



CNMC

CNMC GOLDMINE HOLDINGS LIMITED

中色金礦有限公司

(Company Registration No.: 201119104K)

**ADDITIONAL DISCLOSURE REQUIRED FOR MINERAL, OIL AND GAS COMPANIES FOR
THE THIRD QUARTER ENDED 30 SEPTEMBER 2022**

The Board of Directors (the “**Board**”) of CNMC Goldmine Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to provide the information required pursuant to the Listing Manual (Section B: Rules of Catalist) of the Singapore Exchange Securities Trading Limited (the “**Catalist Rules**”) as follows:

Rule 705(6)(a) of the Catalist Rules: Use of funds/cash for 3Q2022

For the quarter ended 30 September 2022 (“**3Q2022**”), funds/cash were mainly used for the following production activities, as compared to the projected usage:-

Purpose	Amount (US\$ million) Actual Usage	Amount (US\$ million) Projected Usage
Exploration and evaluation activities	0.50	0.72
Payments for plant and machinery	0.72	1.03
Payments for diesel and other production materials	2.52	3.18
Royalty and tribute fees to government	0.95	1.17
Rental of equipment	0.42	0.42
Upkeep of equipment and motor vehicles	0.27	0.33
General working capital	1.77	2.15
Total	7.15	9.00

Rule 705(7) of the Catalist Rules

Details of exploration (including geophysical surveys), development and/or production activities undertaken by the issuer and a summary of the expenditure incurred on those activities, including explanations for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated.

The actual usage of funds/cash was recorded lower than projected by US\$1.85 million in 3Q2022. The variance was due to the lower production costs incurred during the quarter, as well as timing difference when making certain payments. The lower production costs incurred in 3Q2022 was mainly due to structural and equipment repair activities carried out on the ball mill grinder of the carbon-in-leach production line, from 1 August 2022 to 5 September 2022.

The Group carried out the following activities in 3Q2022 and used US\$0.61 million for exploration and evaluation expenditures:-

Exploration activities

(a) Geological Investigation

Ulu Sokor concession:

Exploration activities were carried out in the following areas:

- i) Amang Area
Five drillholes were completed to verify the continuity of a lead-zinc orebody that was previously identified;
- ii) Rixen Centre
Five drillholes were completed to increase the confidence of gold orebody continuation; and
- iii) New Found
Sixteen drillholes were completed to verify gold orebody continuation.

No exploration activities were carried out at Manson Lode deposit, Senja area and Tiger prospect as planned as the Company focused its exploration activities at New Found.

CNMC Pulai and Kelgold concession:

No exploration activities were carried out in Pulai and Kelgold concession.

(b) Drilling program

Twenty-six (26) drillholes were completed in 3Q2022 with total footage of 3,277.30 meters at Ulu Sokor concession.

Completed drillholes in Ulu Sokor concession for 3Q2022

Drillholes	Designed locations		Completed depths (m)	Dip(°)
	Easting	Northing		
ZKSA22-5	445006.63	617573.49	223.40	90
ZKSA20+1-1	444966.05	617595.19	213.65	90
ZKSA22-6	444987.57	617573.08	203.15	90
ZKSA22-7	444923.09	617575.82	240.63	81
ZKSA22-8	444922.56	617574.51	230.61	85
ZKR133-5	443934.91	616572.55	130.10	78
ZKR133-4	443848.70	616573.80	130.34	80
ZKR129-9	443897.47	616624.14	122.93	90
ZKR125-4	443844.04	616671.83	112.33	80
ZKR121-7	443870.20	616718.00	106.93	90
ZKNF4-8	443983.14	613249.32	96.23	70
ZKNF5-5	444033.79	613269.63	106.83	60
ZKNF5-6	444026.68	613252.08	99.23	62

