclassification took into consideration and is a result of (i) the *"Update of the Independent Qualified Person's Report for the Ciemas Gold Project, Ciemas, Sukabumi Region, Republic of Indonesia"* that was issued on 30 September 2018 which had indicated the Ore Reserves were derived from the economically mineable part of the Ore Resources; and (ii) the work completed to date supports the future development of the property.

Mine properties increased by Rp 271.3b, from Rp 8.9b as at 30 June 2019 to Rp 280.2b as at 31 December 2020, due to the reclassification of EEA of Rp 261.1b to mine properties (as explained above) and additions of Rp 10.2b.

Property, plant and equipment increased by Rp 41.8b, from Rp 180.0b as at 30 June 2019 to Rp 221.8b as at 31 December 2020, due to addition of Rp 46.3b, partially offset by depreciation charge of Rp 4.5b in FY2020.

Intangible assets decreased by Rp 0.3b, from Rp 0.7b as at 30 June 2019 to Rp 0.4b as at 31 December 2020, due to amortization charge of Rp 0.3b in FY2020.

ROU assets (non-current) relate to prepaid leases of land within the Group's Concession Blocks as well as office rental. These were reclassified from prepaid leases due to the adoption of SFRS(I) 16 Leases for the financial period beginning 1 July 2019. ROU assets (non-current) of Rp 50.7b as at 31 December 2020 decreased by Rp 5.1b, as compared to prepaid leases (current and non-current) of Rp 55.8b as at 30 June 2019. The decrease is mainly due to depreciation charge of Rp 10.0b for the 18-month financial period ended 31 December 2020, partially offset by the recognition of additional ROU assets amounting to Rp 4.9b. Please refer to Section 5 of this announcement for further information on ROU assets.

Prepaid leases (non-current and current) decreased by Rp 55.8b, from Rp 55.8b as at 30 June 2019 to nil as at 31 December 2020, due to the reclassification of prepaid leases to ROU assets as a result of the adoption of SFRS(I) 16 Leases.

Prepayments (non-current) increased by Rp 0.8b, from Rp 2.7b as at 30 June 2019 to Rp 3.5b as at 31 December 2020. The increase is mainly due to prepayments for property, plant and equipment amounting to Rp 3.5b; partially offset by the reclassification of prepayments previously made by the Group for purchase of property, plant and equipment and EEA amounting to Rp 2.7b to the respective accounts.

Deposits increased by Rp 0.2b, from Rp 0.1b as at 30 June 2019 to Rp 0.3b as at 31 December 2020, mainly due to payment of security deposits of Rp 0.2b to increase electrical power at the mine site.

Other debtors and deposits increased by Rp 0.1b, from Rp 0.4b as at 30 June 2019 to Rp 0.5b as at 31 December 2020, mainly due to advances made to the ISO certification vendor amounting to Rp 0.06b.

Prepayments (current) decreased by Rp 3.0b, from Rp 3.4b as at 30 June 2019 to Rp 0.4b as at 31 December 2020, as certain prepayments had been recognized under operating expenses in FY2020.

Prepaid tax increased by Rp 0.06b, from nil as at 30 June 2019 to Rp 0.06b as at 31 December 2020, due to prepayment of value-added tax during the period.

Inventories decreased by Rp 5.3b, from Rp 10.1b as at 30 June 2019 to Rp 4.8b as at 31 December 2020, mainly due to the recognition of cost of goods sold for the 18-month financial period ended 31 December 2020. As at 31 December 2020, the Group holds 12.318 kilograms of gold.

Restricted time deposit increased by Rp 25.0b, from nil as at 30 June 2019 to Rp 25.0b as at 31 December 2020, due to the placement of restricted time deposits with PT Bank Central Asia Tbk as collateral for the bank loan obtained.

Cash and cash equivalents decreased by Rp 22.9b, from Rp 27.7b as at 30 June 2019 to Rp 4.8b as at 31 December 2020. Please refer to the section on “Cashflow” below on the movement in cash and cash equivalents.

