ANCHOR RESOURCES LIMITED
(Company Registration No.: 201531549N)
(Incorporated in the Republic of Singapore on 12 August 2015)

Unaudited Financial Statement Announcement For Full Year Ended 31 December 2017

*This announcement has been prepared by Anchor Resources Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement. The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.

The contact persons for the Sponsor are Mr Alvin Soh, Head of Catalist Operations, Senior Vice President, and Mr Josh Tan, Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.

Background

The Company is engaged in the business of exploration, mining and production of gold for sale in Malaysia. On 21 August 2017, the Company completed acquisition of 100% equity of GGTM Sdn. Bhd. (formerly known as GGT Manufacturing Sdn. Bhd.) ("**GGTM**"), which is in the business of exploration, mining, quarry extraction, processing and sale of granite products and dimension stone granite by issuance of 712,172,414 new shares ("**VSA**") and GGTM became a wholly-owned subsidiary of the Company.

As the VSA involved companies which are under common control, the consolidated financial statements of the Group for the financial year ended 31 December 2017 ("**FY2017**") and 6 months ended 31 December 2016 ("**2H2017**") have been prepared in a manner similar to the "pooling-of-interest" method. Such manner of presentation reflects the economic substance of the combining companies as a single economic enterprise, although the legal parent-subsidiary relationship was not established until after the end of the reporting period.

Business combination arising from transfers of interest in entities that are under common control are accounted for as if the acquisition had occurred at the beginning of the earliest comparative period presented or, if later, at the date that common control was established. For this purpose, comparatives financial results of the Group for the financial year ended 31 December 2016 ("**FY2016**") and 6 months ended 31 December 2016 ("**2H2016**") are restated and accounted for as if the VSA was completed on 1 January 2016.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) 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.

	Group					
	Six Months Ended			Twelve Months Ended		
	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)	Increase/ (Decrease) %	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)	Increase/ (Decrease) %
Revenue	6,328	6,092	3.87	24,185	7,098	240.73
Other income	91	92	(1.09)	201	114	76.32
Raw materials and consumables used	(65)	(482)	(86.51)	(170)	(958)	(82.25)
Change in inventories and work-in-progress	257	256	0.39	59	211	(72.04)
Contractor expenses	(3,732)	(4,216)	(11.48)	(15,289)	(4,216)	262.64
Royalty fee expenses	(50)	(682)	(92.67)	(680)	(825)	(17.58)
Depreciation and amortisation expenses	(1,004)	(1,053)	(4.65)	(1,978)	(1,875)	5.49
Employee benefits expense	(2,769)	(3,662)	(24.39)	(6,624)	(6,635)	(0.17)
Operating lease expenses	(127)	(267)	(52.43)	(300)	(512)	(41.41)
Other expenses	(5,489)	(5,853)	(6.22)	(12,889)	(21,478)	(39.99)
Finance costs	(1,492)	(3,146)	(52.57)	(4,199)	(3,836)	9.46
Fair value loss on derivative financial instruments	(1,471)	-	n.m	(1,471)	-	n.m
Loss before income tax	(9,523)	(12,921)	(26.30)	(19,155)	(32,912)	(41.80)
Income tax expense	(382)	-	n.m	(382)	-	n.m
Loss for the financial period/year, representing total comprehensive loss for the financial period/year	(9,905)	(12,921)	(23.34)	(19,537)	(32,912)	(40.64)
Loss attributable to owners of the parent	(9,905)	(12,921)	(23.34)	(19,537)	(32,912)	(40.64)
Total comprehensive income attributable to owners of the parent	(9,905)	(12,921)	(23.34)	(19,537)	(32,912)	(40.64)
Loss per share						
- Basic (in sen)	(0.97)	(1.27)	(23.62)	(1.91)	(3.32)	(42.47)
- Diluted (in sen)	(0.97)	(1.27)	(23.62)	(1.91)	(3.32)	(42.47)

n.m - not meaningful

1(a)(ii) Notes to Consolidated Statement of Comprehensive Income

	Group					
	Six Months Ended			Twelve Months Ended		
	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)	Increase/ (Decrease) %	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)	Increase/ (Decrease) %
Loss for the period / year is stated at after (charging) / crediting the following:						
Other income	91	92	(1.09)	201	114	76.32
Depreciation and amortisation expenses	(1,004)	(1,053)	(4.65)	(1,978)	(1,875)	5.49
Share-based payment expenses	-	(694)	(100.00)	(212)	(1,023)	(79.28)
Reversal of share-based payment expenses	103	-	n.m	103	-	n.m
Operating lease expenses	(127)	(267)	(52.43)	(300)	(512)	(41.41)
Foreign exchange gain/(loss), net	287	(215)	(233.49)	355	(498)	(171.29)
Fair value loss on derivative financial instrument	(1,471)	-	n.m	(1,471)	-	n.m
Impairment in property, plant and equipment	(258)	-	n.m	(258)	-	n.m
Impairment in exploration and evaluation asset	(50)	-	n.m	(50)	-	n.m
Finance costs	(1,492)	(3,146)	(52.57)	(4,199)	(3,836)	9.46
Loss on disposal of property, plant and equipment	-	-	-	-	(19)	(100.00)
Legal and professional fees	(2,574)	(3,856)	(33.25)	(5,471)	(4,546)	20.35
IPO listing expenses	-	-	-	-	(13,341)	(100.00)
Provision for stock obsolescence	(68)	(255)	(73.33)	(68)	(255)	(73.33)

n.m - not meaningful

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.

