



## **SGX Announcement**

# **Geo Energy Resources Limited Consolidated Financial Statements**

**For the Six Months Ended 30 June 2024**

### **FORWARD LOOKING STATEMENTS**

This announcement contains statements that are, or may be deemed to be, "forward looking statements" which are prospective in nature. These forward looking statements may generally be identified by the use of forward looking terminology, or the negative thereof such as "plans", "expects" or "does not expect", "is expected", "seeks", "continues", "assumes", "is subject to", "budget", "scheduled", "estimates", "aims", "forecasts", "risks", "intends", "positioned", "predicts", "projects", "anticipates" or "does not anticipate", or "believes", or variations of such words or comparable terminology and phrases or statements that certain actions, events or results "may", "could", "should", "shall", "would", "might" or "will" be taken, occur or be achieved. Such statements are qualified in their entirety by the inherent risks and uncertainties surrounding future expectations. Forward-looking statements are not based on historical facts, but rather on current predictions, assumptions, expectations, beliefs, opinions, plans, objectives, goals, intentions and projections about future events, results of operations, prospects, financial condition and discussions of strategy, any of which could prove to be inaccurate. By their nature, forward looking statements involve known and unknown risks and uncertainties, many of which are beyond the control of Geo Energy Resources Limited ("Geo Energy"). Forward looking statements are not guarantees of future performance and may and often do differ materially from actual results. There is no certainty or assurance as at the date of this announcement that any transaction disclosed in this announcement will proceed or be completed or that no changes will be made to the terms thereof. Important factors that could cause these uncertainties include, but are not limited to, those discussed in Geo Energy's Annual Report 2023. Neither Geo Energy nor any of its associates or directors, officers or advisers, provides any representation, assurance or guarantee that the occurrence of the events expressed or implied in any forward-looking statements in this announcement will actually occur. You are cautioned not to place undue reliance on these forward-looking statements which only speak as of the date of this announcement. Other than in accordance with its legal or regulatory obligations (including under the listing rules of the Singapore Exchange Securities Trading Limited), Geo Energy is not under any obligation and Geo Energy and its affiliates expressly disclaim any intention, obligation or undertaking to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. This announcement shall not, under any circumstances, create any implication that there has been no change in the business or affairs of Geo Energy since the date of this announcement or that the information contained herein is correct as at any time subsequent to its date. No statement in this announcement is intended as a profit forecast or a profit estimate. This announcement does not constitute or form part of any offer or invitation to sell or issue, or any solicitation of any offer to purchase or subscribe for any securities. The making of this announcement does not constitute a recommendation regarding any securities. Shareholders, investors and other persons are advised to exercise caution in trading the securities of the Group.

## **Results Announcement:**

Dear Shareholders,

The Board of Directors (the "Board") of Geo Energy Resources Limited (the "Company", and together with its subsidiaries the "Group") reports the following:

- Results for the six months ended 30 June 2024, as set out in the accompanying consolidated financial statements and other information.
- In addition to the interim dividend of 0.2 SG cent per share declared and paid in May 2024, the Company has declared a second interim dividend of 0.2 SG cent per share to be paid on 29 August 2024 (ex-dividend date of 21 August 2024). The Company remains committed to its dividend policy and will assess the full-year results performance at year end before declaring the final dividend.
- As announced on 1 July 2024, the Group has successfully completed the sale of creditor's rights on the outstanding receivables from PT Titan Infra Energy and PT Jaya Utama Indonesia, which have been fully provided in 2022, for cash proceeds of US\$18.0 million, contributing a positive post-tax profit of US\$15.4 million.
- As announced on 6 August 2024, the Group has signed US\$150.0 million Cooperation Contract for the development and construction of the integrated infrastructure (hauling road and jetty) with CCC First Harbor Consultants Co., Ltd and NORINCO International Cooperation Ltd, two major China state-owned enterprises.

On behalf of the Board,

Charles Antony Melati  
Executive Chairman and Chief Executive Officer  
8 August 2024

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## PART 1 — Unaudited Consolidated Financial Statements Announcement for the Six Months Ended 30 June 2024

### A. Consolidated statement of profit or loss and other comprehensive income

		Group		
		6 months ended 30.6.2024	6 months ended 30.6.2023	
		US\$ (Unaudited)	US\$ (Unaudited)	%
	Note			Change
Revenue	4	169,417,568	239,764,278	(29)
Cost of sales		(142,187,154)	(191,769,74)	(26)
<b>Gross profit</b>		<b>27,230,414</b>	<b>47,994,536</b>	<b>(43)</b>
Other income – net		21,242,477	1,158,735	nm
General and administrative expenses		(6,247,743)	(4,925,706)	27
Share of results of associates		1,337,797	-	nm
Finance costs		(9,893,950)	(67,611)	nm
<b>Profit before income tax</b>	<b>6</b>	<b>33,668,995</b>	<b>44,159,954</b>	<b>(24)</b>
Income tax expense	7	(6,875,486)	(16,155,928)	(57)
<b>Profit for the period</b>		<b>26,793,509</b>	<b>28,004,026</b>	<b>(4)</b>
Other comprehensive income, net of tax:				
Items that may be subsequently reclassified to profit or loss:				
- Exchange differences on translation of foreign operations		(2,598,173)	226,709	nm
<b>Total comprehensive income for the period</b>		<b>24,195,336</b>	<b>28,230,735</b>	<b>(14)</b>
<b>Profit attributable to:</b>				
Owners of the Company		26,733,253	27,145,252	(2)
Non-controlling interests		60,256	858,774	(93)
		<b>26,793,509</b>	<b>28,004,026</b>	<b>(4)</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company		24,091,055	27,371,233	(12)
Non-controlling interests		104,281	859,502	(88)
		<b>24,195,336</b>	<b>28,230,735</b>	<b>(14)</b>
<b>Earnings per share:</b>	<b>8</b>			
Basic (cents)		1.91	1.94	(2)
Diluted (cents)		1.87	1.94	(4)

