

WILTON

WILTON RESOURCES CORPORATION LIMITED

(Company Registration Number: 200300950D)

Unaudited Financial Statements and Dividend Announcement for the Six Months (“1HFY17”) and Second Quarter Ended 31 December 2016 (“2QFY17”)

This announcement has been prepared by the Company 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 Exchange and the Exchange 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 Mr. Sebastian Jones, Director, SAC Advisors Private Limited at 1 Robinson Road, #21-02 AIA Tower, Singapore 048542, telephone (65) 6532 3829.

SAC Advisors Private Limited is a wholly owned subsidiary of SAC Capital Private Limited.

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE SIX MONTHS AND SECOND QUARTER ENDED 31 DECEMBER 2016**

**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.

Wilton Group & subsidiaries

Consolidated statement of comprehensive income

	Group			Group		
	2QFY17 Rp Million	2QFY16 Rp Million	Increase/ (decrease) %	1HFY17 Rp Million	1HFY16 Rp Million	Increase/ (decrease) %
Revenue	-	-	N.M.	-	-	N.M.
Cost of sales	-	-	N.M.	-	-	N.M.
Gross profit	-	-	N.M.	-	-	N.M.
Other items of income						
Other income	12	-	N.M.	12	-	N.M.
Interest income from loans and receivables	10	62	-83.9%	42	130	-67.7%
Other items of expenses						
Other expenses	(1,152)	(4,319)	-73.3%	(2,610)	(1,065)	145.1%
Other operating expenses	(2,056)	(1,124)	82.9%	(2,873)	(1,943)	47.9%
General and administrative expenses	(8,823)	(8,887)	-0.7%	(16,993)	(18,302)	-7.2%
Loss before tax	(12,009)	(14,268)	-15.8%	(22,422)	(21,180)	5.9%
Income tax expense	-	-	N.M.	-	-	N.M.
Loss after tax	(12,009)	(14,268)	-15.8%	(22,422)	(21,180)	5.9%
Total comprehensive loss for the period and attributable to owners of the Company	(12,009)	(14,268)	-15.8%	(22,422)	(21,180)	5.9%
<i>N.M. = Not meaningful</i>						
	2QFY17 Rp Million	2QFY16 Rp Million	Increase/ (decrease) %	1HFY17 Rp Million	1HFY16 Rp Million	Increase/ (decrease) %
Operating loss before tax is stated after crediting/(charging):						
Depreciation of property, plant and equipment	(398)	(301)	32.2%	(780)	(600)	30.0%
Amortisation of intangible assets	(45)	(28)	60.7%	(90)	(56)	60.7%
Amortisation of prepaid land leases	(582)	(509)	14.3%	(1,163)	(1,015)	14.6%
Foreign exchange loss	(1,142)	(4,320)	-73.6%	(2,591)	(1,057)	145.1%

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.