	Group		Company	
	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)	31 December 2017 RM'000 (Unaudited)	31 December 2016 RM'000 (Audited)
ASSETS				
Non-current assets				
Property, plant and equipment	16,766	18,474	3	4
Exploration and evaluation assets	-	50	-	-
Mining properties	15,833	15,441	-	-
Prepayment	53	83	-	-
Investment in subsidiaries		-	171,757	51,599
	32,652	**34,048**	**171,760**	**51,603**
Current assets				
Inventories and work-in progress	584	493	-	-
Income tax recoverable	105	-	-	-
Trade and other receivables	5,555	2,988	-	-
Prepayments	182	153	102	74
Amount due from a subsidiary	-	-	9,922	3,117
Fixed deposits and bank balances	7,817	11,746	1,611	3,965
	14,243	**15,380**	**11,635**	**7,156**
Total assets	**46,895**	**49,428**	**183,395**	**58,759**
EQUITY AND LIABILITIES				
Equity				
Share capital	247,780	106,342	247,780	106,092
Merger reserve	(102,649)	15,645	-	-
Share-based payment reserve	-	694	-	694
Translation reserve	40	-	-	-
Accumulated losses	(118,896)	(99,359)	(79,112)	(48,938)
Total equity	**26,275**	**23,322**	**168,668**	**57,848**
LIABILITIES				
Current liabilities				
Trade and other payables	4,436	12,077	440	911
Amount due to a subsidiary	-	-	5,927	-
Finance lease payables	80	73	-	-
Loan and borrowings	8,360	-	8,360	-
Redeemable convertible preference shares	-	13,626	-	-
Total current liabilities	**12,876**	**25,776**	**14,727**	**911**
Non-current liabilities				
Finance lease payables	250	330	-	-
Loan and borrowing	7,494	-	-	-
Total non-current liabilities	**7,744**	**330**	**-**	**-**

	Group		Company	
	31 December 2017 RM'000 (Unaudited)	31 December 2016 RM'000 Restated (Unaudited)	31 December 2017 RM'000 (Unaudited)	31 December 2016 RM'000 (Audited)
Total liabilities	**20,620**	**26,106**	**14,727**	**911**
Total equity and liabilities	**46,895**	**49,428**	**183,395**	**58,759**

(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 31 December 2017		As at 31 December 2016	
Secured RM'000 (Unaudited)	Unsecured RM'000 (Unaudited)	Secured RM'000 Restated (Unaudited)	Unsecured RM'000 Restated (Unaudited)
8,440	-	73	-

Amount repayable after one year

As at 31 December 2017		As at 31 December 2016	
Secured RM'000 (Unaudited)	Unsecured RM'000 (Unaudited)	Secured RM'000 Restated (Unaudited)	Unsecured RM'000 Restated (Unaudited)
250	7,494	330	-

Details of any collateral

The Group's secured borrowings as at 31 December 2017 comprised a guaranteed non-convertible bond and finance lease liabilities. The guaranteed non-convertible bond due in April 2018 with an aggregate principal amount of S$2,875,000 is guaranteed by our Managing Director, Mr. Lim Chiau Woei. Finance lease liabilities, which are secured on certain of the Group's motor vehicles with a net carrying amount of RM394,266 as at 31 December 2017 (31 December 2016: RM509,432).

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.

	Group			
	Six Months Ended		Twelve Months Ended	
	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)
Operating activities				
Loss before income tax	(9,523)	(12,921)	(19,155)	(32,912)
Adjustments for:				
Amortisation of mine properties	75	190	309	399
Depreciation of property, plant and equipment	929	863	1,669	1,476
Share-based payment expenses	-	694	212	1,023
Reversal of share-based payment expenses	(103)	-	(103)	-
Interest expenses	1,492	3,146	4,199	3,836
Interest income	(84)	(91)	(188)	(113)
Loss on disposal plant and equipment	-	-	-	19
Provision for stock obsolescence	68	255	68	255
Impairment in property, plant and equipment	258	-	258	-
Impairment in exploration and evaluation assets	50	-	50	-
Fair value loss on derivative financial instrument	1,471	-	1,471	-
Unrealised exchange difference	(582)	966	(834)	427
Operating cash flows before working capital changes	(5,949)	(6,898)	(12,044)	(25,590)
Working capital changes:				
Inventories	(247)	(369)	(121)	(273)
Trade and other receivables	1,788	(1,229)	(1,676)	(2,342)
Prepayments	195	9,751	1	4,617
Trade and other payables	(2,727)	3,968	(4,164)	10,987
Cash used in operations	(6,940)	5,223	(18,004)	(12,601)
Income tax paid	(488)	-	(488)	-
Net cash from/(used in) operating activities	**(7,428)**	**5,223**	**(18,492)**	**(12,601)**
Investing activities				
Additions to exploration and evaluation assets	-	(359)	-	(1,217)
Additions to mine properties	(180)	(762)	(700)	(958)
Interest received	84	91	188	113
Purchase of property, plant and equipment	(806)	(5,697)	(1,250)	(6,883)
Proceeds from disposal of plant and equipment	-	-	-	53
Net cash used in investing activities	**(902)**	**(6,727)**	**(1,762)**	**(8,892)**
Financing activities				
Decrease in fixed deposits pledged	100	-	100	-
Interest paid	(237)	(14)	(251)	(15)
Proceeds from issuance of new ordinary shares	-	9,575	-	31,259
Share issues expenses	-	667	-	(7,451)
Share application money pending allotment	-	(9,632)	-	-
Repayment of finance lease obligations	(37)	(40)	(73)	(34)
Proceeds from issuance of secured bond	-	-	7,403	-
Proceeds from issuance of exchangeable bond	6,059	-	6,059	-
Proceeds from issuance of redeemable convertible preference shares	-	-	3,355	5,970
Net cash from financing activities	**5,885**	**556**	**16,593**	**29,729**
Net change in cash and cash equivalents	(2,445)	(948)	(3,661)	8,236
Exchange difference on cash and cash equivalents	(100)	(70)	(168)	(70)

	Group			
	Six Months Ended		Six Months Ended	
	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)	31 December 2017 RM'000 (Unaudited)	31 December 2016 Restated RM'000 (Unaudited)
Cash and cash equivalents at beginning of financial period/year	10,362	12,664	11,646	3,480
Cash and cash equivalents at end of financial period/year	**7,817**	**11,646**	**7,817**	**11,646**

Cash and cash equivalents comprised of:

	Group	
	12 Months Ended	
	31 December 2017 RM'000 (Unaudited)	31 December 2016 RM'000 Restated (Unaudited)
Fixed deposit(1)	4,060	5,514
Cash and bank balances	3,757	6,232
Cash and cash equivalents as per statements of financial position(2)	7,817	11,746
Fixed deposit pledged(3)	-	(100)
Cash and cash equivalents as per consolidated statement of cash flows	7,817	11,646

Notes:

(1) The effective interest rate of fixed deposit was 0.05% to 3.90% (2H2016: 0.05% to 4.00%) per annum during FY2017 and with maturity of 12 months (2H2016: 12 months). The Group's fixed deposit is readily convertible to cash at minimal cost.

