

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 2022

This announcement has been prepared by Wilton Resources Corporation Limited (the “**Company**”) and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the “**Sponsor**”), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalist.

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

The contact person for the Sponsor is Ms. Goh Mei Xian, Director, ZICO Capital Pte. Ltd. at 77 Robinson Road, #06-03 Robinson 77, Singapore 068896, telephone (65) 6636 4201.

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 2022 ("2HY2022") Rp million (Unaudited)	6 months ended 31 December 2021 ("2HY2021") Rp million (Unaudited)		12 months ended 31 December 2022 ("FY2022") Rp million (Unaudited)	12 months ended 31 December 2021 ("FY2021") Rp million (Audited)	
Revenue	5	2,769	2,481	11.6	5,396	4,829	11.7
Cost of sales		(2,053)	(1,848)	11.1	(4,006)	(3,600)	11.3
Gross profit		716	633	13.1	1,390	1,229	13.1
Other items of income							
Other income		12	146,920	N.M.	24	66,674	N.M.
Interest income from loans and receivables		201	285	-29.5	421	599	-29.7
Other items of expense							
Other expenses		(16,997)	(75)	N.M.	(28,749)	(7,200)	N.M.
Other operating expenses		(5,184)	(6,324)	-18.0	(12,005)	(9,649)	24.4
Finance costs		(13,919)	(1,712)	N.M.	(75,838)	(2,655)	N.M.
General and administrative expenses		(21,542)	(17,715)	21.6	(40,184)	(34,943)	15.0
(Loss)/profit before tax	7	(56,713)	122,012	N.M.	(154,941)	14,055	N.M.
Income tax expense		-	-	-	-	-	-
(Loss)/profit for the period/year	7	(56,713)	122,012	N.M.	(154,941)	14,055	N.M.
Other comprehensive income							
Item that may not be reclassified subsequently to profit or loss							
Re-measurement gain on defined benefit		329	161	N.M.	329	161	N.M.
Total other comprehensive income for the period/year		329	161	N.M.	329	161	N.M.
Total comprehensive income for the period/year, net of tax		(56,384)	122,173	N.M.	(154,612)	14,216	N.M.
(Loss)/profit attributable to:							
- Owners of the Company		(53,691)	121,954	N.M.	(150,348)	15,189	N.M.
- Non-controlling interests		(3,022)	58	N.M.	(4,593)	(1,134)	N.M.
		(56,713)	122,012	N.M.	(154,941)	14,055	N.M.
Total comprehensive income attributable to:							
- Owners of the Company		(53,419)	122,101	N.M.	(150,076)	15,336	N.M.
- Non-controlling interests		(2,965)	72	N.M.	(4,536)	(1,120)	N.M.
		(56,384)	122,173	N.M.	(154,612)	14,216	N.M.
(Loss)/earnings per share attributable to owners of the Company (Rp per share)							
(a) Basic (loss)/earnings per share (Rp)		(20.13)	47.39	N.M.	(57.58)	5.92	N.M.
- Basic (loss)/earnings per share (S\$ cents) ⁽¹⁾		(0.18)	0.45	N.M.	(0.53)	0.06	N.M.
Weighted average number of shares		2,667,474,508	2,573,253,126		2,611,198,951	2,567,767,129	
(b) On a fully diluted basis (loss)/earnings per share (Rp)		(20.13)	46.77	N.M.	(57.58)	5.86	N.M.
- On a fully diluted basis (loss)/earnings per share (S\$ cents) ⁽¹⁾		(0.18)	0.44	N.M.	(0.53)	0.06	N.M.
Weighted average number of shares		2,667,474,508	2,607,600,952		2,611,198,951	2,592,401,453	

N.M. = Not Meaningful

Note:

- (1) For illustration purposes, the basic (loss)/earnings per share and diluted (loss)/earnings per share in Rp are converted to S\$ cents using the average rate of S\$1: Rp 10,772.16 for FY2022 (FY2021: Rp 10,651.47) and S\$1: Rp 10,951.01 for 2HY2022 (2HY2021: 10,576.16).

