WILTON

WILTON RESOURCES CORPORATION LIMITED

(Company Registration Number: 200300950D)

Unaudited Condensed Consolidated Financial Statements For the interim six months and full year ended 31 December 2023

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.

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Wilton Resources Corporation Limited and its subsidiaries

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A. Condensed consolidated statements of profit or loss and other comprehensive income

	Note	Group		Increase/ (decrease) %	Group		Increase/ (decrease) %
		6 months ended 31 December 2023 ("2HY2023") Rp million (Unaudited)	6 months ended 31 December 2022 ("2HY2022") Rp million (Unaudited)		12 months ended 31 December 2023 ("FY2023") Rp million (Unaudited)	12 months ended 31 December 2022 ("FY2022") Rp million (Audited)	
Revenue	5	2,049	2,769	-26.0	3,990	5,396	-26.1
Cost of sales		(1,884)	(2,053)	-8.2	(3,559)	(4,006)	-11.1
Gross profit		**165**	**716**	**76.9**	**431**	**1,390**	**67.0**
Other items of income							
Other income		143,955	12	N.M.	160,842	24	N.M.
Interest income from loans and receivables		412	201	N.M.	688	421	63.4
Other items of expense							
Other expenses		(827)	(16,997)	-95.1	(1,254)	(28,749)	-95.6
Other operating expenses		(24,851)	(5,184)	N.M.	(31,013)	(12,005)	N.M.
Finance costs		(58,986)	(13,919)	N.M.	(136,534)	(75,838)	80.0
General and administrative expenses		(23,318)	(21,542)	8.2	(43,979)	(40,184)	9.44
Profit/(Loss) before tax	7	**36,550**	**(56,713)**	**N.M.**	**(50,819)**	**(154,941)**	**-67.2**
Income tax expense		–	–	–	–	–	–
Profit/(Loss) for the period/year	7	**36,550**	**(56,713)**	**N.M.**	**(50,819)**	**(154,941)**	**-67.2**
Other comprehensive income							
Item that may not be reclassified subsequently to profit or loss							
Re-measurement gain on defined benefit		118	329	-64.1	118	329	-64.1
Total other comprehensive income for the period/year		118	329	-64.1	118	329	-64.1
Total comprehensive income for the period/year, net of tax		**36,668**	**(56,384)**	**N.M.**	**(50,701)**	**(154,612)**	**-67.2**
Profit/(Loss) attributable to:							
- Owners of the Company		47,901	(53,691)	N.M.	(38,077)	(150,348)	-74.7
- Non-controlling interests		(11,351)	(3,022)	N.M.	(12,742)	(4,593)	N.M.
		36,550	**(56,713)**	**N.M.**	**(50,819)**	**(154,941)**	**-81.1**
Total comprehensive income attributable to:							
- Owners of the Company		47,983	(53,419)	N.M.	(37,995)	(150,076)	-74.7
- Non-controlling interests		(11,315)	(2,965)	N.M.	(12,706)	(4,536)	N.M.
		36,668	**(56,384)**	**N.M.**	**(50,701)**	**(154,612)**	**-81.1**
Earnings/(Loss) per share attributable to owners of the Company (Rp per share)							
Basic and fully diluted earnings/(loss) per share (Rp)		17.96	(20.13)	N.M.	(14.51)	(57.58)	-84.8
- Basic and fully diluted earnings/(loss) per share (S$ cents)[(1)]		0.16	(0.18)	N.M.	(0.13)	(0.53)	-84.9
Weighted average number of shares		2,667,474,508	2,667,474,508		2,623,983,076	2,611,198,951	

N.M. = Not Meaningful

Note:

(1) For illustration purposes, the basic and diluted earnings/(loss) per share in Rp are converted to S$ cents using the average rate of S$1: Rp 11,348.00 for FY2023 (FY2022: Rp 10,772.16) and S$1: Rp 11,422.17 for 2HY2023 (2HY2022: 10,951.01).

B. Condensed statements of financial position

	Note	Group		Company	
		31 December 2023 Rp million (Unaudited)	31 December 2022 Rp million (Audited)	31 December 2023 Rp million (Unaudited)	31 December 2022 Rp million (Audited)
Non-current assets					
Mine properties	10	280,215	280,128	–	–
Property, plant and equipment		313,802	275,911	13	26
Intangible assets		17	51	–	–
Right-of-use assets		35,957	38,899	518	–
Investment in subsidiaries		–	–	1,217,860	1,217,860
Other debtors and deposits	6	1,104	1,104	92	92
Long term fixed deposits	6	420	420	–	–
		631,515	**596,513**	**1,218,483**	**1,217,978**
Current assets					
Trade debtors		1,054	–	–	–
Other debtors and deposits	6	1,128	583	625	40
Prepayments		672	503	152	213
Amounts due from subsidiaries	6	–	–	110,962	69,174
Inventories		10,729	6,858	–	–
Investment securities	6	10	10	–	–
Restricted time deposits	6	25,000	25,000	–	–
Cash and cash equivalents	6	4,420	18,248	1,621	3,365
		43,013	**51,202**	**113,360**	**72,792**
Total assets		**674,528**	**647,715**	**1,331,843**	**1,290,770**
Current liabilities					
Trade payables	6	2,496	1,581	–	–
Other payables and accruals	6	150,160	84,621	36,008	25,060
Amounts due to a related party		2,312	–	2,312	–
Amounts due to subsidiaries		–	–	130,790	78,725
Lease liabilities		1,986	465	535	–
Loans and borrowings	11	21,904	62,666	–	–
Mandatory convertible bonds	12	–	–	–	–
		178,858	**149,333**	**169,645**	**103,785**
Net current liabilities		**(135,844)**	**(98,131)**	**(56,285)**	**(30,993)**
Non-current liabilities					
Loans and borrowings	11	291,094	319,097	291,094	319,097
Other payables and accruals	6	–	23,706	–	–
Employee benefits liability		3,391	3,027	–	–
Provision for rehabilitation		420	420	–	–
Lease liabilities		1,613	–	–	–
		296,518	**346,250**	**291,094**	**319,097**
Total liabilities		**475,376**	**495,583**	**460,739**	**422,882**
Net assets		**199,152**	**152,132**	**871,104**	**867,888**
Equity attributable to owners of the Company					
Share capital	13	1,199,896	1,199,896	3,156,019	3,156,019
Accumulated losses		(1,447,351)	(1,409,356)	(2,284,915)	(2,288,131)
Merger reserve		13	13	–	–
Capital reserve		529,663	400,061	–	–
		282,221	**190,614**	**871,104**	**867,888**
Non-controlling interests		**(83,069)**	**(38,482)**	**–**	**–**
Total equity		**199,152**	**152,132**	**871,104**	**867,888**
Total equity and liabilities		**674,528**	**647,715**	**1,331,843**	**1,290,770**

