

GCCP RESOURCES LIMITED



GCCP Resources Limited

(Company Registration No. OI-282405)

(Incorporated in the Cayman Islands on 1 November 2013)

This announcement in respect of the Company's financial results for the fourth quarter and full year ended 31 December 2023 is released pursuant to the SGX-ST's requirement for the Company to perform quarterly financial reporting pursuant to Rule 705(2) of the Catalist Rules. The requirement is in view of the modified opinion issued by the Company's statutory auditor ("Auditor") for the financial year ended 31 December 2022. Pursuant to the Company's announcement dated 30 April 2023, a disclaimer of opinion was issued by the Auditor for the financial year ended 31 December 2022.

This announcement has been reviewed by the Company's sponsor, Evolve Capital Advisory Private Limited ("Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST").

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

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UNAUDITED CONDENSED FINANCIAL STATEMENTS FOR FOURTH QUARTER AND FULL YEAR ENDED 31 DECEMBER 2023

GCCP RESOURCES LIMITED



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A. Consolidated statement of profit or loss and other comprehensive income Year Ended 31 December 2023

	Group					
	Three Months Ended			Financial Year Ended		
	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Unaudited) MYR'000	Change %	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Audited)* MYR'000	Change %
Revenue	396	2,179	(82)	884	8,424	(90)
Cost of sales	68	(1,969)	(103)	(3,527)	(6,986)	(50)
Gross profit / (loss)	464	210	121	(2,643)	1,438	(284)
Other items of income						
Interest income	16	7	129	48	7	586
Rental income of equipment	-	-	n.m.	-	4	n.m.
Gain on disposal of property, plant and equipment	144	40	260	14,197	40	35,393
Other Income	1,951	1	195,000	1,955	1	195,400
Items of expense						
Foreign exchange loss, net	(604)	-	n.m.	(604)	-	n.m.
Selling and distribution expenses	(6)	-	n.m.	(34)	(3)	1,033
General and administrative expenses	(2,087)	(1,874)	11	(7,901)	(7,163)	10
Finance costs	(20)	(193)	(90)	(281)	(715)	(61)
Other expenses	(45)	(23)	96	(2)	-	n.m.
(Loss)/Profit before tax	(187)	(1,832)	(90)	4,735	(6,391)	174
Income tax expense	(60)	-	n.m.	(60)	-	n.m.
(Loss)/Profit for the period	(247)	(1,832)	(87)	4,675	(6,391)	173
(Loss)/Profit for the period, representing total comprehensive (loss)/profit attributable to:						
-Owners of the Company	(247)	(1,832)	(87)	4,675	(6,391)	172
(Loss)/Profit per share for the period attributable to owners of the Company during the period:						
Basic (MYR Cents)	(0.02)	(0.14)		0.34	(0.47)	
Diluted (MYR Cents)	(0.02)	(0.14)		0.34	(0.47)	

n.m. — not meaningful

* Updated as per audited report.

(Loss)/Profit before tax for the period is arrived at after charging the following:

	Group					
	Three Months Ended			Financial Year Ended		
	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Unaudited) MYR'000	Change %	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Audited) MYR'000	Change %
Interest income	16	7	129	48	7	586
Rental income of equipment	-	-	n.m.	-	4	n.m.
Gain on disposal of property, plant and equipment	144	40	260	14,197	40	35,393
Finance costs	(20)	(193)	(90)	(281)	(715)	(61)
Depreciation of leasehold quarry lands	(587)	(626)	(6)	(2,348)	(2,606)	(10)
Depreciation of property, plant and equipment	(475)	(407)	17	(1,913)	(2,232)	(15)
Impairment loss on trade receivables	121	-	n.m.	121	-	n.m.
Inventory written off	44	-	n.m.	44	59	(25)
Foreign exchange loss, net	(604)	-	n.m.	(604)	-	n.m.