B. Condensed statements of financial position

Note	Group		Company		
	31 December 2022	31 December 2021	31 December 2022	31 December 2021	
	Rp million (Unaudited)	Rp million (Audited)	Rp million (Unaudited)	Rp million (Audited)	
Non-current assets					
Mine properties	10	280,128	280,128	–	–
Property, plant and equipment		275,911	244,568	26	–
Intangible assets		51	206	–	–
Right-of-use assets		38,899	45,586	–	470
Investment in subsidiaries		–	–	1,217,860	1,217,860
Prepayments		500	17,330	–	–
Other debtors and deposits	6	1,104	314	92	80
Long term fixed deposits	6	420	420	–	–
		597,013	588,552	1,217,978	1,218,410
Current assets					
Other debtors and deposits	6	583	490	40	100
Prepayments		503	2,026	213	187
Amounts due from subsidiaries	6	–	–	69,174	4,844
Inventories		6,858	2,529	–	–
Investment securities	6	10	10	–	–
Restricted time deposits	6	25,000	25,000	–	–
Cash and cash equivalents	6	18,248	13,380	3,365	1,462
		51,202	43,435	72,792	6,593
Total assets		648,215	631,987	1,290,770	1,225,003
Current liabilities					
Trade payables	6	5,125	195	–	–
Other payables and accruals	6	81,577	56,252	25,060	15,737
Amounts due to subsidiaries		–	–	78,725	–
Lease liabilities		465	3,027	–	472
Loans and borrowings	11	62,666	62,820	–	–
Mandatory convertible bonds	12	–	8,633	–	8,633
		149,833	130,927	103,785	24,842
Net current liabilities		(98,631)	(87,492)	(30,993)	(18,249)
Non-current liabilities					
Loans and borrowings	11	319,097	224,667	319,097	224,667
Other payables and accruals	6	23,706	48,216	–	–
Employee benefits liability		3,027	3,067	–	–
Provision for rehabilitation		420	420	–	–
Lease liabilities		–	465	–	–
		346,250	276,835	319,097	224,667
Total liabilities		496,083	407,762	422,882	249,509
Net assets		152,132	224,225	867,888	975,494
Equity attributable to owners of the Company					
Share capital	13	1,199,896	1,191,577	3,156,019	3,147,700
Accumulated losses		(1,409,356)	(1,259,280)	(2,288,131)	(2,172,206)
Merger reserve		13	13	–	–
Capital reserve		400,061	308,833	–	–
		190,614	241,143	867,888	975,494
Non-controlling interests		(38,482)	(16,918)	–	–
Total equity		152,132	224,225	867,888	975,494
Total equity and liabilities		648,215	631,987	1,290,770	1,225,003

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 2022	1,191,577	(1,259,280)	13	308,833	(16,918)	224,225
Loss for the year	–	(150,348)	–	–	(4,593)	(154,941)
<u>Other comprehensive income</u> 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
Balance at 1 January 2021	1,187,008	(1,274,616)	13	265,865	(12,580)	165,690
Profit/(loss) for the year	–	15,189	–	–	(1,134)	14,055
<u>Other comprehensive income</u> Re-measurement gain on defined benefit plan, representing total other comprehensive income for the year, net of tax	–	147	–	–	14	161
Total comprehensive income for the year, net of tax	–	15,336	–	–	(1,120)	14,216
Issuance of ordinary shares	4,569	–	–	–	–	4,569
Changes in ownership of subsidiary without change in control	–	–	–	42,968	(3,218)	39,750
Balance at 31 December 2021	1,191,577	(1,259,280)	13	308,833	(16,918)	224,225

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 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
Balance at 1 January 2021	3,143,131	(2,206,238)	936,893
Profit for the year, representing total comprehensive income for the year, net of tax	-	34,032	34,032
Issuance of ordinary shares	4,569	-	4,569
Balance at 31 December 2021	3,147,700	(2,172,206)	975,494

D. Condensed consolidated statement of cash flows

	Note	Group	
		12 months ended 31 December 2022 Rp million (Unaudited)	12 months ended 31 December 2021 Rp million (Audited)
Cash flows from operating activities			
(Loss)/profit before tax		(154,941)	14,055
Adjustments for:			
Commitment fees related to mandatory convertible bonds		–	2,404
Fair value changes on mandatory convertible notes		–	417
Unrealised foreign exchange differences		28,680	3,441
Gain on early termination of lease		(3)	–
Re-measurement of project financing liability	7	–	(66,546)
Finance costs		75,838	2,655
Interest income from loans and receivables		(421)	(599)
Depreciation of property, plant and equipment	7	3,139	3,264
Depreciation of right-of-use assets	7	6,488	6,647
Amortisation of intangible assets	7	155	180
(Decrease)/increase in employee benefits liability	7	289	(270)
Operating cash flows before working capital changes		(40,776)	(34,352)
Decrease/(increase) in prepayments		588	(75)
Increase in other debtors and deposits		(881)	(25)
(Increase)/decrease in inventories		(4,329)	2,312
Increase/(decrease) in trade payables		4,930	(4,588)
Increase in other payables and accruals		15,765	3,523
Cash flows used in operations		(24,703)	(33,205)
Interest received		421	599
Interest paid		(861)	(4,164)
Net cash flows used in operating activities		(25,143)	(36,770)
Cash flows from investing activities			
Purchase of property, plant and equipment		(34,482)	(25,965)
Proceeds from disposal of property, plant and equipment		–	6
Prepayment of property, plant and equipment		(8,302)	(15,830)
Proceeds from partial disposal of interest in a subsidiary		74,200	39,750
Net cash flows generated from/(used in) investing activities		31,416	(2,039)
Cash flows from financing activities			
Proceeds from issuance of mandatory convertible bonds		–	10,381
(Payment)/proceeds for short term bank loan		(154)	1,659
Payment of short term borrowing		–	(5,000)
Proceeds from short term borrowing		–	41,000
Payment of lease liabilities		(2,990)	(488)
Net cash (used in)/generated from financing activities		(3,144)	47,552
Net increase in cash and cash equivalents		3,129	8,743
Effect of exchange rate changes on cash and cash equivalents		1,739	(129)
Cash and cash equivalents at beginning of the year		13,380	4,766
Cash and cash equivalents at the end of the year		18,248	13,380

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 2022 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 2022 and last annual audited consolidated financial statements for the full year ended 31 December 2021.