nm - not meaningful

## B. Statements of financial position

	Note	Group		Company	
		30.6.2024 US\$ (Unaudited)	31.12.2023 US\$ (Audited)	30.6.2024 US\$ (Unaudited)	31.12.2023 US\$ (Audited)
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and bank balances		75,518,884	135,804,104	2,472,307	18,707,259
Trade and other receivables	11	101,663,183	75,731,896	58,587,568	56,968,755
Deposits and prepayments		64,331,554	48,257,707	1,562,173	359,533
Inventories		48,681,009	46,362,342	-	-
<b>Total current assets</b>		<b>290,194,630</b>	<b>306,156,049</b>	<b>62,622,048</b>	<b>76,035,547</b>
<b>Non-current assets</b>					
Trade and other receivables	11b	5,155,634	5,343,389	-	-
Tax recoverable		12,364,309	12,490,001	-	-
Restricted cash deposits		9,216,226	9,991,275	-	-
Deposits and prepayments		16,878,192	15,397,797	840	840
Investment in subsidiaries		-	-	178,745,820	178,745,820
Investment in associates	15	24,478,570	25,693,330	-	-
Deferred exploration costs		10,074,555	10,121,788	-	-
Deferred stripping costs	12	42,871,661	43,227,738	-	-
Property, plant and equipment	13	439,731,682	444,292,288	5,085,339	4,972,508
Right-of-use assets	14	40,868,286	44,878,553	-	-
Convertible loan		4,000,000	4,000,000	-	-
Deferred tax assets		5,256,657	7,010,496	-	-
Other non-current asset		8,049,688	8,765,019	153,698	153,698
<b>Total non-current assets</b>		<b>618,945,460</b>	<b>631,211,674</b>	<b>183,985,697</b>	<b>183,872,866</b>
<b>Total assets</b>		<b>909,140,090</b>	<b>937,367,723</b>	<b>246,607,745</b>	<b>259,908,413</b>
<b>LIABILITIES AND EQUITY</b>					
<b>Current liabilities</b>					
Trade and other payables		66,022,393	95,173,713	20,610,004	27,684,209
Current portion of lease liabilities	16	13,007,995	15,512,186	-	-
Current portion of bank borrowings	16	12,302,610	10,674,294	1,258,853	778,014
Income tax payable		1,012,166	1,268,490	94,526	29,168
<b>Total current liabilities</b>		<b>92,345,164</b>	<b>122,628,683</b>	<b>21,963,383</b>	<b>28,491,391</b>
<b>Non-current liabilities</b>					
Trade and other payables		1,148,212	1,073,391	-	-
Lease liabilities	16	79,338	8,246,487	-	-
Bank borrowings	16	207,352,557	215,572,429	20,717,131	21,930,068
Provisions		4,156,789	4,062,944	-	-
Deferred tax liabilities		84,284,832	86,179,366	31,713	38,059
<b>Total non-current liabilities</b>		<b>297,021,728</b>	<b>315,134,617</b>	<b>20,748,844</b>	<b>21,968,127</b>
<b>Capital, reserves and non-controlling interests</b>					
Share capital	17	109,544,661	109,544,661	109,544,661	109,544,661
Treasury shares	18	(4,299,003)	(6,930,882)	(4,299,003)	(6,930,882)
Capital and other reserves		12,816,894	11,236,591	6,723,787	5,143,484
Translation reserve		5,551,130	8,038,392	4,464,245	4,464,245
Retained earnings		315,228,765	297,214,794	87,461,828	97,227,387
<b>Equity attributable to owners of the Company</b>		<b>438,842,447</b>	<b>419,103,556</b>	<b>203,895,518</b>	<b>209,448,895</b>
Non-controlling interests		80,930,751	80,500,867	-	-
<b>Total equity</b>		<b>519,773,198</b>	<b>499,604,423</b>	<b>203,895,518</b>	<b>209,448,895</b>
<b>Total liabilities and equity</b>		<b>909,140,090</b>	<b>937,367,723</b>	<b>246,607,745</b>	<b>259,908,413</b>

### C. Consolidated statement of cash flows

	Group	
	6 months ended 30.6.2024 US\$ (Unaudited)	6 months ended 30.6.2023 US\$ (Unaudited)
<b>Operating activities</b>		
<b>Profit before income tax</b>	<b>33,668,995</b>	<b>44,159,954</b>
<b>Adjustments for:</b>		
Depreciation of property, plant and equipment	5,931,879	5,637,961
Depreciation of right-of-use assets	4,010,268	1,566,181
Amortisation of deferred stripping costs	1,728,576	2,231,985
Gain on disposal of property, plant and equipment	-	(16,314)
Share of results of associates	(1,337,797)	-
Amortisation of deferred gain	(53,334)	(96,936)
Amortisation of transaction costs	278,887	-
Allowance for inventory written-down	-	99,858
Reversal of allowance for expected credit loss on trade and other receivables	(112,214)	(119,919)
Interest expense	9,615,063	67,611
Interest income	(2,016,163)	(2,790,756)
Retirement benefit obligations	145,408	120,842
Net foreign exchange losses (gains)	352,540	(1,528,472)
<b>Operating cash flows before movements in working capital</b>	<b>52,212,108</b>	<b>49,331,995</b>
Trade and other receivables	(24,084,171)	10,165,260
Deposits and prepayments	(16,304,654)	(9,530,738)
Inventories	(4,442,741)	(8,761,387)
Additions to deferred stripping costs – net of utilisation	(1,230,098)	-
Trade and other payables	(29,016,353)	(31,535,862)
<b>Cash (used in) generated from operations</b>	<b>(22,865,909)</b>	<b>9,669,268</b>
Income tax paid	(8,235,075)	(37,759,914)
Income tax refund	-	16,569
Retirement benefit obligation paid	(7,684)	(38,511)
<b>Net cash used in operating activities</b>	<b>(31,108,668)</b>	<b>(28,112,588)</b>
<b>Investing activities</b>		
Interest received	2,311,162	2,879,808
Receipt of dividends from an associate	1,581,132	-
Advance payments for purchase of property, plant and equipment	(1,471,510)	(1,326,738)
Additions to deferred exploration costs	(585,804)	-
Purchase of property, plant and equipment	(504,449)	(7,940,105)
Proceeds from disposal of property, plant and equipment	-	41,472
<b>Net cash from (used in) investing activities</b>	<b>1,330,531</b>	<b>(6,345,563)</b>
<b>Financing activities</b>		
Increase in restricted cash and pledged deposits	230,359	811,803
Interest paid for lease liabilities	(4,859)	(1,020)
Interest paid for bank borrowings	(9,605,944)	(66,591)
Withholding taxes paid	-	(6,711,903)
Dividends paid	(8,268,797)	(47,105,313)
Repayment of obligations under lease liabilities	(9,678,144)	(23,291)
Proceeds from bank borrowing	-	6,792,555
Repayment of bank borrowings	(6,471,640)	(325,250)
Sale of treasury shares	5,000,000	-
Repurchases of shares	(757,764)	(2,029,833)
<b>Net cash used in financing activities</b>	<b>(29,556,789)</b>	<b>(48,658,843)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(59,334,926)</b>	<b>(83,116,994)</b>
Cash and cash equivalents at beginning of period	135,796,554	231,976,799
Effects of exchange rate changes on the balance of cash held in foreign currencies	(950,024)	589,124
<b>Cash and cash equivalents at end of period</b>	<b>75,511,604</b>	<b>149,448,929</b>

	Group	
	6 months ended 30.6.2024 US\$ (Unaudited)	6 months ended 30.6.2023 US\$ (Unaudited)
<b>Note A</b>		
Cash on hand and at banks	57,261,603	131,348,929
Deposits	18,257,281	18,107,440
<b>Cash and bank balances</b>	<b>75,518,884</b>	<b>149,456,369</b>
Restricted cash deposits (non-current)	9,216,226	8,559,081
	<b>84,735,110</b>	<b>158,015,450</b>
Less: Deposits pledged	(7,280)	(7,440)
Less: Restricted cash deposits (non-current)	(9,216,226)	(8,559,081)
<b>Cash and cash equivalents</b>	<b>75,511,604</b>	<b>149,448,929</b>