n.m. – not meaningful

B. Statements of financial position
As at 31 December 2023

	Group		Company	
	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Audited) MYR'000	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Audited) MYR'000
ASSETS				
Non-current assets				
Property, plant and equipment	59,127	62,933	-	-
Investments in subsidiaries*	-	-	90,969	90,969
	<u>59,127</u>	<u>62,933</u>	<u>90,969</u>	<u>90,969</u>
Current assets				
Inventories	1,626	598	-	-
Trade and other receivables	1,350	3,081	14,322	3,267
Tax recoverable	6	6	-	-
Fixed deposits	-	384	-	-
Cash and short-term deposits	1,557	55	-	-
Non-current assets classified as held for sale	-	11,523	-	-
	<u>4,539</u>	<u>15,647</u>	<u>14,322</u>	<u>3,267</u>
Total assets	<u>63,666</u>	<u>78,580</u>	<u>105,291</u>	<u>94,236</u>
EQUITY AND LIABILITIES				
Current liabilities				
Trade and other payables	12,247	23,250	16,065	7,082
Loans and borrowings	464	8,861	-	-
Tax payable	19	48	-	-
	<u>12,730</u>	<u>32,159</u>	<u>16,065</u>	<u>7,082</u>
Net current liabilities	<u>(8,191)</u>	<u>(16,512)</u>	<u>(1,743)</u>	<u>(3,815)</u>
Non-current liabilities				
Trade and other payables	77	87	-	-
Loans and borrowings	640	790	-	-
	<u>717</u>	<u>877</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>13,447</u>	<u>33,036</u>	<u>16,065</u>	<u>7,082</u>
Net assets	<u>50,219</u>	<u>45,544</u>	<u>89,226</u>	<u>87,154</u>
Equity attributable to owners of the Company				
Share capital	173,801	173,801	173,801	173,801
Treasury shares	(9,086)	(9,086)	(9,086)	(9,086)
Other reserves	4,307	4,307	4,307	4,307
Accumulated losses	(118,803)	(123,478)	(79,796)	(81,868)
Total equity	<u>50,219</u>	<u>45,544</u>	<u>89,226</u>	<u>87,154</u>
Total equity and liabilities	<u>63,666</u>	<u>78,580</u>	<u>105,291</u>	<u>94,236</u>

*As announced on 2 December 2022, in compliance with the International Financial Reporting Standard (IFRS), these advances that are part of net investments represent amount owing by subsidiaries which are non-trade in nature, unsecured and non-interest bearing. The Classifications of these amounts from liability to equity is due to the intention of the Company to treat these amounts as long-term source of capital contribution to the subsidiaries. As the amounts are, in substance, part of the Company's net investments in the subsidiaries, these are stated at cost less accumulated impairment losses, if any.

C. Consolidated statements of cash flows
For the Year ended 31 December 2023

	Group			
	Three Months Ended		Financial Year Ended	
	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Unaudited) MYR'000	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Audited) MYR'000
Operating activities				
(Loss)/Profit before tax	(187)	(1,832)	4,735	(6,391)
Adjustments for:				
Depreciation of leasehold quarry lands	587	626	2,348	2,606
Depreciation of property, plant and equipment	475	407	1,913	2,232
Gain on disposal of property, plant and equipment	(144)	(40)	(14,197)	(40)
Write-back of payables	(1,865)	-	(1,865)	-
Impairment loss on trade receivables	121	-	121	-
Inventory written off	44	-	44	59
Forfeited deposit	2	-	2	-
Interest income	(16)	(7)	(48)	(7)
Interest expense	20	193	281	715
Operating cash flows before changes in working capital	(963)	(653)	(6,666)	(826)
Changes in working capital				
Decrease/(Increase) in trade and other receivables	846	(156)	1,607	(986)
(Decrease)/Increase in trade and other payables	(1,112)	1,830	(5,228)	1,725
(Increase)/Decrease in inventories	(1,447)	114	(1,070)	115
Net changes in working capital	(1,713)	1,788	(4,691)	854
Cash (used in)/generated from operations	(2,676)	1,135	(11,357)	28
Interest received	16	7	48	7
Income tax paid	(90)	-	(90)	(1)
Net cash (used in)/generated from operating activities	(2,750)	1,142	(11,399)	34
Investing activity				
Deposit received for sale of non-current assets	-	-	-	1,281
Purchase of property, plant and equipment	(25)	(979)	(168)	(1,990)
Proceed from disposal of property, plant and equipment	40	40	100	40
Proceed from assets held for sales	-	-	25,620	-
Net cash generated/(used) in investing activities	15	(939)	25,552	(669)
Financing activities				
Repayment of term loans	(61)	(400)	(3,486)	(2,201)
(Repayment)/Increase of lease liabilities	(104)	11	(341)	(472)
Withdrawn/(Placement) in fixed deposits	8,028	(7)	384	(7)
(Repayment to)/Advance from directors	(1,893)	309	(1,645)	1,168
(Repayment to)/Advances from related parties	(2,225)	30	(2,277)	1,053
Interest paid	(20)	(193)	(281)	(715)
Net cash generated/(used) in financing activities	3,725	(250)	(7,646)	(1,174)
Net increase/(decrease) in cash and cash equivalents	990	(47)	6,507	(1,809)
Cash and cash equivalents at beginning of period	567	(4,903)	(4,950)	(3,141)
Cash and cash equivalents at end of the period (Note A)	1,557	(4,950)	1,557	(4,950)

