

# **WILTON**

**WILTON RESOURCES CORPORATION LIMITED**

(Company Registration Number: 200300950D)

## Unaudited Financial Statements and Dividend Announcement for the Financial Year Ended 30 June 2017 (“FY17”)

This announcement has been prepared by Wilton Resources Corporation Limited (the “Company” or “WRC”) and its contents have been reviewed by the Company’s sponsor (“**Sponsor**”), SAC Advisors Private Limited, for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”).

The Sponsor has not independently verified the contents of this announcement.

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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SAC Capital Private Limited is the parent company of SAC Advisors Private Limited.

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT  
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2017**

**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.

**WRC & subsidiaries**

**Consolidated statement of comprehensive income**

	Group		Increase/ (decrease) %
	FY17 Rp Million	FY16 Rp Million	
Revenue	-	-	N.M.
Cost of sales	-	-	N.M.
<b>Gross profit</b>	-	-	N.M.
<b>Other items of income</b>			
Other income	31	33	-6.1%
Interest income from loans and receivables	65	261	-75.1%
<b>Other items of expenses</b>			
Other expenses	(1,630)	(582)	180.1%
Other operating expenses	(8,194)	(4,441)	84.5%
General and administrative expenses	(36,233)	(35,992)	0.7%
<b>Loss before tax</b>	<b>(45,961)</b>	<b>(40,721)</b>	12.9%
Income tax expense	-	-	N.M.
<b>Loss after tax</b>	<b>(45,961)</b>	<b>(40,721)</b>	12.9%
<b>Other comprehensive income</b>			
<b>Item that may not be reclassified subsequently to profit or loss:</b>			
Re-measurement gain on defined benefit plans	51	64	-20.3%
<b>Other comprehensive income for the year, net of tax</b>	<b>51</b>	<b>64</b>	-20.3%
<b>Total comprehensive income for the year</b>	<b>(45,910)</b>	<b>(40,657)</b>	12.9%

N.M. = Not meaningful

	FY17	FY16	Increase/ (decrease) %
	Rp Million	Rp Million	
<b>Loss after tax is stated after crediting/(charging):</b>			
Depreciation of property, plant and equipment	(1,614)	(1,264)	27.7%
Amortisation of intangible assets	(180)	(163)	10.4%
Amortisation of prepaid lease	(2,972)	(2,135)	39.2%
Loss on disposal of property, plant and equipment	(1)	-	N.M.
Foreign exchange loss	(1,601)	(557)	187.4%

**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.**

**WRC & subsidiaries**

**Consolidated statement of financial position**

	Group		Company	
	Unaudited 30/6/2017 Rp Million	Audited 30/6/2016 Rp Million	Unaudited 30/6/2017 Rp Million	Audited 30/6/2016 Rp Million
<b>Non-current assets</b>				
Exploration and evaluation assets	214,455	196,430	-	-
Mine properties	388	388	-	-
Property, plant and equipment	8,223	6,362	688	1,112
Intangible assets	1,011	1,190	-	-
Investment in subsidiaries	-	-	584,811	2,232,811
Inventories	30	30	-	-
Prepaid leases	43,386	30,664	-	-
	<u>267,493</u>	<u>235,064</u>	<u>585,499</u>	<u>2,233,923</u>
<b>Current assets</b>				
Other debtors and deposits	919	2,379	192	2,365
Prepaid lease	3,687	2,348	-	-
Prepayments	819	8,460	448	478
Amounts due from subsidiaries	-	-	374,535	324,017
Cash and cash equivalents	96,941	61,831	85,055	53,134
	<u>102,366</u>	<u>75,018</u>	<u>460,230</u>	<u>379,994</u>
<b>Total assets</b>	<u>369,859</u>	<u>310,082</u>	<u>1,045,729</u>	<u>2,613,917</u>
<b>Current liabilities</b>				
Trade payable	2,084	6,614	-	-
Other payables and accruals	4,805	5,097	2,475	3,248
Amount due to a related party	1,937	572	-	-
Amounts due to subsidiaries	-	-	608	619
	<u>8,826</u>	<u>12,283</u>	<u>3,083</u>	<u>3,867</u>
Net current assets	<u>93,540</u>	<u>62,735</u>	<u>457,147</u>	<u>376,127</u>
<b>Non-current liabilities</b>				
Employee benefits liability	2,006	1,528	-	-
Provision for rehabilitation	70	-	-	-
	<u>2,076</u>	<u>1,528</u>	<u>-</u>	<u>-</u>
<b>Total liabilities</b>	<u>10,902</u>	<u>13,811</u>	<u>3,083</u>	<u>3,867</u>
<b>Net assets</b>	<u>358,957</u>	<u>296,271</u>	<u>1,042,646</u>	<u>2,610,050</u>
<b>Equity</b>				
Share capital	1,153,516	1,044,920	3,109,639	3,001,043
Accumulated losses	(806,137)	(760,227)	(2,066,993)	(390,993)
Merger reserve	13	13	-	-
Capital reserve	11,565	11,565	-	-
<b>Total equity</b>	<u>358,957</u>	<u>296,271</u>	<u>1,042,646</u>	<u>2,610,050</u>
<b>Total equity and liabilities</b>	<u>369,859</u>	<u>310,082</u>	<u>1,045,729</u>	<u>2,613,917</u>