<u>Liabilities</u>

Trade payables decreased by Rp 10.1b, from Rp 17.0b as at 30 June 2019 to Rp 6.9b as at 31 December 2020. The decrease is mainly due to payments that have been made to vendors for mining management services.

Other payables and accruals increased by Rp 15.4b, from Rp 86.2b as at 30 June 2019 to Rp 101.6b as at 31 December 2020. Information on other payables and accruals (all owing to non-related parties) as well as the aging of the items, is set out below:

Other Payables

	Current	1–30 Days	31–60 Days	61–90 Days	>90 Days	Total
	Rp million	Rp million	Rp million	Rp million	Rp million	Rp million
Payable to former controlling shareholder of PT WMI	-	-	-	-	25,349	25,349
Purchase of Property, Plant and Equipment	-	-	-	-	329	329
Professional Fees	13	137	196	26	3,654	4,026
Permit Fees	75	-	-	-	256	331
Operational reimbursement	7	-	-	-	-	7
Utility and maintenance	54	6	1	-	1	62
Sub-total	**149**	**143**	**197**	**26**	**29,589**	**30,104**

Accruals and Interest Payables

	Current	1–30 Days	31–60 Days	61–90 Days	>90 Days	Total
	Rp million	Rp million	Rp million	Rp million	Rp million	Rp million
Construction of production facility	Not Applicable					**48,216**
Professional fees						**6,113**
Payroll related expenses						**7,058**
Director fees						**3,576**
Share Repurchase Interest Payable						**447**
Others (deemed interest, rent car, etc)						**6,079**
Sub-total						**71,489**
Total						**101,593**

As at the date of this announcement, there has not been any request from the former controlling shareholder of PT WMI for the outstanding payables.

Amount due to a related party decreased by Rp 0.8b, to Rp nil as at 31 December 2020 from Rp 0.8b as at 30 June 2019, due to repayments made.

Lease liability (current and non-current) of Rp 2.2b as at 31 December 2020 (30 June 2019: Nil) relates to the adoption of SFRS(I) 16 Leases. Please refer to Section 5 of this announcement for further information.

Derivative liability decreased by Rp 58.2b to nil as at 31 December 2020, from Rp 58.2b as at 30 June 2019. This relates to the reversal of the potential liability from the MTO obligation of WRH to purchase the non-controlling interest of PT WMI, which is no longer required following the completion of the MTO on 4 November 2019.

Loans and borrowings (non-current) increased by Rp 30.6b, from Rp 256.8b as at 30 June 2019 to Rp 287.4b as at 31 December 2020. The increase is mainly due to additional interest payable amounting to Rp 32.4b, partially offset by unrealised exchange differences amounting to Rp 1.8b.

Working Capital

The Group's working capital improved by Rp 42.0b, from net current liabilities positions of Rp 140.5b as at 30 June 2019 to Rp 98.5b as at 31 December 2020. Please refer to the above sections on "Assets" and "Liabilities" on the movement in current assets and current liabilities. The Company is exploring options to secure funding arrangement for working capital and capital expenditure financial requirements. Notwithstanding, the board of directors of the Company is of the view that the Company is able to operate as a going concern as the Group is in a net asset position and the Company may raise additional funding via sale of shares of PT WMI (which is listed on the Indonesia Stock Exchange).

Cashflow

Net cash outflow for operating activities of Rp 73.0b in FY2020 was mainly due to the operating loss before working capital changes of Rp 84.3b, working capital changes of Rp 14.2b, interest received of Rp 1.4b, and interest paid of Rp 4.3b.

Changes in working capital in FY2020 was mainly due to (i) decrease in prepayments of Rp 5.7b; (ii) decrease in inventories of Rp 5.3b; and (iii) increase in other payables and accruals of Rp 14.6b; partially offset by (iv) increase in other debtors and deposits of Rp 0.3b; (v) decrease in trade payables of Rp 10.1b; and (vi) decrease in amount due to a related party of Rp 0.8b.