Note A: Cash and cash equivalents

	Group	
	Financial Year Ended	
	31 December 2023 (Unaudited) MYR'000	31 December 2022 (Audited) MYR'000
Cash and short-term deposits as per statement of financial position	1,557	55
Bank overdraft	-	(5,005)
Cash and cash equivalents as per statement of cash flow	1,557	(4,950)

D. Condensed interim statements of changes in equity
Period ended 31 December 2023

Group

4Q2023 (Unaudited)	Share Capital MYR'000	Accumulated Losses MYR'000	Treasury Shares MYR'000	Other Reserves MYR'000	Total Equity MYR'000
Balance as at 1 October 2023	173,801	(118,556)	(9,086)	4,307	50,466
Loss for the period, representing total comprehensive loss for the period	-	(247)	-	-	(247)
Balance as at 31 December 2023	173,801	(118,803)	(9,086)	4,307	50,219

4Q2022 (Unaudited)

Balance as at 1 October 2022	173,801	(121,765)	(9,086)	4,307	47,257
Loss for the period, representing total comprehensive loss for the period	-	(1,832)	-	-	(1,832)
Balance as at 31 December 2022	173,801	(123,597)	(9,086)	4,307	45,425

Company

4Q2023 (Unaudited)	Share Capital MYR'000	Accumulated Losses MYR'000	Treasury Shares MYR'000	Other Reserves MYR'000	Total Equity MYR'000
Balance as at 1 October 2023	173,801	(82,837)	(9,086)	4,307	86,185
Profit for the period, representing total comprehensive income for the period	-	3,041	-	-	3,041
Balance as at 31 December 2023	173,801	(79,796)	(9,086)	4,307	89,226

4Q2022 (Unaudited)

Balance as at 1 October 2022	173,801	(73,432)	(9,086)	4,307	95,590
Profit for the period, representing total comprehensive income for the period	-	5,148	-	-	5,148
Balance as at 31 December 2022	173,801	(68,284)	(9,086)	4,307	100,738

E. Notes to the interim consolidated financial statements

1. Corporate information

GCCP Resources Limited (the Company) is incorporated in the Cayman Islands and whose shares are publicly traded on the Catalist of the Singapore Exchange. These consolidated financial statements as at and for the fourth quarter and full year ended 31 December 2023 comprise the Company and its subsidiaries (collectively, the Group). The primary activity of the Company is that of investment holding.

The principal activities of the Group are in the quarrying, processing and sale of limestone and marble.

2. Basis of Preparation

The financial statements as at and for the fourth quarter and full year ended 31 December 2023 have been prepared in accordance with IAS 34 *Interim Financial Reporting*. The condensed financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2022.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with IFRS, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Malaysian Ringgit (MYR) which is the Company's functional currency.

2.1. New and amended standards adopted by the Group

New and revised standards that are adopted

In the current financial period and financial year, the Group has adopted all the new and revised IFRS issued by the IASB and Interpretations of the International Financial Reporting Standards Interpretations Committee ("IFRIC Interpretations") that are relevant to its operations and effective for the current financial year. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective IFRS and IFRIC Interpretations.

The adoption of these new and revised IFRS and IFRIC Interpretations did not have any material effect on the financial results or position of the Group and the Company.

New and revised standards not yet effective

New standards, amendments to standards and interpretations that have been issued at the end of the reporting period but are not yet effective for the fourth quarter and full year ended 31 December 2023 have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Group and the Company in the period of initial application.

There are no new standards, amendments to standards and interpretations, effective for annual periods beginning on or after 1 January 2023, which will result in a significant impact on the interim consolidated financial statements of the Group.

2.2. Use of judgements and estimates

In preparing the financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial

statements as at and for the year ended 31 December 2023.