**1(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 30 June 2017		As at 30 June 2016	
Secured	Unsecured	Secured	Unsecured
Nil	Nil	Nil	Nil

**Amount repayable after one year**

As at 30 June 2017		As at 30 June 2016	
Secured	Unsecured	Secured	Unsecured
Nil	Nil	Nil	Nil

As at 30 June 2016 and 30 June 2017, the Group had no borrowings.

**Details of any collateral**

Not applicable.

**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**

	<b>Year ended 30/6/2017</b>	<b>Year ended 30/6/2016</b>
	<b>Rp Million</b>	<b>Rp Million</b>
<b>Cash flows from operating activities</b>		
Loss before tax	(45,961)	(40,721)
Adjustments for:		
Loss on disposal of property, plant and equipment	1	-
Unrealised foreign exchange differences	(1,946)	521
Interest income	(65)	(261)
Depreciation of property, plant and equipment	1,614	1,264
Amortisation of intangible assets	180	163
Amortisation of prepaid leases	2,972	2,135
Increase in employee benefits liability	529	434
	<u>(42,676)</u>	<u>(36,465)</u>
Movements in working capital		
Decrease/(increase) in prepayments	7,641	(6,324)
Decrease/(increase) in other debtors and deposits	1,426	(1,749)
(Decrease)/increase in trade payables	(4,530)	4,460
Increase/(decrease) in amount due to a related party	1,365	(548)
Decrease in other payables and accruals	(311)	(1,016)
Cash used in operations	<u>(37,085)</u>	<u>(41,642)</u>
Interest received	65	261
Net cash used in operating activities	<u>(37,020)</u>	<u>(41,381)</u>
<b>Cash flows from investing activities</b>		
Investment in exploration and evaluation assets (Note A)	(17,955)	(24,543)
Prepayment of land leases	(17,033)	(4,294)
Purchases of property, plant and equipment	(3,476)	(2,469)
Net cash used in investing activities	<u>(38,464)</u>	<u>(31,306)</u>
<b>Cash flows from financing activity</b>		
Proceeds from issuance of ordinary shares	108,596	29,114
Net cash generated from financing activity	<u>108,596</u>	<u>29,114</u>
Net increase/(decrease) in cash and cash equivalents	33,112	(43,573)
Effects of exchange rate changes on cash and cash equivalents	1,998	(875)
Cash and cash equivalents at beginning of the year	61,831	106,279
Cash and cash equivalents at the end of the year	<u>96,941</u>	<u>61,831</u>
<b>Note A</b>		
Aggregate cost of exploration and evaluation assets acquired	(18,025)	(24,543)
Less: rehabilitation costs capitalised	70	-
Cash payments to acquire exploration and evaluation assets	<u>(17,955)</u>	<u>(24,543)</u>

**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.**

Group	Attributable to owners of the Company				
	Share Capital	Accumulated Losses	Merger Reserves	Capital Reserves	Total Equity
	Rp Million	Rp Million	Rp Million	Rp Million	Rp Million
At 1 July 2016	1,044,920	(760,227)	13	11,565	296,271
Loss for the year	-	(45,961)	-	-	(45,961)
Re-measurement gain on defined benefit plans, representing total other comprehensive income for the year, net of tax	-	51	-	-	51
Total comprehensive income for the year, net of tax	-	(45,910)	-	-	(45,910)
Issuance of ordinary shares, representing total transactions with owners in their capacity as owners	108,596	-	-	-	108,596
At 30 June 2017	1,153,516	(806,137)	13	11,565	358,957
At 1 July 2015	1,015,806	(719,570)	13	11,565	307,814
Loss for the year	-	(40,721)	-	-	(40,721)
Re-measurement gain on defined benefit plans, representing total other comprehensive income for the year, net of tax	-	64	-	-	64
Total comprehensive income for the year, net of tax	-	(40,657)	-	-	(40,657)
Issuance of ordinary shares, representing total transactions with owners in their capacity as owners	29,114	-	-	-	29,114
At 30 June 2016	1,044,920	(760,227)	13	11,565	296,271