(2) Inclusive of trust deposit of RM1.25 million as at 31 December 2017 placed with a Malaysia law-firm pursuant to the mining agreement with Great Aims Resources Sdn. Bhd. dated 18 May 2017. As of the date of this announcement, the trust deposit is reduced to RM0.90 million.

(3) A fixed deposit amounting to RM0.10 million was pledged to a bank to secure banker's guarantee facility amounting to RM0.10 million as at 31 December 2016.

Reconciliation of liabilities arising from financing activities:

	1 January 2017 RM'000	Principal and interest repayment RM'000	Interest expense RM'000	Equity conversion RM'000	Fair value loss RM'000	Transaction costs refund RM'000	Foreign exchange movement RM'000	31 December 2017 RM'000
Finance lease payables	403	(100)	27	-	-	-	-	330
Secured bond	-	7,179	1,533	-	-	-	(352)	8,360
Exchangeable bond	-	6,059	-	-	1,471	-	(36)	7,494
RCPS	13,626	3,355	2,530	(20,256)(1)	-	745	-	-

Note 1: The RCPS was converted into equity of GGTM on 26 July 2017.

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

Group	Share capital RM'000	Merger reserve RM'000	Share-based payment reserve RM'000	Translation reserve RM'000	Accumulated losses RM'000	Total equity RM'000
(Unaudited)						
Balance at 1 January 2017 (Restated)	106,342	15,645	694	-	(99,359)	23,322
Foreign currency translation differences	-	-	-	40	-	40
Loss for the financial year	-	-	-	-	(19,537)	(19,537)
Total comprehensive income for the financial year	-	-	-	40	(19,537)	(19,497)
Transactions with owners:						
Issuance of new ordinary shares	141,688	-	-	-	-	141,688
Deemed distribution to owners	(250)	(118,294)	-	-	-	(118,544)
Share-based compensation expense	-	-	(694)	-	-	(694)
Total transactions with owners	141,438	(118,294)	(694)	-	-	22,450
Balance at 31 December 2017	**247,780**	**(102,649)**	**-**	**40**	**(118,896)**	**26,275**
(Unaudited)						
Balance at 1 January 2016, as previously reported	51,853	15,645	-	-	(65,425)	2,073
Impact of acquisition under common control	100	-	-	-	(1,022)	(922)
Restated balance at 1 January 2016	51,953	15,645	-	-	(66,447)	1,151
Loss for the financial year, as restated	-	-	-	-	(32,912)	(32,912)
Total comprehensive income for the financial year	-	-	-	-	(32,912)	(32,912)
Transactions with owners:						
Issuance of new ordinary shares	62,886	-	-	-	-	62,886
Share issue expenses	(8,826)	-	-	-	-	(8,826)
Share-based compensation expense	329	-	694	-	-	1,023
Total transactions with owners	54,389	-	694	-	-	55,083
Balance at 31 December 2016	**106,342**	**15,645**	**694**	**-**	**(99,359)**	**23,322**

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.

Company	Share capital RM'000	Share-based payment reserve RM'000	Accumulated losses RM'000	Total equity RM'000
(Unaudited)				
Balance at 1 January 2017	106,092	694	(48,938)	57,848
Loss for the financial year	-	-	(30,174)	(30,174)
Total comprehensive income for the financial year	-	-	(30,174)	(30,174)
Contributions by owners:				
Issuance of new ordinary shares	141,688	-	-	141,688
Share-based compensation expense	-	(694)	-	(694)
Total transactions with owners	141,688	(694)	-	140,994
Balance at 31 December 2017	**247,780**	**-**	**(79,112)**	**168,668**
(Unaudited)				
Balance at 1 January 2016	51,853	-	(27,519)	24,334
Loss for the financial year	-	-	(21,419)	(21,419)
Total comprehensive income for the financial year	-	-	(21,419)	(21,419)
Contributions by owners:				
Issuance of new ordinary shares	62,736	-	-	62,736
Share issue expenses	(8,826)	-	-	(8,826)
Share-based compensation expense	329	694	-	1,023
Total transactions with owners	54,239	694	-	54,933
Balance at 31 December 2016	**106,092**	**694**	**(48,938)**	**57,848**

1(d)(ii) Details of any changes in the company's share capital arising from right 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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.

	Number of shares	Share capital (S$'000)	Share capital (RM'000)
As at 30 June 2017	**310,500,000**	**34,741**	**106,092**
Issuance of acquisition shares(1)	712,172,414	44,155	138,800
Issuance of employee shares(2)	764,200	54	169
Issuance of compensation shares(3)	3,496,625	210	633
Issuance of termination and settlement shares(4)	11,515,116	691	2,086
As at 31 December 2017	**1,038,448,355**	**79,851**	**247,780**

Notes:

(1) On 21 August 2017, the Company issued an aggregate of 712,172,414 new ordinary shares at an issue price of S$0.062 per share to the vendors as consideration for the acquisition of GGTM, and the resultant issued and paid-up share capital of the Company increased to S$78,895,293 (RM244,892,252) comprising 1,022,672,414 ordinary shares.

(2) On 4 October 2017, the Company issued 764,200 new ordinary shares at an issue price of S$0.071 per share to nine employees of the Group as rewards for their contributions to the Group, and the resultant issued and paid-up share capital of the Company increased to S$78,949,551 (RM245,060,843) comprising 1,023,436,614 ordinary shares.

(3) On 6 December 2017, the Company issued 3,496,625 new ordinary shares at an issue price of S$0.060 per share to Executive Director of the Company, Mr. Chan Koon Mong pursuant to the terms of his Service Agreement, and the resultant issued and paid-up share capital of the Company increased to S$79,159,348 (RM245,694,306) comprising 1,026,933,239 ordinary shares.

(4) On 6 December 2017, the Company issued 11,515,116 new ordinary shares at an issue price of S$0.06 per share to various contractors in relation to the termination agreement and settlement agreements on behalf of the Company's wholly-owned subsidiary, Angka Alamjaya Sdn Bhd ("**AASB**"), and the resultant issued and paid-up share capital of the Company increased to S$79,850,256 (RM247,780,430) comprising 1,038,448,355 ordinary shares.

