

GCCP Resources Limited

(Company Registration No. OI-282405)

(Incorporated in the Cayman Islands on 1 November 2013)

Unaudited Results for the First Quarter Period Ended 31 March 2015

GCCP Resources Limited (the "**Company**") was listed on Catalist of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 30 April 2015. The initial public offering of the Company (the "**IPO**") was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**" or "**PPCF**").

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement. The Sponsor has also not drawn on any specific technical expertise in its review 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 contact person for the Sponsor is Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318.

Background

The Company together with its subsidiaries (the "Group") undertook the transactions described below as part of a corporate reorganisation implemented in preparation for its listing on the Catalist Board of the SGX-ST ("The Restructuring Exercise").

The details of the Restructuring Exercise are as follows:

(a) Incorporation of the Company

The Company was incorporated by the shareholders of Gridland Sdn. Bhd. ("GSB") and Hyper Act Marketing Sdn. Bhd. ("HAM") in Cayman Islands on 1 November 2013 as a company limited by shares, with an initial subscriber share capital of USD200, for the purpose of becoming the holding company of the Group.

(b) Acquisition of GSB and HAM

In accordance with the terms of a Term Sheet agreement dated 6 December 2013 entered into between the Company and the shareholders of GSB and HAM ("Shareholders"), the entire issued share capital of GSB and HAM were transferred from the Shareholders to the Company for a consideration of MYR 5,000,000 and MYR 2 respectively, based on the respective issued share capital of GSB and HAM as at 3 December 2013. Pursuant to the completion of the Restructuring Exercise, GSB and HAM became wholly owned subsidiaries of the Company. *(For details of the restructuring exercise please refer to page 71, entitled "Restructuring Exercise" in the Offer Document dated 20 April 2015)*

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3) 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		
	Three Months Ended		
	31 March 2015 (Unaudited) MYR'000	31 March 2014 (Unaudited) MYR'000	Change %
Revenue	94	-	n.m
Cost of sales	(58)	-	n.m
Gross Profit	36	-	n.m
Other item of income			
Interest income	7	5	40
Other items of expense			
General and administrative expenses	(11,890)	(1,271)	835
Finance costs	(41)	(41)	n.m
Foreign exchange loss, net	(71)	-*	n.m
Loss before tax	(11,959)	(1,307)	815
Income tax expense	-	-	n.m
Loss for the period, representing total comprehensive income attributable to owners of the Company	(11,959)	(1,307)	815

* Amount less than MYR500

- 1(a)(ii) Loss before tax for the period is arrived at after charging the following:

	Group		
	Three Months Ended		
	31 March 2015 (Unaudited) MYR'000	31 March 2014 (Unaudited) MYR'000	Change %
Interest income	7	5	40
Finance costs	(41)	(41)	n.m
Loss on conversion of convertible loan	(9,079)	-	n.m
Amortisation of leasehold lands	(184)	(83)	122
Depreciation of property, plant and equipment	(302)	(72)	319
Foreign exchange loss, net	(71)	-*	n.m
Exploration expenditure	(327)	(79)	314