Company	Attributable to owners of the Company		
	Share Capital	Accumulated Losses	Total Equity
	Rp Million	Rp Million	Rp Million
At 1 July 2016	3,001,043	(390,993)	2,610,050
Loss for the year, representing total comprehensive income for the year, net of tax	-	(1,676,000)	(1,676,000)
Issuance of ordinary shares, representing total transactions with owners in their capacity as owners	108,596	-	108,596
At 30 June 2017	3,109,639	(2,066,993)	1,042,646
At 1 July 2015	2,971,929	(366,367)	2,605,562
Loss for the year, representing total comprehensive income for the year, net of tax	-	(24,626)	(24,626)
Issuance of ordinary shares, representing total transactions with owners in their capacity as owners	29,114	-	29,114
At 30 June 2016	3,001,043	(390,993)	2,610,050

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares and subsidiary holdings, 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.**

There was no change to the Company's share capital since the end of the previous period reported on (3QFY17). As at 31 March 2017 and 30 June 2017, the share capital of the Company comprised 2,436,700,286 ordinary shares.

The Company did not have any outstanding options, convertible securities, treasury shares or subsidiary holdings as at 30 June 2017 and 30 June 2016.

- 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.**

	<b>As at 30 June 2017</b>	<b>As at 30 June 2016</b>
Number of issued shares	2,436,700,286	2,236,700,286

The Company did not have any treasury shares as at 30 June 2017 and as at 30 June 2016.

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

Not applicable. The Company does 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, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable. The Company does 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.

- 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 and the Company have applied the same accounting policies and methods of computations in the financial statements for the current reporting period.

- 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.**

Not applicable.

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 diluted basis (detailing any adjustments made to the earnings).**

	Group	
	FY17	FY16
Loss per ordinary share for the period based on net loss attributable to shareholders:		
(a) Basic loss per share (Rp)	(19.66)	(18.61)
- Basic loss per share (S\$ cents)	(0.21)	(0.19)
Weighted average number of shares	2,337,248,231	2,187,823,540
(b) On a fully diluted basis (Rp)	(19.66)	(18.61)
- On a fully diluted basis (S\$ cents)	(0.21)	(0.19)

On 18 May 2016, the Company issued 55,555,556 placement shares to Mdm Tay Shu Chin for S\$3.0 million at a placement price of S\$0.054 per placement share. For FY16, the weighted average number of shares for the year was determined based on the total number of shares in issuance before the placement, being 2,181,144,730 shares from 1 July 2015 to 17 May 2016 and the total number of shares of 2,236,700,286 shares after the placement from 18 May 2016 to 30 June 2016.

On 28 November 2016, the Company issued 50,000,000 placement shares to Mr Seah Cheong Leng and Ms Ng Suk Sian for S\$3.0 million at a placement price of S\$0.06 per placement share. On 9 January 2017, the Company issued 150,000,000 placement shares to Mr Seah Cheong Leng and Ms Ng Suk Sian for S\$8.63 million at a placement price of S\$0.05751 per placement share.

For FY17, the weighted average number of shares for the year was determined based on the total number of shares in issuance, being 2,236,700,286 shares from 1 July 2016 to 27 November 2016, 2,286,700,286 shares from 28 November 2016 to 8 January 2017 and 2,436,700,286 shares from 9 January 2017 to 30 June 2017.

The diluted loss per share and the basic loss per share for both FY16 and FY17 were the same as there were no outstanding convertible securities for the financial years ended 30 June 2016 and 30 June 2017.

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: Rp 9,522.14 for FY17 (FY16: S\$ 1: Rp 9,795.04).

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	
	30 June 2017	30 June 2016	30 June 2017	30 June 2016
Net asset value (Rp million)	358,957	296,271	1,042,646	2,610,050
Number of shares at the end of the year	2,436,700,286	2,236,700,286	2,436,700,286	2,236,700,286
Net asset value per share (Rp)	147.31	132.46	427.89	1,166.92
Net asset value per share (S\$ cents)	1.54	1.36	4.46	11.94

For illustration purposes, the net asset value per share in Rp was converted at the exchange rate of S\$ 1:Rp 9,590.65 for FY17. (FY16 : S\$ 1:Rp 9,770.57)



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;**

Revenue/ Cost of sales

There was no revenue or cost of sales reported for the financial year ended 30 June 2017 ("FY17") or the comparable financial year ended 30 June 2016 ("FY16") as the Group has yet to commence production at its gold mine in Indonesia.