As at 31 December 2017, a wholly-owned subsidiary of the Company, Angka Marketing Pte. Ltd., has outstanding exchangeable bonds in an aggregate principal amount of S$2.0 million maturing on 25 August 2019 which can be converted up to 20,725,389 new fully paid shares of the Company. The Company did not have any outstanding

convertibles as at 31 December 2016.

The Company did not have any treasury shares and subsidiary holdings as at 31 December 2017 and 31 December 2016.

1(d)(iii) To show the 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.

	Company As at 31 December 2017 (Unaudited)	Company As at 31 December 2016 (Audited)
Total number of issued shares	1,038,448,355	310,500,000
Treasury shares	-	-
Total number of issued shares, excluding treasury shares	1,038,448,355	310,500,000

The Company did not have any treasury shares as at 31 December 2017 and 31 December 2016.

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

Not applicable. The Company did not have any treasury shares during and as at the end of the current financial period reported on.

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable. The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the Issuer's most recently audited annual financial statements have been applied.

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period reported on as compared with those in the Company's most recently audited financial statements for the financial year ended 31 December 2016.

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.

The Group adopted the new/revised Financial Reporting Standards ("**FRS**") that are relevant to its operations and are effective in the current financial periods beginning on or after 1 January 2017. The adoption of these new or revised FRS, where relevant, has no material financial impact on the Group's accounting policies or the financial statements for the current financial period reported on.

Completion of the acquisition of GGTM took place on 21 August 2017 and GGTM is now a wholly-owned subsidiary of the Company. As the VSA involved companies which are under common control, the consolidated financial statements of the Group for the financial year ended 31 December 2017 have been prepared in a manner similar to the "pooling-of-interest" method. Such manner of presentation reflects the economic substance of the combining companies as a single economic enterprise, although the legal parent-subsidiary relationship was not established until after the end of the reporting period.

Business combination arising from transfers of interest in entities that are under common control are accounted for as if the acquisition had occurred at the beginning of the earliest comparative period presented or, if later, at the date that common control was established. For this purpose, comparatives are restated.

6. Loss per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group			
	Six months Ended		Twelve Months Ended	
	31 December 2017 (Unaudited)	31 December 2016 Restated (Unaudited)	31 December 2017 (Unaudited)	31 December 2016 Restated (Unaudited)
Loss attributable to owners of the Group (RM'000)	(9,905)	(12,921)	(19,537)	(32,912)
Weighted average number of ordinary shares	1,025,077,540[2]	1,018,993,392[1]	1,023,884,861[2]	991,404,316[1]
Basic loss per ordinary share:				
- RM cents	(0.97)	(1.27)	(1.91)	(3.32)
- S$ cents[4]	(0.32)	(0.41)	(0.63)	(1.07)
Adjusted weighted average number of ordinary shares	1,025,077,540[2]	1,018,993,392[1]	1,023,884,861[2]	991,404,316[1]
Diluted loss per ordinary share[3]:				
- RM cents	(0.97)	(1.27)	(1.91)	(3.32)
- S$ cents[4]	(0.32)	(0.41)	(0.63)	(1.07)

Notes:

(1) Based on the weighted average number of ordinary shares of the Company in issue during 2H2016 and FY2016, on the assumption that the share split of each share in the Company into 11.99 ordinary shares on 8 March 2016 and the issuance of acquisition share for the VSA had occurred as at 1 January 2016.

(2) Based on the weighted average number of ordinary shares of the Company in issue during 2H2017 and FY2017, on the assumption that the issuance of acquisition share of the completed Proposed Acquisition has occurred as at 1 January 2016.

(3) There were no dilutive potential ordinary shares in issue for 2H2016 and FY2016, respectively. The diluted loss per share is the same as the basic loss per share for 2H2017 and FY2017 because the potential ordinary shares to be converted are anti-dilutive as the effect of the shares conversion would be to decrease the loss per share.

(4) Translated at an exchange rate S$1:RM3.0293 for 2H2017 and FY2017 and S$1:S$3.1006 for 2H2016 and FY2016, respectively.

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 period reported on; and
(b) immediate preceding financial year

	Group		Company	
	31 December 2017 (Unaudited)	31 December 2016 Restated (Unaudited)	31 December 2017 (Unaudited)	31 December 2016 (Audited)
Net asset value (RM'000)	26,275	23,322	168,668	57,848
Number of Shares at the end of the period	1,038,448,355	1,022,672,414(2)	1,038,448,355	310,500,000
Net asset value per share:				
- RM sen	2.53	2.28	16.24	18.63
- S$ sen(3)	0.84	0.74	5.36	6.01

Notes:

(1) Net asset value represents total assets less total liabilities.

(2) The number of shares as at 31 December 2016 assumed that the issuance of acquisition share for the VSA had occurred as at 1 January 2016.

(3) Translated at an exchange rate of S$1:RM3.0293 and S$1:RM3.1006 as at 31 December 2017 and 31 December 2016, respectively.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:-

(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;

The following review of the Group's performance is in relation to 2H2017 as compared to 2H2016, and FY2017 as compared to FY2016.

Revenue

The Group recorded revenue of RM6.33 million in 2H2017 as compared to revenue of RM6.09 million in 2H2016. Revenue increased by RM0.24 million (representing 3.87%)

mainly due to an increase in billing for interior fit-out project by RM1.30 million offset by a decrease in sale of gold by RM1.21 million.

In 2H2017, there were no sale of gold as our gold mining subsidiary, AASB commenced its implementation of mining strategy from open pit mining to underground mining and prepared the mining site for Great Aims Resources Sdn Bhd ("**GAR**") to formally take over the mining operations at the Lubuk Mandi Mine with effect from 1 August 2017 pursuant to the mining agreement dated 18 May 2017. At the end of 2H2017, GAR is still in the midst of building the underground tunnel and also pilot test the gold processing system.

The Group's revenue increased by RM17.09 million to RM24.19 million in FY2017 as compared to RM7.10 million in FY2016. This was mainly due to the recognition of revenue for an interior fit-out project under the granite business segment of RM21.64 million (representing an increase of RM16.79 million as compared to RM4.85 million in FY2016).