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 2021 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.

Going concern assumption

As at 31 December 2022, the Group's current liabilities exceeded its current assets by Rp 98,631 million (31 December 2021: Rp 87,492 million).

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

2. Basis of preparation (cont'd)

Going concern assumption (cont'd)

As at 31 December 2022, the individual commissioning of the main and supporting machineries and equipment of the processing facilities had been completed.

Subsequently, as at 2 February 2023, the trial production of the 500 tonnes per day flotation and carbon-in-leach mineral processing facility has been completed.

Notwithstanding this, the Directors are of the view that the Group is able to continue as a going concern for the following reasons:

- The Group will be able to generate cash flows from the sale of its current inventory of gold dore.
- Barring unforeseen circumstances, management expects the following to be achieved:
 - Commercial production of 250tpd in March 2023
 - Commercial production of 300tpd in April 2023
 - Commercial production of 350tpd in May 2023
 - Commercial production of 400tpd in June 2023
 - Commercial production of 500tpd in July 2023

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 2021 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 2022. The adoption of the new and revised standards effective for annual financial periods beginning on or after 1 January 2022 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 audited consolidated financial statements as at and for the full year ended 31 December 2021.

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 year.

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 2022	31 December 2021
	Rp million	Rp million
Singapore	38,459	43,877
Indonesia	558,554	544,675
	597,013	588,552

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 statements of financial position.

5.2 Disaggregation of Revenue

	Group	
	6 months ended 31 December 2022	6 months ended 31 December 2021
	Rp million	Rp million
Sales of goods recognised at a point in time	2,769	2,481

	Group	
	12 months ended 31 December 2022	12 months ended 31 December 2021
	Rp million	Rp million
Sales of goods recognised at a point in time	5,396	4,829

All revenue are generated in Indonesia.

A breakdown of sales:

	Group		
	Financial year ended 31 December 2022	Financial year ended 31 December 2021	Increase/ (decrease) %
	Rp million	Rp million	
Sales reported for first half year	2,627	2,348	11.88
Operating loss after tax before deducting non-controlling interests reported for first half year	(98,228)	(107,957)	-9.01
Sales reported for second half year	2,769	2,481	11.61
Operating (loss)/profit after tax before deducting non-controlling interests reported for second half year	(56,713)	122,012	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 2022 and 31 December 2021:

	Group		Company	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	Rp million	Rp million	Rp million	Rp million
Financial assets				
Long term fixed deposits	420	420	–	–
Other debtors and deposits (non-current)	1,104	314	92	80
Other debtors and deposits (current)	583	490	40	100
Investment securities	10	10	–	–
Amounts due from subsidiaries	–	–	69,174	4,844
Cash and cash equivalents	18,248	13,380	3,365	1,462
Restricted time deposits	25,000	25,000	–	–
Total financial assets carried at amortised cost	45,365	39,614	72,671	6,486
Financial liabilities				
Trade payables	5,125	195	–	–
Other payables and accruals (current)	81,577	56,252	25,060	15,737
Other payables and accruals (non-current)	23,706	48,216	–	–
Amounts due to subsidiaries	–	–	78,725	–
Loans and borrowings	381,763	287,487	319,097	224,667
Total financial liabilities carried at amortised cost	492,171	392,150	422,882	240,404

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 2022	6 months ended 31 December 2021	12 months ended 31 December 2022	12 months ended 31 December 2021
	Rp million	Rp million	Rp million	Rp million
(Loss)/profit before taxation is arrived at after:				
<i>Charging/(crediting):</i>				
Re-measurement of project financing liability	–	(140,570)	–	(66,546)
Depreciation of property, plant and equipment	1,534	1,602	3,139	3,264
Depreciation of right-of-use assets	3,166	3,296	6,488	6,647
Amortisation of intangible assets	64	91	155	180
Employee benefits expense/ (income)	174	(404)	289	(270)
Foreign exchange loss/(gain)	17,181	(5,754)	28,900	4,018

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 2022	6 months ended 31 December 2021	12 months ended 31 December 2022	12 months ended 31 December 2021
	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 2022	31 December 2021	31 December 2022	31 December 2021
Net asset value attributable to owners of the Company (Rp million)	190,614	241,143	867,888	975,494
Number of shares at the end of the year	2,623,983,076	2,579,129,307	2,623,983,076	2,579,129,307
Net asset value per ordinary share (Rp)	72.64	93.50	330.75	378.23
Net asset value per ordinary share (S\$ cents)	0.62	0.89	2.84	3.59

For illustration purposes, the net asset value per share in Rp was converted at the exchange rate of S\$1.00 : Rp11,659.08 as at 31 December 2022 and S\$1.00 : Rp10,533.77 as at 31 December 2021.

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.