Other expenses

Other expenses increased by Rp 1.0b, from Rp 0.6b in FY16 to Rp 1.6b in FY17, mainly due to higher unrealised foreign exchange losses of Rp 1.0b.

Other operating expenses

Other operating expenses increased by Rp 3.8b from Rp 4.4b for FY16 to Rp 8.2b in FY17 mainly due to higher amortisation of prepaid land leases of Rp 0.9b and higher site expenses of Rp 2.9b.

General and administrative ("G&A") expenses

G&A expenses increased slightly by Rp 0.2b, from Rp 36.0b for FY16 to Rp 36.2b for FY17. The increase was mainly due to increase in staff costs and headcount and travel expenses, offset by cost savings on certain G&A expenses.

Loss before tax

Due to the above reasons the Group's loss before tax increased by Rp 5.3b from Rp 40.7b in FY16 to Rp 46.0b in FY17.

- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Assets

Exploration and evaluation assets ("EEA") increased by Rp 18.1b, from Rp 196.4b as at 30 June 2016 to Rp 214.5b as at 30 June 2017, due to the additional exploration and evaluation expenses ("EEE") capitalised in FY17.

Property, plant and equipment ("PPE") increased by Rp 1.8b from Rp 6.4b as at 30 June 2016 to Rp 8.2b as at 30 June 2017, mainly due to additions to PPE of Rp 3.4b, which was offset by depreciation charges of Rp 1.6b.

Prepaid leases, non-current and current portions combined, increased by Rp 14.1b, from Rp 33.0b as at 30 June 2016 to Rp 47.1b as at 30 June 2017, due to additions in prepaid lease of Rp 17.1b less amortisation of prepaid land lease of Rp 3.0b.

Prepayments decreased by Rp 7.7b, from Rp 8.5b as at 30 June 2016 to Rp 0.8b as at 30 June 2017, mainly due to the reclassification to prepaid lease.

Liabilities

Trade payables decreased by Rp 4.5b, from Rp 6.6b as at 30 June 2016 to Rp 2.1b as at 30 June 2017, mainly due to the lower exploration and evaluation activities at the site.

Other payables and accruals decreased by Rp 0.3b, from Rp 5.1b as at 30 June 2016 to Rp 4.8b as at 30 June 2017, mainly due to lower accruals.

The Group's working capital increased by Rp 30.8b, from Rp 62.7b as at 30 June 2016 to Rp 93.5b as at 30 June 2017, mainly due to net cash inflow from financing activities of Rp 108.6b, offset by net cash outflow for operating activities of Rp 37.0b and net cash outflow for investing activities of Rp 38.5b.

### Cashflow

The net cash outflow for operating activities of Rp 37.0b in FY17 was mainly due to the operating loss before working capital changes of Rp 42.7b offset by Rp 5.7b from working capital changes.

Cash from working capital in FY17 amounted to Rp 5.7b, mainly due to a decrease in prepayments of Rp 7.6b, a decrease in other debtors and deposits of Rp 1.4b, increase in amount due to a related party of Rp 1.4b, offset by a decrease in trade payables of Rp 4.5b, and a decrease in other payables and accruals of Rp 0.3b.

Net cash used in investing activities of Rp 38.5b in FY17 was mainly due to the investment in EEA of Rp 18.0b, prepayment of land leases of Rp 17.0b and purchase of property, plant and equipment of Rp 3.5b.

Net cash inflow from financing activities of Rp 108.6b in FY17 was from the proceeds of the two share placements completed in November 2016 and January 2017 of an aggregate 200,000,000 ordinary shares.

As at 30 June 2017, the Group had cash and cash equivalents of Rp 96.9b, representing an increase of Rp 35.1b from Rp 61.8b as at 30 June 2016.

**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 2016, the gold price strengthened from approximately US\$1,080/oz to over US\$1,340/oz in the middle of 2016 before falling back to around US\$1,242/oz as of June 2017. The Group believes that the higher gold price further enhances the viability of the Ciemas Gold Project.

The Ciemas Gold Project boasts high grades, large and open resources, and low projected costs which help to de-risk the opportunity.