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

3. Critical accounting judgements and key sources of estimation uncertainty

Critical judgements in applying the Group's accounting policies

Going concern assumption

The Board of Directors ("Board") of the Company is of the view that the going concern assumption is appropriate for the preparation of these financial statements after taking into consideration:

- (i) the expected revenue from GCCP Marble Sdn Bhd and GCCP Global Sdn Bhd for the year and thereafter;
- (ii) the continual support from the Group's and the Company's lenders and stakeholders such as the creditors, vendors and suppliers who extended their credit terms to the Group and the Company and continue to provide uninterrupted supplies and services which will ease the cash outflow for the Group and the Company; and
- (iii) the monitoring of headcounts, operating costs and overheads to reduce unnecessary costs in the Group and the Company.

Hence, the Board is of the opinion that the Group and the Company are able to operate as a going concern and able to meet their obligations as they fall due and the Group's and the Company's working capital are sufficient to meet their present requirements at least for the next twelve months.

Key sources of estimation uncertainty

Impairment of non-financial assets

The Group and the Company assess whether there are any indicators of impairment for all non-financial assets at the end of each reporting period. Non-financial assets are tested for impairment when there are indicators that the carrying amounts may not be recoverable. An impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use.

When value-in-use calculations are undertaken, management is required to estimate the expected future cash flows from the asset or cash-generating unit and a suitable discount rate, in order to determine the present value of those cash flows. These value in use calculations require the use of considerable judgements, estimates and assumptions. Changes in these assumptions and estimates could have a material effect on the determination of the recoverable amount of the asset or cash generating unit.

Property, plant and equipment

In view of the Group's net loss before the gain on disposal of the quarry assets of GCCP Gridland Sdn Bhd during the financial year ended 31 December 2023, which is an indication of impairment, management carried out a review of the recoverable amounts of the Group's property, plant and equipment, which are mainly attributable to the Group's mining operations.

The recoverable amounts of the Group's property, plant and equipment are determined based on value in use calculations using cash flow projections from forecasts approved by management covering a period till 2027 for GCCP Marble.

Based on above assessment, management determined that no impairment is required on the Group's property, plant and equipment as their recoverable amounts exceeded the net carrying values as at 31 December 2023.

Investments in subsidiaries

The recoverable amounts of the investments in subsidiaries were determined based on the same set of value in use calculations prepared for the subsidiaries' mining operations, which is used in the impairment assessment of the Group's property, plant and equipment above.

Based on management's assessment, no further impairment on the Company's investments in subsidiaries are necessary at the end of the reporting period.

Calculation of allowance for impairment for financial assets at amortised cost

When measuring Expected Credit Loss ("ECL"), the Group uses reasonable and supportable forward-looking information, which is based on assumptions and forecasts of future economic conditions and how these conditions will affect the Group's ECL assessment. Loss given default is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements.

Probability of default constitutes a key input in measuring ECL. Probability of default is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions, and expectations of future conditions.

As the calculation of loss allowance on trade and other receivables is subject to assumptions and forecasts, any changes to these estimations will affect the amounts of loss allowance recognised and the carrying amounts of trade and other receivables.

4. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

5. Segmented and revenue information

Segment reporting is not required as the Group operates only in one segment. Its activities relate to quarrying, processing and sale of limestone. All activities are carried out in Malaysia.

Revenue is recognised at point in time when the limestones are delivered to the customers.

	Group			
	Three Months Ended		Financial Year Ended	
	December- 2023	December- 2022	December- 2023	December- 2022
	MYR'000	MYR'000	MYR'000	MYR'000
Primary geographical market				
Malaysia	396	2,179	884	8,424
	396	2,179	884	8,424

6. Categories of financial instruments

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

	The Group		The Company	
	31 December 2023	31 December 2022	31 December 2023	31 December 2022
	MYR'000	MYR'000	MYR'000	MYR'000
Financial Assets				
Trade and other receivables	1,350	3,000	14,322	3,267
Fixed deposit	-	384	-	-
Cash and bank balances	1,557	55	-	-
Total financial assets at amortised cost	2,907	3,439	14,322	3,267
Financial Liabilities				
Trade and other payables	12,324	23,337	16,065	7,082
Loan and borrowings	1,103	9,651	-	-
Total financial liabilities at amortised cost	13,427	32,988	16,065	7,082