#### **D. Statements of changes in equity**

Group	Share capital US\$	Treasury shares US\$	Capital and other reserves US\$	Translation reserve US\$	Retained earnings	Equity attributable to owners of the Company US\$	Non- controlling interests US\$	Total US\$
<b>At 1.1.2024 (audited)</b>	<b>109,544,661</b>	<b>(6,930,882)</b>	<b>11,236,591</b>	<b>8,038,392</b>	<b>297,214,794</b>	<b>419,103,556</b>	<b>80,500,867</b>	<b>499,604,423</b>
Profit for the period	-	-	-	-	26,733,253	26,733,253	60,256	26,793,509
Other comprehensive income for the period	-	-	-	(2,517,316)	(124,882)	(2,642,198)	44,025	(2,598,173)
Transactions with owners, recognised directly in equity:								
Issuance of treasury shares	-	3,389,643	1,580,303	30,054	-	5,000,000	-	5,000,000
Disposal of subsidiary	-	-	-	-	(325,603)	(325,603)	325,603	-
Repurchases of shares	-	(757,764)	-	-	-	(757,764)	-	(757,764)
Dividend paid	-	-	-	-	(8,268,797)	(8,268,797)	-	(8,268,797)
<b>At 30.6.2024 (unaudited)</b>	<b>109,544,661</b>	<b>(4,299,003)</b>	<b>12,816,894</b>	<b>5,551,130</b>	<b>315,228,765</b>	<b>438,842,447</b>	<b>80,930,751</b>	<b>519,773,198</b>
<b>At 1.1.2023 (audited)</b>	<b>109,544,661</b>	<b>(4,901,049)</b>	<b>5,175,195</b>	<b>4,910,598</b>	<b>292,635,544</b>	<b>407,364,949</b>	<b>920,510</b>	<b>408,285,459</b>
Profit for the period	-	-	-	-	27,145,252	27,145,252	858,774	28,004,026
Other comprehensive income for the period	-	-	-	628,233	(402,252)	225,981	728	226,709
Transactions with owners, recognised directly in equity:								
Repurchases of shares	-	(2,029,833)	-	-	-	(2,029,833)	-	(2,029,833)
Dividend paid	-	-	-	-	(47,105,313)	(47,105,313)	-	(47,105,313)
<b>At 30.6.2023 (unaudited)</b>	<b>109,544,661</b>	<b>(6,930,882)</b>	<b>5,175,195</b>	<b>5,538,831</b>	<b>272,273,231</b>	<b>385,601,036</b>	<b>1,780,012</b>	<b>387,381,048</b>

Company	Share capital US\$	Treasury shares US\$	Capital and other reserves US\$	Translation reserve US\$	Retained earnings US\$	Total US\$
<b>At 1.1.2024 (audited)</b>	<b>109,544,661</b>	<b>(6,930,882)</b>	<b>5,143,484</b>	<b>4,464,245</b>	<b>97,227,387</b>	<b>209,448,895</b>
Loss for the period	-	-	-	-	(1,496,762)	(1,496,762)
Other comprehensive income for the period	-	-	-	(30,054)	-	(30,054)
Transactions with owners, recognised directly in equity:						
Issuance of treasury shares	-	3,389,643	1,580,303	30,054	-	5,000,000
Repurchases of shares	-	(757,764)	-	-	-	(757,764)
Dividend paid	-	-	-	-	(8,268,797)	(8,268,797)
<b>At 30.6.2024 (unaudited)</b>	<b>109,544,661</b>	<b>(4,299,003)</b>	<b>6,723,787</b>	<b>4,464,245</b>	<b>87,461,828</b>	<b>203,895,518</b>
<b>At 1.1.2023 (audited)</b>	<b>109,544,661</b>	<b>(4,901,049)</b>	<b>5,001,583</b>	<b>4,464,245</b>	<b>79,015,772</b>	<b>193,125,212</b>
Profit for the period	-	-	-	-	77,903,369	77,903,369
Transactions with owners, recognised directly in equity:						
Repurchases of shares	-	(2,029,833)	-	-	-	(2,029,833)
Dividend paid	-	-	-	-	(47,105,313)	(47,105,313)
<b>At 30.6.2023 (unaudited)</b>	<b>109,544,661</b>	<b>(6,930,882)</b>	<b>5,001,583</b>	<b>4,464,245</b>	<b>109,813,828</b>	<b>221,893,435</b>

## **E. Notes to the consolidated financial statements**

### **1. Corporate information**

The Company (Registration No. 201011034Z) is incorporated in Singapore with its principal place of business and registered office at 7 Temasek Boulevard #39-02, Suntec Tower One, Singapore 038987. The Company is listed on the Singapore Exchange Securities Trading Limited. These consolidated financial statements as at and for the six months ended 30 June 2024 comprise the Company and its subsidiaries (collectively, the "Group"). The principal activity of the Company is that of investment holding and provision of management support services. The principal activities of the Group are coal mining, coal trading and mining services.

### **2. Basis of preparation**

The financial statements for the six months ended 30 June 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34 and International Financial Reporting Standards ("IFRS") 34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore and International Accounting Standards Board, respectively. The financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I) and IFRS, except for the adoption of new and amended SFRS(I) and IFRS that are relevant to the Group's operations. The adoption of the new and amended SFRS(I) and IFRS does not result in changes to the Group's and the Company's accounting policies and has no material effect on the amounts reported for the current or prior periods.

The financial statements are presented in United States dollar which is the Company's functional currency.



## 2.1 Use of judgments and estimates

In preparing the financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2023. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

- Note 7 – Income taxes and deferred tax provisions
- Note 11a – Calculation of loss allowance
- Note 11b – Trade and other receivables measured at fair value through profit and loss
- Note 12 – Deferred stripping costs and impairment review of deferred stripping costs
- Note 13 – Useful lives, depreciation and impairment review of property, plant and equipment
- Note 15 – Impairment review of investments in associates

## 3. Seasonal operations

Indonesia's coal production is generally lower in the first half of the year due to the seasonal weather conditions and heavier rainfall. In view of this, the Group had planned and optimised its mining sequence to maximise production in the second half of the year, by opening up more pits in 1H2024.

In 2024, the weather condition was worse than past years with torrential rains impeding coal mining and transportation activities.

However, the Indonesian Meteorology, Climatology, and Geophysical Agency ("BMKG") forecasts lower rainfall in 2H2024, as the country enters drier climate. This is in line with our optimised mining plan where we can focus on coal getting as we had successfully opened the mining pits in 1H2024 with coal exposed of around 3 million tonnes.

## 4. Segment and revenue information

The Group is organised into the following main business segments:

- Coal mining;
- Coal trading; and
- Mining services

Segment revenue represents revenue generated from external customers. Segment results represent the profit earned from each segment after allocating costs directly attributable to a segment as well as those that can be allocated on a reasonable basis. This is the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

Assets and liabilities are not allocated by segment as they are not considered critical by the chief operating decision maker in resource allocation and assessment of segment performance.