The Group remains focused on gold production at the Ciemas Gold Project. The first gold pour from the initial trial production batch of 500 tonnes of ore by pool leaching has produced 936 grams of gold with 99% purity. The second gold pour from the second batch of 500 tonnes of ore is expected in September 2017. The pool leaching production capacity will be increased in stages.

Negotiations with an Engineering, Procurement and Construction ("EPC") contractor for the design and construction of a 500 tonnes per day ("tpd") flotation and carbon in leach plant continue and further updates will be provided in due course (see Section 14(c) below for further details).

The volatility of the foreign exchange for the US dollar against our functional currency (IDR) will continue to have a significant 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.**

No dividend has been declared or recommended for the financial year ended 30 June 2017 (FY17).

**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.**

Name of Interested Person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
-	Nil	Nil

The Group does not have any general mandate from shareholders pursuant to Rule 920.

## Additional disclosure required for Mineral, Oil and Gas Companies

### 14 (a) Rule 705(6)(a) of the Catalyst Listing Manual

For 4QFY17, the Group's use of funds/cash for mining and exploration activities was as follows:

Purpose	Budgeted		Actual		Variance	
	US\$	Rp	US\$	Rp	Rp	%
	Million	Million	Million	Million	Million	
Exploration and evaluation expenses	1.24	16,489	0.35	4,721	(11,768)	-71.4%
Capex	1.88	24,982	0.18	2,365	(22,617)	-90.5%
<b>Total</b>	<b>3.12</b>	<b>41,471</b>	<b>0.53</b>	<b>7,086</b>	<b>(34,385)</b>	<b>-82.9%</b>

\* USD amount converted at US\$1 : Rp13,319 as at 30 June 2017

In 4QFY17, only Rp 4.7b (US\$ 0.35m) was incurred for exploration and evaluation expenses out of the Rp 16.5b (US\$ 1.24m) budgeted due to the priority given to activities related to the Production Programme. Out of the Rp 25.0b (US\$ 1.88m) budgeted for capital expenditure, Rp 2.4b was utilised for the acquisition of an excavator and a wheel loader.

The acquisition of additional surface rights which permit mining activities within the Group's Mining Permit 1 (2,878.5 hectares) and Mining Permit 2 (200.0 hectares) (collectively "**Mining Permits**") remains an ongoing process. For strategic reasons, the timing of the expenditure (upon acquisition of rights) will depend on the negotiation process. During 4QFY17, there was no acquisition of additional land use rights.

Please see Section 14 (c) below for a more comprehensive outline of activities during the quarter under review.

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

For the next immediate quarter, from 1 July 2017 to 30 September 2017 ("**1QFY18**"), the Group's use of funds/cash for mining and exploration activities is expected to be as follows:

Purpose	Budgeted	
	US\$	Rp
	Million	Million
Exploration and evaluation expenses	2.15	28,610
Land acquisition	0.15	1,998
Capex	1.73	22,979
<b>Total</b>	<b>4.03</b>	<b>53,587</b>

\* USD amount converted at US\$1 : Rp13,319 as at 30 June 2017

For 1QFY18, Rp 28.6b (US\$ 2.15m) is expected to be spent on exploration and evaluation expenses, Rp. 2.0b (US\$ 0.15m) on land acquisition and Rp 23.0b (US\$ 1.73m) on capital expenditure.

The Group's mining production and development plans for 1QFY18 are expected to be as follows:

- 1) Production Programme: Following the first gold pour as announced on 8 August 2017, the second batch of leaching will continue in 1QFY18. As further optimisation remains on-going, the second batch will remain at 500 tonnes of oxide ore before the

eventual utilisation of the full leaching pool capacity of 1000 tonnes of oxide ore in subsequent cycles.

Mining, crushing and stockpiling of ore to be processed via pool leaching is on-going.

Construction of the second leaching pool is expected to be completed during September 2017. Additional leaching pools will be constructed in stages to increase production capacity over time.