Wilton Group & subsidiaries

Consolidated statement of financial position

	Group		Company	
	Unaudited 31/12/2016 Rp Million	Audited 30/6/2016 Rp Million	Unaudited 31/12/2016 Rp Million	Audited 30/6/2016 Rp Million
Non-current assets				
Exploration and evaluation assets	207,018	196,430	-	-
Mine properties	388	388	-	-
Property, plant and equipment	6,363	6,362	898	1,112
Intangible assets	1,101	1,190	-	-
Investment in subsidiaries	-	-	2,232,811	2,232,811
Inventories	30	30	-	-
Prepaid lease	29,501	30,664	-	-
	<u>244,401</u>	<u>235,064</u>	<u>2,233,709</u>	<u>2,233,923</u>
Current assets				
Other debtors and deposits	2,443	2,379	2,436	2,365
Prepaid lease	2,348	2,348	-	-
Prepayments	18,935	8,460	950	478
Amounts due from related companies	-	-	362,949	324,017
Cash and cash equivalents	46,465	61,831	13,398	53,134
	<u>70,191</u>	<u>75,018</u>	<u>379,733</u>	<u>379,994</u>
Total assets	<u>314,592</u>	<u>310,082</u>	<u>2,613,442</u>	<u>2,613,917</u>
Current liabilities				
Trade payable	5,621	6,920	-	-
Other payables and accruals	3,874	4,720	2,563	3,248
Amount due to a related party	1,141	572	-	-
Amounts due to related companies	-	-	589	619
Tax payable	97	71	-	-
	<u>10,733</u>	<u>12,283</u>	<u>3,152</u>	<u>3,867</u>
Net current assets	<u>59,458</u>	<u>62,735</u>	<u>376,581</u>	<u>376,127</u>
Non-current liability				
Employee benefits liability	1,596	1,528	-	-
	<u>1,596</u>	<u>1,528</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>12,329</u>	<u>13,811</u>	<u>3,152</u>	<u>3,867</u>
Net assets	<u>302,263</u>	<u>296,271</u>	<u>2,610,290</u>	<u>2,610,050</u>
Equity				
Share capital	1,073,334	1,044,920	3,029,457	3,001,043
Accumulated losses	(782,649)	(760,227)	(419,167)	(390,993)
Merger reserve	13	13	-	-
Capital reserve	11,565	11,565	-	-
Total equity	<u>302,263</u>	<u>296,271</u>	<u>2,610,290</u>	<u>2,610,050</u>
Total equity and liabilities	<u>314,592</u>	<u>310,082</u>	<u>2,613,442</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 31 December 2016		As at 30 June 2016	
Secured	Unsecured	Secured	Unsecured
Nil	Nil	Nil	Nil

Amount repayable after one year

As at 31 December 2016		As at 30 June 2016	
Secured	Unsecured	Secured	Unsecured
Nil	Nil	Nil	Nil

As at 30 June 2016 and 31 December 2016, 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 for the six months ended 31/12/2016

	1HFY17	1HFY16
	Rp Million	Rp Million
Cash flows from operating activities		
Loss before tax	(22,422)	(21,180)
Adjustments for:		
Unrealised foreign exchange differences	1,878	2,150
Interest income	(42)	(130)
Depreciation of property, plant and equipment	780	600
Amortisation of intangible assets	90	56
Amortisation of prepaid leases	1,163	1,015
Increase in employee benefits liability	68	150
Operating cash flows before working capital changes	(18,485)	(17,339)
(Increase)/decrease in prepayments	(10,475)	117
Decrease in amount due from a related party	569	-
Increase in other debtors and deposits	(166)	(871)
(Decrease)/increase in trade payables	(1,299)	515
Increase in tax payable	26	44
Decrease in amount due to a related party	-	(277)
Decrease in other payables and accruals	(745)	(243)
Net cash flows used in operations	(30,575)	(18,054)
Interest received	42	130
Net cash used in operating activities	(30,533)	(17,924)
Cash flows from investing activities		
Investment in exploration and evaluation assets	(10,588)	(11,107)
Purchases of property, plant and equipment	(781)	(43)
Net cash used in investing activities	(11,369)	(11,150)
Cash flows from financing activities		
Proceeds from issuance of ordinary shares	28,414	-
Net cash generated from financing activities	28,414	-
Net decrease in cash and cash equivalents	(13,488)	(29,074)
Effect of exchange rate changes on cash and cash equivalents	(1,878)	(2,091)
Cash and cash equivalents at the beginning of the period	61,831	106,279
Cash and cash equivalents at the end of the period	46,465	75,114

- 1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of changes in equity

Group	Attributable to owners of the Company				Total Equity Rp Million
	Share Capital	Accumulated losses	Merger Reserves	Capital Reserves	
	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 period, representing total comprehensive income for the period, net of tax	-	(22,422)	-	-	(22,422)
Issuance of ordinary shares, representing total transactions with owners in their capacity of owners	28,414	-	-	-	28,414
At 31 December 2016	1,073,334	(782,649)	13	11,565	302,263
At 1 July 2015	1,015,806	(719,570)	13	11,565	307,814
Loss for the period, representing total comprehensive income for the period, net of tax	-	(21,180)	-	-	(21,180)
At 31 December 2015	1,015,806	(740,750)	13	11,565	286,634

