



SGX ANNOUNCEMENT

RESPONSES TO QUESTIONS RECEIVED FROM SHAREHOLDERS AHEAD OF ANNUAL GENERAL MEETING TO BE HELD ON 25 APRIL 2025

The Board of Directors (the "Board") of Geo Energy Resources Limited (the "Company", and together with its subsidiaries, the "Group") would like to thank the Company's shareholders for submitting their questions in advance of the Company's Annual General Meeting 2025 ("2025 AGM"), which will be held at Sentosa Golf Club Singapore on Friday, 25 April 2025 at 10.00am.

Responses to the questions received up till Friday, 11 April 2025, 10.00am, have been set out below.

1. Based on past experiences, does the demand for thermal coal fall significantly during periods of economic slowdown or recession?

Answer:

Thermal coal demand is generally quite resilient due to its role as a stable and cheapest source of energy. Developing countries like India, China, and parts of Southeast Asia continue to rely on coal to support electrification, industrial activity, and energy security. In these markets, coal remains essential for grid stability and is often more accessible than alternatives like natural gas or renewables. This is particularly important when there is an economic slowdown or recession.

While economic slowdown may indirectly adversely affect industrial demand for power, energy is still a basic need. Thermal coal is generally seen as a defensive industry not easily affected by economic cycles. Additionally, governments may even increase coal usage through stimulus programs targeting industrial output and power reliability. Further, during economic slowdown, it is important to manage costs and ensure affordability of energy.

As an example, International Energy Agency ("IEA") reported that during the global economic downturn in 2020 caused by the COVID-19 pandemic, global thermal coal demand remained relatively stable, in part due to a swift economic recovery and increased electricity demand.

2. Is the domestic market in Indonesia a significant contributor to Geo Energy's revenue?

Answer:

In FY2024, 32% of the Group's revenue were attributed to domestic market in Indonesia. This is mainly due to the Domestic Market Obligation ("DMO") mandated by the Indonesian government, where coal miners are required to sell 25% of its production domestically. The Group's coal exports are sold to various geographical markets – China, India, South Korea, Philippines and Vietnam with China being the biggest market, contributing 68% of the Group's revenue.



3. Can Geo Energy remain profitable with the price of thermal coal (ICI4) below US\$50 per tonne?

Answer:

Yes, the Group currently has a cash profit of around US\$10 per tonne when ICI4 coal price has been ranging between US\$48 – 50 per tonne in the last few months.

Further, the Group has a resilient cost structure whereby some of its cash costs move in tandem with ICI4 coal prices.

4. Would the recent weakening of the Indonesian Rupiah (“IDR”) against the USD impact the company’s earnings adversely?

Answer:

The Group manages its foreign exchange risk primarily through natural hedges, by offsetting assets and liabilities denominated in the same foreign currencies. While this approach reduces exposure significantly, the Group may still experience periodic foreign exchange gains or losses due to timing differences or functional currency mismatches, such as in new project-related payments.

BY ORDER OF THE BOARD

Charles Antonny Melati
Executive Chairman and CEO
17 April 2025