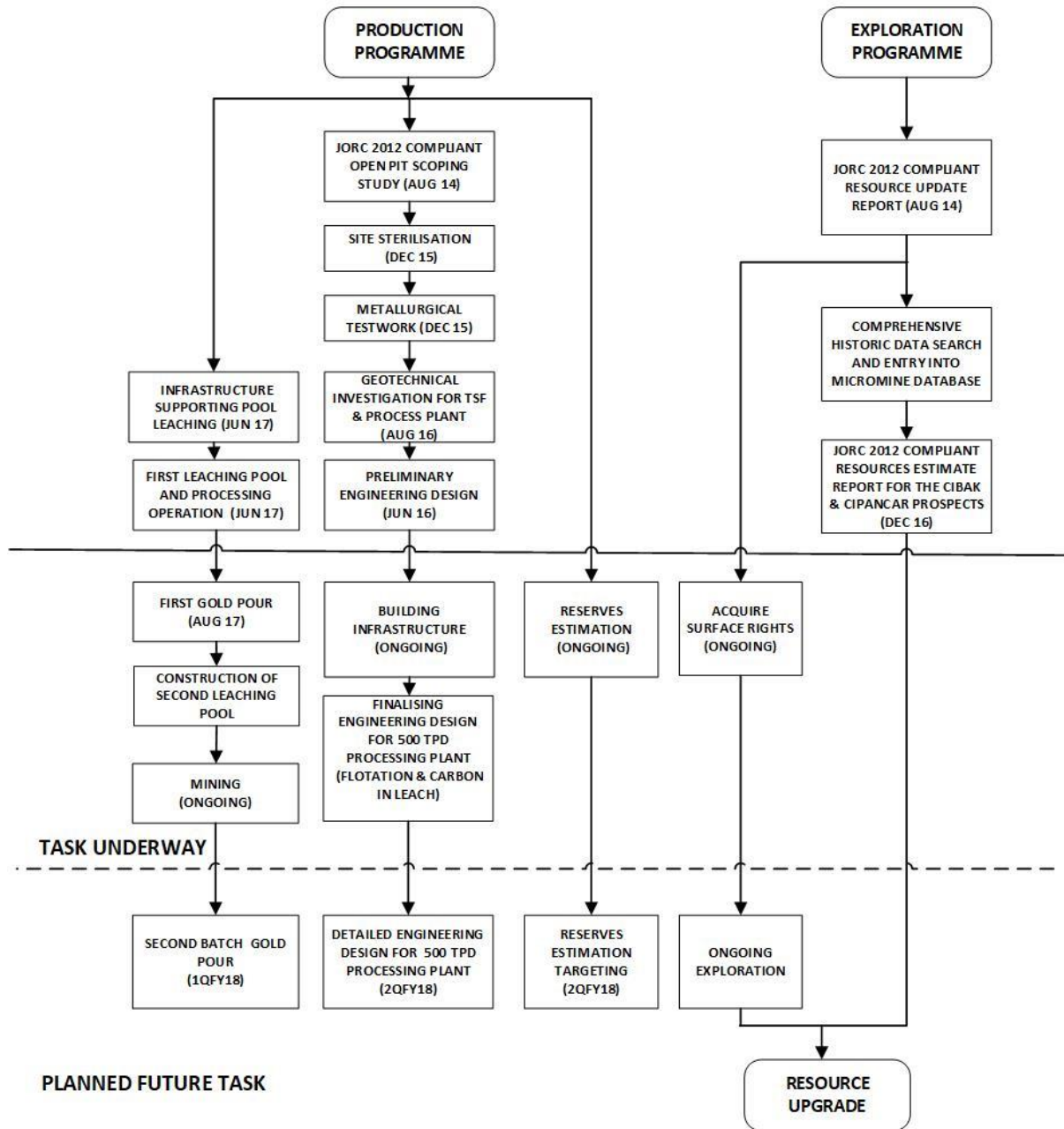
In addition to increasing the Group's production via the pool leaching, and in order to process higher grade sulphide ores, the Group plans to construct a 500 tpd production plant utilising a flotation and carbon in leach flowsheet. The Group is finalising the engineering design of this plant and is in discussions with an EPC contractor for its construction and commissioning. Further announcements will be made in due course.

Ore Reserves estimation is in progress.

- 2) Infrastructure: Further expansion on the construction of supporting infrastructure such as access & hauling road and electricity, etc that will serve the extended production plant is on-going.

These activities are shown in chart below in the context of the overall project workflow:

**TASK ACHIEVED UP TO 30 JUNE 2017**



**14 (b) Rule 705(6)(b) of the Catalyst Listing Manual**

The Board confirms that to the best of their 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)(a) of the Catalyst Listing Manual**

**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.**

For 4QFY17, the Group continued with exploration, evaluation and development activities of its Mining Permits at the Ciemas Gold Project, through the pursuit of two programmes (collectively, the “**Programmes**”), as follows:

- a) Production Programme; and
- b) Exploration Programme.

Activities on each of the Programmes in 4QFY17 are set out below.

