



RESOURCES GLOBAL DEVELOPMENT LIMITED

(Company Registration No. 201841763M)
 (Incorporated in the Republic of Singapore)

INCORPORATION OF A SUBSIDIARY

The board of directors (the "**Board**" or "**Director**") of Resources Global Development Limited (the "**Company**", together with its subsidiaries, the "**Group**") wishes to announce that the Company has incorporated a new subsidiary ("**Incorporation**"), details as set out below:

Name of subsidiary:	RG Nutrients Pte. Ltd. (" RGN ")
Country of incorporation:	Singapore
Issued and paid up share capital:	S\$600,000 comprising 600,000 ordinary shares
Principal activity:	Wholesale trade of a variety of goods without a dominant product, specifically fertiliser trading
Shareholders and percentage held:	Company – 60% Mr Francis Lee ⁽¹⁾ – 25% Ms Ma Thandar Yin ⁽²⁾ – 15%
Directors:	Mr Francis Lee Mr Salim Limanto ⁽³⁾ Mr Yeo Tze Khern ⁽⁴⁾

Notes:

- (1) Mr Francis Lee is an Executive Director and Chief Executive Officer of the Company.
- (2) Ms Ma Thandar Yin is a Myanmar national, and is not related to the Company, any of the Directors and controlling shareholders of the Company and their respective associates.
- (3) Mr Salim Limanto is an Executive Director and Chief Operating Officer of the Company.
- (4) Mr Yeo Tze Khern is the Chief Financial Officer of the Company.

The Company continually seeks opportunities for the development and growth of the Company's business and operations. The Incorporation represents an opportunity for the Company to extend its current coal trading business into fertiliser trading business. Combined with Mr Francis Lee's in-depth knowledge of the product and market, the Company is able to make use of the synergies created to enter into this business with minimal costs and increased efficiency. It is intended that RGN will commence the supply of potassium chloride to a customer based in Myanmar and Cambodia.

In view that Mr Francis Lee is an Executive Director and the Chief Executive Officer of the Company, he is regarded as an interested person of the Company within the meaning of Rule 904(4) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist ("**Catalist Rules**"). Accordingly, the Incorporation constitutes an interested person transaction under Chapter 9 of the Catalist Rules. The amount at risk to the Company in respect of the Incorporation is S\$360,000 and represents 2.14% of the latest audited net tangible assets attributable to the equity shareholders of the Company ("**NTA**") of S\$16.6 million as at 31 December 2019. As the amount at risk is less than 3% of

the Group's latest audited NTA, there is no requirement for any announcement to be made or any shareholders' approval to be obtained in relation thereto under Chapter 9 of the Catalist Rules. Save for the Incorporation, the Group has not entered into any other transaction with Mr Francis Lee or his associates since the beginning of the financial year ending 31 December 2020 (“FY2020”).

The Audit Committee of the Company has reviewed the Incorporation and is satisfied that it is on normal commercial terms and is not prejudicial to the interests of the Company and its minority shareholders. The Audit Committee of the Company is also of the view that the risks and rewards of the Incorporation are in proportion to the equity of each shareholder of RGN.

The Incorporation is funded by the Company's internal resources and is not expected to have any material impact on the earnings per share and the NTA per share of the Company for FY2020.

Save as disclosed above, none of the Directors or any of the substantial shareholders of the Company or their respective associates have any interest, directly or indirectly (other than through their respective shareholdings (if any) in the Company), in the Incorporation.

BY ORDER OF THE BOARD

Francis Lee
Executive Director and Chief Executive Officer
22 June 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the “Sponsor”), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (“SGX-ST”) Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201