7. (Loss)/Profit before tax

7.1 Significant items

	Group			
	Three Months Ended December- 2023	December- 2022	Financial Year Ended December- 2023	December- 2022
	(Unaudited) MYR'000	(Unaudited) MYR'000	(Unaudited) MYR'000	(Audited) MYR'000
Audit fees payable to:				
- auditor of the Company	123	80	371	358
Depreciation of leasehold quarry lands	587	626	2,348	2,606
Depreciation of property, plant and equipment	475	407	1,913	2,232
Impairment loss on trade receivables	121	-	121	-
Inventory written off	44	-	44	59
Remuneration of the directors of the Company:				
- salaries and related costs	94	312	796	983
- fees	143	120	453	499
Remuneration of staff:				
- salaries and related costs	495	455	2,405	1,450
Rental expenses	23	86	109	329
Interest expenses	20	193	281	715
Interest income	(16)	(7)	(48)	(7)
Write-back of payables	(1,865)	-	(1,865)	-

7.2 Related party transactions

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

8. Income tax expense

There are no corporate income tax expenses for the Group and Company for the twelve months period as the entities are in the loss status before the gain on disposal of the quarry assets of GCCP Gridland Sdn Bhd, except a sum of MYR59,888 was paid to the Inland Revenue Board of Malaysia as the final and confirmed Real Property Gains Tax relating to the disposal of quarry assets.

9. (Loss)/Profit 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

(Loss)/Profit per share “(LPS)/ EPS”	Group			
	Three Months Ended		Full Year Ended	
	31 December 2023 (Unaudited)	31 December 2022 (Unaudited)	31 December 2023 (Unaudited)	31 December 2022 (Audited)
(Loss)/Profit attributable to owners of the Company (MYR'000)	(247)	(1,832)	4,675	(6,391)
Weighted average number of ordinary shares	1,356,945,976	1,356,945,976	1,356,945,976	1,356,945,976
Basic and diluted (LPS)/ EPS(MYR cents) ⁽¹⁾	(0.02)	(0.14)	0.34	(0.47)

(1) The basic and diluted (LPS)/ EPS are the same as there were no potentially dilutive securities in issue as at 31 December 2023 and 31 December 2022 respectively.

10.Dividends

No dividend has been recommended for the full year ended 31 December 2023 (31 December 2022: Nil).

11.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) Immediately preceding financial year

Net asset value	Group		Company	
	31 December 2023 (Unaudited)	31 December 2022 (Audited)	31 December 2023 (Unaudited)	31 December 2022 (Audited)
Net asset value attributable to the owners of the Company (MYR'000)	50,219	45,544	89,226	87,154
Net asset value per ordinary share at the end of the period (MYR)*	0.04	0.03	0.07	0.06

*The calculation of net asset value per ordinary share (excluding treasury shares) was based on 1,356,945,976 ordinary shares as at 31 December 2023 and 31 December 2022 respectively.

12.Property, plant and equipment

During the twelve months period ended 31 December 2023, the Group acquired assets amounting to MYR455,000 (31 December 2022: MYR3,264,000) with total depreciation amounting to MYR4,261,000 (31 December 2022: MYR MYR4,838,000).

The Company completed the disposal of the quarry assets of GCCP Gridland Sdn Bhd on 23 May 2023 resulting in a gain on disposal of MYR14.1 million. A sum of MYR59,888 was paid to the Inland Revenue Board of Malaysia as the final and confirmed Real Property Gains Tax relating to the disposal.

In addition to the disposal mentioned above, there were total disposal gain of MYR144,000 with the disposal of one unit of used wheel loader, a used excavator, and a fully depreciated motor vehicle.

13. Borrowings

Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 31 December 2023 (Unaudited)		As at 31 December 2022 (Audited)	
Secured MYR'000	Unsecured MYR'000	Secured MYR'000	Unsecured MYR'000
464	-	8,861	-

Amount repayable after one year

As at 31 December 2023 (Unaudited)		As at 31 December 2022 (Audited)	
Secured MYR'000	Unsecured MYR'000	Secured MYR'000	Unsecured MYR'000
640	-	790	-

Details of any collateral

The secured loans and borrowings comprised:

	As at 31 December 2023 (Unaudited) MYR'000	As at 31 December 2022 (Audited) MYR'000	Secured by
Term loans	-	2,435	*A first party first and second legal charge on leasehold quarry lands, personal guarantee executed by a director, corporate guarantee executed by the Company and debenture over fixed and floating charges. The discharge of the security is completed.
Term loan for the purchase of office units	-	1,052	*A first party first and second legal charge on leasehold quarry lands and office units, charge on fixed deposits, joint and several guarantees of a director of the Company and a former director of the Company and debenture over fixed and floating charges. The discharge of the security is completed.
Lease liability	1,104	1,159	Charges on the assets bought under the leases and jointly and severally guaranteed by the executive directors of the Group.
Bank overdrafts	-	1,999	*A first party first and second legal charge on leasehold quarry land and buildings, pledge of first party fixed deposit receipt together with Memorandum of Legal Charge over Deposit and Letter of Set-Off; and debenture over fixed and floating charge. The discharge of the security is completed.
Bank overdrafts	-	1,999	*A first party first and second legal charge on leasehold quarry land and buildings and debenture over fixed and floating charge. The discharge of the security is completed.
Bank overdrafts	-	1,007	*Charge on the leasehold quarry land of the Company, corporate guarantee by the Holding Company and guarantee by a director of the Company. The discharge of the security is completed.
	<u>1,104</u>	<u>9,651</u>	