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 March 2015 (Unaudited) MYR'000	31 December 2014 (Audited) MYR'000	31 March 2015 (Unaudited) MYR'000	31 December 2014 (Audited) MYR'000
ASSETS				
Non-current assets				
Property, plant and equipment	29,690	29,908	-	-
Prepayments for property, plant and equipment	4,000	4,000	-	-
Investments in subsidiaries	-	-	5,000	5,000
	<u>33,690</u>	<u>33,908</u>	<u>5,000</u>	<u>5,000</u>
Current assets				
Inventories	1,535	896	-	-
Trade and other receivables	-	21	42,146	41,343
Prepayments	7,283	1,943	677	676
Pledged deposits	1,076	1,069	-	-
Income tax recoverable	1	2	-	-
Cash and cash equivalents	569	9,457	504	2,884
	<u>10,464</u>	<u>13,388</u>	<u>43,327</u>	<u>44,903</u>
Total assets	<u>44,154</u>	<u>47,296</u>	<u>48,327</u>	<u>49,903</u>
EQUITY AND LIABILITIES				
Current liabilities				
Trade and other payables	6,431	6,770	1,884	2,782
Loans and borrowings	827	594	-	-
Derivative financial instruments	-	47,168	-	47,168
	<u>7,258</u>	<u>54,532</u>	<u>1,884</u>	<u>49,950</u>
Net current assets/(liabilities)	<u>3,206</u>	<u>(41,144)</u>	<u>41,443</u>	<u>(5,047)</u>
Non-current liability				
Loan and borrowings	1,554	23,670	-	21,960
Total liabilities	<u>8,812</u>	<u>78,202</u>	<u>1,884</u>	<u>71,910</u>
Net assets/(liabilities)	<u>35,342</u>	<u>(30,906)</u>	<u>46,443</u>	<u>(22,007)</u>
Equity attributable to owners of the Company				
Share capital	94,227	16,020	94,227	16,020
Accumulated losses	(58,885)	(46,926)	(47,784)	(38,027)
Total equity/(deficit)	<u>35,342</u>	<u>(30,906)</u>	<u>46,443</u>	<u>(22,007)</u>
Total equity and liabilities	<u>44,154</u>	<u>47,296</u>	<u>48,327</u>	<u>49,903</u>

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

Amount repayable in one year or less, or on demand

As at 31 March 2015 (Unaudited)		As at 31 December 2014 (Audited)	
Secured MYR'000	Unsecured MYR'000	Secured MYR'000	Unsecured MYR'000
827	-	594	-

Amount repayable after one year

As at 31 March 2015 (Unaudited)		As at 31 December 2014 (Audited)	
Secured MYR'000	Unsecured MYR'000	Secured MYR'000	Unsecured MYR'000
1,554	-	23,670	-

Details of any collateral

The secured loans and borrowings comprised:

	As at 31 March 2015 (Unaudited)	As at 31 December 2014 (Audited)	Secured by
	MYR'000	MYR'000	
Term loans	1,062	1,178	Charges on a freehold residential land with a 2 storey bungalow held by a director of the Group.
Obligation under finance leases	1,099	1,126	Charges on the assets bought under the leases and jointly and severally guaranteed by directors of the Group.
Bank overdrafts	220	-	Charge on the leasehold lands, pledged deposits and jointly and severally guaranteed by directors of the Group.
Convertible loans	-	21,960	Charge on the ordinary shares of the Company's subsidiaries, Gridland Sdn. Bhd. and Hyperact Marketing Sdn. Bhd. .
	<u>2,381</u>	<u>24,264</u>	

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	
	Three Months Ended	
	31 March 2015	31 March 2014
	(Unaudited)	(Unaudited)
	MYR'000	MYR'000
Operating activities		
Loss before income tax	(11,959)	(1,307)
<u>Adjustments for:</u>		
Amortisation of leasehold lands	184	83
Depreciation of property, plant and equipment	302	72
Exploration expenditure	327	79
Loss on conversion of convertible loan	9,079	-
Interest income	(7)	(5)
Foreign exchange loss, net	71	-*
Finance costs	41	41
Operating cash flows before changes in working capital changes	(1,962)	(1,037)
<u>Changes in working capital</u>		
Decrease in trade and other receivables	21	38
Increase in prepayments	(5,340)	(2,462)
Increase/(decrease) in trade and other payables	(339)	6,637
Increase in inventories	(639)	-
Net changes in working capital	(6,297)	4,213
Cash flows (used in)/from operations	(8,259)	3,176
Exploration expenditure	(327)	(79)
Interest received	7	5
Interest paid	(41)	(41)
Income tax refunded	1	-*
Net cash (used in)/from operating activities	(8,619)	3,061
Investing activities		
Purchase of property, plant and equipment	(268)	(957)
Net cash (used in)/from investing activities	(268)	(957)
Financing activities		
Repayment of term loans	(116)	(2,072)
Repayment of obligation under finance leases	(27)	(34)
Placement of pledged deposits	(7)	(50)
Net cash used in financing activities	(150)	(2,156)
Net decrease in cash and cash equivalents	(9,037)	(52)
Cash and cash equivalents at beginning of period	9,457	(1,909)
Effect of exchange rate changes on cash and cash equivalents	(71)	-*
Cash and cash equivalents at end of the period	349	(1,961)