C. Condensed statements of changes in equity

Group	Attributable to owners of the Company				Non-controlling interests	Total equity
	Share capital	Accumulated losses	Merger reserve	Capital reserve		
	Rp million	Rp million	Rp million	Rp million	Rp million	Rp million
Balance at 1 January 2023	**1,199,896**	**(1,409,356)**	**13**	**400,061**	**(38,483)**	**152,132**
Loss for the year	–	(38,077)	–	–	(12,742)	(50,819)
Other comprehensive income Re-measurement gain on defined benefit plan, representing total other comprehensive income for the year, net of tax	–	82	–	–	36	118
Total comprehensive income for the year, net of tax	–	(37,995)	–	–	(12,706)	(50,701)
Changes in ownership of subsidiary without change in control	–	–	–	129,602	(31,880)	97,722
Balance at 31 December 2023	**1,199,896**	**(1,447,351)**	**13**	**529,663**	**(83,069)**	**199,152**
Balance at 1 January 2022	**1,191,577**	**(1,259,280)**	**13**	**308,833**	**(16,918)**	**224,225**
Loss for the year	–	(150,348)	–	–	(4,593)	(154,941)
Other comprehensive income Re-measurement gain on defined benefit plan, representing total other comprehensive income for the year, net of tax	–	272	–	–	57	329
Total comprehensive income for the year, net of tax	–	(150,076)	–	–	(4,536)	(154,612)
Issuance of ordinary shares	8,319	–	–	–	–	8,319
Changes in ownership of subsidiary without change in control	–	–	–	91,228	(17,028)	74,200
Balance at 31 December 2022	**1,199,896**	**(1,409,356)**	**13**	**400,061**	**(38,482)**	**152,132**

C. Condensed statements of changes in equity (cont'd)

Company	Share capital	Accumulated losses	Total equity
	Rp million	Rp million	Rp million
Balance at 1 January 2023	**3,156,019**	**(2,288,129)**	**867,888**
Profit for the year, representing total comprehensive income for the year, net of tax	–	3,216	3,216
Balance at 31 December 2023	**3,156,019**	**(2,284,915)**	**871,104**
Balance at 1 January 2022	**3,147,700**	**(2,172,206)**	**975,494**
Loss for the year, representing total comprehensive income for the year, net of tax	–	(115,925)	(115,925)
Issuance of ordinary shares	8,319	–	8,319
Balance at 31 December 2022	**3,156,019**	**(2,288,131)**	**867,888**

D. Condensed consolidated statement of cash flows

	Note	Group 12 months ended 31 December 2023 Rp million (Unaudited)	Group 12 months ended 31 December 2022 Rp million (Audited)
Cash flows from operating activities			
Loss before tax		(50,819)	(154,941)
Adjustments for:			
Fair value changes on mandatory convertible notes		–	(314)
Unrealised foreign exchange differences		(756)	28,994
Gain on early termination of lease		–	(3)
Gain on modification of project financing liability	7	(159,062)	–
Finance costs		136,388	75,838
Interest income from loans and receivables		(688)	(421)
Depreciation of property, plant and equipment	7	2,752	3,139
Depreciation of right-of-use assets	7	6,502	6,488
Amortisation of intangible assets	7	34	155
Depletion of mine properties	7	(87)	–
Increase in employee benefits liability	7	482	289
Operating cash flows before working capital changes		**(65,254)**	**(40,776)**
(Increase)/Decrease in prepayments		(169)	588
Increase in trade debtors		(1,054)	–
Increase in other debtors and deposits		(545)	(881)
Increase in inventories		(3,871)	(4,329)
Increase in trade payables		915	1,386
Increase in other payables and accruals		16,838	19,309
Cash flows used in operations		**(53,140)**	**(24,703)**
Interest received		688	421
Interest paid		(1,016)	(861)
Net cash flows used in operating activities		**(53,468)**	**(25,143)**
Cash flows from investing activities			
Purchase of property, plant and equipment		(10,248)	(34,482)
Prepayment of property, plant and equipment		–	(8,302)
Proceeds from partial disposal of interest in a subsidiary		51,321	74,200
Net cash flows generated from investing activities		**41,073**	**31,416**
Cash flows from financing activities			
Proceeds from/(Payment of) short term bank overdrafts		238	(154)
Payment of loans and borrowings (non-current)		(2,356)	–
Payment of lease liabilities		(536)	(2,990)
Proceeds from a related party		2,312	–
Net cash used in financing activities		**(342)**	**(3,144)**
Net (decrease)/increase in cash and cash equivalents		**(12,737)**	**3,129**
Effect of exchange rate changes on cash and cash equivalents		(1,091)	1,739
Cash and cash equivalents at beginning of the year		18,248	13,380
Cash and cash equivalents at the end of the year		**4,420**	**18,248**

E. Notes to condensed consolidated financial statements

1. Corporate information

1.1 The Company

Wilton Resources Corporation Limited (the "**Company**" or "**WRC**") is a limited liability company incorporated and domiciled in Singapore. The Company is listed on Catalist Board ("**Catalist**") of the Singapore Exchange Securities Trading Limited ("**SGX-ST**").

The registered office and principal place of business of the Company is located at 62 Ubi Road 1, #09-14 Oxley Bizhub 2, Singapore 408734.

The principal activity of the Company is investment holding.

The principal activities of the Company's subsidiaries are as follows:

(a) gold mining;
(b) mining, general trading, transportation, industry, construction, real estate, logging, farming, plantation, forestry, electrical, mechanical, computer, workshop, printing and services; and
(c) investment holding.

2. Basis of preparation

The condensed interim and full year consolidated financial statements for the six months and full financial year ended 31 December 2023 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("**SFRS(I)**") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council of Singapore. The condensed consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last condensed interim consolidated financial statements for the six months ended 30 June 2023 and last annual audited consolidated financial statements for the full year ended 31 December 2022.

The condensed interim and full year consolidated financial statements have been prepared on a going concern basis and do not include any adjustments to the carrying amounts and classification of assets, liabilities and reported expenses that may otherwise be required if the going concern basis was not appropriate.

The condensed interim and full year consolidated financial statements are presented in Indonesian Rupiah ("**IDR**" or "**Rp**") which is the Company's functional currency and all values are rounded to the nearest million ("**Rp Million**") except when otherwise indicated.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year reported on as that of the Group's most recently annual audited consolidated financial statements for the full year ended 31 December 2022 in accordance with SFRS(I)s, except for the adoption of new and revised standards as set out in Note 2.1 of this condensed interim and full year consolidated financial statements.

E. Notes to condensed consolidated financial statements (cont'd)

2. Basis of preparation (cont'd)

Going concern assumption

As at 31 December 2023, the Group's current liabilities exceeded its current assets by Rp 135,844 million (31 December 2022: Rp 98,131 million) and during the financial year, the Group's net cashflow used in its operating activities amounted to Rp 53,468 million (2022: Rp 25,143 million).

Notwithstanding the above, the Directors are of the view that the Group is able to continue as a going concern due to the Group's ability to generate sufficient operating cash flows and availability of sufficient funds for its operations

During the fourth quarter of 2023, the Group has reached a production capacity of 300 tonnes per day ("**tpd**") with a recovery rate of 60% to 80%. As of December 2023, 7,713 grams of Gold Dore had been produced and 17,333 grams of Gold Dore was still in the form of Pregnant Carbon Content, which had yet to be stripped and smelted.