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

10. Mine properties

Group	Mines under construction
	Rp million
At 1 January 2022 and 30 June 2022	
Cost	280,128
Depletion of mine properties	–
Net book amount	280,128
6 months ended 31 December 2022	
Opening net book amount	280,128
Depletion of mine properties	–
Closing net book amount	280,128
At 31 December 2022	
Cost	280,128
Accumulated amortisation	–
Net book amount	280,128

11. Loans and borrowings

	Maturity	Group		Company	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		Rp million	Rp million	Rp million	Rp million
Current					
Bank overdrafts, secured	On demand	21,666	21,820	–	–
Short term borrowing, secured	Matured	41,000	41,000	–	–
		62,666	62,820	–	–
Non-current					
Project financing liability	10 years from the start of operations	319,097	224,667	319,097	224,667
Total loans and borrowings		381,763	287,487	319,097	224,667

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

11. Loans and borrowings (cont'd)

Bank overdrafts, secured

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 2021: Rp 25 billion).

Short term borrowing, secured

During FY2021, the Group entered into a sale of shares and repurchase agreement, whereby a short-term loan of Rp 41 billion was drawn and secured against the shares of PT Wilton Makmur Indonesia Tbk (a subsidiary of the Company) to be repurchased at a later date. The short-term borrowings are denominated in IDR and bear interest of 18% per annum.

No such sale of shares and repurchase agreement was entered into by the Group in FY2022.

Project Financing Liability

On 26 October 2017, the Group secured a project financing arrangement of US\$13.5 million 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.

In FY2022, interest expenses amounting to Rp 68.2 billion was recognized as Finance Costs in relation to the re-measurement of project financing liability. (FY2021: Other Income amounting to Rp 66.5 billion). These recognitions were due to change in the assessment of the future profitability of the Group's 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 2022, 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 (31 December 2021: immaterial).

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. As at 31 December 2022, 122 MCBs (31 December 2021: 43 MCBs) had been converted into ordinary shares. 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 2020 and 1 January 2021	2,561,700,286	1,187,008	2,561,700,286	3,143,131
Issuance of new shares pursuant to exercise of convertible notes ⁽¹⁾	17,429,021	4,569	17,429,021	4,569
As at 31 December 2021	2,579,129,307	1,191,577	2,579,129,307	3,147,700
Issuance of new shares pursuant to exercise of convertible notes ⁽²⁾	44,853,769	8,319	44,853,769	8,319
As at 30 June 2022	2,623,983,076	1,199,896	2,623,983,076	3,156,019
Issuance of new shares pursuant to exercise of convertible notes	–	–	–	–
As at 31 December 2022	2,623,983,076	1,199,896	2,623,983,076	3,156,019

Notes:

- (1) During FY2021, the Company issued an aggregate of 17,429,021 new shares in the capital of the Company in relation to partial conversion of the MCBs, at an issue price ranging from S\$0.023 to S\$0.027 per share.
- (2) During FY2022, the Company issued an aggregate of 44,853,769 new shares in the capital of the Company in relation to the balance of the MCBs, at an issue price ranging from S\$0.016 to S\$0.021 per share.

	As at 31 December 2022	As at 31 December 2021
Number of issued shares	2,623,983,076	2,579,129,307

The Company does not have any treasury shares during and as at the end of 31 December 2022 and 31 December 2021.

The Company does not have any subsidiary holdings during and as at the end of 31 December 2022 and 31 December 2021.

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

13. Share capital (cont'd)

Issuance of Convertible Notes and Non-Listed Warrants

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.

As at 31 December 2022, 122 (31 December 2021: 43) of the issued Notes have been converted, and 44,853,769 (2021: 17,429,021) new shares of the Company from the conversion of the remaining 79 outstanding issued Notes have been allotted and issued to the Subscriber ("**Issuance of Conversion Shares**"). Following the Issuance of Conversion Shares and as at 31 December 2022, none (31 December 2021: 79) of the issued Notes are outstanding.

Sale of Shares in Subsidiary, PT. Wilton Makmur Indonesia Tbk

On 4 April 2022, the Company had announced that the Company and Wilton Resources Holdings Pte. Ltd. ("**WRH**") (a wholly-owned subsidiary of the Company) (together with the Company, the "**Vendors**") had, on 29 March 2022, entered into a sale and purchase agreement ("**Agreement**") with Dato Sri Chong Thim Pheng ("**CTP**") and Ong Kok Heng ("**OKH**") (together with CTP, the "**Purchasers**").

Pursuant to the Agreement, the Vendors have agreed to sell, and the Purchasers have agreed to purchase, an aggregate of 742,000,000 ordinary shares in the capital of PT. Wilton Makmur Indonesia Tbk ("**PT WMI TBK**") (the "**Sale Shares**"), representing approximately 4.78% of the issued and paid-up share capital of PT WMI TBK, on the terms and conditions as set out in the Agreement (the "**Disposal**") for a cash consideration of S\$3.5 million (approximately IDR 37.1 billion¹) (the "**Disposal Consideration**") (or IDR 50 per Sale Share). PT WMI TBK is a subsidiary of WRH, whereby WRH holds an effective shareholding interest of approximately 91.34% as at the date of the Agreement.

In addition, pursuant to the Agreement:

- (a) the Vendors have granted the Purchasers an option to require the Vendors to sell to the Purchasers, an aggregate of 530,000,000 ordinary shares in the capital of PT WMI TBK (the "**Option Shares**"), representing approximately 3.41% of the issued and paid-up share capital of PT WMI TBK, on the terms and conditions as set out in the Agreement (the "**Call Option**") for a cash consideration of S\$3.5 million (approximately IDR 37.1 billion¹) (the "**Option Consideration**") (or IDR 70 per Sale Share); and
- (b) the Purchasers have granted the Vendors an option to require the Purchasers to buy from the Vendors the Option Shares, on the terms and conditions as set out in the Agreement (the "**Put Option**") for the Option Consideration.