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 period, representing total comprehensive income for the period, net of tax	-	(28,174)	(28,174)
Issuance of ordinary shares, representing total transactions with owners in their capacity of owners	28,414	-	28,414
At 31 December 2016	3,029,457	(419,167)	2,610,290
At 1 July 2015	2,971,929	(366,367)	2,605,562
Loss for the period, representing total comprehensive income for the period, net of tax	-	(15,732)	(15,732)
At 31 December 2015	2,971,929	(382,099)	2,589,830

- 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, if any, against the total number of issued shares excluding treasury shares 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.**

Company

	No. of shares	Rp Million
Issued and fully paid ordinary shares:		
At 30 September 2016	2,236,700,286	3,001,043
Share placement	50,000,000	28,414
At 31 December 2016	<u>2,286,700,286</u>	<u>3,029,457</u>

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 million at a placement price of S\$0.06 per placement share (the "**Placement**"). After the Placement, the total number of ordinary shares is 2,286,700,286 shares.

The Company did not have any outstanding options, convertible securities or treasury shares as at 31 December 2016 and 31 December 2015.

- 1(d)(iii) **To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	As at 31 December 2016	As at 30 June 2016
Number of issued shares	2,286,700,286	2,236,700,286

The Company did not have any treasury shares as at 31 December 2016 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.

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	
	1HFY17	1HFY16
Loss per ordinary share for the period based on net loss attributable to shareholders:		
(a) Basic loss per share (Rp)	(9.98)	(9.71)
- Basic loss per share (S\$ cents)	(0.10)	(0.10)
Weighted average number of shares	2,245,939,416	2,181,144,730
(b) On a fully diluted basis (Rp)	(9.98)	(9.71)
- On a fully diluted basis (S\$ cents)	(0.10)	(0.10)

For 1HFY16, the weighted average number of shares for the period is determined based on the total number of shares as there was no change in the number of shares during the period, being 2,181,144,730 shares as at 31 December 2015.

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 million at a placement price of S\$0.06 per placement share. For 1HFY17, the weighted average number of shares for the period was determined based on the total number of shares in issuance before the Placement, being 2,236,700,286 shares from 1 July 2016 to 27 November 2016 and the total number of shares of 2,286,700,286 shares after the Placement from 28 November 2016 to 31 December 2016.

The diluted loss per share and the basic loss per share for both 1HFY16 and 1HFY17 were the same as there were no outstanding convertible securities for the financial periods ended 31 December 2015 and 31 December 2016.

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 9,553.23 for 1HFY17 (1HFY16: S\$ 1: Rp 9,871.65).

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	31 December 2016	30 June 2016	31 December 2016	30 June 2016
Net asset value (Rp million)	302,263	296,271	2,610,290	2,610,050
Number of shares at the end of the period	2,286,700,286	2,236,700,286	2,286,700,286	2,236,700,286
Net asset value per share (Rp)	132.18	132.46	1,141.51	1,166.92
Net asset value per share (S\$ cents)	1.42	1.36	12.28	11.94

For illustration purposes, the net asset value per share in Rp was converted at the exchange rate of S\$ 1:Rp 9,298.92 for 1HFY17. (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 current period ("1HFY17") or the corresponding period of immediately preceding year ("1HFY16") as the Group has yet to commence production at its gold mine in Indonesia.

Other expenses

Other expenses increased by Rp 1.5b, from Rp 1.1b in 1HFY16 to Rp 2.6b in 1HFY17, mainly due to higher unrealised foreign exchange losses of Rp 1.5b.