In February 2024, 1,801 grams of Gold Dore had been produced and the Group plans to continue with the stripping and smelting of the Pregnant Carbon Content in March 2024.

The Group plans to continue to optimize the recovery rate as well as increase its production capacity to 500tpd in FY2024.

2.1. ***New and amended accounting standards adopted by the Group***

The accounting standards adopted are consistent with those of the Group's most recently annual audited consolidated financial statements for the full year ended 31 December 2022 except in the current financial period/year reported on, the Group has adopted all the new and revised standards which are effective for annual financial periods beginning on or after 1 January 2023. The adoption of the new and revised standards effective for annual financial periods beginning on or after 1 January 2023 does not result in changes to the accounting policies of the Group and the Company, and has no material financial effect on the financial performance or position of the Group and the Company.

3. Use of judgments and estimates

The preparation of the condensed interim and full year consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities. Uncertainty of these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the Group's audited consolidated financial statements as at and for the full year ended 31 December 2022.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are disclosed in Note 3.1.

E. Notes to condensed consolidated financial statements (cont'd)

3. Use of judgments and estimates (cont'd)

3.1. ***Judgments made in applying accounting policies***

In the process of applying the Group's accounting policies, management has made the following judgments, apart from those involving estimations, which have the most significant effect on the amounts recognised in the condensed interim and full year consolidated financial statements:

(a) ***Impairment of non-financial assets pertaining to mining operation***

The Group's non-financial assets pertaining to mining operation include mine properties, property, plant and equipment, intangible assets, right-of-use assets and prepayments. The carrying amount of these assets is dependent on the successful development and commercial exploitation of the Group's mines. These assets are assessed for impairment if sufficient data exists to determine the technical feasibility and commercial viability or facts and circumstances suggest that the carrying amount exceeds the recoverable amount.

(b) ***Going concern***

The ability of the Group to continue as a going concern depends on its ability to generate cash flow through the activities as disclosed in Note 2 above. Management has assessed and made a judgement that the Group will be able to generate sufficient cash flows to meet their working capital needs for the next twelve months from the date of this condensed interim and full year consolidated financial statements.

4. Seasonal operations

The Group businesses are not affected significantly by seasonal or cyclical factors during the financial period/year reported on.

5. Segment and revenue information

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

5.1 ***Reportable segment***

The breakdown of non-current assets by geographical information is as follows:

Geographical information

Non-current assets

	Group	
	31 December 2023	**31 December 2022**
	Rp million	**Rp million**
Singapore	33,461	38,459
Indonesia	598,054	558,054
	631,515	596,513

E. Notes to condensed consolidated financial statements (cont'd)

5. Segment and revenue information (cont'd)

5.1 *Reportable segment (cont'd)*

Information on non-current assets provided above consists of mine properties, property, plant and equipment, intangible assets, right-of-use assets, prepayments, other debtors and deposits and long term fixed deposits as presented in the condensed consolidated statement of financial position.

5.2 *Disaggregation of Revenue*

	Group	
	6 months ended 31 December 2023	**6 months ended 31 December 2022**
	Rp million	**Rp million**
Sales of goods recognised at a point in time	2,049	2,769

	Group	
	12 months ended 31 December 2023	**12 months ended 31 December 2022**
	Rp million	**Rp million**
Sales of goods recognised at a point in time	3,990	5,396

All revenue are generated in Indonesia.

A breakdown of sales:

	Group		
	Financial year ended 31 December 2023	**Financial year ended 31 December 2022**	**Increase/ (decrease) %**
	Rp million	**Rp million**	
Sales reported for first half year	1,941	2,627	(26.11)
Operating loss after tax before deducting non-controlling interests reported for first half year	(87,370)	(98,228)	(11.05)
Sales reported for second half year	2,049	2,769	(26.00)
Operating profit/(loss) after tax before deducting non-controlling interests reported for second half year	36,551	(56,713)	N.M.

N.M. = Not Meaningful

E. Notes to condensed consolidated financial statements (cont'd)

6. Financial assets and financial liabilities

Set out below is an overview of financial assets and financial liabilities of the Group and the Company as at 31 December 2023 and 31 December 2022:

	Group		Company	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
	Rp million	Rp million	Rp million	Rp million
Financial assets				
Long term fixed deposits	420	420	–	–
Trade debtors	1,054	–	–	–
Other debtors and deposits (non-current)	1,104	1,104	92	92
Other debtors and deposits (current)	1,128	583	625	40
Investment securities	10	10	–	–
Amounts due from subsidiaries	–	–	110,962	69,174
Cash and cash equivalents	4,420	18,248	1,621	3,365
Restricted time deposits	25,000	25,000	–	–
Total financial assets carried at amortised cost	33,136	45,365	113,300	72,671
Financial liabilities				
Trade payables	2,496	1,581	–	–
Other payables and accruals (current)	150,160	84,621	36,008	25,060
Other payables and accruals (non-current)	–	23,706	–	–
Amounts due to a related party	2,312	–	2,312	–
Amounts due to subsidiaries	–	–	130,790	78,725
Loans and borrowings	312,998	381,763	291,094	319,097
Total financial liabilities carried at amortised cost	467,966	491,671	460,204	422,882

E. Notes to condensed consolidated financial statements (cont'd)

7. (Loss)/profit before taxation

7.1. ***Significant items***

	Group		Group	
	6 months ended 31 December 2023	6 months ended 31 December 2022	12 months ended 31 December 2023	12 months ended 31 December 2022
	Rp million	Rp million	Rp million	Rp million
(Loss)/profit before taxation is arrived at after:				
Charging/(crediting):				
Gain on modification of project financing liability	(159,062)	–	(159,062)	–
Depreciation of property, plant and equipment	1,466	1,534	2,752	3,139
Depreciation of right-of-use assets	3,395	3,166	6,501	6,488
Amortisation of intangible assets	17	64	34	155
Employee benefits expense	705	174	829	22,160
Foreign exchange (gain)/loss	(17,010)	17,181	(694)	28,900

7.2. ***Related Party Transaction***

Sale and purchase of goods and services

The following significant transactions between the Group and a related party took place at terms agreed between the parties during the financial period.

	Group		Group	
	6 months ended 31 December 2023	6 months ended 31 December 2022	12 months ended 31 December 2023	12 months ended 31 December 2022
	Rp million	Rp million	Rp million	Rp million
Rental expense paid to a director for the rental of office premises	250	250	500	500

E. Notes to condensed consolidated financial statements (cont'd)

8. Net Asset Value

	Group		Company	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
Net asset value attributable to owners of the Company (Rp million)	282,221	190,614	871,104	867,888
Number of shares at the end of the year	2,623,983,076	2,623,983,076	2,623,983,076	2,623,983,076
Net asset value per ordinary share (Rp)	107.56	72.64	331.98	330.75
Net asset value per ordinary share (S$ cents)	0.92	0.62	2.83	2.84

For illustration purposes, the net asset value per share in Rp was converted at the exchange rate of S$1.00 : Rp 11,711.64 as at 31 December 2023 and S$1.00 : Rp 11,659.08 as at 31 December 2022.