	Revenue		Gross Profit	
	6 months ended 30.6.2024 US\$ (Unaudited)	6 months ended 30.6.2023 US\$ (Unaudited)	6 months ended 30.6.2024 US\$ (Unaudited)	6 months ended 30.6.2023 US\$ (Unaudited)
Coal Mining	169,417,568	239,764,278	27,230,414	47,994,536
	<b>169,417,568</b>	<b>239,764,278</b>	<b>27,230,414</b>	<b>47,994,536</b>

Group	Profit Before Income Tax	
	6 months ended 30.6.2024	6 months ended 30.6.2023
	US\$ (Unaudited)	US\$ (Unaudited)
Coal Mining	27,342,628	48,218,510
Coal Trading	18,000,000	-
	45,342,628	48,218,510
<u>Unallocated:</u>		
Depreciation of property, plant, and equipment	(335,415)	(331,840)
Share of results of associates	1,337,797	-
Other gains – net	3,130,263	934,761
Group administration costs and directors’ remuneration	(5,912,328)	(4,593,866)
Finance costs	(9,893,950)	(67,611)
	<b>33,668,995</b>	<b>44,159,954</b>

Revenue represents revenue generated from external customers. Segment profit represents the profit earned by each segment without allocation of central administration costs and directors’ remuneration, finance costs and income tax expense.

Group	Revenue	
	6 months ended 30.6.2024	6 months ended 30.6.2023
	US\$ (Unaudited)	US\$ (Unaudited)
China	103,749,949	176,397,745
Indonesia	48,094,215	57,651,274
Philippines	2,261,980	5,715,259
Vietnam	5,985,384	-
South Korea	9,326,040	-
<b>Total</b>	<b>169,417,568</b>	<b>239,764,278</b>

## 5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group:

	Group		Company	
	30.6.2024 US\$ (Unaudited)	31.12.2023 US\$ (Audited)	30.6.2024 US\$ (Unaudited)	31.12.2023 US\$ (Audited)
<b>Financial assets:</b>				
At amortised cost (including cash and bank balances)	163,345,448	208,450,379	61,057,124	75,674,934
At fair value through profit or loss	10,091,634	10,279,389	-	-
<b>Financial liabilities:</b>				
At amortised cost	284,368,833	319,073,335	42,585,988	50,392,291
Lease liabilities	13,087,333	23,758,673	-	-

## 6. Profit before income tax

### 6.1 Significant items

	Group		% Change
	6 months ended 30.6.2024 US\$ (Unaudited)	6 months ended 30.6.2023 US\$ (Unaudited)	
Gain on sale of rights to certain receivables	(18,000,000)	-	nm
Interest income	(2,016,163)	(2,790,756)	(28)
Gain on disposal of property, plant and equipment - net	-	(16,314)	(100)
Foreign exchange (gain) loss - net	(524,154)	1,535,764	nm
Amortisation of deferred gain	(53,334)	(96,936)	(45)
Depreciation of property, plant and equipment	5,931,879	5,637,961	5
Depreciation of right-of-use assets	4,010,268	1,566,181	156
Amortisation of deferred stripping costs	1,728,576	2,231,985	(23)
Allowance for inventory written-down	-	99,858	(100)

nm - not meaningful

### 6.2 Related party transactions

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

## 7. Income tax expense

The Group calculates its income tax expense using the rates prevailing in the relevant jurisdictions. The majority of the Company's subsidiaries operate in Indonesia and hence, they are subject to the Indonesian tax law. The major components of income tax expense in the consolidated statement of profit or loss are:

Group	Group	
	6 months ended 30.6.2024 (Unaudited)	6 months ended 30.6.2023 (Unaudited)
Income tax:		
- Current	6,588,146	10,295,616
Withholding tax expense:	-	6,711,903
Deferred tax:		
- Current	314,052	(743,635)
- Overprovision in prior years	(26,712)	(107,956)
<b>Total</b>	<b>6,875,486</b>	<b>16,155,928</b>

**8. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividend**

	Group	
	6 months ended 30.6.2024 (Unaudited)	6 months ended 30.6.2023 (Unaudited)
<b>Earnings per share ("EPS")</b>		
Earnings for computing basic and diluted EPS (US\$)	26,733,253	27,145,252
Weighted average number of ordinary shares for the purposes of basic EPS <sup>(1)</sup>	1,397,550,795	1,396,501,569
Effect of dilutive potential ordinary shares:		
Share options <sup>(2)</sup>	33,811,500	1,500,000
<b>Weighted average number of ordinary shares for the purposes of diluted EPS <sup>(1)</sup></b>	<b>1,431,362,295</b>	<b>1,398,001,569</b>
Basic EPS based on weighted average number of ordinary shares (US cent)	1.91	1.94
Basic EPS based on weighted average number of ordinary shares (SG cent) <sup>(3)</sup>	2.59	2.63
Diluted EPS based on weighted average number of ordinary shares (US cent)	1.87	1.94
Diluted EPS based on weighted average number of ordinary shares (SG cent) <sup>(3)</sup>	2.54	2.63

- (1) The calculation for the basic EPS is based on the weighted average number of ordinary shares in issue during the respective financial period. The calculation for the diluted EPS is based on the weighted average number of ordinary shares in issue during the respective financial period, plus the weighted average number of ordinary shares that would be issued on the conversion of all dilutive potential ordinary shares into ordinary shares.
- (2) The employee stock option issued by the Group has a dilutive effect as the average market price of ordinary shares during the period exceeded the exercise price of the employee stock option.
- (3) Numbers were translated using the 30 June 2024 and 2023 of US\$:S\$ exchange rates of 1.3576 and 1.3534 respectively.

**9. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

	Group		Company	
	30.6.2024 (Unaudited)	31.12.2023 (Audited)	30.6.2024 (Unaudited)	31.12.2023 (Audited)
Net asset value (US\$) <sup>(2)</sup>	519,773,198	499,604,423	203,895,518	209,448,895
Number of issued shares	1,401,824,146	1,390,440,813	1,401,824,146	1,390,440,813
Net asset value per ordinary share (US cent)	37.08	35.93	14.55	15.06
Net asset value per ordinary share (SG cent) <sup>(1)</sup>	50.34	47.30	19.75	19.83

- (1) Numbers were translated using the 30 June 2024 and 31 December 2023 of US\$:S\$ exchange rates of 1.3576 and 1.3163 respectively.
- (2) The calculation for net asset value is based on total assets less total liabilities.

