
**PROPOSED ACQUISITION OF 100% SHAREHOLDING INTEREST IN BORNEO BARA
RESOURCES PTE LTD
- UPDATE ANNOUNCEMENT**

The board of directors (the “**Board**”) of Geo Energy Resources Limited (the “**Company**” or the “**Purchaser**”, together with its subsidiaries, the “**Group**”) refers to its announcement dated 29 February 2016 (the “**Previous Announcement**”) in relation to the proposed acquisition (the “**Proposed Acquisition**”) by the Company of ordinary shares representing 100% shareholding interest in Borneo Bara Resources Pte Ltd (the “**UHC Shares**”), which owns the PT Parisma Jaya Abadi (“**PJA**”) coal mine in Indonesia, from Sunrise Wealth Success Limited (the “**Vendor**”). Unless otherwise defined herein, all capitalised terms used in this announcement shall have the same meanings ascribed to them in the Previous Announcement.

The Board wishes to update Shareholders that the Company had negotiated with the Vendor to modify, amend and vary certain terms and conditions of the Agreement, in particular the reduction of the Consideration as well as the waiver of the requirement for the Independent Technical Report as a Condition Precedent for the Proposed Acquisition. The Company, through GEO Energy Investments Ltd, a wholly-owned subsidiary of the Company, targets to complete the Proposed Acquisition in April 2017.

Shareholders are advised to exercise caution in trading their shares. There is no certainty or assurance as at the date of this announcement that the negotiations will be successful or that the Proposed Acquisition will be completed or that no other changes will be made to the terms thereof. The Company will make the necessary announcements upon the completion of the Proposed Acquisition.

Shareholders are advised to read this announcement and further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Charles Antonny Melati
Executive Chairman

30 March 2017