* Amount less than MYR500

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 (Unaudited)	Share Capital MYR'000	Accumulated Losses MYR'000	Total Equity MYR'000
Balance as at 1 January 2015	16,020	(46,926)	(30,906)
Loss for the financial period, representing total comprehensive income for the period	-	(11,959)	(11,959)
Conversion of convertible loan	78,207	-	78,207
Balance as at 31 March 2015	<u>94,227</u>	<u>(58,885)</u>	<u>35,342</u>
Balance as at 1 January 2014	1	(3,881)	(3,880)
Loss for the period, representing total comprehensive income for the period	-	(1,307)	(1,307)
Balance as at 31 March 2014	<u>1</u>	<u>(5,188)</u>	<u>(5,187)</u>
Company			
(Unaudited)	Share Capital MYR'000	Accumulated Losses MYR'000	Total Equity MYR'000
Balance as at 1 January 2015	16,020	(38,027)	(22,007)
Loss for the period, representing total comprehensive income for the period	-	(9,757)	(9,757)
Conversion of convertible loan	78,207	-	78,207
Balance as at 31 March 2015	<u>94,227</u>	<u>(47,784)</u>	<u>46,443</u>
Balance as at 1 January 2014	1	(29)	(28)
Loss for the period, representing total comprehensive income for the period	-	(334)	(334)
Balance as at 31 March 2014	<u>1</u>	<u>(363)</u>	<u>(362)</u>

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

Shares Capital – Ordinary Shares

	Number of issued shares	Issued and paid-up share capital (MYR)
Opening balance as at 1 January 2015	10,000	16,019,659
Sub division of each share into 94,382 shares	-	-
Conversion of convertible loan	943,820,000	-
	127,612,933	78,207,070
Balance as at 31 March 2015	1,071,432,933	94,226,729

Save as disclosed above, the Company did not have any outstanding options and treasury shares as at 31 March 2014 and 31 March 2015.

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

	As at 31 March 2015	As at 31 December 2014
Total number of issued shares excluding treasury shares	1,071,432,933	10,000

The Company did not have any treasury shares as at 31 March 2015 and 31 December 2014.

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

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

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

The figures have not been audited 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)

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

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

Except for the adoption of the FRSs and Amendments to FRSs applicable for the financial period beginning on or after 1 January 2015, 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 2014. The adoption of new FRSs and Amendments to FRSs 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 for the current financial reporting period.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change

Please refer to paragraph 4 above.

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**

Loss per share ("LPS")	Group	
	Three Months Ended	
	31 March 2015 (Unaudited)	31 March 2014 (Unaudited)
Loss attributable to owners of the Company (MYR'000)	11,959	1,307
Weighted average number of ordinary shares used in the computation of basic and diluted loss per share	944,676,483 ⁽¹⁾	887,190,800 ⁽²⁾
Basic and diluted loss per share (MYR cents) ⁽³⁾	1.27	0.15

(1) The weighted average number of shares for the financial period ended 31 March 2015 is calculated based on 944,676,483 shares, after taking into account the effect of share split and the conversion shares arising from the convertible loan.

(2) The weighted average number of shares for the period financial ended 31 March 2014 is calculated based on 887,190,800 shares, after taking into account the effect of share split on 15 April and 26 February 2015 in order to better reflect position of the weighted average number of shares as per 1QFY2015 for the purpose of comparison.

(3) The basic and diluted loss per share are the same as there were no potentially dilutive ordinary shares in issue as at 31 March 2015 and the impact of the convertible loans outstanding had an anti-dilutive effect on the basic loss per share for the financial period ended 31 March 2014.