9. Fair value of financial instruments

Fair value of financial instruments by classes that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value

Long term fixed deposits, other debtors and deposits, amounts due from subsidiaries, investment securities, cash and cash equivalents, restricted time deposits, trade payables, other payables and accruals, amounts due to subsidiaries and loans and borrowings.

Management has determined that the carrying amounts of these financial assets and liabilities are reasonable approximation of fair values due to their short-term nature or because they are re-priced frequently.

10. Mine properties

	Mines under construction
	Rp million
Group	
At 1 January 2023 and 30 June 2023	
Cost	280,128
Depletion of mine properties	(96)
Net book amount	280,032
6 months ended 31 December 2023	
Opening net book amount	280,032
Stripping activity asset	491
Depletion of mine properties	(308)
Closing net book amount	280,215
At 31 December 2023	
Cost	280,128
Stripping activity asset	491
Accumulated amortisation	(404)
Net book amount	280,215

E. Notes to condensed consolidated financial statements (cont'd)

11. Loans and borrowings

	Maturity	Group 31 December 2023 Rp million	Group 31 December 2022 Rp million	Company 31 December 2023 Rp million	Company 31 December 2022 Rp million
Current					
Bank overdrafts, secured	On demand	21,904	21,666	–	–
Short term borrowing, secured	Matured	-	41,000	–	–
		21,904	62,666	–	–
Non-current					
Project financing liability	10 years from the start of operations	291,094	319,097	291,094	319,097
Total loans and borrowings		312,998	381,763	291,094	319,097

<u>Bank overdrafts, secured</u>

Bank overdrafts are denominated in IDR, bear interest at 1.0% above the restricted time deposit used as collateral and are secured by restricted time deposits of Rp 25 billion (31 December 2022: Rp 25 billion).

<u>Short term borrowing, secured</u>

During FY2021, the Group entered into a sale of shares and repurchase agreement, with a third party ("**Counterparty**") whereby a short-term loan of Rp 41 billion was drawn and secured against an aggregate of 922,556,643 shares of PT Wilton Makmur Indonesia Tbk ("**PT WMI**") (a subsidiary of the Company) ("**Repurchase Shares**") to be repurchased at a later date. The short-term borrowings are denominated in IDR and bear interest of 18% per annum.

Extension

On the date of repurchase, the Counterparty was unable to deliver the Repurchase Shares to the Group. As such, in FY2023, a supplemental deed to the sale of shares and repurchase agreement was entered into to provide a one (1) year extension to the Counterparty on the date of the repurchase of the Repurchase Shares ("**Extended Repurchase Date**"). Based on the supplemental deed, the Counterparty would have to compensate the Group based on the total repurchase value amounting to Rp 46.4 billion (comprising the loan amount and the interest) at 5% per annum, which was determined based on the Bank Indonesia benchmark interest rate as at December 2022.

Write Off

On the Extended Repurchase Date, the Counterparty was unable to deliver the Repurchase Shares to the Group. As such, the total principal amount outstanding of Rp 41 billion due to the Counterparty by the Group has been written off against the secured Repurchase Shares. Accordingly, the Group's effective ownership interest in PT WMI has reduced from 75.62% to 69.69% of PT WMI's entire issued and paid-up share capital .

E. Notes to condensed consolidated financial statements (cont'd)

11. Loans and borrowings (cont'd)

<u>Project Financing Liability</u>

On 26 October 2017, the Group secured a project financing arrangement of US$13.5 million ("**Project Financing Arrangement**") with Karl Hoffmann Mineral Pte. Ltd. ("**KHM**") to build a 500 tonnes per day flotation and carbon-in-leach mineral processing facility (the "**Processing Facility**") at the Group's Ciemas Gold Project located in West Java, Indonesia (the "**Project Financing Liability**"). The Project Financing Liability is recorded at amortised cost.

Repayment

The repayment amount for the project financing over the tenure of the arrangement is variable as it is dependent on the future profitability of the Group's Processing Facility. The repayments are repayable on a semi-annual basis until maturity and are denominated in USD. The repayment of the Project Financing Liability will commence, for a period of 10 years, once the Processing Facility has operated at the designed capacity and processed no less than 500 tonnes per day of gold ore for a continuous period of no less than 7 days.

The fixed repayment of the project financing is US$1.6 million per annum. The variable repayment of the project financing is dependent on the profitability of the Processing Facility. If there are subsequent changes to the forecasted future payments, the carrying amount of the Project Financing Liability will be adjusted to reflect the present value of the revised estimated future payments at the Project Financing Liability's original effective interest rate. Any consequent adjustment is recognised as finance expense or finance income in profit or loss.

In FY2023, interest expenses amounting to Rp 127.1 billion was recognized as finance costs in relation to the re-measurement of the Project Financing Liability (FY2022: interest expenses amounting to Rp 68.2 billion). These recognitions were due to changes in the assessment of the future profitability of the Processing Facility arising from the change in variable key assumptions such as (i) future gold price, and (ii) timing of the repayment tenure. Please refer to Section F Note 2(A) – Other income and Section F Note 2(A) – Finance costs for further information.

Embedded derivatives

The project financing arrangement carries an option for the holder to extend the tenure of the project financing arrangement if the Processing Facility delays commencement of operations or does not maintain the minimum production volume agreed upon. In an event of default, the project financing arrangement carries an option for the holder to terminate the arrangement and settle on an amount defined in the contract. If the Group is unable to settle in cash, the holder has the option to convert the outstanding Project Financing Liability into shares of the Company.

The Company identified that the options feature are embedded derivatives that should be recognised separately and through profit or loss measured at fair value at each reporting date. As at 31 December 2023, the Company made an assessment of the fair value of the embedded derivatives, considering the probability of occurrence of the above trigger events and determined the fair value of the derivatives to be immaterial.

Receipt of Notice of Termination, Letter of Demand and Statutory Demands

The Company had received a notice of termination dated 23 June 2023 ("**Notice of Termination**") and a letter of demand dated 23 June 2023 ("**Letter of Demand**") from KHM.

E. Notes to condensed consolidated financial statements (cont'd)

11. Loans and borrowings (cont'd)

In the Notice of Termination, KHM had exercised its right to terminate the Project Financing Arrangement as it was alleged that the Processing Facility did not reach the design capacity by the date of 25 October 2019, and accordingly, the Company is obliged to pay to KHM a termination amount, being the principal sum of US$13,500,000 plus interest at the rate of 13% per annum starting from the date of the Project Financing Arrangement amounting to US$10,087,643.80.

In the Letter of Demand, it was alleged that the Company had failed to pay the first tranche of the compensation amount of US$500,000 pursuant to an agreement dated 10 May 2022 between the Company and KHM (in relation to an agreed compensation for the Project Financing Arrangement), by 25 October 2022, and accordingly, a total compensation amount of US$2,000,000 had become immediately due and owing and the Company was obliged to pay a total compensation amount of US$2,000,000 within 3 working days of the Letter of Demand.

In the statutory notice of demand dated 3 July 2023 ("**3 July Statutory Demand**"), as the Company had failed to pay a total alleged compensation amount of US$2,000,000 within 3 working days of the Letter of Demand, the solicitors acting for KHM demand payment of a total compensation amount of US$2,000,000 under Section 125(2)(a) read with Section 125(1)(e) of the Insolvency, Restructuring and Dissolution Act 2018, within 21 days from the date of service of the 3 July Statutory Demand.