On 31 March 2022, the Purchasers had fully paid the Disposal Consideration to the Vendors, and the Sale Shares were transferred from WRH to each of the Purchasers respectively. Accordingly, the Disposal was completed on 31 March 2022 (“**Completion**”). Following the Completion, WRH’s effective shareholding interest in PT WMI TBK has reduced from 91.34% to 86.56%.

On 12 September 2022, the Company and WRH entered into a supplemental deed to the Agreement (the “**First Supplemental Deed**”) with the Purchasers to amend and supplement certain terms of the Agreement, following a change in the issue price for each Option Share from IDR 70 (530,000,000 ordinary shares) to IDR 67 (553,731,343 ordinary shares). For the avoidance of doubt, the aggregate Option Consideration for the Option Shares remains unchanged at S\$3.5 million (IDR 37.1 billion based on the agreed exchange rate¹ of S\$1.00 : IDR 10,600), as per the terms of the Agreement.

On 16 September 2022, the Company and WRH entered into a second supplemental deed to the Agreement (the “**Second Supplemental Deed**”) with the Purchasers to amend and supplement certain terms of the Agreement (as amended and supplemented by the First Supplemental Deed), following a change in the proportion in relation to the recipient of the Option Shares, and the Purchasers had, on the same day, exercised the Call Option for the Vendors to sell to CTP the Option Shares at the new issue price for each Option Share.

On 16 September 2022, CTP had fully paid the Option Consideration to the Vendors, and the Option Shares were transferred from WRH to CTP. Accordingly, the exercise of the Call Option was completed on 16 September 2022. Following the completion of the exercise of the Call Option, WRH’s effective shareholding interest in PT WMI TBK has reduced from 86.56% to 83.00%.

In addition, pursuant to the Agreement (as amended and supplemented by the First Supplemental Deed and the Second Supplemental Deed), immediately upon the exercise of the Call Option by the Purchasers on 16 September 2022, the Put Option had lapsed concurrently.

Save for the abovementioned Convertible Notes, the Company does not have any outstanding options or convertible securities as at 31 December 2022 and 31 December 2021.

¹Based on the Agreement, the agreed exchange rate is S\$1.00: IDR 10,600

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 Catalyst Rules

1. Review

The condensed consolidated statement of financial position of Wilton Resources Corporation Limited and its subsidiaries as at 31 December 2022 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 2021 (“FY2021”) 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 FY2022, the Group sold a total of 6.3 kilograms (FY2021: 6.0 kilograms) of gold dore at an average price of approximately US\$1,773/oz (FY2021: US\$1,756/oz) of gold. Correspondingly, the Group recorded cost of sales of Rp 4.0 billion for FY2022 (FY2021: Rp 3.6 billion). As a result, the Group recorded a gross profit of Rp 1.4 billion for FY2022 (FY2021: Rp 1.2 billion).

Other income

Other income decreased by Rp 66.7 billion, from Rp 66.7 billion in FY2021 to Rp 24.0 million in FY2022, mainly due to a write-back of interest expenses in FY2021 amounting to Rp 66.5 billion in relation to the re-measurement of Project Financing Liability. The write-back was a result of the change in the assessment of the future profitability of the Group’s mining facility arising from the change in variable key assumptions such as (i) future gold price; and (ii) timing of the repayment tenure. There was no such write-back of interest expenses in FY2022.

Interest income from loans and receivables

Interest income decreased by Rp 0.2 billion, from Rp 0.6 billion in FY2021 to Rp 0.4 billion in FY2022. The decrease in interest income was mainly due to decrease in the annual interest rate of the restricted time deposits from 2.5% to 1.9%.

Other expenses

Other expenses increased by Rp 21.5 billion, from Rp 7.2 billion in FY2021 to Rp 28.7 billion in FY2022, mainly due to (i) increase in net foreign exchange loss amounting to Rp 24.9 billion due to increase in foreign exchange rate as USD and SGD strengthened against IDR during FY2022; and (ii) partially offset by an decrease in commitment and subscription fees related to the mandatory convertible bonds amounting to Rp 3.0 billion.

Other operating expenses

Other operating expenses increased by Rp 2.4 billion, from Rp 9.6 billion in FY2021 to Rp 12.0 billion in FY2022, mainly due to (i) an increase in electricity expenses by Rp 3.6 billion; (ii) an increase in repair and maintenance expenses by Rp 0.3 billion; and (iii) partially offset by a decrease in security expenses by Rp 1.7 billion.

Finance costs

Finance costs increased by Rp 73.1 billion, from Rp 2.7 billion in FY2021 to Rp 75.8 billion in FY2022. The increase was mainly due to (i) increase in the interest expense for the Project Financing Liability obtained by the Group from KHM of Rp 68.2 billion; and (ii) increase in interest expense from sale of share and repurchase arrangement of Rp 4.9 billion.