7. **Net assets/(liabilities) 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 assets/(liabilities) value	Group		Company	
	31 March 2015 (Unaudited)	31 December 2014 (Audited)	31 March 2015 (Unaudited)	31 December 2014 (Audited)
Net assets/(liabilities) value attributable to the owners of the Company (MYR'000)	35,342	(30,906)	46,443	(22,007)
Net assets/(liabilities) per share at the end of the period (MYR cents)*	3.30	(2.88)	4.33	(2.05)

* The calculation of net assets/(liabilities) value per ordinary share was based on 1,071,432,933 shares for both periods.

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 on 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 March 2015 ("1QFY2015") as compared to the three months ended 31 March 2014 ("1QFY2014").

Consolidated Statement of Comprehensive Income

Revenue

The revenue of MYR0.94 million in 1QFY2015 was mainly generated from the sales of crusher runs from the Gridland Quarry. No revenue was generated in 1QFY2014 because production from Gridland Sdn. Bhd. had not commenced then.

Other item of income

Interest income

Interest income of MYR7,060 in 1QFY2015 and MYR5,272 in 1QFY2014 were derived from a fixed deposit placed with the bank.

Other items of expense

The Company's items of expense consisted of general and administrative expenses, finance costs and foreign exchange loss, net.

General and administrative expenses

General and administrative expenses mainly comprised staff-related expenses, professional fees, printing cost, office and equipment rental, amortisation of leasehold land, depreciation of machineries.

General and administrative expenses rose by 835% to MYR11.9 million in 1QFY2015, as compared to MYR1.3 million in 1QFY2014, which was mainly attributed by loss on conversion of convertible loan of approximately MYR9.1 million, increase in executive directors' remunerations of approximately MYR0.3 million, professionals fees incurred in relation to the Group's listing on Catalist (the "Listing") of approximately MYR0.9 million, and amortisation of leasehold land of approximately MYR0.2 million.

Finance costs

Finance costs pertained to the interest charged from term loans, obligation under finance leases and bank overdrafts. There was no significant change in finance costs in 1QFY2015 as compared to 1QFY2014.

Foreign exchange loss, net

Foreign exchange loss of MYR71,000 in 1QFY2015, as compared to MYR378 in 1QFY2014, was incurred mainly due to the movement of funds from our Singapore Dollar bank account to Malaysia Ringgit bank account, arising from the conversion of Singapore dollar against the Malaysian Ringgit.

Loss before income tax

Taking the above mentioned into account, the Group recorded a loss before tax of MYR11.9 million in 1QFY2015, as compared to MYR1.3 million in 1QFY2014.

Consolidated Statement of Financial Position

Non-current assets

As at 31 March 2015, non-current assets of MYR33.7 million accounted for 76% of the Group's total assets. Non-current assets comprised property, plant and equipment.

Property, plant and equipment, which comprised leasehold lands, plant and machinery, furniture, fixtures and equipment, motor vehicles, quarrying infrastructure, amounted to MYR29.7million, representing 88% of non-current assets.

Prepayments of MYR4.0 million for property, plant and equipment, which were made mainly for the commissioning of a crusher plant for Hyper Act Quarry, accounted for the remaining 12% of non-current assets.

Current assets

As at 31 March 2015, current assets of MYR10.5 million accounted for 24% of the Group's total assets. Current assets comprised:

- a) inventories of MYR1.5 million representing 14% of current assets; The increase in inventories as compared to MYR0.9 million as at 31 December 2014, was due to the holding and building of stock piles pending deliveries to customers;
- b) prepayments of MYR7.3 million representing 70% of current assets. As at 31 December 2014, the prepayments were MYR1.9 million. The increase of prepayments of MYR5.3 million in 1QFY2015 was mainly due to deposits of approximately MYR2.6 million paid for the powder production plant cost and approximately MYR2.7 million paid as deposit for the development of infrastructure for Hyper Act quarry. These deposits paid will be later accounted under the non-current assets prepayments for property, plant and equipment, after the formal contracts, which are in formulation, are signed with the relevant contractors;
- c) pledged deposits of MYR1.1 million are representing 10% of current assets;
- d) cash at banks and on hand of MYR0.6 million representing 6% of current assets as compared to MYR9.4 million as at 31 December 2014. The reduction in cash for 1QFY2015 was mainly due to the prepayments made to the contractors for the confirmation of the plant and equipment ordered for Hyper Act quarry as mentioned above; and
- e) income tax recoverable of MYR1,000.