14.Share capital

- (i) 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 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.

Share Capital – Ordinary Shares

Number of issued shares
(excluding treasury shares) Share capital (MYR)

Balance as at 31 December 2022 and 31 December 2023

1,356,945,976 164,714,731

As at 31 December 2023, the Company held 23,986,957 treasury shares (31 December 2022: 23,986,957), equivalent to 1.74% (31 December 2022: 1.74%) of the total number of issued and paid up share capital of the Company.

The Company did not have any outstanding convertibles or subsidiary holdings as at 31 December 2023 and 31 December 2022. There have been no awards or options granted pursuant to the GCCP Performance Share Plan or GCCP Employee Share Option Scheme since adoption.

- (ii) 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 2023	As at 31 December 2022
Total number of issued shares excluding treasury shares	1,356,945,976	1,356,945,976

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

There were no sales, transfers, cancellation and/or use of treasury shares during and as at the end of the current financial period reported on.

- (iv) 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 as the Company did not have any subsidiary holdings as at the end of the current financial period reported on.

15.Subsequent events

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

**Other Information Required by
Appendix 7C of the Catalist Rules**

OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES

1. Review

The consolidated statement of financial position of GCCP Resources Limited and its subsidiaries as at 31 December 2023 and the related consolidated profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the fourth quarter and full year then ended and certain explanatory notes have not been audited or reviewed.

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)

(a) Updates on the efforts taken to resolve each outstanding audit issues

The auditors have issued a disclaimer of opinion on the Group's financial statements for the financial year ended 31 December 2022 ("FY2022") the basis for which has been disclosed on pages 69 to 72 of the Company's Annual Report for FY2022 ("AR2022").

Efforts taken to address and resolve each outstanding audit issue are as follows:

(1) Appropriateness of the Going Concern Assumption

- (i) the expected revenue from GCCP Marble Sdn Bhd and GCCP Global Sdn Bhd for the year and thereafter;
- (ii) The continual support from the Group's and the Company's lenders and stakeholders such as the creditors, vendors and suppliers who extended their credit terms to the Group and the Company and continue to provide uninterrupted supplies and services which will ease the cash outflow for the Group and the Company; and
- (iii) The monitoring of headcounts, operating costs and overheads to reduce unnecessary costs in the Group and the Company.

Hence, the Board is of the opinion that the Group and the Company are able to operate as going concerns and able to meet their obligations as they fall due and the Group's and the Company's working capital are sufficient to meet their present requirements at least for the next twelve months.

(2) Impairment assessment of property, plant and equipment

For FY2022, management performed an impairment assessment to determine the recoverable amounts of the Group's property, plant and equipment based on value-in-use computations. Assumptions used for the computations, as disclosed in Note 3 of the financial statement of AR2022, were based on the going concern of the Group. Given the material uncertainties over the going concern of the Group, the auditors are unable to assess the reasonableness and appropriateness of the net carrying values of the Group's property, plant and equipment. Henceforth, this audit issue arises due to the Appropriateness of the Going Concern Assumption. As such, efforts taken to address and resolve this audit issue are identical to that for the Appropriateness of the Going Concern Assumption mentioned above.

(3) Impairment assessment of investments in subsidiaries and amounts due from subsidiaries

The material uncertainties over the going concern of the Group leads to the auditors being unable to assess (i) the reasonableness and appropriateness of the net carrying values of the Group's property, plant and equipment, and (ii) if the disclosure of credit risk with respect to the Company's amounts due from subsidiaries, as disclosed in Note 23(b) of the financial statement of AR2022, is appropriate. Henceforth, this audit issue arises due to the Appropriateness of the Going Concern Assumption. As such, efforts taken to address and resolve this audit issue are identical to that for the Appropriateness of the Going Concern Assumption mentioned above.

