

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 2018

This announcement has been prepared by the GCCP Resources Limited (the "**Company**") and its contents have been reviewed by the PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (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.

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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 2018 (Unaudited) MYR'000	31 March 2017 (Unaudited) MYR'000	Change %
Revenue	4,433	3,002	48
Cost of sales	(2,281)	(483)	372
Gross profit	2,152	2,519	15
Other items of income			
Interest income	165	215	(23)
Rental of equipment	-	191	n.m.
Items of expense			
Foreign exchange gain	154	-	n.m.
General and administrative expenses	(2,504)	(1,733)	44
Selling and distribution expenses	(974)	(867)	12
Finance costs	(587)	(558)	5
Loss before tax	(1,594)	(233)	584
Income tax expense	-	-	
Loss for the period, representing total comprehensive loss attributable to owners of the Company	(1,594)	(233)	584

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

	Group		
	Three Months Ended		
	31 March 2018 (Unaudited) MYR'000	31 March 2017 (Unaudited) MYR'000	Change %
Interest income	165	215	(23)
Rental of equipment income	-	191	n.m.
Finance costs	(587)	(558)	5
Gain on disposal of property, plant and equipment	-	1,097	n.m.
Amortisation of leasehold lands	(658)	(630)	5
Depreciation of property, plant and equipment	(704)	(687)	2
Exploration expenditure	(240)	(601)	60

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 2018 (Unaudited) MYR'000	31 December 2017 (Audited) MYR'000	31 March 2018 (Unaudited) MYR'000	31 December 2017 (Audited) MYR'000
ASSETS				
Non-current assets				
Property, plant and equipment	94,265	95,227	-	-
Investments in subsidiaries	-	-	2,414	2,414
	<u>94,265</u>	<u>95,227</u>	<u>2,414</u>	<u>2,414</u>
Current assets				
Inventories	4,549	3,983	-	-
Trade and other receivables	10,505	10,762	92,489	93,592
Pledged deposits	22,206	22,199	-	-
Income tax recoverable	1	2	-	-
Cash and short-term deposits	490	1,130	1	916
	<u>37,751</u>	<u>38,076</u>	<u>92,490</u>	<u>94,508</u>
Total assets	<u>132,016</u>	<u>133,303</u>	<u>94,904</u>	<u>96,922</u>
EQUITY AND LIABILITIES				
Current liabilities				
Trade and other payables	10,437	10,173	2,445	2,250
Loans and borrowings	9,049	7,936	-	-
	<u>19,486</u>	<u>18,109</u>	<u>2,445</u>	<u>2,250</u>
Net current assets	<u>18,265</u>	<u>19,967</u>	<u>90,045</u>	<u>92,258</u>
Non-current liabilities				
Trade payables	3,259	3,407	1,769	-
Amount due to a director	5,890	4,933	-	558
Loans and borrowings	28,218	30,097	-	-
	<u>37,367</u>	<u>38,437</u>	<u>1,769</u>	<u>558</u>
Total liabilities	<u>56,853</u>	<u>56,546</u>	<u>4,214</u>	<u>2,808</u>
Net assets	<u>75,163</u>	<u>76,757</u>	<u>90,690</u>	<u>94,114</u>
Equity attributable to owners of the Company				
Share capital	164,588	164,588	164,588	164,588
Treasury shares	(9,086)	(9,086)	(9,086)	(9,086)
Other reserves	4,307	4,307	4,307	4,307
Accumulated losses	(84,646)	(83,052)	(69,119)	(65,695)
Total equity	<u>75,163</u>	<u>76,757</u>	<u>90,690</u>	<u>94,114</u>
Total equity and liabilities	<u>132,016</u>	<u>133,303</u>	<u>94,904</u>	<u>96,922</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 2018 (Unaudited)		As at 31 December 2017 (Audited)	
Secured MYR'000	Unsecured MYR'000	Secured MYR'000	Unsecured MYR'000
9,049	-	7,936	-

Amount repayable after one year

As at 31 March 2018 (Unaudited)		As at 31 December 2017 (Audited)	
Secured MYR'000	Unsecured MYR'000	Secured MYR'000	Unsecured MYR'000
28,218	-	30,097	-

Details of any collateral

The secured loans and borrowings comprised:

	As at 31 March 2018 (Unaudited)	As at 31 December 2017 (Audited)	Secured by
	MYR'000	MYR'000	
Term loans	50	147	Charges on freehold residential land with a 2 storey bungalow owned by an executive director of the Group.
Term loans	27,138	27,138	Charges on 2 plots of leasehold quarry lands, a crusher plant, two units of excavators, pledged deposits, an executive director's guarantee and corporate guarantee.
Term loans	1,664	1,790	Charges on a plot of industrial land, an executive director's guarantee and corporate guarantee.
Term loan for the purchase of office units	1,659	1,717	Charges on the leasehold quarry lands and office units, charge on pledged deposits, jointly and severally guaranteed by the executive directors of the Group.
Obligations under finance leases	1,686	1,841	Charges on the assets bought under the leases and jointly and severally guaranteed by the executive directors of the Group.
Bank overdrafts	5,070	5,400	Charge on the leasehold quarry lands, pledged deposits, jointly and severally guaranteed by executive directors of the Group.
	<u>37,267</u>	<u>38,033</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 2018 (Unaudited) MYR'000	31 March 2017 (Unaudited) MYR'000
Operating activities		
Loss before income tax	(1,594)	(233)
<u>Adjustments for:</u>		
Amortisation of leasehold lands	658	630
Depreciation of property, plant and equipment	704	687
Exploration expenditure	240	601
Write off of property, plant and equipment	-	8
Gain on disposal of property, plant and equipment	-	(1,097)
Interest income	(165)	(215)
Foreign exchange gain	154	-*
Finance costs	587	558
Operating cash flows before changes in working capital	584	939
<u>Changes in working capital</u>		
Decrease in trade and other receivables	257	1,773
Increase in inventories	(566)	(1,373)
Increase in trade and other payables	115	1,453
Net changes in working capital	(194)	1,853
Cash generated from operations	390	2,792
Exploration expenditure	(240)	(601)
Interest received	165	215
Interest paid	(587)	(558)
Income tax refunded	1	1
Net cash (used in)/generated from operating activities	(271)	1,849
Investing activities		
Purchase of property, plant and equipment (Note A)	(400)	(2,925)
Proceeds from disposal of property, plant and equipment	-	2,021
Net cash used in investing activities	(400)	(904)
Financing activities		
Purchase of treasury shares	-	-
Repayment of term loans	(281)	(115)
Repayment of obligations under finance leases	(155)	(139)
Repayment of loan to a director	-	(218)
Loan from a director	958	-
Placement of pledged deposits	(7)	(8)
Net cash generated from /(used) in financing activities	515	(480)
Net (decrease)/ increase in cash and cash equivalents	(156)	465
Cash and cash equivalents at beginning of period	(4,270)	(4,625)
Effect of exchange rate changes on cash and cash equivalents	(154)	-*
Cash and cash equivalents at end of the period (Note B)	(4,580)	(4,160)

* Amount less than MYR500

Note A: Purchases of property, plant and equipment

Group		
Three months ended		
	31 March 2018 (Unaudited) MYR'000	31 March 2017 (Unaudited) MYR'000
Additions to property, plant and equipment deposits as per statement of financial position	400	3,472
Less: Purchase under hire purchase	-	(547)
Cash and cash equivalents as per statement of cash flow	400	2,925

Note B: Cash and cash equivalents

Group		
Three months ended		
	31 March 2018 (Unaudited) MYR'000	31 March 2017 (Unaudited) MYR'000
Cash and short-term deposits as per statement of financial position	490	518
Bank overdraft	(5,070)	(4,678)
Cash and cash equivalents as per statement of cash flow	(4,580)	(4,160)

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

1QFY2018 (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 January 2018	164,588	(83,052)	(9,086)	4,307	76,757
Loss for the period, representing total comprehensive loss for the period	-	(1,594)	-	-	(1,594)
Balance as at 31 March 2018	<u>164,588</u>	<u>(84,646)</u>	<u>(9,086)</u>	<u>4,307</u>	<u>75,163</u>
Balance as at 1 January 2017	164,588	(76,211)	(9,086)	4,307	83,598
Loss for the period, representing total comprehensive loss for the period	-	(233)	-	-	(233)
Balance as at 31 March 2017	<u>164,588</u>	<u>(76,444)</u>	<u>(9,086)</u>	<u>4,307</u>	<u>83,365</u>