## 10. Dividends

	Group	
	6 months ended 30.6.2024 US\$ (Unaudited)	6 months ended 30.6.2023 US\$ (Unaudited)
Ordinary dividends paid:		
Final exempt 2023 dividend of SG 0.6 cent per share (2022: 4.0 cents per share)	(6,197,681)	(41,837,376)
Interim exempt 2024 dividend of SG 0.2 cent per share (2023: 0.5 cent per share)	(2,071,116)	(5,267,937)
	<b>(8,268,797)</b>	<b>(47,105,313)</b>
Dividend per share (net of tax)	0.006	0.034

## 11. Trade and other receivables

	Group		Company	
	30.6.2024 (Unaudited)	31.12.2023 (Audited)	30.6.2024 (Unaudited)	31.12.2023 (Audited)
<b>Current asset:</b>				
At amortised cost:				
Trade receivables from third parties	12,996,552	16,054,880	-	-
Less: Allowance for expected credit loss	(889,311)	(912,435)	-	-
	12,107,241	15,142,445	-	-
Other receivables from:				
- subsidiaries	-	-	58,572,261	56,903,260
- related parties	3,100,298	1,875,324	-	-
- third parties	28,609,604	46,357,031	11,180	8,936
Less: Allowance for expected credit loss <sup>a</sup>	(210,602)	(36,018,693)	-	-
	31,499,300	12,213,662	58,583,441	56,912,196
Goods and services tax receivables	15,518	2,758	3,590	1,920
Value-added tax ("VAT") receivables	30,584,963	22,354,736	-	-
Prepaid income tax	27,454,819	25,721,958	-	-
Interest receivables	1,342	296,337	537	54,639
<b>Total</b>	<b>101,663,183</b>	<b>75,731,896</b>	<b>58,587,568</b>	<b>56,968,755</b>
<b>Non-current asset:</b>				
At amortised cost:				
Tax recoverable	12,364,309	12,490,001	-	-
At fair value through profit or loss <sup>b</sup> :				
Trade and other receivables under Cooperation Agreement	19,784,125	19,979,621	3,118,750	3,126,492
Less: Cumulative changes in fair value	(14,628,491)	(14,636,232)	(3,118,750)	(3,126,492)
	5,155,634	5,343,389	-	-
<b>Total</b>	<b>17,519,943</b>	<b>17,833,390</b>	<b>-</b>	<b>-</b>

### a. Credit-impaired receivables arising from advance payments for coal purchase and deposit paid for acquisition of mining concessions

In 2019, the Group entered into a conditional sale and purchase agreement ("CSPA") with a third party coal mine owner to acquire interest in two mining concessions for which it had paid a refundable deposit. In addition, the Group also entered into two separate coal purchase contracts with the coal mine owner for which it had made advance payments for coal purchase. Due to the coal mine owner's inability to fulfil certain conditions precedent to the CSPA, as well as its failure to deliver the coal, the refundable deposit and the remaining balance of advance payments were reclassified as other receivables and became immediately repayable. As at 31 December 2023, the total receivables and interest accrued was US\$39,501,344 and had been subject to full expected credit losses ("ECL"). A further US\$2,052,915 was recognised in 1H2024, being interest

receivable recognised on contractual terms, for which an interest in suspense has been correspondingly recognised to set off the interest balance.

On 21 June 2024, the Group had entered into a Sale and Purchase Agreement (the "Rights SPA") to sell the Group's rights to the above balances (the "Purchased Rights") for an aggregate cash consideration of US\$18,000,000 (the "Purchase Price").

The sale of the Purchased Rights has since been completed with the Group receiving the Purchase Price of US\$18.0 million on 1 July 2024. As the Purchased Rights had been subject to full ECL, the Purchase Price has been recognised in full in the profit or loss as other income with the receivables and interest accrued having been written off upon the completion of the sale.

Please refer to relevant announcements.

#### **b. Financial assets at fair value through profit or loss**

The trade and other receivables under Cooperation Agreement are classified under level 3 on the fair value hierarchy (31 December 2023: level 3), indicating inputs which are not based on observable market data. The fair value was determined using discounted cash flow method where future cash flows are estimated based on present value of expected payments, discounted using the entity's discount rate. The expected payments are determined based on the coal sold from the underlying coal mines under Cooperation Agreement.

There has been no change in the estimation techniques or significant assumptions made during the period in assessing the fair value of the receivables under Cooperation Agreement. Based on the assessment performed, management determined that there was no further fair value changes.

#### **12. Deferred stripping costs**

In 1H2024, the Group had additions of deferred stripping costs of US\$2,762,149 (1H2023: Nil), utilisation of US\$1,532,051 (1H2023: Nil) and charged amortisation expense of US\$1,728,576 to profit or loss (1H2023: US\$2,231,985).

#### **13. Property, plant and equipment**

In 1H2024, the Group acquired assets amounting to US\$450,482 (1H2023: US\$7,951,889). Disposal of assets amounted to US\$259,162 (1H2023: US\$25,158). During the period, the Group charged depreciation expense of US\$5,931,879 to profit or loss (1H2023: US\$5,637,961).

#### **14. Right-of-use assets**

In 1H2024, no additions was made to right-of-use assets (1H2023: US\$60,632) and depreciation expense of US\$4,010,268 was charged to profit or loss (1H2023: US\$1,566,181).

#### **15. Investment in associates**

In 1H2024, share of results of associates recognised in profit or loss of US\$1,337,797 (1H2023: Nil) was mainly from PT Internasional Prima Coal ("IPC"), an associate.

## 16. Borrowings and debt securities

	Group		Group	
	30.6.2024 US\$ Secured (Unaudited)	30.6.2024 US\$ Unsecured (Unaudited)	31.12.2023 US\$ Secured (Audited)	31.12.2023 US\$ Unsecured (Audited)
<b>Bank borrowings</b>				
Amount repayable in one year or less, or on demand	12,302,610	-	10,674,294	-
Amount repayable after one year	207,352,557	-	215,572,429	-
<b>Lease liabilities</b>				
Amount repayable in one year or less	13,007,995	-	15,512,186	-
Amount repayable after one year	79,338	-	8,246,487	-
	<b>232,742,500</b>	<b>-</b>	<b>250,005,396</b>	<b>-</b>

### Details of any collateral and security:

As at 30 June 2024, the Group's lease liabilities relate to right-of-use motor vehicles and land used for overburden disposal areas. The Group's bank borrowings relate to the Group and Company's commercial property loan for office premise, equipment financing for the Group's heavy equipment, and a term loan for the Group's working capital and investing activities.

The Group's lease liabilities are secured by the leased assets — motor vehicles and land used for overburden disposal areas. The Group and Company's commercial property loan is secured by its office premise located at 7 Temasek Boulevard, #39-02 Suntec Tower One, Singapore 038987, while the Group's equipment financing is secured by the equipment.

The term loan is secured by shares of certain subsidiaries of the Company.

## 17. Share capital

	Group and Company			
	30.06.2024 (Unaudited)	31.12.2023 (Audited)	30.06.2024 US\$ (Unaudited)	31.12.2023 US\$ (Audited)
<b>Number of issued ordinary shares</b>				
At beginning of the period	1,420,873,113	1,420,873,113	109,544,661	109,544,661
Exercise of share options	-	-	-	-
At end of the period	<b>1,420,873,113</b>	<b>1,420,873,113</b>	<b>109,544,661</b>	<b>109,544,661</b>

There were no outstanding convertibles as at 30 June 2024 and 31 December 2023. The Company's subsidiaries do not hold any shares in the Company as at 30 June 2024 and 31 December 2023.