In the statutory notice of demand dated 3 August 2023 ("**3 August Statutory Demand**"), as the Company had failed to pay a total alleged compensation amount of US$23,587,643.80 (being the principal sum of US$13,500,000 plus interest at the rate of 13% per annum starting from the date of the Project Financing Arrangement of 26 October 2017 to 24 July 2023, amounting to US$10,087,643.80), KHM demanded payment of a total termination amount of US$23,587,643.80 as of 24 July 2023, plus interest at the rate of 13% per annum that shall continue to accrue until the date of full payment, under Section 125(2)(a) read with Section 125(1)(e) of the Insolvency, Restructuring and Dissolution Act 2018, within 21 days from the date of service of the 3 August Statutory Demand.

Deed of Compensation

On 16 October 2023, the Company announced that it has entered into a deed of compensation ("Deed of Compensation") with KHM and Wijaya Lawrence (Executive Chairman and President of the Company), pursuant to which the parties have agreed to a full and final settlement of any and all claims, rights and/or liabilities arising out of or in connection with the Project Financing Arrangement. Please refer to the Company's announcement on 16 October 2023 for further information.

Following the signing of the Deed of Compensation, KHM withdrawn the 3 July Statutory Demand and the 3 August Statutory Demand and will not rely on them to file winding up proceedings against the Company. Please refer to the Company's announcement on 17 October 2023 for further information.

The Company has assessed that the Deed of Compensation resulted in a substantial loan modification which required the Group to de-recognise the original Project Financing Liability of US$28.8 million and recognise the new Project Financing Liability amount based on its new present value of US$18.7 million ("Modification"), with the difference of approximately US$10 million or Rp 159,021 million recognised as gain (non-cash) under "Other Income" in the condensed consolidated statements of profit or loss and other comprehensive income.

E. Notes to condensed consolidated financial statements (cont'd)

12. Mandatory convertible bonds

In FY2021, the Company issued 122 mandatory convertible bonds ("**MCBs**"), each with a denomination of S$10,000. The MCB will mandatorily convert into ordinary shares of the Company. The 122 MCBs had been converted into ordinary shares during FY2022. Please refer to Note 13 for further information.

13. Share capital

	Group		Company	
	No. of shares	**Rp million**	**No. of shares**	**Rp million**
Issued and fully paid				
As at 31 December 2021 and 1 January 2022	2,579,129,307	1,191,577	2,579,129,307	3,147,700
Issuance of new shares pursuant to exercise of convertible notes(1)	44,853,769	8,319	44,853,769	8,319
As at 31 December 2022	2,623,983,076	1,199,896	2,623,983,076	3,156,019
Issuance of new shares	–	–	–	–
As at 30 June 2023	2,623,983,076	1,199,896	2,623,983,076	3,156,019
Issuance of new shares	–	–	–	–
As at 31 December 2023	2,623,983,076	1,199,896	2,623,983,076	3,156,019

Note:
(1) During FY2022, the Company issued an aggregate of 44,853,769 new shares in the capital of the Company in relation to conversion of the MCBs, at an issue price ranging from S$0.016 to S$0.021 per share.

	As at 31 December 2023	As at 31 December 2022
Number of issued shares	2,623,983,076	2,623,983,076

The Company does not have any treasury shares and subsidiary holdings during and as at the end of 31 December 2023 and 31 December 2022.

<u>Issuance of Convertible Notes and Non-Listed Warrants</u>

On 31 March 2021, the Company announced that it had, on 30 March 2021, entered into a subscription agreement ("**Subscription Agreement**") with European High Growth Opportunities Securitization Fund (the "**Subscriber**"), pursuant to which the Subscriber has committed to provide funds to the Company of up to S$4.5 million by subscribing for convertible notes with share subscription warrants attached, and the Company has agreed to issue to the Subscriber ("**Proposed Issue**"):

(a) up to S$4.5 million in aggregate principal amount of unsecured convertible notes ("**Notes**" or "**mandatory convertible bonds**"), convertible in whole or in part into fully-paid ordinary shares in the capital of the Company, subject to adjustments in accordance with the terms of the Subscription Agreement; and

(b) unlisted warrants ("**Warrants**"), which shall be attached to the Notes subscribed for by the Subscriber, entitling the holder of such Warrants to subscribe for such number of new shares in the capital of the Company as may be determined in accordance with the terms of the Subscription Agreement.

E. Notes to condensed consolidated financial statements (cont'd)

13. Share capital (cont'd)

As at 31 December 2022, all of the 122 issued Notes have been converted to new shares of the Company. As at 31 December 2023, none of the issued Notes are outstanding.

As at 31 December 2023, none of the Warrants issued had been exercised (31 December 2022: Nil).

Save for the above mentioned Notes and Warrant, the Company does not have any outstanding convertibles as at 31 December 2023 and 31 December 2022.

14. Subsequent events

There are no known subsequent events which have led to adjustments to this set of condensed consolidated financial statements.

F. Other Information required pursuant to Appendix 7C of the Catalist Rules

1. Review

The condensed consolidated statements of financial position of Wilton Resources Corporation Limited and its subsidiaries as at 31 December 2023 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period and full year then ended and the explanatory notes have not been audited or reviewed.

1.A. 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 31 December 2022 ("**FY2022**") are not subject to any adverse opinion, qualified opinion or disclaimer of opinion.

2. Review of the performance of the group

(A) REVIEW OF FINANCIAL RESULTS

Revenue / Cost of sales / Gross profit

For FY2023, the Group sold a total of 4.2 kilograms (FY2022: 6.3 kilograms) of gold dore at an average price of approximately US$1,963/oz (FY2022: US$1,773/oz) of gold. Correspondingly, the Group recorded cost of sales of Rp 3.6 billion ("**b**") for FY2023 (FY2022: Rp 4.0b). As a result, the Group recorded a gross profit of Rp 0.4b for FY2023 (FY2022: Rp 1.4b).

The Group recorded a gross profit margin of 10.8% in FY2023 (FY2022: 25.8%) because the Group had commenced its commercial production of the Processing Facility in FY2023 and is in the process of improving its operational efficiency.

Other income

Other income increased by Rp 160.8b, from Rp 24 million in FY2022 to Rp 160.8b in FY2023, mainly due to the gain (non-cash) of Rp 159.1b arising from the differences between the present value of the Project Financing Liability prior to the Modification and the final settlement amount as agreed pursuant to the Deed of Compensation.

Interest income from loans and receivables

Interest income increased by Rp 267 million, from Rp 421 million in FY2022 to Rp 688 million in FY2023. Annual interest rates of the restricted time deposits have increased from 4.0% in FY2023 (FY2022: 1.9%).

Other expenses

Other expenses decreased by Rp 27.5b, from Rp 28.7b in FY2022 to Rp 1.2b in FY2023, as there had not been any significant forex revaluation of the Project Financing Liability subsequent to the Modification in FY2023.