Company

1QFY2018 (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 January 2018	164,588	(65,695)	(9,086)	4,307	94,114
Loss for the period, representing total comprehensive profit for the period	-	(3,424)	-	-	(3,424)
Balance as at 31 March 2018	<u>164,588</u>	<u>(69,119)</u>	<u>(9,086)</u>	<u>4,307</u>	<u>90,690</u>
Balance as at 1 January 2017	164,588	(46,839)	(9,086)	4,307	112,970
Profit for the period, representing total comprehensive loss for the period	-	1,541	-	-	1,541
Balance as at 31 March 2017	<u>164,588</u>	<u>(45,298)</u>	<u>(9,086)</u>	<u>4,307</u>	<u>114,511</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 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

	<u>Number of issued shares</u>	<u>Share capital (MYR)</u>
Balance as at 31 December 2017 and 31 March 2018	1,169,445,976	155,501,496

As at 31 March 2018, the Company held 23,986,957 treasury shares (31 March 2017: 23,986,957), equivalent to 2.05% 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 March 2018 and 31 March 2017. There have been no awards or options granted pursuant to the GCCP Performance Share Plan or GCCP Employee Share Option Scheme.

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 2018	As at 31 December 2017
Total number of issued shares excluding treasury shares	1,169,445,976	1,169,445,976

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.

There were no sales, transfers, disposals, cancellation and/or use of 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 as the Company did not hold any subsidiary holdings 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 for the adoption of the International Financial Reporting Standards ("IFRSs") and amendments to IFRSs applicable for the financial period beginning on or after 1 January 2018, 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 2017. The adoption of 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.

- 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**

Earnings/ Loss per share ("EPS") /("LPS")	Group	
	Three Months Ended	
	31 March 2018 (Unaudited)	31 March 2017 (Unaudited)
Loss attributable to owners of the Company (MYR'000)	1,594	233
Weighted average number of ordinary shares used in the computation of basic and diluted loss per share	1,169,445,976	1,169,445,976
Basic and diluted LPS (MYR cents) ⁽¹⁾	0.14	0.02

Note:

(1) *The basic and diluted LPS are the same as there were no potentially dilutive securities in issue as at 31 March 2018 and 31 March 2017 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) **Immediately preceding financial year**

Net asset value	Group		Company	
	31 March 2018 (Unaudited)	31 December 2017 (Audited)	31 March 2018 (Unaudited)	31 December 2017 (Audited)
Net asset value attributable to the owners of the Company (MYR'000)	75,163	76,756	90,690	94,114
Net asset per share at the end of the period (MYR)*	0.06	0.07	0.08	0.08

* The calculation of net asset value per ordinary share was based on 1,169,445,976 shares as at 31 March 2018 and 31 December 2017.

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 2018 ("1QFY2018") as compared to the three months ended 31 March 2017 ("1QFY2017").

Consolidated Statement of Comprehensive Income

Revenue

Revenue for the Group registered an increase of MYR1.4 million to MYR4.4 million in 1QFY2018 as compared to MYR3.0 million in 1QFY2017 as a result of increase in orders from Gridland Quarry.

Cost of sales

Cost of sales increased to MYR2.3 million in 1QFY2018 from MYR0.5 million in 1QFY2017. The low cost of sales in 1QFY2017 was mainly due to a decline in quarrying activities due to the large amounts of closing stock of GCC stones in Hyper Act Quarries carried forward from the extraction activities during the fourth quarter of the financial year ended 31 December 2016. ("4QFY2016").

Gross profit

Gross profit in 1QFY2018 was MYR2.2 million (gross profit margin: 49%), compared to MYR2.5 million in 1QFY2017 (gross profit margin: 84%). The lower gross profit margin was mainly due to the costs from routine blasting and quarrying activities incurred in 1QFY2018 but less incurred in 1QFY2017 due to the large amounts of closing stock of GCC limestone in Hyper Act Quarries carried forward from the 4QFY2016.

Other items of income

Interest income

Interest income decreased in 1QFY2018 to MYR165,000 from MYR215,000 in 1QFY2017 due to the reduction in the fixed deposit rate offered by the bank.