Net cash generated from investing activities of Rp 44.0b in FY2020 was mainly due to net proceeds from disposal of interest in a subsidiary without loss of control of Rp 124.5b, partially offset by payment for MTO of Rp 20.6b, investment in mining properties and EEA of Rp 10.2b, purchase of property, plant and equipment of Rp 46.2b and prepayment of property, plant and equipment of Rp 3.5b.

Net cash generated from financing activities in FY2020 of Rp 6.1b was mainly due to proceeds of placement exercise of Rp 33.5b, proceeds from short term borrowing Rp 5.0b, partially offset by placement of restricted time deposit of Rp 25b, payment of short term bank loan of Rp 4.8b and decrease in lease liability of Rp 2.6b.

As at 31 December 2020, the Group had cash and cash equivalents of Rp 4.8b, representing a decrease of Rp 22.9b from Rp 27.7b as at 30 June 2019.

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 2019, gold price has increased significantly by 28.9% from US$1,390/oz to the current price of approximately US$1,792/oz[1] as at 25 February 2021, largely due to the increased market uncertainty over the COVID-19 outbreak.

The COVID-19 outbreak in early 2020 has caused severe disruption to the global economy and businesses, and has affected the Group's operations in Indonesia, in particular, its on-going installation of the processing equipment and components for the 500 Tonnes Processing Facility ("**Processing Facility**"). The Group's technical contractors from Yantai, China have not been able to travel to Indonesia due to the COVID-19 pandemic, and this has resulted in a delay in the completion of the Processing Facility. The Group will work on the other supporting facilities for the Processing Facility in the meantime.

The Group has put in place precautionary measures to ensure that the workplace remain safe for its workers. The Group has also taken measures to reduce overheads, through among others, the reduction of staff costs amounting to Rp 2.9b in FY2020, despite an increase in comparative periods from 12 months in FY2019 to 18 months in FY2020.

The Company is exploring fund-raising exercises to fund the final stages of the infrastructure, civil works and other supporting facilities of the Processing Facility. However, the COVID-19 pandemic has also affected the fund-raising activities, which will inevitably prolong the delay in completion of the Processing Facility. Production of gold will commence upon the completion of the 500 Tonnes Processing Facility.

Further, the volatility of the foreign exchange for the US dollar against the Group's functional currency ("**IDR**") will continue to have an impact on the Group's financial results.

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 and the reason(s) for the decision.

[1] http://www.lbma.org.uk/precious-metal-prices

No dividend has been declared or recommended for FY2020 as the Group is loss making.

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 of the Catalist Rules.

Additional disclosure required for Mineral, Oil and Gas Companies

14 (a) Rule 705(6)(a) of the Catalist Rules

(i) Use of funds/cash for the quarter

The Group's expenditure incurred for mining and exploration activities during the quarter from 1 October 2020 to 31 December 2020 ("**6QFY20**") was as follows:

	Budgeted		Actual		Variance	
Purpose	US$ Million*	Rp Million	US$ Million**	Rp Million	Rp Million	%
Exploration and evaluation expenses	0.45	6,750	0.42	5,934	*(816)*	*-12.1%*
Capex	0.65	9,640	-	-	*(9,640)*	*-100.0%*
Total	**1.10**	**16,390**	**0.42**	**5,934**	*(10,456)*	*-63.8%*

** USD amount converted at US$1 : Rp14,918 as at 30 September 2020 for budgeted amount*

*** USD amount converted at US$1 : Rp14,105 as at 31 December 2020 for actual amount*

In 6QFY20, the Group incurred (i) Rp 5.93b (US$ 0.42m) for exploration and evaluation expenses, which was 12.1% lower than budgeted; and (ii) no capital expenditure ("**Capex**") as compared to the budgeted amount of Rp 9.64b (US$ 0.65m). The above mentioned were due to postponement of most works at the mine site due to the COVID-19 outbreak as well as the Group's tight cashflow situation.