Other operating expenses

Other operating expenses increased by Rp 19.0b, from Rp 12.0b in FY2022 to Rp 31.0b in FY2023, mainly due to (i) an increase in operational improvement costs amounting to Rp 11.3b, (ii) an increase in on-site professional fees by Rp 7.9b, and (iii) an increase in site employee related expenditures (e.g. safety equipment and training) by Rp 4.4b; partially offset against a decrease in electricity expenses of Rp 4.5b as these expenditures are now recognized under Cost of Sales under the accounting standards after the Group commenced commercial production..

Finance costs

Finance costs increased by Rp 60.7b, from Rp 75.8b in FY2022 to Rp 136.5b in FY2023. The increase was mainly due to an increase in the accrual of interest expense for the Project Financing Liability recorded prior to the Modification amounting to Rp 67.6b; partially offset against (ii) a decrease in interest expense amounting to Rp 6.9b as there was no interest incurred arising from the sale of shares and repurchase arrangement in FY2023.

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

G&A expenses increased by Rp 3.6b, from Rp 40.2b in FY2022 to Rp 44.6b in FY2023. The increase was mainly due to (i) an increase in legal fees amounting to Rp 1.5b; (ii) an increase in audit fees amounting to Rp 0.8b; (iii) an increase in staff remuneration amounting to Rp 1.3b; and (iv) an increase in deemed interest for tax exposure amounting to Rp 1.4b; partially offset against a decrease in professional fees amounting to Rp 1.8b.

Loss after tax

As a result of the above, the Group's loss after tax decreased by Rp 104.1b, from Rp 154.9b in FY2022 to Rp 50.8b in FY2023.

(B) REVIEW OF FINANCIAL POSITION

Assets

Property, plant and equipment ("**PPE**") increased by Rp 37.9b, from Rp 275.9b as at 31 December 2022 to Rp 313.8b as at 31 December 2023, mainly due to additions amounting to Rp 41.1b, partially offset against depreciation charges amounting to Rp 3.4b in FY2023. The additions were mainly due to investments such as road hauling and tailings storage facility.

Intangible assets decreased by Rp 34 million, from Rp 51 million as at 31 December 2022 to Rp 17 million as at 31 December 2023, due to amortization charges in FY2023.

Right-of-use assets ("**ROU assets**") relate to prepaid leases of land within the Group's concession blocks as well as office and vehicle rental. ROU assets decreased by Rp 3.0b, from Rp 38.9b as at 31 December 2022 to Rp 35.9b as at 31 December 2023. The decrease was mainly due to depreciation charges of Rp 6.5b, partially offset against additions of ROU assets of building and car rental amounting to Rp 3.5 billion in FY2023.

Trade debtors of Rp 1.1b as at 31 December 2023 relate to Sales of gold dore during FY2023.

Other debtors and deposits (current) increased by Rp 0.5b, from Rp 0.6b as at 31 December 2022 to Rp 1.1b as at 31 December 2023, mainly due to advances for operational expenses amounting to Rp 0.3b.

Prepayments (current) increased by Rp 0.2b, from Rp 0.5b as at 31 December 2022 to Rp 0.7b as at 31 December 2023, The increase was mainly due to prepayment of license fees amounting to Rp 0.2b.

Amounts due from subsidiaries (at Company level) increased by Rp 41.8b, from Rp 69.2b as at 31 December 2022 to Rp 111.0b as at 31 December 2023, due to (i) intergroup funding amounting to Rp 40.5b; and (ii) foreign exchange revaluation amounting to Rp 1.3b.

Inventories increased by Rp 3.8b, from Rp 6.9b as at 31 December 2022 to Rp 10.7b as at 31 December 2023, mainly due to the commencement of commercial production in FY2023.

Cash and cash equivalents decreased by Rp 13.8b, from Rp 18.2b as at 31 December 2022 to Rp 4.4b as at 31 December 2023. Please refer to the section on “Cashflow” for the movement in cash and cash equivalents.

<u>Liabilities</u>

Trade payables (current) increased by Rp 0.8b, from Rp 1.6b as at 31 December 2022 to Rp 2.5b as at 31 December 2023. The increase was mainly due to additional amounts owing to operational vendors amounting to Rp1.4b, partially offset against a decrease in amounts owing to vendors providing mining management services amounting to Rp 0.6b.

Other payables and accruals (current) increased by Rp 65.6b, from Rp 84.6b as at 31 December 2022 to Rp 150.2b as at 31 December 2023, mainly due to an increase in payables and/or accruals for (i) payables relating to property, plant and equipment amounting to Rp 63.0b (ii) payroll related expenses amounting to Rp 10.1b; and (iii) deemed interest amounting to Rp 2.6b, partially offset against a decrease in deposits amounting to Rp 6.6b and decrease in interest expense for the sale of shares and repurchase agreement amounting to Rp 6.9b.

Information on other payables and accruals (all owing to non-related parties) (current) as well as the aging of the items, is set out below:

<u>Other Payables</u>

	Amount	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	Rp million
Payable to former controlling shareholder of PT WMI [1]	27,705	-	-	-	-	27,705	**27,705**
Purchase of Property, Plant and Equipment	32,732	4,081	-	-	-	28,651	**32,732**
Advance in relation with mining management services	6,570	-	-	-	-	6,570	**6,570**
Professional Fees	4,147	-	-	598	11	3,538	**4,147**
Share Registry	20	-	-	-	-	20	**20**
SGX Charges - MISC	1	-	1	-	-	-	**1**
Permit Fees	165	272	- 342	-	-	234	**165**
Royalty Fees	105	-	105	-	-	-	**105**
Operational reimbursement	404	404	-	-	-	-	**404**
Utility and maintenance	583	573	3	0	-	8	**583**
Site operation	238	-	165	17	130	- 73	**238**
Others	682	-	611	- 0	10	61	**682**
Total	**73,353**	**5,329**	**544**	**614**	**151**	**66,715**	**73,353**

The remaining balance of other payables and accruals (current) amounting to Rp 76.8 billion related to accruals relating to property, plant and equipment (Rp 23.7 billion), professional fees (Rp 8.7 billion), payroll related expenses (Rp 26.1 billion), directors' fees (Rp 7.1 billion), and others such as deemed interest and car rental (Rp 10.6 billion).

Other payables and accruals (current) (at Company level) increased by Rp 10.9b, from Rp 25.1b as at 31 December 2022 to Rp 36.0b as at 31 December 2023, mainly due to an increase in (i) professional fees by Rp 1.9b; (ii) payroll related expenses by Rp 7.5b; and (iii) directors' fees by Rp 1.7b.

Amounts due to a related party (at both Company and Group level) of Rp 2.3b as at 31 December 2023, due to payables arising from a loan from a director of the Company.

Amounts due to subsidiaries (at Company level) increased by Rp 52.1b, from 78.7b as at 31 December 2022 to Rp 130.8b as at 31 December 2023, due to (i) proceeds from sale of subsidiaries shares amounting to Rp 51.3b; and (ii) foreign exchange revaluation of Rp 1.0b, partially offset by payment on behalf of subsidiaries expenditures amounting to Rp 0.2b.

Lease liabilities (current and non-current) increased by Rp 2.5b, from Rp 0.5b as at 31 December 2022 to Rp 3.6b as at 31 December 2023, mainly due to office and vehicle lease agreements which were renewed in FY2023.