Rental of equipment

There was no income from equipment rental in 1QFY2018 as compared to the income of MYR191,000 in 1QFY2017, derived from the rental of site equipment to our quarry contractor that has ceased in the third quarter of FY2017.

Items of expense

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

Foreign exchange gain, net

A foreign exchange gain of MYR154,000 was recorded in 1QFY2018, as compared to a foreign exchange loss of MYR102 in 1QFY2017 due to strengthening of US Dollar from the conversion of sales proceeds received in US Dollar to Malaysian Ringgit.

General and administrative expenses

General and administrative expenses (“**G&A Expenses**”) mainly comprised staff-related expenses, professional fees, printing costs, office and equipment rental, amortisation of leasehold land, and depreciation of machineries.

G&A Expenses recorded an increase of MYR0.8 million to MYR2.5 million in 1QFY2018 from MYR1.7 million in 1QFY2017 mainly due to:-

- a) the absence of gain on disposal of property, plant and equipment of MYR1.1 million recorded in 1QFY2017; offset against;
- b) the increase of MYR0.1 million in salary and wages in 1QFY2018 as compared to 1QFY2017 due to the increase in number of employees to operate the quarries after the termination of the quarry contractor; and
- c) the adjustment of MYR0.2 million in depreciation of property, plant and equipment written off in 1QFY2018.

Other items in G & A Expenses remained relatively unchanged as at 1QFY2018 and 1QFY2017.

Finance costs

Finance costs incurred were with respect to the interest charged on term loans, obligations under finance leases and bank overdrafts. The finance costs remained the same at MYR0.6 million in 1QFY2018 and 1QFY2017 respectively which were attributable to the interest incurred from the utilisation of term loans, finance leases and bank overdraft facilities totalling to approximately MYR37.2 million in 1QFY2018 as compared to MYR36.5 million in 1QFY2017.

Exploration expenditure

Exploration expenditure of MYR240,000 was incurred in 1QFY2018 as compared to MYR601,000 in 1QFY2017 due to less exploration activities in order to focus on production.

Loss before income tax

The Group recorded a loss before tax of MYR1.6 million in 1QFY2018, as compared to MYR0.2 million in 1QFY2017. The increase in loss was mainly due to the absence of gain from disposal of property, plant and equipment of MYR1.1 million recorded in 1QFY2017 and the lower gross profit as explained above.

Consolidated Statement of Financial Position

Non-current assets

Non-current assets decreased to MYR94.3 million as at 31 March 2018 from MYR95.2 million as at 31 December 2017 due to the addition in machinery and equipment of MYR0.4 million, offset against the depreciation and amortisation charges of MYR1.3 million.

Current assets

As at 31 March 2018, current assets were at MYR37.8 million as compared to MYR38.1 million as at 31 December 2017.

Current assets comprised:

- a) The increase in inventories of MYR0.6 million was due to the increase in production of crushed stones at Hyper Act Quarries in 1QFY2018 [in preparation for sales in the next quarter].
- b) The decrease of trade and other receivables of MYR0.3 million was mainly due to the prompt collection from customers in the current quarter.

- c) Cash and short-term deposits decreased to MYR0.5 million as at 31 March 2018 from MYR1.1 million as at 31 December 2017 mainly due payments of operating expenses incurred in 1QFY2018.

Non-current liabilities

As at 31 March 2018, non-current liabilities stood at MYR37.4 million as compared to MYR38.4 million as 31 December 2017. The decrease was due to the reclassification of loans and borrowings amounting to MYR1.9 million to current liabilities offset against an additional loan of MYR0.9 million from a director of the Company.

Current liabilities

As at 31 March 2018, current liabilities stood at MYR19.5 million as compared to MYR18.1 million as at 31 December 2017. The increase in current liabilities was due to:

- a) The increase in trade payables of MYR0.1 million was largely due to the blasting and extraction activities incurred during the 1QFY2018 at Hyper Act Quarries; and
- b) Loans and borrowings increased by MYR1.2 million, mainly due to the reclassification of borrowings from non-current liabilities, offset by the repayment of loans.

Consolidated Statement of Cash Flow

In 1QFY2018, the Group recorded net cash used in operating activities of MYR0.3 million as compared to net cash generated of MYR1.8 million in 1QFY2017.