Other operating expenses

Other operating expenses increased by Rp 1.0b from Rp 1.9b for 1HFY16 to Rp 2.9b 1HFY17 mainly due to higher site expenses of Rp 0.8b and higher amortisation of prepaid land leases of Rp 0.2b.

General and administrative ("G&A") expenses

G&A expenses decreased by Rp 1.3b, from Rp 18.3b for 1HFY16 to Rp 17.0b for 1HFY17. The decrease was mainly due to costs savings on certain G&A expenses as well as the favourable SGD to IDR exchange rate as some of the G&A expenses are denominated in SGD.

Loss before tax

Due to the above reasons the Group's loss before tax increased by Rp 1.2b from Rp 21.2b in 1HFY16 to Rp 22.4b in 1HFY17.

- (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 10.6b, from Rp 196.4b as at 30 June 2016 to Rp 207.0b as at 31 December 2016, mainly due to the additional exploration and evaluation expenses ("EEE") capitalised in 1HFY17.

Property, plant and equipment ("PPE") remained unchanged at Rp 6.4b, mainly due to additions to PPE of Rp 0.8b, offset by depreciation charges of Rp 0.8b.

Prepaid lease, non-current and current portions combined, decreased by Rp 1.2b, from Rp 33.0b as at 30 June 2016 to Rp 31.8b as at 31 December 2016, due to amortisation of prepaid land lease of Rp 1.2b.

Prepayments increased by Rp 10.5b, from Rp 8.5b as at 30 June 2016 to Rp 18.9b as at 31 December 2016, mainly due to prepayment for a prepaid lease of Rp 10.5b.

Liabilities

Trade payables decreased by Rp 1.3b, from Rp 6.9b as at 30 June 2016 to Rp 5.6b as at 31 December 2016, due mainly to the lower exploration and evaluation activities at the site.

Other payables and accruals decreased by Rp 0.8b, from Rp 4.7b as at 30 June 2016 to Rp 3.9b as at 31 December 2016, due mainly to lower accruals.

The Group's working capital decreased by Rp 3.2b, from Rp 62.7b as at 30 June 2016 to Rp 59.5b as at 31 December 2016, mainly due to net cash outflow for operating activities of Rp 30.5b and net cash outflow for investing activities of Rp 11.4b, offset by net cash inflow from financing activities of Rp 28.4b.

Cashflow

The net cash outflow for operating activities of Rp 30.5b in 1HFY17 was mainly due to the operating loss before working capital changes of Rp 18.5b and Rp 12.0b from working capital changes.

Cash used for working capital in 1HFY17 amounted to Rp 12.0b, mainly due to an increase in prepayments of Rp 10.5b, an increase in other debtors of Rp 0.2b, a decrease in other payables and accruals of Rp 0.7b and a decrease in trade payables of Rp 1.3b, offset by a decrease in amount due from related party of Rp 0.6b.

Net cash used in investing activities of Rp 11.4b in 1HFY17 was mainly due to the investment in EEA of Rp 10.6b and purchase of property, plant and equipment of Rp 0.8b.

Net cash inflow from financing activities of Rp 28.4b in 1HFY17 was from the proceeds of the Placement of 50,000,000 ordinary shares.

As at 31 December 2016, the Group had cash and cash equivalents of Rp 46.5b, representing a decrease of Rp 15.3b 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 has strengthened from approximately US\$1,080/oz to over US\$1,340/oz in the middle of the year before falling back to around US\$1,200/oz in December 2016. 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 Board remains focused on the commencement of gold production at the Ciemas Gold Project, with mining of ore to be processed in a pilot plant expected to commence in 3QFY17 (during the period from 1 January 2017 to 31 March 2017) from which first production is expected in 4QFY17 (during the period from 1 April 2017 to 30 June 2017) (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 period ended 31 December 2016 (1HFY17).

