

GCCP RESOURCES LIMITED

(the “Company”)

(Company Registration No.: OI-282405)

Minutes of the Annual General Meeting held on 26 April 2023

Appendix 1

Responses to the Questions raised by Securities Investors Association (Singapore)	
Question 1	<p>On 9 November 2022, the Company announced the proposed disposal of two quarry lands and a crusher plant held by GCCP Gridland Sdn Bhd. The consideration for this disposal of quarry assets is RM25.6 million, equivalent to approximately US\$5.4 million.</p> <p>These assets have a net book value of RM11.5 million and are currently classified as “Assets held for sale”. The disposal is expected to be completed in the first quarter of FY2023. Following the disposal, the operation and sale of PCC stones will cease.</p> <p>In the Chairman’s statement, it was mentioned that the Group will be focusing on the extraction of marble blocks and the construction of marble processing plant. The Group is finalising the design of the processing plant and plans to be ready by early 2024. It also targets to open 3 quarry faces to increase production capacity in the next 5 years.</p> <p>(i) For the benefit of shareholders, could the Board provide a detailed update, in the form of a formal presentation during the AGM, on the current operations, Management team, licenses and approvals (Surat Kelulusan Skim Kuari), and competitive advantages?</p> <p>(ii) Could management provide pictures and videos of the marble quarries, machinery, infrastructure, and the workforce supporting the operations?</p> <p>(iii) Please clearly state Management’s priorities in the next 12-24 months and the strategy to fund its working capital and capital expenditure.</p>
The Company’s response	<p>(i) As the disposal of Gridland quarry is almost completed, the Company had ceased the operations at Gridland quarry and moved the machines and workers to marble site. The team is currently working on the repair and maintenance of machines at the marble quarry to prepare for the commencement of limestone production from the waste materials of marble blocks. At the same time, the marble operations (extraction of marble blocks and building of second access road) is ongoing. All licenses for the marble operations had been approved by the relevant authorities.</p> <p>(ii) Shareholders who wish to view any pictures or videos can contact info@gccpresources.com.</p> <p>(iii) Management will be focusing on the marble blocks extraction and its sales, and the construction of the marble processing plant. The plant is expected to be completed by the second half of the financial year ending 2024. The Company is in discussions with several parties on the supplies of marble slabs (finished goods). The working capital will be coming from the consideration of the disposal of Gridland quarry, bank loan and the sale of marble blocks and the waste material from the extraction of the marble blocks.</p>

GCCP RESOURCES LIMITED

(the “Company”)

(Company Registration No.: OI-282405)

Minutes of the Annual General Meeting held on 26 April 2023

Appendix 1

Responses to the Questions raised by Securities Investors Association (Singapore)	
Question 2	<p>The Group continues to be loss-making, with losses for the financial year amounting to RM(6.5) million.</p> <p>The Group generated RM34,380 from operating activities. Cash and short-term deposits as per statement of financial position was just RM54,889. With bank overdraft at RM5.00 million, the Group’s cash and cash equivalents as per statement of cash flow were negative at RM(4.95) million.</p> <p>(i) What is the (pro-forma) improvement in the Group’s financial position once the sale of GCCP Gridland Sdn. Bhd. is completed?</p> <p>(ii) What is the progress made in the proposed disposal? What is the role of the board, especially the independent directors, in the disposal?</p> <p>(iii) What is the investment needed to complete the second phase of the road access development for GCCP Marble Quarries?</p> <p>(iv) Can Management please provide clarification regarding the current lease extension beyond 2043 and detail any efforts that have been made or will be made to secure an extension, especially considering the Group’s intentions to invest in the quarries?</p>
The Company’s response	<p>(i) Once the sale is completed, the Company will release the relevant announcement(s) and the financial impact will be disclosed in the announcement(s) accordingly.</p> <p>(ii) The progress of the disposal is almost completed, pending with the presentation of MOT. The Company will inform all stakeholders once the disposal is completed. The role of the Board is to evaluate the benefits of the disposal of quarry and approve the transaction.</p> <p>(iii) The road access development is an ongoing project. It will be difficult to evaluate the investment needed. Based on the Management’s experience, the estimated cost for developing the second phase of the road access will not exceed RM500,000.</p> <p>(iv) The Company has obtained the approval for the extension of 30 years of the current lease.</p>

GCCP RESOURCES LIMITED

(the “Company”)

(Company Registration No.: OI-282405)

Minutes of the Annual General Meeting held on 26 April 2023

Appendix 1

Responses to the Questions raised by Securities Investors Association (Singapore)	
Question 3	<p>The Group’s independent auditor has issued a disclaimer of opinion on the Company’s audited financial statements for the financial year ended 31 December 2022.</p> <p>Details of the disclaimer of opinion can be read here: https://links.sgx.com/FileOpen/GCCP-disclaimer_of_opinion_FY2022.ashx?App=Announcement&FileID=753451</p> <p>The bases for disclaimer of opinion are:</p> <ul style="list-style-type: none"> - appropriateness of the going concern assumption - impairment assessment of property, plant and equipment - impairment assessment of investments in subsidiaries and amounts due from subsidiaries. <p>(i) Can the audit committee (AC) help shareholders understand if there are material variances between the unaudited financial statements and the audited financial statements for the financial year ended 31 December 2022?</p> <p>(ii) If so, has the Company made an announcement meeting the requirements of Rule 704(5) of the Listing Manual Section B: Rules of Catalist?</p> <p>(iii) In addition, what guidance did the Sponsor give to the Company?</p> <p>(iv) Separately, with regard to the Group’s going concern status, what discussions did the Board/Management have with the controlling shareholders?</p>
The Company’s response	<p>(i) There is no material variance between the unaudited financial statements and the audited financial statements for the financial year ended 31 December 2022.</p> <p>(ii) Not applicable.</p> <p>(iii) The Sponsor provides guidance and advice to the Company on the listing rules requirements and ensures that the Group complies with such requirements and the Sponsor have constant discussion with AC and Auditor on the going concern assumption.</p> <p>(iv) With regard to the Group’s going concern disclaimer, the Board, the Management and the controlling shareholder are confident that with the focus on the above priorities (as described in the Company’s response to Question 1 (iii)) for the next 12-24 months, the Group will be in a better financial position and there should not be any going concern disclaimer being disclosed statements for the next financial year.</p>