The net cash used in operating activities comprised operating cash generated before changes in working capital of MYR0.6 million adjusted for net working capital inflows of MYR0.2 million, interest paid of MYR0.6 million, interest received of MYR0.2 million and exploration expenditure of MYR0.2 million.

The changes in working capital were mainly due to the following:

- (a) a decrease in trade and other receivables of MYR0.3 million. The decrease was mainly due to the prompt collections from customers in the current quarter;
- (b) an increase in inventories of MYR0.6 million arising from the increase of production at Hyper Act Quarries in 1QFY2018; and
- (c) an increase in trade and other payables of MYR0.1 million due to the increase of cost incurred due to the blasting activities Hyper Act Quarries.

In 1QFY2018, net cash used in investing activities amounted to MYR0.4 million incurred from the acquisition of property, plant and equipment.

Net cash generated from financing activities amounted to MYR0.5 million was mainly due to the loan received from a director of the Company.

As at 31 March 2018, the Group's cash and cash equivalents was a deficit of MYR4.6 million after netting off MYR0.5 million cash and short-term deposits as shown in the statement of financial position against drawing down from the bank overdraft of MYR5.1 million.

9. 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 the Group's discussion presented under Section 10 of the Company's audited financial results announcement for the financial year ended 31 December 2017, dated 1 March 2018.

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 has managed to secure recurring sales orders for crushed calcium carbonate stones from both Gridland Quarry and Hyper Act Quarries. The Group's key priority is to maximize and stabilize productivity at both quarries to ensure supplies to its customers will not be disrupted under adverse circumstances.

The Group is bracing itself for competition as calcium carbonate stones from Vietnam that are of similar quality to Gridland Quarry's PCC-grade stones are currently making its entry into the market. Nevertheless, the Group believes it has the competitive edge in terms of cost efficiency, assurance of supply and long-standing relationships with its existing customers.

The Group's Hyper Act Quarries has successfully secured a contract from an established multinational customer in 1QFY2018, and is optimistic that sales to this customer will increase in the near term. Barring unforeseen circumstances, the Group expects to generate steady income from the delivery of GCC-grade stones from the second quarter of FY2018 onwards.

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.

Not applicable, as no interim dividend for the first quarter ended 31 March 2018 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). There were no IPTs that exceeded S\$100,000 during the financial period under review.

The director's loan of MYR5.9 million is interest free with no fixed repayment term and no interest consideration was/will be paid by the Company and hence, there is no value at risk to the Group. Repayment to the director will only take place when funds are deemed available.

ADDITIONAL DISCLOSURE REQUIRED FOR MINERAL, OIL AND GAS COMPANIES

14a. Rule 705 (6)(a) of the Catalist Listing Manual

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

For the quarter ended 31 March 2018 (“1QFY2018”), funds / cash were mainly used for the following activities:-

Purpose	Projected Usage Amount (MYR)	Actual Usage Amount (MYR)
Development cost	800,000	-
Total	800,000	-

Variance Explanation:

No development activities took place at both quarries as efforts are concentrated on production activities to maximise stocks for timely deliveries.

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 2018 to 30 June 2018 (“2QFY2018”)), the Company’s use of funds/cash for development activities is expected to be as follows:-

Purpose	Projected Usage Amount (MYR)
Development cost	500,000
Total	500,000

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.

14b. 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.

15a. 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;

Hyper Act Quarries

In the quarter under review, Hyper Act Quarries had incurred a small amount of MYR29,000 on exploration activity in order to retrieve samples for testing at different points to ascertain the next suitable sites for extraction. The main priority of Hyper Act Quarries is to increase production to maximize output.

A summary of the expenditure at Hyper Act Quarries incurred in 1QFY2018 for the aforementioned activities is as follows: -

	Amount (MYR'000)
Exploration expenditure	29
Total:	29

Gridland Quarry

Gridland Quarry has incurred MYR211,000 for exploration activities which involved blasting for opening of new faces in the current quarter under review.

A summary of the expenditure at Gridland quarry site incurred in 1QFY2018 for the aforementioned activities is as follows:-

	Amount (MYR'000)
Exploration expenditure	211
Total:	211

15b. 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 6 April 2018. A copy of the IQPR can be found in the Company's Annual Report 2017.

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

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 the attention of the Board of Directors which may render the unaudited financial statements of the Company and the Group for the first quarter ended 31 March 2018 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
14 May 2018