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 2QFY17, the Group's use of funds/cash for mining and exploration activities was as follows:

<u>Purpose</u>	Budgeted		Actual		Variance	
	US\$ Million	Rp Million	US\$ Million	Rp Million	Rp Million	%
Exploration and evaluation expenses	1.36	17,679	0.49	6,586	(11,093)	62.7%
Total	1.36	17,679	0.49	6,586	(11,093)	62.7%

*USD amount converted at US\$1: Rp13,436 as at 31 December 2016

In 2QFY17, only Rp 6.59b (US\$ 0.49m) was incurred for exploration and evaluation expenses out of the Rp 17.68b (US\$ 1.36m) budgeted due to the ongoing engineering design work. No capital expenditure was budgeted or spent because engineering studies for the pilot plant remain ongoing. In 2QFY17, the Group maintained focus on its Pilot Production Programme, Production Programme, and Exploration Programme (together, the "**Programmes**"), as described below.

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 2QFY17, 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 January 2017 to 31 March 2017 ("**3QFY17**"), the Group's use of funds/cash for mining and exploration activities is expected to be as follows:

<u>Purpose</u>	Budgeted	
	US\$ million	Rp Million
Exploration and Evaluation Expenses	1.17	15,781
Total	1.17	15,781

*USD amount converted at US\$1: Rp.13,436 as at 31 December 2016

For 3QFY17, Rp 15.78b (US\$ 1.17m) is expected to be spent on exploration and evaluation expenses.

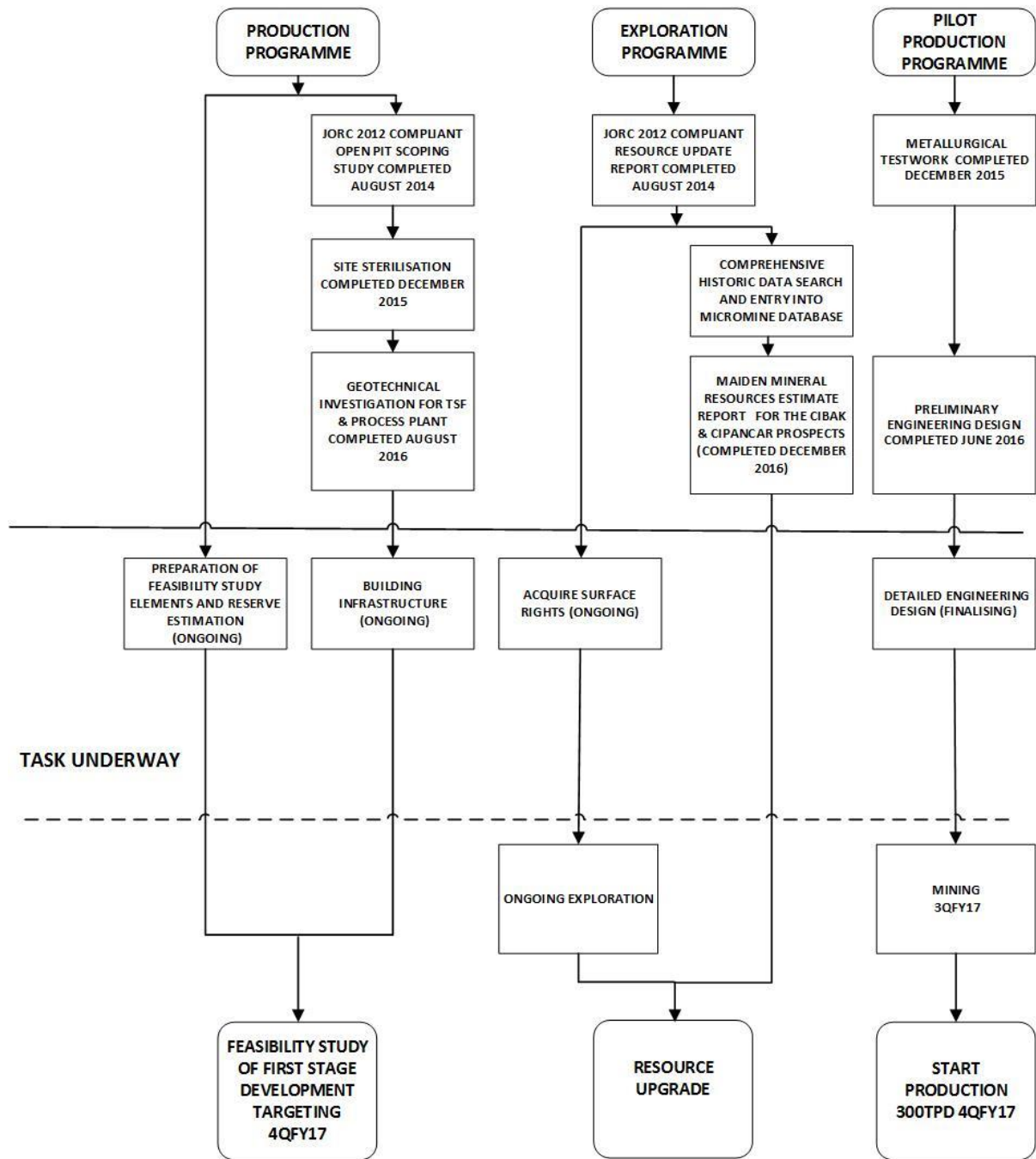
The Group's exploration and evaluation plans for 3QFY17 are expected to be as follows:

- 1) Production Programme: Planning for the mine design is underway;
- 2) Pilot Production Programme: Finalising detailed engineering design and drawing; Planning for the near-term pool leaching plant is underway;

- 3) Infrastructure: Construction of the base camp and ancillary infrastructure that will serve both the pilot plant and the main processing plant is underway; and
- 4) Exploration Programme: Maiden mineral resources estimate on Cibak and Cipancar Prospects has been completed and announced on 2 February 2017.

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

TASK ACHIEVED UP TO 31 DEC 2016



PLANNED FUTURE TASK

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 2QFY17, the Group continued with exploration, evaluation and development activities of its Mining Permits at the Ciemas Gold Project, through the pursuit of three programmes, as follows:

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

Activities on each of the Programmes in 2QFY17 are set out below.

a) Pilot Production Programme

This programme is for the development of an initial pilot production plant with a production capacity of 300 tonnes per day (“**tpd**”) of ore. The initial stage of production is aimed to process ore from the Group’s Cibak and Cipancar prospects. The mining engineering design for the supply of ore to the pilot plant has adopted the underground mining method, with prospecting and mining running in parallel.

The preliminary pilot plant process engineering design, the mining engineering design and tailings storage facilities engineering design have been completed. The Detailed Engineering Design (DED) is currently being finalised. Some delays have occurred due to a revision made to the ultimate processing flow route. Barring any unforeseen circumstances, the construction of the pilot plant is now scheduled to commence in 3QFY17, with production expected to commence in 4QFY17.

While finalising the DED, the near-term pilot production programme may proceed by first focusing on the oxide ore. Wilton is in discussions with a potential partner to collaborate on this and is considering a pool leaching facility to treat the oxide ore. Further updates on this will be made as and when appropriate.

b) Production Programme

The intention of the Production Programme is to evaluate the Group’s main mining operation and processing plant for its Pasir Manggu, Cikadu, Sekolah and Cibatu prospect areas (collectively, the “**4 Prospects**”), with a production capacity of 1500 tpd, as recommended by the Group’s independent consultants.