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

For the next immediate quarter, from 1 January 2021 to 31 March 2021 ("**1QFY21**"), subject to the Group securing the necessary financing facilities, availability of adequate funds and easing of the imposed measures due to COVID-19, the Group's use of funds/cash for mining and exploration activities is expected to be as follows:

	Budgeted	
Purpose	US$ million*	Rp Million
Exploration and Evaluation Expenses	0.48	6,750
CAPEX	0.67	9,428
Total	**1.15**	**16,178**

** USD amount converted at US$1 : Rp14,105 as at 31 December 2020*

In view of the current COVID-19 outbreak in Indonesia, the local government have implemented various measures to curb community infections, including social distancing measures and travel restrictions. Certain activities planned at the Group's mine site have been affected and delayed until such time when the local situation improves. The

Group's mining production and development plans for 1QFY21 are expected to be as follows:

- Continuation of construction work as well as the installation of plant equipment on the 500 Tonnes Processing Facility.

- Progressing on the civil, infrastructure and other supporting work for the 500 Tonnes Processing Facility.

- The Group has taken COVID-19 measures resulting in the reduction of staff costs amounting to savings of Rp 2.9b for the 18 month period.

14 (b) Rule 705(6)(b) of the Catalist Rules

The Board confirms that to the best of its 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 Catalist 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.

a) Production Programme

- **500 tonnes per day production capacity flotation and carbon-in-leach mineral processing plant**

  Infrastructure construction and installation of processing equipment for the 500 Tonnes Processing Facility are in progress. Please refer to Section 14(a) above for information on the impact of COVID-19 on the Group's operations.

- **1,500 tonnes per day production capacity project**

  The 2018 Independent Qualified Person's Report ("**2018 IQPR**") includes the design of the 1,500 tonnes per day production capacity plant. In the masterplan design, acquired land has been allocated for the 1,500 tonnes per day flotation and carbon-in-leach mineral processing plant and other key facilities. The Group has plans to upgrade the processing plant from the current capacity of 500 tonnes per day up to 1,500 tonnes per day while other key facilities will be added in due course. This will facilitate the efficient operation and management of the plant as a whole.

b) Exploration Programme

The Group will focus on developing the six Prospects where the gold mineral resources have been quantified in the 2018 IQPR. Where appropriate, exploration efforts may also extend to other mineralised areas within the concession blocks. Additional surface rights to area within the Group's concession blocks may be acquired to facilitate future exploration, when necessary.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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 in Indonesia 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	
	FY2020	FY2019	As at 31 December 2020	As at 30 June 2019
	Rp Million	Rp Million	Rp Million	Rp Million
Singapore	-	-	48,399	-
Indonesia	9,530	4,221	508,877	504,685
Total	**9,530**	**4,221**	**557,276**	**504,685**

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.

	FY2020 RP Million Group	FY2019 RP Million Group	% increase/ (decrease) Group
(a) Sales reported for first 6 months	4,353	4,221	3.12%
(b) Operating loss after tax before deducting non-controlling interests reported for first 6 months	(94,302)	(83,977)	12.30%
(c) Sales reported for second 6 months	2,498	-	N.M.
(d) Operating loss after tax before deducting non-controlling interests reported for second 6 months	(137,678)	(180,496)	-23.72%
(e) Sales reported for third 6 months	2,679	-	N.M.
(f) Operating profit after tax before deducting non-controlling interests reported for third 6 months	97,764	-	N.M.

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

		FY2020	FY2019
(a)	Ordinary	Nil	Nil
(b)	Preference	Nil	Nil
(c)	Total:	Nil	Nil

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.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Nicco Darmasaputra Lawrence	31	Son of Executive Chairman of the Company	Vice-President (General Administration) since 2011	No change
Andrianto Darmasaputra Lawrence	32	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
1 March 2021