



RESOURCES GLOBAL DEVELOPMENT LIMITED

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

RESPONSE TO QUERIES FROM THE SINGAPORE EXCHANGE REGULATION

The board of directors (the “**Board**”) of Resources Global Development Limited (the “**Company**”, and together with its subsidiaries, the “**Group**” or “**RGD Group**”) sets out its responses to the following queries raised by the Singapore Exchange Regulation (“**SGX**”) in respect of the Company’s announcement dated 17 November 2023 (“**Announcement**”) relating to the (i) proposed acquisition of shares in Batubara Development Pte Ltd as an interested person transaction; (ii) proposed diversification of business; and (iii) proposed cash collateral by PT Deli Niaga Sejahtera as an interested person transaction.

Unless otherwise stated, all capitalized terms herein shall have the same meanings as that ascribed in the Announcement.

SGX Query 1

We note that Kantor Jasa Penilai Publik Ihot Dollar & Raymond (“Independent Valuer”) has been appointed as the independent valuer to the Company to perform an independent valuation of the Target Group, comprising the Target Company, the SINI Group and the DDS Group. Does the Independent Valuer have the relevant experience in the valuation of coal mines?

Company’s Response

The Independent Valuer appointed to perform an independent valuation on the Target Group, is a registered asset and business appraiser with the Indonesia Ministry of Finance and Otoritas Jasa Keuangan (Indonesia Financial Services Authority) and has experience in the provision of valuation services for firms in the coal mining business, encompassing both Indonesia-listed and private companies.

SGX Query 2

Will there be adjustments to the Purchase Consideration arising from the final valuation of the Target Group?

Company’s Response

The SPA does not provide for any adjustment arising from the final valuation of the Target Group.

The Consideration for the Proposed Acquisition was arrived at after taking into account, *inter alia*, (i) the value of the Target Company’s shareholding in PT SINI, based on the share price of PT SINI; and (ii) the Shareholder’s Loan of S\$4,300,000 extended by the Seller to the Target Company (as set out in paragraph 2.3(b) of the Announcement).

Based on preliminary estimates by the Independent Valuer, the Company expects the final valuation to be higher than the Consideration.

SGX Query 3

It is noted that the Company does not intend to obtain shareholders' approval for diversification into the business of timber, notwithstanding that the Target Group is involved in such business through PT Interkayu Nusantara ("PT IKN"), a 54.0% subsidiary of PT Singaraja Putra Tbk ("PT SINI"). What is the latest audited pre-tax profits of PT IKN as compared to the latest audited consolidated pre-tax profits of the SINI Group and the proforma Target Group, respectively? Is the contribution from PT IKN considered material to the Company?

Company's Response

The pre-tax profit for the respective entities for FY2022 is as follows:

	Pre-tax profit
PT IKN (Audited)	IDR 16.7 billion (equivalent to approximately S\$1.4 million)
SINI Group (excluding DDS Group which was acquired on 26 September 2023) (Audited)	IDR 15.0 billion (equivalent to approximately S\$1.3 million)
Target Group (including DDS Group) (Unaudited proforma)	S\$0.1 million
RGD Group (following Completion of Proposed Acquisition) (Unaudited proforma)	S\$33.7 million

As PT IKN is a 54.0% subsidiary of PT SINI, following the Completion of Proposed Acquisition, the Company's indirect shareholding interest in PT IKN will be approximately 16.8%. Accordingly, the contribution from PT IKN is considered immaterial to the RGD Group. In addition, as disclosed in the Announcement, the Company does not intend to diversify into the businesses of PT IKN, and PT IKN will continue to operate independently without the Group's involvement.

By Order of the Board

FRANCIS LEE
Executive Director and Chief Executive Officer
23 November 2023

This announcement has been prepared by Resources Global Development Limited (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.

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