Following the initial scoping study by Mancala, the Group is progressing towards the completion of a feasibility study on the project. Some elements of the feasibility study have already been completed, including metallurgical test work, processing plant engineering design and geotechnical investigation. The feasibility study, together with an estimate of Ore Reserves is underway. The completion date of the Feasibility Studies has been delayed to 4QFY17 due to priority being given to the Pilot Production Programme and the near-term pool leaching plant.

c) Exploration Programme

The Group has made good progress on its Exploration Programme. On 2 February 2017, it announced a maiden estimate of Mineral Resources in respect of the Cibak and Cipancar Prospects; areas of the Ciemas Gold Project for which Mineral Resources had not previously been reported. As part of this estimate of new resources, the Company's independent consultant, SRK Consulting China Limited ("SRK"), conducted a site inspection and reviewed the historical data from 33 trenches carried out by Terrex Resources NL during 1992 to 1994 and PT Meekatharra Minerals during 1996 to 1998, as well as data from 31 shafts developed by the Company recently at Cibak and Cipancar Prospects. Based on the integrated database, SRK estimated that, at a gold cut-off grade of 2.5 grams per tonne ("g/t"), the Cibak and Cipancar Prospects contain approximately 1.1 million tonnes ("Mt") of Inferred Resources with an average grade of about 5.6 g/t of gold. The Mineral Resource statement for the Cibak and Cipancar Prospects is presented in Table 1, below.

Table 1: Mineral Resources of Cibak and Cipancar Prospects by SRK Consulting China Ltd, as of 31 August 2016

Zone	Mineralized Bodies	Cut-off grade (g/t)	Category	Tonnage (Mt)	Au (g/t)
Cibak	101	2.5	Inferred	0.39	6.6
	102	2.5	Inferred	0.18	4.1
	103	2.5	Inferred	0.09	4.5
Cipancar	201	2.5	Inferred	0.40	5.6
	203	2.5	Inferred	0.05	5.6
Total		2.5	Inferred	1.10	5.6

Notes: The cut-off grade is 2.5 g/t Au and is determined based on the following assumptions: underground-mine, mining dilution of 20%, ore-processing recovery of 90%, cash operating cost of USD 75/t, and gold metal price of USD 1,300/oz.

Figures for gold metal in this table are estimated based on the resource tonnages and grades, and do not represent the exact amount of extractable metal for this project. They should be treated differently from the expected production of gold bullion. Discrepancies may occur due to rounding.

Readers are directed to the Company's announcement dated 2 February 2017 and the accompanying independent qualified person's report for further information.

In parallel with the development of the 4 Prospects and the Cibak and Cipancar Prospects, the Group plans to 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 this 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.

As described above, 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 2, below.

Table 2: 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
Total	Measured	120	7.3	870
	Indicated	2,920	8.9	25,870
	Measured + Indicated	3,040	8.8	26,740
	Inferred	2,700	6.8	18,390

Table 3, below, summarises the total Mineral Resources of the Group in accordance with Appendix 7D of the Catalyst Listing Manual.

Table 3: 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 (%)	
Reserves							
Proved	Gold	n/a	n/a	n/a	n/a	n/a	
Probable	Gold	n/a	n/a	n/a	n/a	n/a	
Total	Gold	n/a	n/a	n/a	n/a	n/a	
Resources*							
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	+50%	Increase due to maiden Mineral Resource estimate for Cibak and Cipancar Prospects

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.

Change from previous update is based on contained gold.

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.

15. Use of placement proceeds

Use of proceeds

18/5/2016	Rp Million
Placement proceeds	29,114
Less: placement expenses	
Additional listing fees	(78)
Professional fees	(197)
Net Placement proceeds	28,839
Prepayment of prepaid lease	(17,033)
Payment for EEA	(5,443)
Balance as at 31 December 2016	6,363

28/11/2016	Rp Million
Placement proceeds	28,414
Less: placement expenses	
Additional listing fees	(76)
Professional fees	(94)
Net Placement proceeds	28,244
Balance as at 31 December 2016	28,244

16. 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 Listing Manual.

17. Negative Confirmation by the Board pursuant to Rule 705(5)

The Board, do hereby confirm that, to the best of our knowledge, nothing has come to the attention of the Board, which may render the unaudited financial statements for the second quarter and six months ended 31 December 2016 to be false or misleading in any material aspects.

BY ORDER OF THE BOARD

Wijaya Lawrence
Chairman and President
9 February 2017