Non-current liabilities

As at 31 March 2015, non-current liabilities of MYR1.5 million accounted for 18% of total liabilities. Non-current liabilities comprised loans and borrowings consisting of obligation under finance leases of MYR0.8 million and a term loan of MYR0.7 million. The reduction in non-current liabilities as compared to MYR23.7 million as at 31 December 2014 was mainly due to the conversion of convertible loan of MYR22.0 million to shares and repayments of term loan of approximately MYR0.2 million.

Current liabilities

As at 31 March 2015, current liabilities of MYR7.3 million accounted for 82% of total liabilities as compared to MYR54.5 million of current liabilities as at 31 December 2014. The large reduction was mainly due to the conversion of convertible loan to shares which had taken place on the 23 March 2015.

Current liabilities comprised:

- a) Trade and other payables as at 31 March 2015 was MYR6.4 million which consisting of MYR1.2 million due to service providers and suppliers, MYR1.8 million accrued for professional fees arising from listing exercise, salaries and wages of MYR0.1 million, operating expenses of MYR0.7 million, a progressive claim of MYR2.6 million for the commissioning of the crusher plant at Hyper Act quarry and an amount due to director of MYR0.1 million. As at 31 December 2014 the Trade and other payables was MYR6.8 million. The slight decreased was due to more payments made to the suppliers; and
- b) loans and borrowings of MYR0.8 million consisting of obligation under finance lease of MYR0.3 million, term loans of MYR0.3 million and bank overdrafts of MYR0.2 million. As at 31 December 2014 the loans and borrowings was MYR0.6 million. The increase in 1QFY2015 was due to the purchase of non-current asset under finance lease.

Consolidated Statement of Cash Flow

In 1QFY2015, the Group recorded net cash outflow from operating activities of MYR8.6 million, comprising operating cash outflows before changes in working capital of MYR2.0 million, after adjusted for working capital outflow of MYR6.3 million, net interest paid of MYR41,000 and exploration expenditure of MYR0.3 million, partially offset by interest received of MYR7,000^[ian1] and income tax refunded of MYR896. The working capital outflow was mainly due to:

- (a) increase in prepayments of MYR5.3 million;
- (b) increase in inventories of MYR0.6 million;
- (c) decrease in trade and other payables of MYR0.3 million;

which were partially offset by:

- (d) decrease in other receivables of MYR21,000.

Net cash outflow from investing activities amounted to MYR0.3 million, were due to purchases of property, plant and equipment.

Net cash outflow from financing activities of MYR150,000 was mainly due to repayments of term loans of MYR116,000, repayment of obligation of finance leases of MYR27,000 and placement of pledged deposits of MYR7,000.

As at 31 March 2015, the Group's cash and cash equivalents stood at MYR349,000.

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.

The Group expects demand for calcium carbonate to remain stable, in view of its diversified applications across a broad range of industries.

Production and utilisation levels at its Gridland Quarry continue to register improvement. The Group is currently in negotiations with several prospective customers to secure orders for precipitated calcium carbonate that should enable the improvement of Gridland Quarry's capacity utilisation and production level.

Piling work for the construction and installation of the crushing plant has commenced at the Group's Hyper Act Quarry and the plant is on track to begin operations by the fourth quarter of 2015. Ahead of this, the Group has received a number of enquiries from prospective customers in the region for calcium carbonate samples from the quarry.