Loans and borrowings (current) decreased by Rp 40.8b, from Rp 62.7b as at 31 December 2022 to Rp 21.9b as at 31 December 2023, due to the de-recognition of the liabilities arising from the sale of shares and repurchase agreement amounting to Rp 41.0b, partially offset against an increase in bank overdrafts amounting to Rp 0.2b.

Loans and borrowings (non-current) decreased by Rp 28.0 billion, from Rp 319.1b as at 31 December 2022 to Rp 291.1b as at 31 December 2022. The decrease was mainly due to the Modification of the Project Financing Liability. Please refer to Note 11 of Section E for more information on the Project Financing Liability.

Working Capital

The Group's working capital decreased by Rp 1.4b, from a deficit of Rp 98.1b as at 31 December 2022 to a deficit of Rp 135.8b as at 31 December 2023. Please refer to the above sections on "Assets" and "Liabilities" on the movement in current assets and current liabilities. Please refer to Note 2 of Section E for the board of directors of the Company's view on the Group's ability to operate as a going concern.

Cashflow

Net cash outflow for operating activities of Rp 58.1b in FY2023 was mainly due to the operating loss before working capital changes of Rp 64.5b and, interest paid of Rp 1.0b, partially offset against working capital changes of Rp 6.7b and interest received of Rp 0.7b.

Changes in working capital in FY2023 was due to (i) an increase in prepayments of Rp 0.2b; (ii) an increase in trade debtors of Rp 1.1b (iii) an increase in other debtors and deposits of Rp 0.5b; (iv) an increase in inventories of Rp 3.8b; (v) an increase in trade payables of Rp 0.9b; and (vi) an increase in other payables and accruals of Rp 11.4b.

Net cash generated from investing activities of Rp 45.7b in FY2023 was mainly due to net proceeds received from partial disposal of interest in a subsidiary of Rp 56.7b, partially offset by purchase of property, plant and equipment of Rp 11.0b.

Net cash used in financing activities in FY2023 of Rp 0.3b was mainly due to (i) payment of loans and borrowings of Rp 2.3b; and (ii) payment of lease liabilities of Rp 0.5b, partially offset against proceeds from short term bank loan amounting to Rp 0.2b and proceeds from a related party amounting to Rp 2.3b.

As at 31 December 2023, the Group had cash and cash equivalents of Rp 4.4b, representing a decrease of Rp 13.8b (after effect of exchange rate changes on cash and cash equivalents) from Rp 18.2b as at 1 January 2023.

3. Where 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.

4. 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.

In fourth quarter of 2023, the drought brought upon by El Nino was severe and resulted in a shortage of clean water supply which is required in the Mining industry. Actual rainfall in January 2024 for Sukabumi, the area where the Processing Facility is located, showed that it was 78% below normal levels.

The Group has identified water supply in areas within its concession whereby drilling will commence to provide a steady supply of water in 2024 should such a shortage occur again.

Since the beginning of January 2023, gold price has increased by 9.98% from US$1,843/oz[1] to the current price of approximately US$2,027/oz[1] as at 23 February 2024. Gold futures are projected to rise further to US$2,444/oz in December 2029.

5. Dividend Information.

5 (a) Current Financial Period Reported on

Any dividend recommended for the current financial period reported on?

None.

5 (b) Corresponding Period of the Immediate Preceding Financial Year

Any dividend recommended for the corresponding period of the immediate preceding Financial Year?

None.

5 (c) Date payable

Not applicable.

5 (d) Record date

Not applicable.

5 (e) If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

No dividend has been declared or recommended for FY2023 as the Group is loss making.

6. 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 for IPT from shareholders pursuant to Rule 920 of the Catalist Rules.

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

7. Additional disclosure required for Mineral, Oil and Gas Companies

7 (a) Rule 705(6)(a) of the Catalist Rules in relation to the use of funds/cash for the quarter and a projection on the use of funds/cash for the next immediate quarter, including material assumptions.

(i) Use of funds/cash for the quarter

The Group's expenditure incurred for mining and production activities during the quarter from 1 October 2023 to 31 December 2023 ("**4QFY23**") was as follows:

	Budgeted		Actual		Variance	
Purpose	US$ Million*	Rp Million	US$ Million**	Rp Million	Rp Million	%
General Working Capital	0.86	13,378	1.13	17,520	*4,142*	*31,0%*
Capex	0.74	11,449	0.60	9,318	*(2,131)*	*-18,6%*
Total	**1.60**	**24,827**	**1.73**	**26,838**	*2,011*	*8,1%*

** USD amount converted at US$1 : Rp15,526 as at 30 September 2023*

*** USD amount converted at US$1 : Rp15,416 as at 31 December 2023 for actual amount*

In 4QFY23, the Group had made payments amounting to Rp 17.5 billion (US$ 1.13 million) for general working capital for production activities. The amount was 31.0% higher than budgeted because there was a cash injection of Rp31.3b (US$ 2.0 million) in November 2023 which allowed the Group to pay off some of its operational liabilities so as to free up additional credit facilities.

The Group had made payments amounting to Rp 9.3 billion (US$0.6 million) for capital expenditure ("**Capex**"). The amount was 18.6% lower than budgeted because cash payments were directed to operational vendors whom generally had shorter credit terms.

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

For the next immediate quarter, from 1 January 2024 to 31 March 2024 ("**1QFY24**"), the Group's use of funds/cash for mining and production activities is expected to be as follows:

	Budgeted	
Purpose	US$ million*	Rp Million
General Working Capital	0,64	9.833
Capex	0,33	5.042
Total	**0,97**	**14.876**

** USD amount converted at US$1 : Rp15,416 as at 31 December 2023*

The Group's mining production and development plans for 1QFY24 expect an overall decrease in general working capital due to the ongoing monsoon season in Indonesia. During this period, the Group will focus on improvements that are required to optimize the overall recoverability of the mine.

7(b) Rule 705(6)(b) of the Catalist Rules in relation to the confirmation from the Board.

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

7(c) Rule 705(7) of the Catalist Rules in relation to details of exploration (including geophysical surveys), development and/or production activities undertaken by the Company 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

- **Processing Facility**

  The Group had achieved a production capacity of 300 tpd with a recoverability rate of 60% to 80%.

  As at November 2023, 7,713 grams of Gold Dore had been produced and 17,333 grams of Gold Dore was in the form of Pregnant Carbon Content, which had yet to be stripped and smelted.

  In February 2024, 1,801 grams of Gold Dore had been produced and the Group plans to continue with the stripping and smelting of the Pregnant Carbon Content in March 2024.

- **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.

  The Group targets to achieve the operational capacity of 500 tpd in FY2024 and subsequently increase the operational capacity of 1,500 tpd in FY2025.

b) Exploration Programme

The Group will focus on developing the six Prospects, (namely Cikadu, Sekolah, Cibatu, Pasir Manggu, Cibak and Cipancar), 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 areas within the Group's concession blocks may be acquired to facilitate future exploration, when necessary.

c) Summary of Expenditure Incurred

Please refer to part (i) to Rule 705(6)(a) of the Catalist Rules under item 7(a) above for information on the amount of expenditure incurred, including explanations for any material variances.