**a) Production Programme**

The Group has commenced initial trial stage of production via pool leaching. Each leaching pool is designed to treat up to 1,000 tonnes of oxide ore per cycle with a leaching cycle time of up to four weeks. The processing plant includes crushers, leaching pool, a carbon absorption circuit and a smelter from which gold is produced.

Construction of the first leaching pool and associated processing plant was completed in June 2017. The first trial batch of leaching utilised only half of the capacity of the leaching pool. Following this trial phase, the Company will evaluate the results and seek to optimise the process and increase throughput accordingly. Construction of the second leaching pool is in progress and expected to be completed by September 2017.

While processing via pool leaching is an economical process to treat oxide ore, a 500 tpd processing plant (flotation and carbon in leach plant) that can treat both oxide ore and sulphide ore is being designed. The Company is currently in discussion with an EPC contractor for the plant.

The following infrastructure for the current pool leaching facility has been completed: (i) land clearance for the mining area, processing plant area and hauling road; (ii) construction of the supporting infrastructure including laboratory, gold room, base camp, hauling road and stockpile area; and (iii) installation of the electrical power supply from the transformer station to the processing plant area.

Stripping of overburden and open cut mining is on-going.

The Group has appointed a contractor to develop and expand the pool leaching programme. The Group will provide the supporting infrastructure, while the contractor will provide and operate the pool leaching processing facility, and the production.

The estimation of Ore Reserves for the Group’s Pasir Manggu, Cikadu, Sekolah and Cibatu prospect areas (collectively, the “**4 Prospects**”) is in progress. The expected date of completion has been delayed to 2QFY18, due to the priority given to the first leaching production trial. A qualified person’s report presenting the results of the Ore Reserves estimation will be announced as soon as practicable thereafter.

**b) Exploration Programme**

In parallel with the development of the 4 Prospects and the Cibak and Cipancar Prospects, the Group may expand its exploration efforts to other mineralised areas identified by historical exploration within its mining permits in the Ciemas District. Additional surface rights to areas within the Group’s Concession Blocks are being negotiated to facilitate future exploration.

**14 (d) Rule 705(7)(b) of the Catalyst Listing Manual**

**Update on its reserves and resources, where applicable, in accordance with the requirements as set out in Practice Note 4C, including a summary of reserves and resources set out in Appendix 7D.**

On 2 February 2017, the Group announced a maiden estimate of Mineral Resources for the Cibak and Cipancar Prospects. The updated estimate of Mineral Resources for the Group, including the 4 Prospects and the Cibak and Cipancar Prospects, is shown in Table 1, below.

**Table 1: Summary of Mineral Resources for the Ciemas Gold Project (by prospect area)**

Property	Category			
		Resource (kt)	Au (g/t)	Au (kg)
Pasir Manggu	Measured	120	7.3	870
	Indicated	450	7.5	3,390
	Inferred	270	3.8	1,030
Cikadu	Indicated	1,100	9.1	9,970
	Inferred	360	8.4	3,040
Sekolah	Indicated	710	9.2	6,520
	Inferred	300	8.6	2,580
Cibatu	Indicated	660	9.1	5,990
	Inferred	670	8.3	5,580
Cibak & Cipancar	Inferred	1100	5.6	6,160
<b>Total</b>	<b>Measured</b>	<b>120</b>	<b>7.3</b>	<b>870</b>
	<b>Indicated</b>	<b>2,920</b>	<b>8.9</b>	<b>25,870</b>
	<b>Measured + Indicated</b>	<b>3,040</b>	<b>8.8</b>	<b>26,740</b>
	<b>Inferred</b>	<b>2,700</b>	<b>6.8</b>	<b>18,390</b>



Table 2, below, summarises the total Mineral Resources of the Group in accordance with Appendix 7D of the Catalyst Rules.

**Table 2: Summary of Mineral Resources for the Ciemas Gold Project**

Category	Mineral type	Gross Attributable to licence		Net Attributable to Issuer			Remarks
		Tonnes (kt)	Grade (g/t)	Tonnes (kt)	Grade (g/t)	Change from previous update (%)	
<b>Reserves</b>							
Proved	Gold	n/a	n/a	n/a	n/a	n/a	
Probable	Gold	n/a	n/a	n/a	n/a	n/a	
<b>Total</b>	Gold	n/a	n/a	n/a	n/a	n/a	
<b>Resources*</b>							
Measured	Gold	120	7.3	120	7.3	n/a	
Indicated	Gold	2,920	8.9	2,920	8.9	n/a	
Measured + Indicated	Gold	3,040	8.8	3,040	8.8	n/a	
Inferred	Gold	2,700	6.8	2,700	6.8	n/a	

