

GEO ENERGY RESOURCES LIMITED

(Company Registration Number: 201011034Z)
(Incorporated in the Republic of Singapore)

PROPOSED ACQUISITION OF INTEREST IN COAL CONCESSION – ADDITIONAL AGREEMENT

1. The board of directors (the “**Board**”) of Geo Energy Resources Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to the announcement dated 19 June 2014 and the announcement dated 18 August 2014 (collectively, the “**Announcements**”) in relation to the conditional sale and purchase agreement dated 18 June 2014 agreement (as supplemented by the supplemental agreement dated 18 August 2014) (collectively, the “**Sale and Purchase Agreement**”) entered into between the Company and Optimum Source Limited (the “**Vendor**”) in relation to the proposed acquisition of a shareholding interest in the capital of Borneo International Resources Pte Ltd (the “**Ultimate Holding Company**”). All capitalised terms used and not defined herein shall have the same meanings given to them in the Announcements.
2. As announced by the Company on 18 August 2014, completion of the sale and purchase of the shares in the capital of Borneo International Resources Pte Ltd has taken place on 18 August 2014. The first tranche payment of US\$10 million (being approximately 18.2% of the Consideration) has been paid to the Vendor and 132 UHC Shares (representing 66% shareholding interest in the Ultimate Holding Company) have been delivered by the Vendor to the Company.
3. Pursuant to the Sale and Purchase Agreement, the balance consideration of US\$45 million (being 81.8% of the Consideration) (the “**Balance Consideration**”) shall be paid within 10 Business Days from the satisfaction of all Conditions Subsequent, such satisfaction to be determined by the Company in its sole discretion. As at the date hereof, none of the Conditions Subsequent have been fulfilled.
4. The Board wishes to announce that the Company has on 26 September 2014 entered into an additional agreement (the “**Additional Agreement**”) with the Vendor, pursuant to which the Company shall make an advance payment of the sum of US\$15 million (the “**Prepayment Sum**”), being part of the Balance Consideration, to the Vendor. The Vendor has requested that the Company pay the Prepayment Sum to the Vendor for the purpose of facilitating the acquisition of land (and/or land use rights) in connection with the satisfaction of the Condition Subsequent set out in clause 2.2(c) of the Company’s announcement dated 18 August 2014. The Prepayment Sum shall be fully refunded by the Vendor in the event any of the Conditions Subsequent is not satisfied by the CS Deadline.

5. The Additional Agreement is available for inspection during normal business hours at the Company's registered office at 12 Marina Boulevard #16-01, Marina Bay Financial Centre Tower 3, Singapore 018982 for three (3) months after the date of this announcement.

BY ORDER OF THE BOARD

Charles Antony Melati
Executive Chairman
26 September 2014

*The Initial Public Offering of the Company's shares was sponsored by Canaccord Genuity Singapore Pte. Ltd. (the "**Issue Manager**"). The Issue Manager assumes no responsibility for the contents of this announcement.*