Other Income

Other income comprised interest income on fixed deposit and administrative fee. Other income remained relatively unchanged at RM0.09 million in 2H2017 and 2H2016. For FY2017, the Group recorded other income of RM0.20 million, representing an increase of RM0.09 million (76.32%) from RM0.11 million for FY2016. The increase was mainly due to the increase in interest income of RM0.07 million as a result of placement of the unutilised funds raised from Redeemable Convertible Preference Share ("RCPS") subscription as fixed deposit.

Operating expenses

Operating expenses comprised raw materials and consumables used, change in inventories and work-in progress, contractor expenses, royalty fee expenses, depreciation and amortisation expenses, employee benefits expense, operating lease expenses, other expenses and finance costs.

Total operating expenses decreased by RM4.64 million to RM14.47 million in 2H2017 from RM19.11 million (24.28%) in 2H2016 and increased by RM1.95 million to RM42.07 million (4.86%) in FY2017 from RM40.12 million in FY2016. The changes in total operating expenses were mainly due to the following:-

- Decrease in raw materials and consumables used by RM0.42 million (86.51%) in 2H2017 as compared to 2H2016. Raw materials and consumables used decreased by RM0.79 million (82.25%) in FY2017 as compared to FY2016.

  Total raw materials and consumables used incurred in 2H2017 and FY2017 amounted to RM0.07 million and RM0.17 million, respectively as compared to RM0.48 million and RM0.96 million in 2H2016 and FY2016, respectively. The lower costs incurred was due to the outsourced of gold mining operation to GAR in 2H2017.

- The Group recorded positive changes in inventories in 2H2017 and FY2017 amounted to RM0.26 million and RM0.06 million, respectively. The positive changes arise from higher closing balance as compared to the opening balance during the period under review.

  The positive changes in inventories and work-in-progress of RM0.26 million for 2H2017 (31 December 2017 vs 30 June 2017) is due to the increase in inventories of granite blocks. There was 311 m3 of granite blocks as at end of FY2017 as compared to 32 m^3 of granites blocks as at June 2017.

The positive changes in inventories and work-in-progress of RM0.06 million for FY2017 (31 December 2017 vs. 31 December 2016) mainly due to:-

a. increase of ending inventories of granite products of RM0.13 million. There was 311 m^3 of granite blocks as at end of FY2017 as compared to 31 m^3 of granite blocks and 647 m^2 of granite semi-finished products in FY2016; and
b. decrease of ending work-in-progress for gold of RM0.07 million as GAR was still in the midst of building the underground tunnel and also pilot test the gold processing system.

- Decrease in contractor expenses by RM0.48 million (11.48%) in 2H2017 as compared to 2H2016. However, contractor expenses increased by RM11.07 million (262.64%) in FY2017 as compared to FY2016.

  Total contractor expenses incurred in 2H2017 and FY2017 amounted to RM3.73 million and RM15.29 million, respectively as compared to RM4.22 million and RM4.22 million in 2H2016 and FY2016, respectively. The lower costs incurred in 2H2017 mainly due to about 65.5% of the works for the interior fit-out project was completed in 1H2017 with a corresponding contractor expense of approximately RM10.56 million.

- Decrease in royalty fee expenses by RM0.63 million (92.67%) in 2H2017 as compared to 2H2016. Royalty fee expenses decreased by RM0.15 million (17.58%) in FY2017 as compared to FY2016.

  Total royalty fee expenses incurred in 2H2017 and FY2017 amounted to RM0.05 million and RM0.68 million, respectively as compared to RM0.68 million and RM0.83 million in 2H2016 and FY2016, respectively. The lower costs incurred mainly due to the offset of minimum monthly contribution of RM80,000 received from GAR since August 2017 amounted to RM400,000.

- Increase in other expenses by RM0.26 million (6.22%) for 2H2017 as compared to 2H2016 and a decrease of RM7.96 million (39.99%) for FY2017 as compared to FY2016. The decrease in other expenses was mainly due to the one-off IPO expenses of RM13.34 million in FY2016 offset by increase in interior-fit out project expenses of RM4.44 million due to higher percentage of completion recognised in FY2017 and increase in freight and transportation expenses of RM0.30 million in tandem with higher volume of granite sales.

- Decrease in finance costs by RM1.65 million (52.57%) in 2H2017 as compared to 2H2016. However, finance costs increased by RM0.36 million (9.46%) in FY2017 as compared to FY2016.

  Total finance costs incurred in 2H2017 and FY2017 amounted to RM1.49 million and RM4.20 million, respectively as compared to RM3.15 million and RM3.84 million in 2H2016 and FY2016, respectively. The higher costs incurred in 2H2016 was for interest expense of RCPS raised by GGTM. The RCPS was converted into equity of GGTM on 26 July 2017, and thus lower interest accrued to RCPS holder for 2H2017.

- There is a one-off fair value loss on derivative financial instruments of RM1.47 million in FY2017 due to fair value loss on an exchangeable bond issued in FY2017 which can be exchanged to the Company's shares.

The Group incurred losses of RM19.54 million and RM32.91 million in FY2017 and FY2016, respectively.

For illustrative purposes, assuming the following one-off and non-recurring expenses are excluded:

- Interest on RCPS of RM2.53 million and RM3.43 million in FY2017 and FY2016, respectively;
- Fair value loss on derivative financial instrument of RM1.47 million in FY2017;
- VSA expenses of RM4.50 million and RM2.57 million in FY2017 and FY2016, respectively;
- IPO listing expenses of RM13.34 million in FY2016;
- Finance cost on equity for anti-dilution holder of RM0.41 million in FY2016; and
- General corporate consultancy fee of RM1.26 million in FY2016;

the losses of the Group would have been RM11.04 million and RM11.90 million for FY2017 and FY2016, respectively.

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

The following review of the Group's financial position is in relation to 31 December 2017 as compared to 31 December 2016.

Assets

Property, plant and equipment decreased by RM1.71 million from RM18.47 million as at 31 December 2016 to RM16.77 million as at 31 December 2017 mainly due to depreciation of RM1.67 million, impairment of RM0.26 million and reversal of RM0.99 million of overprovision of construction costs for tailing machinery (the corresponding reversal is reflected in trade and other payables) which was offset by additions of RM1.25 million of property, plant and equipment.

Mine properties increased by RM0.39 million from RM15.44 million as at 31 December 2016 to RM15.83 million as at 31 December 2017 mainly due to capitalisation of RM0.58 million for dewatering costs for the main pit of the Lubuk Mandi Mine in preparation of hard rock mining and offset by amortisation of RM0.31 million.