Drillholes	Designed locations		Completed depths (m)	Dip(°)
	Easting	Northing		
ZKNF5-7	444026.45	613251.61	150.33	80
ZKNF6-6	444066.59	613249.84	90.18	60
ZKNF6-7	444060.66	613234.34	130.83	65
ZKNF5+-1	444052.87	613267.49	60.23	52
ZKNF5+-2	444043.17	613244.14	85.72	58
ZKNF5+-3	444042.87	613243.62	102.23	74
ZKNF6+-1	444097.36	613267.83	80.99	60
ZKNF6+-2	444089.27	613250.29	100.68	60
ZKNF6+-3	444083.43	613237.42	132.23	60
ZKNF6-8	444084.55	613302.02	70.88	85
ZKNF6-9	444066.61	613249.89	100.83	68
ZKNF5+-4	444051.18	613262.96	80.93	58
ZKNF4-9	443983.97	613252.02	74.88	58

(c) Half core sampling and analysis

A total of 2,059 half core samples from the Ulu Sokor concession were sent to in-house laboratory for analysis.

Projections for use of funds/cash for 4Q2022, including principal assumptions

The Group's use of funds/cash for production activities for the next immediate quarter is expected to be as follows:-

Purpose	Amount (US\$ million)
Exploration and evaluation activities	0.51
Payments for plant and machinery	0.91
Payments for diesel and other production materials	3.29
Royalty and tribute fees to government	0.68
Rental of equipment	0.42
Upkeep of equipment and motor vehicles	0.41
General working capital	2.00
Total	8.22

The Group's exploration plans for 4Q2022 are as follows:-

(a) Geological Investigation

The Group's exploration focus will remain on its producing asset, the Ulu Sokor concession. No major exploration activities will be carried out in the Kelgold and Pulai concessions during 4Q2022.

Ulu Sokor concession:

Exploration activities will be focused in the following areas:

- i) **New Found**
Exploration drilling have been designed to explore gold mineralisation at the deeper depth at western part of the mine pit and to prospect gold mineralisation eastward;
- ii) **Rixen Centre**
Exploration activities have been designed to verify base metal mineralisation at shallow limestone layer and prospect gold mineralisation at deeper silicified zone; and
- iii) **Sejana Area**
Exploration activities have been designed eastward from the center of geochemistry anomalies to prospect base metal mineralisation.

CNMC Pulai and Kelgold concession:

No major exploration activities have been planned because the Group's exploration focus for 4Q2022 will remain on its producing asset, the Ulu Sokor concession.

(b) **Diamond drilling program**

Diamond core drilling will be fulfilled by an exploration drilling sub-contractor using diamond rig capable of drilling NQ drill core size to 1,000 meters in depth.

15 drillholes with total footage of 2,680 meters are planned for 4Q2022. The Group's geology department may revise the drilling plan based on the assay results of each drillhole.

Development Activities

The Group's gold output for 3Q 2022 had been materially impacted by approximately a month of downtime due to the structural and equipment repair activities being carried out on the ball mill grinder of the carbon-in-leach ("**CIL**") production line. The CIL plant has since resumed its operational use.

As part of the Group's efforts to boost overall gold production, it was previously announced that two additional underground mining facilities are being constructed at its flagship Ulu Sokor Concession in Kelantan. When completed, the facilities will enable the extraction of more higher-grade gold ore to support the existing CIL plant, which can be expanded to process up to 1,000 tonnes of ore a day from 500 tonnes a day currently.

With regard to the Group's non-gold assets, the flotation plant for production of lead and zinc concentrate was officially opened on 11 September 2022 in a ceremony officiated by Kelantan Chief Minister YAB Ustaz Dato' Bentara Kanan Haji Ahmad Bin Yakob. Some lead and zinc concentrates have since been produced and the Group is in negotiation with some potential purchasers of such base metals, and obtaining sale approval from relevant state authorities.

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

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

By Order of the Board

Lim Kuoh Yang
Chief Executive Officer

Choo Chee Kong
Executive Vice Chairman

11 November 2022

This announcement has been reviewed by the Company's Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.

The contact person for the Sponsor is Ms Lim Hui Ling, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.