As at 30 June 2024, the Company's share capital, excluding treasury shares of 19,048,967 shares (Note 18), comprised 1,401,824,146 shares (31 December 2023: 1,390,440,813 shares).

## 18. Treasury shares

	Group and Company			
	30.06.2024 (Unaudited)	31.12.2023 (Audited)	30.06.2024 US\$ (Unaudited)	31.12.2023 US\$ (Audited)
	<b>Number of ordinary shares</b>			
At beginning of the period	30,432,300	20,132,100	6,930,882	4,901,049
Issuance of treasury shares	(14,883,333)	-	(3,389,643)	-
Repurchased during the period	3,500,000	10,300,200	757,764	2,029,833
At end of the period	<b>19,048,967</b>	<b>30,432,300</b>	<b>4,299,003</b>	<b>6,930,882</b>

The Company acquired 3,500,000 of its own shares through purchases on the Singapore Exchange during the period. The total amount paid to acquire the shares was US\$757,764 and has been deducted from shareholders' equity. The shares are held as treasury shares.

On 28 March 2024, the Company has completed the sale of 14,883,333 treasury shares held by the Company at a sale price of S\$0.45 per treasury share for an aggregate cash consideration of US\$5,000,000.

Please refer to relevant announcements.



## PART 2 – Other information required by Listing Rule Appendix 7.2

### 1. Review

The statement of financial position of the Company and its subsidiaries as at 30 June 2024 and the related consolidated profit or loss and other comprehensive income, statement of changes in equity and consolidated statement of cash flows for the six months then ended and certain explanatory notes have not been audited or reviewed.

### 2 Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on.

As at 30 June 2024, the Company's share capital, excluding treasury shares, comprised 1,401,824,146 shares (31 December 2023: 1,390,440,813 shares; 30 June 2023: 1,390,440,813 shares). There were no outstanding convertibles as at 30 June 2024 and 30 June 2023.

On 24 May 2023, the Group announced the grant of share options pursuant to the Geo Energy share option scheme. A total of 35,293,000 options was granted at the exercise price of S\$0.27 per share. In 2023 and 1H2024, share options granted of 1,481,500 were not taken up or forfeited as the option holders ceased to be full time employees of the Group. The exercise period of the options commences after the first anniversary from the date of the grant.

On 7 February 2024, the Company issued 21,310,227 non-listed, transferable, free warrants ("First Tranche Warrants") exercisable from 28 March 2024 ("First Tranche Date") and within three years of the First Tranche Date, with each warrant carrying the right to subscribe for one ordinary share in the Company at an exercise price of S\$0.55 per share.

On 28 March 2024, the Company has completed the sale of 14,883,333 treasury shares held by the Company at a sale price of S\$0.45 per treasury share for an aggregate cash consideration of US\$5,000,000.

The Company acquired 3,500,000 of its own shares through purchases on the Singapore Exchange during 1H2024. The total amount paid to acquire the shares was US\$757,764 and has been deducted from shareholders' equity. The shares are held as treasury shares.

Please refer to relevant announcements.

### 3. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of: (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

#### 3.1 Income Statement

	Group	
	6 months ended 30.6.2024 (Unaudited)	6 months ended 30.6.2023 (Unaudited)
<b>Revenue – Coal mining</b>		
Sales Volume (million tonnes)	3.2	3.6
- SDJ	0.8	1.1
- TBR	2.0	2.5
- TRA <sup>#</sup>	0.3	-
- BEK	0.1	0.1
Average Indonesian Coal Index Price for 4,200 GAR ("ICI4") (US\$/tonne)	56.13	70.46
Average Selling Price ("ASP") (US\$/tonne)	52.47	65.76

<b>Production</b>		
Production Volume – Finished Goods (million tonnes)	2.8	3.9
- SDJ	0.5	1.0
- TBR	1.8	2.8
- TRA <sup>#</sup>	0.3	-
- BEK	0.1	0.1
<b>Strip Ratio – Sales (times)</b>		
- SDJ	3.6	2.1
- TBR	3.6	5.1
- TRA <sup>#</sup>	2.5	-
Production Cash Cost (US\$/tonne)	40.53	50.07
<b>Cash Profit (US\$/tonne)</b>	<b>11.94</b>	<b>15.69</b>

# On 18 October 2023, the Group announced that it has completed an acquisition of PT Golden Eagle Energy Tbk (“GEE”) (the “Acquisition”), which includes the TRA mine. Please refer to relevant announcements.

### **Financial performance (1H2024 vs. 1H2023)**

**Revenue** decreased by US\$70.3 million to US\$169.4 million due to lower ASP and sales tonnage. The average ICI4 in 1H2024 was US\$56.13 per tonne, compared to US\$70.46 per tonne in 1H2023. However, coal prices are expected to remain stable in the near future due to the confluence of factors affecting coal demand and supply.

While China's current climate plan targets peak carbon dioxide emissions before 2030, and carbon neutrality before 2060, coal power capacity, however, continues to steadily grow. According to data from Global Energy Monitor, China started construction on 70.2 GW of new coal-power capacity last year, nearly 20 times as much as the rest of the world's 3.7 GW. China's rapid economic growth, combined with the unreliable and intermittent nature of renewable energy sources has kept coal as a critical fallback option for the manufacturing focused economy.<sup>1</sup> In addition, the International Energy Agency's electricity analysis and forecast for 2024-2026 expected Indonesia's coal-fired generation to increase by around 5% in this period.<sup>2</sup>

Coal supply from Indonesia in 1H2024 has been adversely affected by extreme weather, with torrential rains causing continued floodings at mines and hauling roads, impeding coal mining and transportation activities.

During the period, the Group delivered coal sales of 3.2 million tonnes, mainly comprising of 2.0 million tonnes, 0.8 million tonnes, and 0.3 million tonnes from the TBR, SDJ, and TRA coal mines respectively. The Group remains on track for coal sales target of 10 – 11 million tonnes in 2024, with higher volumes expected in 2H2024.

Cash profit from coal mining segment remains strong at US\$38.6 million, averaging at US\$11.94 per tonne, as compared to the US\$15.69 per tonne in 1H2023 despite the lower ICI4 prices. This is as a result of the Group's resilient cost model of decreased cash cost when ICI4 prices are lower.