Income tax recoverable is mainly due to higher taxes paid during the year as a result of higher estimated profit as compared to actual profit.

Trade and other receivables increased by RM2.56 million from RM2.99 million as at 31 December 2016 to RM5.56 million as at 31 December 2017 mainly due to increase of the followings:

a. trade receivables of RM0.95 million from granite business;
b. RM0.93 million paid on behalf of State Heritage Trust Fund Board of Terengganu (Tabung Amanah Warisan Negeri Terengganu) to Terengganu Director of Land and Mines Office (Pejabat Tanah dan Galian Terrenganu) for renewal of mining license for Bukit Chetai Mine. This amount shall be utilised to set-off against future royalty payments to the state authorities; and
c. RM0.66 million of deposit paid to a consulting firm for project proposal.

Equity

As at 31 December 2017, total equity amounted to RM26.28 million, comprising share capital of RM247.78 million, negative merger reserve of RM102.65 million, translation reserve of

RM0.04 million and accumulated losses of RM118.90 million.

Merger reserve represents the difference between the consideration paid and the share capital of subsidiary acquired. For the purpose of consolidated financial statements, the aggregation of the Group's share in the paid-up capital of its subsidiaries has been entirely eliminated, and this resulted in a negative merger reserve of RM102.65 million.

Total equity increased by RM2.95 million mainly due to an increase in share capital and translation reverse by RM141.44 million and RM0.04 million, respectively, offset by an increase in accumulated losses of RM19.54 million, a decrease in merger reserve by RM118.30 million and a decrease in share-based payment reserve of RM0.69 million (reversal upon issuance of compensation shares and credited to share capital account).

Liabilities

Total liabilities of the Group decreased by RM5.49 million from RM26.11 million as at 31 December 2016 to RM20.62 million as at 31 December 2017. The decrease in total liabilities was mainly due to the followings:

a. capitalisation of RM13.63 million of RCPS into equity; offset by
b. issuance of exchangeable bonds in an aggregate principal amount of S$2.0 million;
c. issuance of guaranteed non-convertible bonds of an aggregate principal amount of S$2.88 million; and
d. decrease in trade and other payables of RM7.64 million due to the following:
    i. reversal of RM0.99 million of overprovision of construction costs for tailing machinery;
    ii. capitalisation of trade payables of RM2.09 million by way of issuance of ordinary shares in the Company to the contractors of AASB;
    iii. lower advance receipts from customers of RM2.76 million for sale of gold in FY2016; and
    iv. lower amounts owing to suppliers due to lower business activities for gold mine since the outsource of mining operation to GAR.

The Group had net current asset of RM1.37 million as at 31 December 2017 as compared to RM10.40 million of net current liabilities as at 31 December 2016 mainly due to the capitalisation of trade payables of RM2.09 million and capitalisation of RM13.63 million of RCPS into equity.

Cash flows

Net cash used in operating activities

In FY2017, the Group recorded a net cash outflow for operating activities of RM18.49 million. The net operating cash outflow was mainly due to operating losses before working capital changes of RM12.04 million, adjusted for working capital outflow of RM5.96 million and tax payment of RM0.49 million. Working capital outflow is mainly attributable to the decrease in trade and other payables of RM4.16 million and increase in trade and other receivables by RM1.68 million.

Net cash used in investing activities

In FY2017, the Group recorded a net cash outflow for investing activities of RM1.76 million.

This was mainly due to the purchase of property, plant and equipment of RM1.25 million and additions to mining properties of RM0.61 million and RM0.09 million for the Lubuk Mandi Mine and Bukit Chetai Mine, respectively.

Net cash generated from financing activities

In FY2017, the Group recorded a net cash inflow from financing activities of RM16.59 million. This mainly comprised proceeds of RM7.40 million for issuance of guaranteed non-convertible bonds, RM6.06 million for issuance of exchangeable bond and RM3.35 million for issuance of RCPS.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

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.

Implementation of mining strategy in underground mining

The Group had made the strategic decision to focus its mining strategy from open pit mining to underground mining in order to improve the efficiency and productivity of its gold mining and processing in the Lubuk Mandi Mine. As part of this new direction in the Group's business strategy, AASB had, on 18 May 2017 entered into a mining agreement ("**Mining Agreement**") with Great Aims Resources Sdn. Bhd. ("**GAR**"), pursuant to which GAR is engaged to carry out gold mineral underground mining works at the Lubuk Mandi Mine. In consideration of the services provided by GAR pursuant to the Mining Agreement, the revenue (net of all tributes and royalty payments) generated from sale of gold produced in connection with the Mining Agreement shall be distributed between GAR and AASB on a 65:35 basis, and the underground mining capital and operating expenditures shall be borne by GAR.

GAR has completed installation of the first batch of equipment and has commenced its testing and commissioning of such equipment using existing ore. Further, it is expected that GAR will complete the building of the underground tunnel at the Lubuk Mandi Mine by end of March 2018 and commence underground mining thereafter.

Exportation of semi-processed gold concentrated ore

In order to improve its overall business and financial performance, the Group had also embarked on exporting semi-processed gold concentrated ore. The method of underground mining for production of semi-processed gold concentrated ore is a form of targeted area mining which results in improvement in the efficiency and productivity of gold mining and processing through reduction in wastage, operating costs and turnaround time. Pursuant to this, the Company had through AASB, entered into separate memorandums of understanding (the "**MOUs**") with two China companies, being Beijing Fuhaihua Import & Export Corp. Ltd. ("**BFIE**") and Tianjin Universal-Link Enterprise (Overseas) Limited, for the export of semi-processed gold concentrated ore on 25 October 2017 and 6 November 2017 respectively.

AASB subsequently obtained export approvals for semi-processed gold concentrated ore

from the Ministry of Natural Resources and Environment of Malaysia (Kementerian Sumber Asli Dan Alam Sekitar), being the first company in Malaysia to hold such approvals. The Board now wishes to update the Shareholders that further to the MOUs, AASB and BFIE have entered into a sale and purchase agreement dated 23 January 2018. The first shipment of semi-processed gold concentrated ore is expected to be exported at the beginning of March 2018.