General and administrative (“G&A”) expenses

G&A expenses increased by Rp 5.3 billion, from Rp 34.9 billion in FY2021 to Rp 40.2 billion in FY2022. The increase was mainly due to (i) increase in entertainment expenses of Rp 0.4 billion; (ii) increase in professional fees by Rp 1.6 billion; and (iii) increase in staff remuneration by Rp 1.8 billion.

(Loss)/profit after tax

As a result of the above, the Group recorded a loss after tax of Rp 154.9 billion in FY2022, as compared to a profit after tax of Rp 14.1 billion in FY2021. Excluding the interest expenses in relation to the re-measurement of the Project Financing Liability in FY2022 amounting to Rp 68.2 billion (FY2021: Other Income amounting to Rp 66.5 billion), the Group recorded a loss after tax of Rp 86.7 billion in FY2022 (FY2021: Rp 52.4 billion).

(B) REVIEW OF FINANCIAL POSITION

Assets

Property, plant and equipment (“**PPE**”) increased by Rp 31.3 billion, from Rp 244.6 billion as at 31 December 2021 to Rp 275.9 billion as at 31 December 2022, mainly due to additions amounting to Rp 34.5 billion, partially offset by depreciation charges amounting to Rp 3.1 billion in FY2022. The additions were mainly due to increase in construction of the Processing Facility.

Intangible assets decreased by Rp 0.1 billion, from Rp 0.2 billion as at 31 December 2021 to Rp 0.1 billion as at 31 December 2022, due to amortization charges in FY2022.

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 6.7 billion, from Rp 45.6 billion as at 31 December 2021 to Rp 38.9 billion as at 31 December 2022. The decrease was mainly due to depreciation charges of Rp 6.5 billion and disposals of ROU assets of Rp 0.2 billion.

Prepayments (non-current) decreased by Rp 16.8 billion, from Rp 17.3 billion as at 31 December 2021 to Rp 0.5 billion as at 31 December 2022, mainly due to settlements during the year amounting to Rp 28.7 billion, partially offset by additions during the year amounting to Rp 12.0 billion.

Other debtors and deposits (non-current) increased by Rp 0.8 billion, from Rp 0.3 billion as at 31 December 2021 to Rp 1.1 billion as at 31 December 2022, mainly due to increase in security deposits for site electricity for the amount of Rp 1.0 billion.

Prepayments (current) decreased by Rp 1.5 billion, from Rp 2.0 billion as at 31 December 2021 to Rp 0.5 billion as at 31 December 2022. The decrease was mainly due to amortization of upfront interest payments of Rp 1.5 billion arising from the sales of shares sale and repurchase arrangement.

Amounts due from subsidiaries (at Company level) increased by Rp 64.4 billion, from Rp 4.8 billion as at 31 December 2021 to Rp 69.2 billion as at 31 December 2022, due to (i) intergroup funding amounting to Rp 58 billion; and (ii) foreign exchange revaluation of Rp 6.4 billion.

Inventories increased by Rp 4.4 billion, from Rp 2.5 billion as at 31 December 2021 to Rp 6.9 billion as at 31 December 2022, due to (i) additional spare parts and supplies of Rp 5.5 billion; (ii) additional gold dore inventories of Rp 1.4 billion; and (ii) partially offset against sales of gold dore that have been made amounting to Rp 2.5 billion in FY2022.

Cash and cash equivalents increased by Rp 4.8 billion, from Rp 13.4 billion as at 31 December 2021 to Rp 18.2 billion as at 31 December 2022. Please refer to the section on “Cashflow” for the movement in cash and cash equivalents.

Liabilities

Trade payables (current) increased by Rp 4.9 billion, from Rp 0.2 billion as at 31 December 2021 to Rp 5.1 billion as at 31 December 2022. The increase was mainly due to additional amount owing to vendors for mining management services.

Other payables and accruals (current) increased by Rp 25.3 billion, from Rp 56.3 billion as at 31 December 2021 to Rp 81.6 billion as at 31 December 2022, mainly due to an increase in payables and/or accruals for (i) expression of interest deposits amounting to Rp 6.6 billion; (ii) payroll related expenses amounting to Rp 5.4 billion; (iii) share repurchase interest payables amounting to Rp 5.1 billion; (iv) unrealized exchange differences amounting to Rp 2.6 billion; (v) directors’ fees of Rp 2.0 billion; (vi) professional fees amounting to Rp 2.3 billion; and (vii) deemed interest amounting to Rp 1.6 billion.

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:

Other Payables

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
Payable to former controlling shareholder of PT WMI ⁽¹⁾	28,271	-	-	-	-	28,271
Professional Fees	2,186	147	150	361	155	2,186
Permit Fees	242	8	-	-	-	242
Royalty Fees	72	72	-	-	-	72
Operational reimbursement	141	141	-	0	-	141
Utility and maintenance	374	302	72	-	-	374
Others	6,629	2	22	-	-	6,629
Total	37,916	672	244	361	155	37,916

⁽¹⁾ As at the date of this announcement, there has not been any request from the former controlling shareholder of PT WMI for the outstanding payables.