8. Use of proceeds from sale of shares in PT WMI

(A) Sale of 745,714,286 ordinary shares

Following the sale of 745,714,286 ordinary shares in the capital of PT WMI in November 2023, the Group had received a cash consideration of S$2.70 million (Rp 31.3 billion) ("**Disposal Consideration**"). Please refer to the Company's announcements dated 14 November 2023, 27 November 2023 and 1 December 2023 for further information on the aforementioned sale.

As at 31 December 2023, the Disposal Consideration had been utilised as follows:

	Amount S$'000
Disposal Consideration	**2,700**
Utilised:	
Capex	**1,715**
Operational expenditure	**134**
General Working Capital	**464**
Total utilised	**2,313**
Balance Consideration	**387**

For illustration purposes, the amount utilized was converted at the exchange rate of S$1.00: Rp11,348.00.

Taking into consideration the current needs of the Group's operations, the Company has reallocated S$1.7 million of the Disposal Consideration from the intended uses to Capex mainly for investments in property, plant and equipment such as road hauling and tailings storage facility. Save for the aforementioned reallocation, the use of the Disposal Consideration is in accordance with the intended use as set out in the Company's announcement on 14 November 2023, in relation to the sale of 745,714,286 shares in PT WMI.

(B) Sale of 400,000,000 ordinary shares

Following the sale of 400,000,000 ordinary shares in the capital of PT WMI in June 2023, the Group had received a cash consideration of S$1.74 million (Rp 20.0 billion) ("**Disposal Consideration**"). Please refer to the Company's announcement dated 22 June 2023 for further information on the aforementioned sale.

As at 31 December 2023, the Disposal Consideration had been fully utilised as follows:

	Amount S$'000	Amount S$'000	Amount S$'000
	1HFY23	2HFY23	FY23
Disposal Consideration	**1,739**	**1,307**	**1,739**
Utilised:			
Capex	-	1,183	1,183
Operational expenditure	128	-	128
General Working Capital	304	125	428
Total utilised	**432**	**1,308**	**1,739**
Balance Consideration	**1,307**	**-**	**-**

For illustration purposes, the amount utilized was converted at the exchange rate of S$1.00: Rp11,273.84.

Taking into consideration the current needs of the Group's operations, the Company has reallocated S$1.2 million of the Disposal Consideration from the intended uses to Capex mainly for investments in property, plant and equipment such as road hauling and tailings storage facility. Save for the aforementioned reallocation, the use of the Disposal Consideration is in accordance with the intended uses as set out in the Company's announcement on 22 June 2023, in relation to the sale of 400,000,000 shares in PT WMI.

(C) Sale of 742,000,000 and 553,731,343 ordinary shares

Following the sale of 742,000,000 ordinary shares in the capital of PT WMI via in March 2022, the Group had received a cash consideration of S$3.5 million (Rp 37.1 billion) ("**Disposal Consideration**").

The Group further sold 553,731,343 ordinary shares in the capital of PT WMI upon the exercise of a call option in September 2022 for a cash consideration of S$3.5 million (Rp 37.1 billion) ("**Option Consideration**", and together with the Sale Consideration, "**Consideration**").

Please refer to the Company's announcements dated 4 April 2022, 14 September 2022 and 20 September 2022 for further information on the aforementioned sale and call option.

As at 31 December 2023, the Consideration had been fully utilised as follows:

	Amount	Amount	Amount
	S$'000	S$'000	S$'000
	1HFY23	2HFY23	FY23
Balance Consideration	**1,765**	**334**	**1,765**
Utilised:			
Capex	685	334	1,019
General Working Capital	746	-	746
Total utilised	1,431	334	1,765
Balance Consideration	**334**	**-**	**-**

The use of the Disposal Consideration is in accordance with the intended use as set out in the Company's announcement on 4 April 2022, in relation to the sale of 742,000,000 shares in PT WMI.

The use of the Option Consideration is in accordance with the intended use as set out in the Company's announcements on 4 April 2022 and 14 September 2022, in relation to the call option.

9. 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.

10. Disclosure pursuant to Rule 706(A)

On 14 November 2023, the Company announced that the Company and Wilton Resources Holdings Pte. Ltd. (a wholly-owned subsidiary of the Company) ("**WRH**", together with the Company, the "**Vendors**") had, on 8 November 2023, entered to a sale and purchase agreement ("**Agreement**") with Mr Chong Thim Pheng ("**Purchaser**").

Pursuant to the Agreement, the Vendors had agreed to sell, and the Purchaser has agreed to purchase, an aggregate of 745,714,286 ordinary shares (the "**Sale Shares**") in the capital of PT WMI, representing approximately 4.80% of the issued and paid-up share capital of PT WMI, on the terms and conditions as set out in the Agreement (the "**Disposal**") for a cash consideration of IDR 42 for each Sale Share. Based on the Agreed Exchange Rate (being the agreed upon rate between the Vendors and the Purchaser as stipulated in the Agreement of S$1 : IDR 11,600), the parties had agreed that the aggregate cash consideration of the Sale Shares shall be S$2,700,000 (equivalent to approximately IDR 31.3 billion) (the "**Sale Consideration**").

Pursuant to the Agreement, the Vendors had, on 14 November 2023, received an aggregate cash consideration of S$1.35 million ("**Tranche 1 Consideration**") and on 27 November 2023, received an aggregate cash consideration of S$1.35 million ("**Tranche 2 Consideration**").

Following the receipt of the Tranche 1 Consideration and Tranche 2 Consideration, WRH had on 30 November 2023, completed the sale of 745,714,286 ordinary shares in the capital of PT WMI, representing approximately 4.80% of the issued and paid-up share capital of PT WMI ("Tranche 1 & 2 Disposal"). Following Tranche 1 & 2 Disposal, WRH's effective shareholding interest in PT WMI had reduced from approximately 80.42% to 75.62%.

Please refer to the Company's announcement dated 14 November 2023 in relation to the Disposal, for information on, *inter alia*, the following:

(a) the factors taken into account in arriving at the Sale Consideration and how it was satisfied, including the terms of the payment; and

(b) the market value represented by such shares.

Save for the above, the Group does not have any acquisitions (including incorporations) and realisations of shares since the end of the previous reporting period, up to 31 December 2023.

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

		FY2023	FY2022
(a)	Ordinary	Nil	Nil
(b)	Preference	Nil	Nil
(c)	Total:	Nil	Nil

12. **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	34	Son of Executive Chairman and President of the Company (who is also a substantial shareholder of the Company)	Vice President (General Administration) since 2011 Responsible for overseeing the Administration Division of the Group and also assists the Executive Chairman and President in managing the business development and operations of the Group	No change
Andrianto Darmasaputra Lawrence	35	Son of Executive Chairman and President of the Company (who is also a substantial shareholder of the Company)	Vice President (Operations) since 2012 Responsible for managing the Company's day-to-day operations and reporting them to the Executive Chairman and President, as well as assisting in managing the Treasury, Human Resources and Finance of the Group	No change

On behalf of the Board of Directors

Wijaya Lawrence
Executive Chairman and President

Singapore
29 February 2024