

UPDATE ON THE LEGAL PROCEEDINGS INVOLVING PETROGAS (BASIN) LTD.

The Board of Directors (the “**Board**”) of RH Petrogas Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”), refers to its announcement dated 6 June 2024 (SGXNet Announcement No. SG240606OTHRT6BL) (the “**Announcement**”) regarding legal proceedings in the Indonesia courts involving the Company’s 82.65%-owned subsidiary, Petrogas (Basin) Ltd. (“**PBL**”). Unless otherwise defined, all capitalised terms used in this announcement shall have the same meanings ascribed to them in the Announcement.

As disclosed in the Announcement, PBL was named as one of the four defendants in a claim by an individual plaintiff against PBL, SKK Migas, the Regent of Sorong Regency, and PetroChina International (Bermuda) Ltd. as defendants, alleging that he was the rightful land owner of a well site measuring 7,500 m², but did not receive compensation when the said land was acquired in 2001 by previous operators under the production sharing contract that has since expired in 2020. In June 2024, the Supreme Court of the Republic of Indonesia (“**Supreme Court**”) found in favour of the plaintiff, and ordered PBL to compensate the plaintiff a sum of Rp 26,475,000,000 (equivalent to US\$1,635,269 based on the exchange rate of US\$1.00: Rp 16,190 as at 1 July 2025) for the opportunity loss, to hand over the said land to the plaintiff, and to fulfil other administrative obligations.

Following the above judgement by the Supreme Court, PBL had applied for and successfully obtained a stay of execution of the said decision as it proceeded to file a judicial review with the Supreme Court based on newly discovered evidence relating to the plaintiff. In parallel, SKK Migas had also submitted a separate judicial review asserting that the disputed land is state property.

The judicial review process was concluded recently and the Board is pleased to update that the panel of judges of the Supreme Court presiding over the judicial review has ruled in favour of PBL and SKK Migas, rejecting the plaintiff’s original claim in its entirety and annulling the earlier Supreme Court verdict. The Supreme Court further held that the land certificate over the disputed land which the plaintiff had relied upon has no legal force, citing violation of laws in the transfer of the said land from the original registered owner, and ruling that the plaintiff was not the same person as the one registered on the land certificate. The decision of the Supreme Court’s judicial review is final and binding. As the Group has recognised a provision of US\$984,261 in the financial year 2024 in respect of PBL’s share of the compensation under the earlier judgement by the Supreme Court, this amount will be reversed in the current financial year accordingly.

The Board would like to take this opportunity to provide an update on another legal proceeding which was previously disclosed under item 28 (Contingencies) of the Notes to the Financial Statements in the Group’s 2024 Annual Report. This lawsuit relates to claims against PBL made by members of a local family clan who alleged that they are the rightful customary landowners of around 65 hectares of land currently used for the Group’s oil and gas operations on Salawati Island, and that they were not compensated when the said land was acquired by the former operators in 1992 and 2001. During the trial at the District Court, PBL submitted that it does not operate on nor carry out any activities in the disputed land which falls within the Salawati work area, and that the plaintiffs have sued the wrong party (i.e. error-in-persona) as PBL is the operator of the neighbouring Kepala Burung work area, among other legal and procedural deficiencies raised. The Court accepted PBL’s submission on error-in-persona and ruled the plaintiff’s lawsuit to be inadmissible.

The Group will make further announcements on any material developments, as and when appropriate.

By Order of the Board

Chang Cheng-Hsing Francis
Group CEO and Executive Director
1 July 2025