The remaining balance of other payables and accruals (current) amounting to Rp 43,661 million relates to accruals of professional fees (Rp 8,712 million), payroll related expenses (Rp 16,512 million), directors’ fees (Rp 5,305 million), interest expense (Rp 5,400 million) and others – deemed interest, car rental, etc (Rp 7,732 million).

Other payables and accruals (current) (at Company level) increased by Rp 9.4 billion, from Rp 15.7 billion as at 31 December 2021 to Rp 25.1 billion as at 31 December 2022, mainly due to an increase in (i) professional fees by Rp 1.7 billion; (ii) payroll related expenses by Rp 5.5 billion; and (iii) directors’ fees by Rp 2 billion.

Amounts due to subsidiaries (at Company level) increased by Rp 78.7 billion, from Nil as at 31 December 2021 to Rp 78.7 billion as at 31 December 2022, due to proceeds from sale of subsidiaries shares amounting to Rp 74.2 billion; and (ii) foreign exchange revaluation of Rp 7.1 billion, partially offset against repayments amounting to Rp 2.6 billion.

Lease liabilities (current and non-current) decreased by Rp 3.0 billion, from Rp 3.5 billion as at 31 December 2021 to Rp 0.5 billion as at 31 December 2022, mainly due to (i) payment of lease liabilities of Rp 3.0 billion; (ii) disposals of lease liabilities of Rp 0.2 billion and (iii) partially offset by accretion of interest amounting to Rp 0.2 billion.

Loans and borrowings (current) decreased by Rp 0.1 billion, from Rp 62.8 billion as at 31 December 2021 to Rp 62.7 billion as at 31 December 2022, due to a decrease in bank overdrafts amounting to Rp 0.1 billion.

Mandatory convertible bonds was Nil as at 31 December 2022 (31 December 2021: Rp 8.6b) as all notes have been fully converted by the Subscriber as at 31 December 2022 (31 December 2021: 79 Notes). Please refer to Note 12 under Section E for further information.

Loans and borrowings (non-current) increased by Rp 94.4 billion, from Rp 224.7 billion as at 31 December 2021 to Rp 319.1 billion as at 31 December 2022. The increase was mainly due to interest expense amounting to Rp 68.1 billion and unrealized exchange differences of Rp 26.2 billion for the Project Financing Liability obtained by the Group from KHM. Please refer to Note 11 of Section E for more information on the Project Financing Liability.

Other payables and accruals (non-current) decreased by Rp 24.5 billion, from Rp 48.2 billion as at 31 December 2021 to Rp 23.7 billion as at 31 December 2022, mainly due to partial settlement of construction of processing facility amounting to Rp 24.5 billion during the year.

Working Capital

The Group's working capital decreased by Rp 11.1 billion, from a deficit of Rp 87.5 billion as at 31 December 2021 to a deficit of Rp 98.6 billion as at 31 December 2022. 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 25.1 billion in FY2022 was mainly due to the operating loss before working capital changes of Rp 40.8 billion and interest paid of Rp 0.8 billion, partially offset against working capital changes of Rp 16.1 billion and interest received of Rp 0.4 billion.

Changes in working capital in FY2022 was due to (i) a decrease in prepayments of Rp 0.6 billion; (ii) an increase in other debtors and deposits of Rp 0.9 billion; (iii) an increase in inventories of Rp 4.3 billion; (iv) an increase in trade payables of Rp 4.9 billion; and (v) an increase in other payables and accruals of Rp 15.8 billion.

Net cash generated from investing activities of Rp 31.4 billion in FY2022 was mainly due to (i) net proceeds received from partial disposal of interest in a subsidiary of Rp 74.2 billion; partially offset by (ii) purchase of property, plant and equipment of Rp 34.5 billion; and (iii) prepayment of property, plant and equipment of Rp 8.3 billion.

Net cash used in financing activities in FY2022 of Rp 3.1 billion was mainly due to (i) payment of short term bank loan of Rp 0.1 billion; and (ii) payment of lease liabilities of Rp 3.0 billion.

As at 31 December 2022, the Group had cash and cash equivalents of Rp 18.2 billion, representing an increase of Rp 4.8 billion (after effect of exchange rate changes on cash and cash equivalents) from Rp 13.4 billion as at 1 January 2022.

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 2022, the Group was able to progress on the 500tpd Flotation and Carbon-In-Leach Processing Facility (“**500tpd Processing Facility**”) at the Ciemas Gold Project.

The installation and testing of the main and supporting machineries and equipment had been completed on 19 September 2022.

The individual commissioning of the main and supporting machineries and equipment had been completed on 25 October 2022.

The trial production of the 500tpd Processing Facility had been completed on 2 February 2023.

Barring unforeseen circumstances, the Group expects to achieve:

- Commercial production of 250tpd in March 2023
- Commercial production of 300tpd in April 2023
- Commercial production of 350tpd in May 2023
- Commercial production of 400tpd in June 2023
- Commercial production of 500tpd in July 2023

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 FY2022 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 Catalyst Rules.