<b>Group</b> (All figures in US\$'000 except as indicated)	<b>Coal mining</b>	<b>Coal trading</b>	<b>Total</b>
<b>6 months ended 30.6.2024 (unaudited)</b>			
Volume (tonnes)	3,229,075	-	3,229,075
Revenue	169,418	-	169,418
Cost of sales	(142,187)	-	(142,187)
Gross profit	27,231	-	27,231
<b>Non-cash items:</b>			
Allowance for inventory written-down	-	-	-
Depreciation & amortisation	11,336	-	11,336
<b>Cash profit</b>	<b>38,567</b>	<b>-</b>	<b>38,567</b>
<b>6 months ended 30.6.2023 (unaudited)</b>			
Volume (tonnes)	3,646,037	-	3,646,037
Revenue	239,764	-	239,764
Cost of sales	(191,770)	-	(191,770)
Gross profit	47,994	-	47,994
<b>Non-cash items:</b>			
Allowance for inventory written-down	100	-	100
Depreciation & amortisation	9,104	-	9,104
<b>Cash profit</b>	<b>57,198</b>	<b>-</b>	<b>57,198</b>

<sup>1</sup> <https://www.cnbc.com/2024/04/15/china-boosts-global-coal-power.html>

<sup>2</sup> <https://www.spglobal.com/commodityinsights/en/market-insights/latest-news/coal/020824-thermal-coal-series-indonesia-unlikely-to-relinquish-top-exporter-position-in-foreseeable-future>

**Profit before income tax** of US\$33.7 million in 1H2024 includes:

- Other income – net of US\$21.2 million. The increase of US\$20.1 million was mainly due to the sale of the Purchased Rights for an aggregate cash consideration of US\$18.0 million and forex gain of US\$0.5 million recorded during the period (1H2023 : forex loss of US\$1.5 million);
- General and administrative expenses of US\$6.2 million was higher than US\$4.9 million in 1H2023, mainly due to the expanded operations following the acquisition of GEE on 18 October 2023;
- Finance costs increased by US\$9.8 million mainly due to the draw down of term loan facilities of US\$220 million in October 2023 as part of the Group’s expansion plans starting with the GEE acquisition and the development of the integrated infrastructure so as to ramp up its annual production to 20 – 25 million tonnes with the vision for Geo Energy to become a billion-dollar energy group in the next 5 – 6 years; and
- Depreciation and amortisation of US\$11.7 million. The increase of US\$2.2 million from 1H2023 was mainly due to additional depreciation from overburden disposal area secured for the SDJ and TBR mines of US\$36.0 million in 2H2023, partially offset by lower routine depreciation from the lower sales volume.

**Income tax expense** was US\$6.9 million with effective tax rate of 20%. The effective tax rate has decreased from 37% in 1H2023 due to withholding tax expenses then incurred on dividends received from the Company’s Indonesian subsidiaries. No withholding tax expenses was incurred during the period.

Overall, the Group recorded a net profit of US\$26.8 million for the period.

### 3.2 Financial Position

#### Group

##### **Current Assets**

Current assets decreased by US\$16.0 million to US\$290.2 million as at 30 June 2024.

Cash and bank balances decreased by US\$60.3 million to US\$75.5 million as at 30 June 2024, mainly due to payments for taxes, dividends, lease liabilities and bank borrowings and interests totalling US\$42.3 million, offset by cash generated from operations. The balance of US\$75.5 million as at 30 June 2024 has not included the US\$18.0 million cash proceed received on 1 July 2024 for the sale of Purchased Rights.

Trade and other receivables of US\$101.7 million as at 30 June 2024 comprised trade receivables of US\$12.1 million and non-trade receivables of US\$89.6 million, which partly comprised VAT receivables of US\$30.6 million and prepaid taxes of US\$27.5 million. The increase of US\$25.9 million from US\$75.7 million as at 31 December 2023 was mainly due to increases in VAT receivable of US\$8.2 million, prepaid income taxes of US\$1.7 million and other receivable of US\$17.1 million, mainly from the abovementioned proceed from the sale of Purchased Rights that was subsequently received on 1 July 2024.

Deposits and prepayments increased by US\$16.1 million to US\$64.3 million as at 30 June 2024 mainly due to advances made to vendors for the usage of land to secure the use of land for the Group’s mining operations.

Inventory increased by US\$2.3 million to US\$48.7 million as at 30 June 2024 mainly due to the opening up of mining pits as part of the plan to increase production in 2H2024.

##### **Non-current Assets**

Non-current assets decreased by US\$12.3 million to US\$618.9 million as at 30 June 2024, mainly due to the accumulated depreciation and amortisation of PPE, ROU and deferred stripping costs totalling US\$11.7 million, net decrease in investment in associates of US\$1.2 million from receipt of US\$1.6 million in dividends, partially offset by share of profit of US\$1.3 million, and decreases in deferred tax assets by US\$1.8 million.

##### **Current Liabilities**

Current liabilities decreased by US\$30.3 million to US\$92.3 million as at 30 June 2024 mainly due to the decreases in trade and other payables of US\$29.2 million due to generally lower volumes in 1H2024 and decrease in lease liabilities of US\$2.5 million from payments. These are partially offset by the increase in bank borrowings due to higher upcoming principal repayments.

### **Non-current Liabilities**

Non-current liabilities decreased by US\$18.1 million to US\$297.0 million as at 30 June 2024, mainly due to payments of lease liabilities, reclassification of bank borrowings to current liabilities and decrease in deferred tax liabilities.

### **Company**

#### **Current Assets**

Current assets decreased by US\$13.4 million to US\$62.6 million as at 30 June 2024, mainly due to decrease in cash and bank balances by US\$16.2 million from dividend payments, repayment of bank borrowings, share repurchases, and payments made for FY2023 accrued staff bonus, partially offset by the proceeds from the sale of treasury shares.

#### **Non-current Assets**

Non-current assets mainly comprised investment in subsidiaries of US\$178.7 million and PPE of US\$5.1 million.

#### **Current Liabilities**

Current liabilities decreased by US\$6.5 million to US\$22.0 million as at 30 June 2024, mainly due to payments made for FY2023 accrued staff bonus and repayment of bank borrowings.

#### **Non-current Liabilities**

Non-current liabilities as at 30 June 2024 mainly comprised bank borrowings and the decrease of US\$1.2 million from 31 December 2023 was mainly due to reclassifications to current bank borrowings.

### **3.3 Cash Flow**

#### **Group**

#### **Cash Flow (1H2024 vs. 1H2023)**

**Net cash used in operating activities** was US\$31.1 million. Operating cash flows before movements in working capital was an inflow of US\$52.2 million. The Group made income tax payments of US\$8.2 million during the period.

**Working capital movement** was negative US\$75.1 million in 1H2024, mainly due to advances made to vendors for the usage of land and to the Indonesian government for royalty as well as for the opening up of mining pits as part of the plan to increase production in 2H2024. Further, the Group has sold the Purchased Rights for a cash consideration of US\$18.0 million that was only subsequently received on 1 July 2024 (please refer to relevant announcements).

**Net cash from investing activities** of US\$1.3 million was mainly due to interest received of US\$2.3 million and dividends received from an associate of US\$1.6 million. These were partially offset by the advances for and purchases of PPE and additions to deferred exploration costs totalling US\$2.6 million.

**Net cash used in financing activities** of US\$29.6 million was mainly due to dividends paid of US\$8.3 million, repayments of bank borrowings including interests of US\$16.1 million and repayment of lease liabilities of US\$9.7 million. These were partially offset by the proceeds from the sale of treasury shares of US\$5.0 million.