(b) Confirmation from the board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed

The Board confirms that the impact of all outstanding audit issues on the financial statements of the Group for FY2023 have been adequately disclosed.

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 for the adoption of the new International Financial Reporting Standards ("IFRSs") and amendments to and interpretations of IFRSs applicable for the financial period beginning on or after 1 January 2023 as disclosed in Paragraph 5 below, the same accounting policies and methods of computations have been applied in the financial statements for the current reporting period as those of the audited financial statements for the financial year ended 31 December 2023, being the latest audited financial statements of the Company as at the date of this announcement.

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 adoption of the new IFRSs and amendments to IFRSs did not result in any significant change to the Group's and the Company's accounting policies and has no significant impact on the financial statements of the Group and the Company for the current financial reporting period.

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

Review for the performance of the Group for the three months ended 31 December 2023 ("4QFY2023") as compared to the three months ended 31 December 2022 ("4QFY2022"), and full year ended 31 December 2023 compared against full year ended 31 December 2022.

Consolidated Statement of Comprehensive Income

	Three Months Ended	Three Months Ended	+ / (-)	+ / (-)	Full Year Ended	Full Year Ended	+ / (-)	+ / (-)
	31-Dec-23	31-Dec-22			31-Dec-23	31-Dec-22		
	MYR' 000	MYR' 000	MYR' 000	%	MYR' 000	MYR' 000	MYR' 000	%
Revenue	396	2,179	(1,783)	(82)	884	8,424	(7,540)	(90)
Cost of Sales	68	(1,969)	2,037	(103)	(3,527)	(6,986)	3,459	(50)
Gross Profit/(Loss)	464	210	254	121	(2,643)	1,438	(4,081)	(284)

Revenue

The Group's revenue saw a significant decrease in the twelve months period of Financial Year 2023 ("FY2023") against the corresponding period of preceding year. The reduction was due to the requirement to halt production for the completion and handing over of quarry assets to the new owner during 2QFY2023.

The revenue for 4QFY2023 was contributed by the sale of marble blocks compared to the sale of PCC stones for 4QFY2022.

Cost of sales

The Costs of Sales for FY2023 was greater than Revenue as there were fixed costs such as production wages and related staff costs during the diversification phase to the marble industry during the year.

Gross profit margin

The reduction in revenue and incurrence of fixed cost of sales resulted in a gross loss margin in twelve months ended 31 December 2023.

Other items of income

-Gain on disposal of property, plant and equipment

These were due to the completed disposal of the quarry land and quarry assets on 23 May 2023, and the net disposal gain for disposing one unit each of a used wheel loader and a used excavator, with the net disposal gain for disposing one unit of motor vehicle.

-Interest income

The increase of interest income was mainly contributed by the fixed deposit placed with the financial institution upon fund collected from the disposal of quarry land.

-Other income

The increase of other income was mainly due to the (1) legal settlement on a discounted and lower settlement quantum, and (2) insurance claim compensation.

Items of expense

-Foreign exchange loss

This is the unrealised foreign exchange loss on outstanding amount owing to directors, auditors, company secretary and service providers that captured in foreign currencies against the weakened Malaysian Ringgit currency (MYR).

-Selling and distribution expenses

The increase was mainly due to transportation expenses incurred in the twelve months period of Financial Year 2023 ("FY2023") against the corresponding period of preceding year.

-General and admin expenses

The increase was mainly due to increases in administrative expenses such as listing expenses, marketing fee and professional fees incurred for the disposal.

-Finance costs

The reduction in finance cost was attributed to the settlement of terms loan and bank overdrafts.

Consolidated Statement of Financial Position

Non-current assets

There was no significant movement of non-current assets and the reduction was mainly caused by the depreciation of property, plant & equipment.

Current assets

Current assets position as of 31 December 2023 reduced against 31 December 2022, mainly due to the completion of the disposal of quarry land and quarry assets, along with the reduction of trade and other receivables, and offset against the increase in inventories and cash and short term deposits.

Current liabilities

The significant reduction of current liabilities was due to the full settlement and repayment of the term loans and bank overdraft during the first half of year 2023, coupled with the settlement of outstanding suppliers and service providers.

Net current liabilities position

As at 31 December 2023, the Group was at a net current liabilities position of MYR 8.2 million against MYR16.5 million as at 31 December 2022. This improvement was mainly due to the usage of the proceeds from the disposal of the quarry assets to repay loans and borrowings, and trade & other payables.