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

- 7 (a) Rule 705(6)(a) of the Catalyst 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 exploration activities during the quarter from 1 October 2022 to 31 December 2022 (“4QFY22”) was as follows:

Purpose	Budgeted		Actual		Variance	
	US\$ Million*	Rp Million	US\$ Million**	Rp Million	Rp Million	%
Mining Properties	0.54	8,250	0.57	9,030	780	9.5%
Capex	0.49	7,400	0.10	1,595	(5,805)	-78.4%
Total	1.03	15,650	0.67	10,625	(5,025)	-32.1%

* USD amount converted at US\$1 : Rp15,247 as at 30 September 2022 for budgeted amount

** USD amount converted at US\$1 : Rp15,731 as at 31 December 2022 for actual amount

In 4QFY22, the Group incurred Rp 9.0 billion (US\$ 0.57 million) for mining properties which was 9.5% higher than budgeted. In addition, the Group incurred Rp 1.6 billion (US\$ 0.10 million) for capital expenditures (“Capex”) which was 78.4% lower than budgeted. Overall, total expenditure was 32.1% lower than budgeted because the planned expenditures had been rolled forward to 1QFY23 (as defined below) to be aligned with the preparation for commercial production of gold dore.

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

For the next immediate quarter, from 1 January 2023 to 31 March 2023 (“1QFY23”), the Group’s use of funds/cash for mining and exploration activities is expected to be as follows:

Purpose	Budgeted	
	US\$ million*	Rp Million
Mining Properties	0.52	8,250
Capex	0.36	5,650
Total	0.88	13,900

* USD amount converted at US\$1 : Rp15,731 as at 31 December 2022

The Group's mining production and development plans for 1QFY23 are expected to be as follows:

- increase of the mining activities; and
- followed by the commercial production of gold dore.

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 following milestones have been completed:

- the installation and testing of the main and supporting machineries, and equipment of the Processing Facility (1st Milestone);
- the individual commissioning of the main and supporting machineries, and equipment of the Processing Facility (2nd Milestone); and
- the trial production of gold dore of the Processing Facility (3rd Milestone).

Barring unforeseen circumstances, the Board expects to achieve commercial production of 250tpd of gold dore in March 2023.

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

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

b) Exploration Programme

The Group will focus on developing the six Prospects, (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 area 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 742,000,000 and 553,731,343 ordinary shares in the capital of PT. Wilton Makmur Indonesia Tbk (“PT WMI TBK”)

Following the sale of 742,000,000 ordinary shares in the capital of PT WMI TBK via the Disposal (as defined under Note 13 of Section E above), 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 TBK upon the exercise of the Call Option (as defined under Note 13 of Section E above) for a cash consideration of S\$3.5 million (Rp 37.1 billion) (“**Option Consideration**”, and together with the Disposal Consideration, “**Consideration**”).

The Consideration had been utilised as follows:

	1HFY2022	2HFY2022	Total FY2022
	Amount	Amount	Amount
	S\$,000	S\$,000	S\$,000
	Disposal	Option	Total
Consideration	3,500	3,500	7,000
Utilised:			
Leaching activities at the Leaching Facility and the progress construction of the 500 tonnes per day flotation and carbon-in-leach mineral processing facility	1,678	1,828	3,506
General Working Capital			
Employee related expenses	412	559	971
Utilities	60	23	83
Maintenance & rental	276	62	338
Professional fees	192	145	337
Sub total	940	789	1,729
Total utilised	2,618	2,617	5,235
Balance Consideration	882	883	1,765

For illustration purpose, the amount utilised for 1HFY2022 was converted at exchange rate of S\$1.00: Rp10,593.32

For illustration purpose, the amount utilised for 2HFY2022 was converted at exchange rate of S\$1.00: Rp10,951.01

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 Shares in Subsidiary, PT Wilton Makmur Indonesia Tbk.

The use of the Option Consideration is in accordance with the intended use as set out in the Company’s announcement on 14 September 2022, in relation to the Supplemental Deed to the Sale and Purchase Agreement for the Sale of Shares in Subsidiary.

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)

Pursuant to the sale and purchase agreement dated 29 March 2022 (as amended and supplemented by the first supplemental deed dated 12 September 2022 and the second supplemental deed dated 16 September 2022), the Company and Wilton Resources Holdings Pte. Ltd. (“**WRH**”) (a wholly-owned subsidiary of the Company) had, on 16 September 2022, completed the sale of 553,731,343 ordinary shares (“**Option Shares**”) in the capital of PT. Wilton Makmur Indonesia Tbk (“**PT WMI TBK**”) upon the exercise of a call option (“**Call Option**”) for a cash consideration of S\$3.5 million (Rp 37.1 billion¹) (“**Option Consideration**”). Following the completion of the exercise of the Call Option, WRH’s effective shareholding interest in PT WMI TBK has reduced from 86.56% to 83.00%.

Please refer to the Company’s announcements dated 4 April 2022, 14 September 2022 and 20 September 2022 for more information on the Call Option, including, *inter alia*, the following:

- (a) the factors taken into account in arriving at the Option Consideration and how it was satisfied, including the terms of the payment;
- (b) the changes in the issue price for each Option Share and the number of Option Shares; and
- (c) the market value represented by such Option Shares.

¹ Based on the sale and purchase agreement dated 29 March 2022, the agreed exchange rate is S\$1.00 : IDR 10,600.

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 2022.

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

		FY2022	FY2021
(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	33	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	34	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
1 March 2023