Diversification of business through acquisition of GGTM

The Group completed its acquisition of GGTM in August 2017 to diversify into the new business of mining and quarry extraction of dimension stone granite as well as architectural stone and interior fit-out, from the Group's existing business of exploration, mining and production of gold for sale in Malaysia.

GGTM plans to open up another quarry face in May 2018 and install additional circular saw, two diamond wire saws and five block cutters in the next twelve months to expand its operations and extraction capacity. With the additional capacity, GGTM will be able to excavate 1,400 m^3 of stones and process 10,000 m^2 of slab on monthly basis based on 12 hours shift.

11. Dividend

If a decision regarding dividend has been made:-

(a) Whether an interim (final) dividend has been declared (recommended); and

No dividend has been declared or recommended for FY2017.

(b) Amount per share (cents) and previous corresponding period (cents).

Not applicable. No dividend was declared or recommended for FY2016.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfer receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared or recommended for FY2017.

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.

The Group had obtained a general mandate from its shareholders for IPT pursuant to the VSA at an extraordinary general meeting held on 19 July 2017. For details, please refer to the Company's circular dated 30 June 2017 in connection with the VSA ("**VSA Circular**").

The Group did not enter into any IPT above S$100,000 during FY2017.

14. Use of proceeds

The Company raised net proceeds of approximately S$1.956 million from the issuance of exchangeable bonds on 25 August 2017. Please refer to the VSA Circular for further details. As at 31 December 2017, the status on the use of the net proceeds from the issuance of exchangeable bond is as follow:

Purpose	Amount allocated S$'000	Amount Utilised S$'000	Balance S$'000
General working capital (1)	1,956	965	991
Total	**1,956**	**965**	**991**

Note:
(1) For general corporate and administrative expenses

15. Confirmation pursuant to Rule 720(1) of the Catalist Listing Manual.

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Listing Manual.

16. Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediately preceding year.

The Group has three reportable segments which are:-
(1) corporate and others – corporate and non-operating subsidiaries;
(2) gold mining – exploration, development, mining and sale of gold; and
(3) granite mining – exploration, mining and production of dimension stone granites for sales as well as architectural stone and interior fit-out.

	Segment Information – Group							
	Twelve Months Ended 31 December 2017 (Unaudited)				Twelve Months Ended 31 December 2016 – Restated (Unaudited)			
	Gold Mining RM'000	Granite Mining RM'000	Corporate & Others[1] RM'000	Total RM'000	Gold Mining RM'000	Granite Mining RM'000	Corporate & Others[1] RM'000	Total RM'000
Revenue	**721**	**23,464**	**-**	**24,185**	**2,175**	**4,923**	**-**	**7,098**
Operating profit / (loss)	(6,477)	658	(9,325)	(15,144)	(7,084)	(1,081)	(21,024)	(29,189)
Interest income	9	179	-	188	3	110	-	113
Interest expenses	(22)	(2,535)	(1,642)	(4,199)	(12)	(3,429)	(395)	(3,836)
Loss before taxation	(6,490)	(1,698)	(10,967)	(19,155)	(7,093)	(4,400)	(21,419)	(32,912)
Taxation	-	(382)	-	(382)	-	-	-	-
Loss after taxation	**(6,490)**	**(2,080)**	**(10,967)**	**(19,537)**	**(7,093)**	**(4,400)**	**(21,419)**	**(32,912)**
Segment assets	**29,871**	**15,279**	**1,745**	**46,895**	**34,161**	**11,224**	**4,043**	**49,428**
Segment liabilities	**1,975**	**2,239**	**16,406**	**20,620**	**8,788**	**16,407**	**911**	**26,106**
Other segment information								
Capital expenditure – property, plant and equipment	**172**	**1,078**	**-**	**1,250**	**4,544**	**2,775**	**2**	**7,321**
Capital expenditure – mine properties	**610**	**90**	**-**	**700**	**958**	**1,217**	**-**	**2,175**
Depreciation and amortisation	**(1,524)**	**(453)**	**(1)**	**(1,978)**	**(1,687)**	**(185)**	**(3)**	**(1,875)**
Impairment in property, plant and equipment	**(258)**	**-**	**-**	**(258)**	**-**	**-**	**-**	**-**
Impairment in exploration and evaluation assets	**(50)**	**-**	**-**	**(50)**	**-**	**-**	**-**	**-**
Fair value loss on derivative financial instrument	**-**	**-**	**(1,471)**	**(1,471)**	**-**	**-**	**-**	**-**

(1) Corporate and others segment is a non-operating segment

	Segment Information – Group							
	Six Months Ended 31 December 2017 (Unaudited)				Six Months Ended 31 December 2016 – Restated (Unaudited)			
	Gold Mining RM'000	Granite Mining RM'000	Corporate & Others[1] RM'000	Total RM'000	Gold Mining RM'000	Granite Mining RM'000	Corporate & Others[1] RM'000	Total RM'000
Revenue	**-**	**6,328**	**-**	**6,328**	**1,209**	**4,883**	**-**	**6,092**
Operating profit / (loss)	(2,194)	(651)	(5,270)	(8,115)	(4,246)	(462)	(5,158)	(9,866)
Interest income	7	77	-	84	-	91	-	91
Interest expenses	(10)	(320)	(1,162)	(1,492)	(11)	(3,129)	(6)	(3,146)
Loss before taxation	(2,197)	(894)	(6,432)	(9,523)	(4,257)	(3,500)	(5,164)	(12,921)
Taxation	-	(382)	-	(382)	-	-	-	-
Loss after taxation	**(2,197)**	**(1,276)**	**(6,432)**	**(9,905)**	**(4,257)**	**(3,500)**	**(5,164)**	**(12,921)**
Segment assets	**29,871**	**15,279**	**1,745**	**46,895**	**34,161**	**11,224**	**4,043**	**49,428**
Segment liabilities	**1,975**	**2,239**	**16,406**	**20,620**	**8,788**	**16,407**	**911**	**26,106**
Other segment information								
Capital expenditure – property, plant and equipment	**69**	**737**	**-**	**806**	**3,583**	**2,275**	**2**	**5,860**
Capital expenditure – mine properties	**180**	**-**	**-**	**180**	**762**	**359**	**-**	**1,121**
Depreciation and amortisation	**(763)**	**(241)**	*** [2]**	**(1,004)**	**(877)**	**(173)**	**(3)**	**(1,053)**
Impairment in property, plant and equipment	**(258)**	**-**	**-**	**(258)**	**-**	**-**	**-**	**-**
Impairment in exploration and evaluation assets	**(50)**	**-**	**-**	**(50)**	**-**	**-**	**-**	**-**
Fair value loss on derivative financial instrument	**-**	**-**	**(1,471)**	**(1,471)**	**-**	**-**	**-**	**-**

(1) Corporate segment and others segment is a non-operating segment

(2) * amount less than RM1,000

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

Please refer to Section 8 of this Announcement.