Overall, total cash and cash equivalent as at 30 June 2024 was US\$75.5 million. This has not included the US\$18.0 million received on 1 July 2024 for the sale of Purchased Rights.

### **4. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results**

The Rencana Kerja Anggaran Biaya ("RKAB") production quota for 2024 had been approved at 8 million tonnes for the SDJ and TBR coal mines and 2.5 million tonnes for the TRA coal mine. In 1H2024, total sales volume was 3.2 million tonnes. This was due to the expected adverse weather conditions typical in the first half of the year, which causes disruptions to production process at the coal mines and hauling roads. Coal sales have increased as planned, from July 2024, as the country enters its drier climate.

Notwithstanding the lower production in 1H2024, the Group is in the process of applying for an increased RKAB of 8.5 million tonnes for the SDJ and TBR coal mines from the previously approved 8 million tonnes. The Group has

successfully achieved its plan of opening up more pits in 1H2024, positioning itself to efficiently ramp up its production in second half of the year.

**5. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

According to the International Energy Agency, coal remains the biggest energy source for electricity generation, supplying more than one-third of global electricity. Global electricity generation from coal has been consistently rising for the last two decades, with the highest increases coming from China and India in 2023.<sup>3</sup>

In 2023, the world added more coal power capacity last year than any year since 2016, with China driving most growth and future planned capacity, according to new research. Net annual coal capacity grew by 48.4 GW, representing a 2% year-over-year increase, with China alone accounting for about two-thirds of new coal plant capacity. Other countries that brought new coal plants online included Indonesia, India, Vietnam, Japan, Bangladesh, Pakistan, South Korea, Greece and Zimbabwe.<sup>4</sup>

In Southeast Asia, coal use in Indonesia, Vietnam and the Philippines reaches record levels amid rising energy demand to fuel growing economies.<sup>5</sup>

Indonesia has set a coal production target of 710 million tonnes for 2024, according to industry sources, with domestic market supplies seen at a minimum 181.28 million tonnes while consumption likely higher. Indonesia's nickel production is projected to increase this year, government officials said, with several new smelters starting operations after the country contributed to nearly half of global output when it produced 1.8 million tonnes in 2023. Since Indonesia frequently incorporates coal in its production of nickel, either as a direct reductant or for captive power generation, nickel production has become a significant factor driving coal demand.<sup>6</sup>

Indonesia is the sole exporter of low CV thermal coal ranging from 3,400 kcal/kg GAR to 4,200 kcal/kg GAR grades with low ash and low sulfur content, making it a preferred choice for importers across Asia. Apart from prices, the duration to transport coal from Indonesia to China and India is considerably shorter compared with other loading regions. This geographical advantage enables Indonesian exporters to secure spot deals more effectively.

According to analysts at S&P Global, ICI4 prices are expected to range between US\$59.15 per tonne and US\$54.91 per tonne through 2024.<sup>6</sup>

On 1 August 2024, the Group exercised the option to acquire additional shares of PT Marga Bara Jaya ("MBJ") and is now the majority shareholder of MBJ. Concurrently, MBJ has commenced cut and fill works to kickstart the development of the Integrated Infrastructure project. On 6 August 2024, the Group has signed an Engineering, Procurement and Construction ("EPC") cooperation contract valued around US\$150.0 million with a consortium comprising CCCC First Harbor Consultants Co., Ltd ("CCCC-FHC") and NORINCO International Cooperation Ltd ("Norinco") for this Integrated Infrastructure project, a 92km hauling road and an associated jetty at the South Sumatera and Jambi Province, Indonesia. CCCC-FHC and Norinco are two of the largest state-owned enterprises in China. With a targeted road haulage capacity of up to 50 million tonnes per year (of which 25 million tonnes is reserved for Geo Energy's TRA coal mine) and a targeted completion date between end-2025 and early-2026, the Integrated Infrastructure can provide faster access to international export markets for TRA and the surrounding coal mines.

Notably, the TRA coal mine has proven and probable ("2P") reserves of 274 million tonnes of premium quality coal reserves with over 20 years of mining life. Further, the Group is also planning for additional drilling and exploration with a targeted increase of 2P reserves to over 300 million tonnes. The Group aims to scale up the production of the TRA coal mine up to 25 million tonnes per annum over the next few years. Upon completion of the Integrated Infrastructure, the growth plans of the TRA coal mine can be realised and this will allow the Group to expand its value proposition and diversify its revenue stream into infrastructure provider.

<sup>3</sup> <https://www.cnbc.com/2024/05/14/china-india-still-rely-heavily-on-coal-climate-targets-remain-difficult.html>

<sup>4</sup> <https://www.cnbc.com/2024/04/15/china-boosts-global-coal-power.html>

<sup>5</sup> <https://www.reuters.com/markets/asia/vietnams-coal-use-emissions-set-new-records-2024-06-05/>

<sup>6</sup> <https://www.eco-business.com/news/coal-use-in-indonesia-and-the-philippines-reaches-record-levels/>

<sup>6</sup> <https://www.spglobal.com/commodityinsights/en/market-insights/latest-news/coal/020824-thermal-coal-series-indonesia-unlikely-to-relinquish-top-exporter-position-in-foreseeable-future>

**6. If a decision regarding dividend has been made: -**

**(a) Whether an interim (final) ordinary dividend has been declared**

The directors are declaring second interim dividend in respect of the financial year ending 31 December 2024.

**(b)(i) Amount per share**

Name of dividend:	Interim
Dividend type:	Cash
Dividend rate:	0.2 SG cent per ordinary share

**(b)(ii) Previous corresponding period**

Name of dividend:	Interim
Dividend type:	Cash
Dividend rate:	0.5 SG cent per ordinary share

**(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country whether the dividend is derived**

Dividend declared is tax exempt (one-tier).

**(d) The date the dividend is payable**

The interim dividend will be paid on 29 August 2024.

**(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined**

The book record date is 22 August 2024 at 5.00 pm, and the ex-dividend date will be 21 August 2024 at 5.00 pm.

**7. If no dividend has been declared/recommended, a statement to that effect and provide the reasons for the decision**

Not applicable.

**8. If the group has obtained a general mandate from shareholders for Interested Person Transactions ("IPT"), the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect**

No IPT mandate has been obtained from shareholders and there is no IPT.

**9. Negative confirmation pursuant to Rule 705(5)**

We, Charles Antony Melati and Dhamma Surya, being Directors of the Company, do hereby confirm, on behalf of the Board of Directors of the Company (the "Board") that, to the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited financial results for the six months ended 30 June 2024 to be false or misleading in any material aspect.

**10. Confirmation Pursuant to Rule 720(1) of the Listing Manual**

The Company confirms that it has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7.7 of the Listing Manual) under Rule 720(1) of the Listing Manual.

**On behalf of the Board of Directors**

**Charles Antony Melati**

Executive Chairman and Chief Executive Officer

8 August 2024