*Note: Mineral Resources are not Ore Reserves and do not have demonstrated economic viability. All figures are rounded to reflect the relative accuracy of the estimate. All composites have been capped where appropriate. A cut-off grade of 1.0g/t Au has been applied for the 4 Prospects, where as a cut-off grade of 2.5g/t Au has been applied to the Cibak and Cipancar Prospects for the Mineral Resource statement.*

*Figures for Au metal in the table are estimated based on the resource tonnages and grades, and do not represent the exact amount of extractable metal for the Ciemas Gold Project. They should be treated differently from the expected production of gold bullion.*

Name of Qualified Person: Dr Anshun (Anson) Xu, Corporate Consultant (Geology), SRK Consulting China Ltd

Date: Mineral Resources for the 4 Prospects have an effective of 30 June 2016. Mineral Resources for the Cibak and Cipancar Prospects have an effective of 30 August 2016.

Professional Society Affiliation/Membership: The Australasian Institute of Mining and Metallurgy (AusIMM) /FAusIMM (#224861)

**Competent Persons Statement:**

*The information in this announcement that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Anshun Xu, who is a Fellow of The Australasian Institute of Mining and Metallurgy and a Chartered Professional (Member No. 224861). Anshun Xu has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Anshun Xu consents to the inclusion in the announcement of the matters based on his information in the form and context in which they appear.*

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

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 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	
	2017	2016	2017	2016
	Rp Million	Rp Million	Rp Million	Rp Million
Singapore	-	-	688	1,112
Indonesia	-	-	266,805	233,952
<b>Total</b>	<b>-</b>	<b>-</b>	<b>267,493</b>	<b>235,064</b>

16. **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.**

There were no sales in both FY17 and FY16 in the only operating segment, being gold mining, for the Group. Consequently, the Group has been reporting losses in both FY17 and FY16 but did not have any material write off of assets.

The operating loss before tax for the gold mining segment increased by Rp 5.3b from Rp 40.7b in FY16 to Rp 46.0b in FY17 mainly due to higher exchange loss of Rp 1.1b, higher other operating expenses of Rp 3.8b and higher G&A expenses of Rp 0.2b.

17. **A breakdown of sales.**

	FY17	FY16	% increase/ (decrease)
	RP Million	RP Million	
	Group	Group	Group
(a) Sales reported for first half year	-	-	N.M.
(b) Operating loss after tax before deducting minority interests reported for first half year	(22,422)	(21,180)	5.86%
(c) Sales reported for second half year	-	-	N.M.
(d) Operating loss after tax before deducting minority interests reported for second half year	(23,539)	(19,541)	20.46%

There were no sales in both FY17 and FY16 for the Group.

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

Total Annual Dividend

		Latest Full Year	Previous Full Year
(a)	Ordinary	0	0
(b)	Preference	0	0
(c)	Total:	0	0

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	27	Son of Executive Chairman	Vice-President (General Administration) since 2011	No change
Andrianto Darmasaputra Lawrence	29	Son of Executive Chairman	Vice-President (Operations) since 2012	No change

**20. Use of placement proceeds**

**Use of proceeds**

18/5/2016	Rp Million
<b>Placement proceeds</b>	<b>29,114</b>
Less: placement expenses	
Additional listing fees	(78)
Professional fees	(197)
<b>Net Placement proceeds</b>	<b>28,839</b>
Prepayment of prepaid lease	(17,033)
Payment for EEA	(11,806)
<b>Balance as at 30 June 2017</b>	<b>-</b>

28/11/2016	Rp Million
<b>Placement proceeds</b>	<b>28,414</b>
Less: placement expenses	
Additional listing fees	(76)
Professional fees	(94)
<b>Net Placement proceeds</b>	<b>28,244</b>
Payment for EEA	(4,888)
Payment for Capex	(2,365)
Payment for operating expenses	(4,083)
<b>Balance as at 30 June 2017</b>	<b>16,908</b>

9/1/2017	Rp Million
<b>Placement proceeds</b>	<b>80,182</b>
Less: placement expenses	
Additional listing fees	(74)
Professional fees	(75)
<b>Net Placement proceeds</b>	<b>80,033</b>
<b>Balance as at 30 June 2017</b>	<b>80,033</b>

**21. 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 Listing Manual.

**BY ORDER OF THE BOARD**

**Wijaya Lawrence**  
**Chairman and President**  
29 August 2017