18. A breakdown of revenue and profit after tax as follows:

	2017 RM'000	2016 Restated RM'000	Increase / (Decrease) %
(a) Revenue			
- first half	17,857	1,006	1,675.05
- second half	6,328	6,092	3.87
	24,185	7,098	240.73
(b) Loss after tax			
- first half	(9,632)	(19,991)	(51.82)
- second half	(9,905)	(12,921)	(23.34)
	(19,537)	(32,912)	(40.64)

n.m - not meaningful

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

No dividend was declared by the Company in FY2017 and FY2016.

20. 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.

Pursuant to Rule 704(10) of Catalist Listing Manual, the Company hereby confirms that as at the date of this announcement, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries, is a relative of a director or chief executive officer or substantial shareholder of the Company.

21. Additional Disclosure Required for Mineral, Oil and Gas companies

21a. Rule 705(6)(a) of the Catalist Listing Manual

i. Use of funds/cash for the quarter:-

For the quarter, financial period from 1 October 2017 to 31 December 2017 ("**4Q2017**"), funds/cash was mainly used for the following production activities:-

Purpose	Amount (RM'000) Actual Usage	Amount (RM'000) Projected Usage	Amount (RM'000) Variance	Remarks
Payment for property, plant and equipment	752	220	532	(1)
Royalty	-	200	(200)	(2)
Acquisition expenses	178	318	(140)	(3)
General working capital	3,579	6,967	(3,388)	(4)
Total	**4,509**	**7,705**	**(3,196)**	

(1) The actual payment for property, plant and equipment is higher than the projected payment by RM0.53 million mainly due to purchase of one unit of excavator amounting to RM0.66 million, which is budgeted to finance through hire purchase facility. The bank has only approved and released the financing amount of RM0.59 million in January 2018.

(2) There is no payment of royalty in 4Q2017 as revenue during the period was generated from interior fit-out project and it was not subject to royalty payment.

(3) Payment for VSA related expenses was lower than projected mainly due to a delay in receipt of billing.

(4) Actual payment of general working capital is RM3.39 million lower than the projected amount mainly due to lesser payment for interior-fit out project of RM3.40 million due to extended time taken for certification of progress billing.

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

For the next immediate quarter (financial period from 1 January 2018 to 31 March 2018 ("**1Q2018**"), the Group's use of funds/cash for development and production activities are expected to be as follows:-

Purpose	Amount (RM'000)
Payment for property, plant and equipment	271
Payment for mining related infrastructure and equipment	50
Royalty	218
General working capital	5,261
Total	**5,800**

The above projected use of funds/cash relates to the Group's development and production plans at the Bukit Chetai Mine and Lubuk Mandi Mine, as well as the interior fit-out business of GGTM for 1Q2018 as follows: -

a. Additional capital expenditure for quarrying activities at Bukit Chetai Mine.

b. Payments under general working capital of RM5.26 million are backed by expected collection of RM4.66 million from interior fit-out project and estimated collection of receivables from sales of granite products of RM0.96 million. Out of the RM5.26 million, RM2.47 million is expected to be used to pay for interior fit-out project and the remaining use of funds under general working capital is for payments of general corporate and administrative expenses.

21b. Rule 705(6)(b) of the Catalist Rules

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

22a. Rule 705(7)(a) of the Catalist Rules

Details of exploration (including geophysical surveys), mining development and/or production activities undertaken by the Company and a summary of the expenditure incurred on those activities, including explanation 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;

Lubuk Mandi Mine

In 4Q2017, there was no capitalisation for exploration and evaluation expenditures as there was no exploration and mining development activity being carried out by the Company at Lubuk Mandi Mine.

However, pursuant to the mining agreement with the outsourced contractor GAR, all mining related development at Lubuk Mandi Mine shall be carried out by GAR and all capital and operating expenditures will be borne by them.

Bukit Chetai Mine

The Company had excavated some 1,719.20 cubic metres of materials from Bukit Chetai Mine in 4Q2017, of which 1,606.47 cubic metres are removal of weather rocks. As at the date of this announcement, the platform size is approximately 40 metres length by 10 metres width.

22b. Rule 705(7)(b) of the Catalist Rules

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

Lubuk Mandi Mine

The Company had disclosed an updated summary of reserves and resources in the Lubuk Mandi Mine as at 31 December 2016 (being the effective date of the Independent Qualified Person's Report (the "**LMM IQPR**")) in its annual report for the financial year ended 31 December 2016 (the **"AR2016**") to update shareholders on its reserves and resources information. The LMM IQPR is contained in the AR2016. A soft copy of the AR2016 is available for download on the SGXNET. As at 31 December 2017, the Company has no material updates on the reserves and resources in the Lubuk Mandi Mine as to those disclosed in the LMM IQPR.

Bukit Chetai Mine

The Company had disclosed a summary of reserves and resources in the Bukit Chetai Mine as at 31 January 2017 (being the effective date of the Independent Qualified Person's Report (the "**BCM IQPR"**) and included in the VSA Circular. A soft copy of the VSA Circular is available for download on the SGXNET. As at 31 December 2017, the Company has no material updates on the reserves and resources in the Bukit Chetai Mine as to those disclosed in the BCM IQPR.

The Company will provide updates on its reserves and resources in due course, in particular, in accordance with Rule 1204(23) of the Catalist Listing Manual, which requires the inclusion of a qualified person's report dated no earlier than the end of the Company's financial year, and a summary of reserves and resources (as set out in Appendix 7D of the Catalist Listing Manual) in its annual report for the financial year ended 31 December 2017.

By Order of the Board
ANCHOR RESOURCES LIMITED

Lim Chiau Woei
Managing Director

Chan Koon Mong
Executive Director

1 March 2018