The Group is also making preparations for the construction of its powder production plant and expects to appoint a main contractor for the project in the weeks ahead. The powder plant is expected to be operational in the first half of 2016.

These positive developments, along with the progress made thus far, augur well for the Group going forward.

11. 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.

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

No interim dividend for the first quarter ended 31 March 2015 has been recommended.

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 has not obtained a general mandate from shareholders for IPT pursuant to Rule 920(1)(a)(ii).

14. Use of IPO proceeds

The Company refers to the net proceeds amounting to S\$23.2 million (excluding listing expenses of approximately S\$4.9 million raised from the IPO on the Catalist Board of the SGX-ST on 30 April 2015).

As at the date of this announcement, the status on the use of the IPO net proceeds is as follows:

<u>Use of IPO Net Proceeds</u>	<u>Amount allocated (S\$'000)</u>	<u>Amount Utilised (S\$'000)</u>	<u>Balance (S\$'000)</u>
Development of the Hyper Act Quarry	15,000	2,000	13,000
Working Capital	8,232	-	8,232
Expenses incurred in connection with the Placement	4,828	4,578	250
Total	28,060	6,578	21,482

ADDITIONAL DISCLOSURE REQUIRED FOR MINERAL, OIL AND GAS COMPANIES

15a. Rule 705 (6)(a) of the Catalyst Listing Manual

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

For the quarter ended 31 March 2015 (“1QFY2015”), funds / cash were mainly used for the following activities:-

Purpose	Amount (MYR) Actual Usage
Deposit paid for the powder plant of Hyper Act quarry	2,600,000
Deposit paid for the contractor for the development of infrastructure and clearings of site for Hyper Act quarry	2,700,000
Professional fees/Listing expenses	902,565
Corporate administrative expenses	549,581
Total	6,752,146

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 April 2015 to 30 June 2015 (“2QFY2015”)), the Company’s use of funds/cash for development activities are expected to be as follows:-

Purpose	Projected Amount (MYR)
Deposit payable for the powder plant	6,000,000
Progressive payment for crusher plant	3,000,000
Land filling for new industrial land	3,000,000
Purchase of industrial land	15,000,000
Total	27,000,000

For the Group’s development plan, please refer to the sections entitled “General Information on our Company and our Group – Our Quarries” and “General Information on our Company and our Group –Business Strategies and Future Plans” of our Offer Document dated 20 April 2015.

15b. Rule 705 (6)(b) of the Catalyst 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.

16a. Rule 705 (7)(a) 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;

At present the development of access roads and clearance of overburden at the Hyper Act quarry site is near to completion. Piling works to strengthen the landfill area for the crushing plant is also underway. The commissioning of the 1000tph capacity Sandvik crusher plant is according to schedule and targeted to be up and operational in the final quarter of this year. The Company has finalized the design of the entire plant and different makes of equipment will be procured from Asia and Europe accordingly. Order will be placed soon for the series of vertical type grinding mills from a seller in Taiwan and the powder coating equipment system from a seller from Germany. This project is closely managed and coordinated by the Group's Chief Operating Officer with a team of expert consultants and engineers under him. The team is presently at the stage of finalizing the plan for the factory layout before the construction commences.

A summary of the expenditure at Hyper Act quarry site incurred up to 1QFY2015 for the aforementioned activities are as follows:-

	Amount (MYR'000)
Development of access roads and clearance of overburden	2,183
Land filling cost	767
Total:	2,950

16b. Rule 705 (7)(b) of the Catalist Listing Manual

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.

The Company has no material updates on the reserves and resources as set out in the IQPR (Independent Qualified Person's Report) dated 2 February 2015. A copy of the IQPR can be found in the Company's Offer Document dated 20 April 2015.

17. Confirmation Pursuant to Rule 705(5) of the Catalist Listing Manual

The Board of Directors of the Company hereby confirms that to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Company and the Group for the first quarter ended 31 March 2015 to be false or misleading in any material aspect.

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

Loo An Swee, Alex
Executive Chairman and CEO
12 June 2015