Taking into consideration of the following:

- (a) continual support from the Group's and the Company's lenders and stakeholders such as the creditors, vendors and suppliers who extended their credit terms to the Group and the Company and continue to provide uninterrupted supplies and services;
- (b) the expected revenue from GCCP Marble Quarries and GCCP Global being able to provide for the costs of operations for the Group and the Company; and
- (c) the monitoring of headcounts, operating costs and overheads to reduce unnecessary costs in the Group and the Company;

The Board is of the opinion that the Group is able to operate as a going concern and able to meet its obligations as they fall due and the Group's working capital is sufficient to meet its present requirements and for the next twelve months.

Consolidated Statement of Cash Flow

In 4QFY2023, the Group recorded a net increase in cash and cash equivalents of MYR990,000 for the three months period, and MYR6.5 million for the twelve months period respectively.

Operating Activities

The Group incurred a net cash outflow of MYR2.8 million and MYR11.4 million in operating activities for the 3 months and 12 months ended 31 December 2023 respectively.

Investing Activities

The cash inflow in investing activities of MYR25.6 million for the twelve months period ended 31 December 2023 was mainly the proceed received from disposal of quarry assets, machineries and motor vehicle.

Financing Activities

For 4QFY2023, there was a net cash inflow in financing activities amounted to MYR3.7 million mainly due

to fund withdrawn from fixed deposits. Similarly, there was a net cash outflows of MYR7.6 million for the twelve months ended 31 December 2023, mainly caused by repayment of terms loan, repayment to both directors and related parties.

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

Overall, the financial results are in line with that which had been previously disclosed by the Company in announcement released on the SGXNet.

8. 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 operating period and the next 12 months

The Group has successfully diversified into the marble industry. It has recorded its maiden sale of marble blocks in 4QFY2023. The Group will continue to promote its marble products, including blocks, slabs and finished products, locally and internationally. It will also participate in tenders for projects where its products can be sold. The Group expects its sales to improve in the next 12 months.

Correspondingly, to match the expected increase in sales, the Group is planning to open a new quarry face to increase its output. The Group will outsource some processing of marble blocks and slabs to finished marble products in the event that tendered projects are won as it currently does not have its own processing factory.

9. Dividend

If a decision regarding dividend has been made:-

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

None.

(b)(i) Amount per share (cents)

Not applicable.

(b)(ii) Previous corresponding period (cents)

Not applicable.

(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 Transfers receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined

Not applicable.

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

No dividend has been recommended/declared for FY2023, as the Group was not profitable.

ADDITIONAL DISCLOSURE REQUIRED FOR MINERAL, OIL AND GAS COMPANIES

11a. Rule 705 (6)(a) of the Catalist Listing Manual

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

For the year ended 31 December 2023 ("FY2023"), funds / cash were mainly used for the following activities:-

Purpose	Projected Usage Amount (MYR)	Actual Usage Amount (MYR)
Development Cost	50,000	55,000
Total	50,000	55,000

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

For the next immediate quarter (financial period from 1st January 2024 to 31st March 2024 ("1QFY2024")), the Company's use of funds/cash for development activities is expected to be as follows:-

Purpose	Projected Usage Amount (MYR)
Development cost	50,000
Total	50,000

11b. Rule 705 (6)(b) of the Catalist Listing Manual

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

12. Rule 705 (7) of the Catalist Listing Manual

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;

GCCP Marble Quarries

GCCP Marble produced approximately 300ton marble blocks in 4QFY2023. The reduction in production was mainly due to the focus on developing new quarry face.

13. Disclosures on Incorporation, Acquisition and Realisation of Shares pursuant to Catalist Rule 706A

Not Applicable. There was no incorporation of new entities, acquisition, and realisation of shares in 4QFY2023.

14. Interested person transactions

The Group has not obtained a general mandate from shareholders for IPT pursuant to Rule 920(1)(a)(ii). There were no IPTs that exceeded S\$100,000 during the financial period under review.

15. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

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 SGX-ST Listing Manual Section B: Rules of Catalist.

16. Confirmation by the Board pursuant to Rule 705 (5) of the Listing Manual

The Board of Directors of the Company hereby confirms that to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial statements of the Company and the Group for the quarter and full year ended 31 December 2023 to be false or misleading in any material aspect.

**BY ORDER OF THE BOARD
GCCP RESOURCES LIMITED**

Loo Wooi Hong, Charles
Executive Director and CEO
23 February 2024