TSH RESOURCES BERHAD ("TSH" OR "COMPANY")

- **RESPONSE TO THE ENQUIRY DATED 28 OCTOBER 2026 FROM THE SINGAPORE EXCHANGE REGULATION PTE. LTD. ("SGX REGCO") REGARDING THE FOREST AND PEATLAND FIRES IN INDONESIA**

Reference is made to our announcements dated 22 October 2026 and 26 October 2026.

We wish to announce that the Company has on 28 October 2026 received enquiries from SGX RegCo pertaining to the above matter, and we set out our responses to SGX RegCo's questions.

As announced by the Company on 26 October 2026, two of the Company's Singapore subsidiaries have received notices from the National Environment Agency of Singapore ("**NEA**") to provide documents and information by 2 November 2026 ("**NEA Notices**"), and several of SGX's questions relate to matters covered by the NEA Notices. The Group is in the process of reviewing its records and compiling the documents and information requested, and will continue to engage and cooperate with NEA on the provision of such documents and information. The responses below are based on the information available to the Company and the records reviewed as at the date of this Announcement, and may be updated as the review progresses. The Company will make further announcements as and when there are material developments.

Question (1)

The Company stated that it strictly enforce zero burning policy that prohibits open burning across all operations and requires appropriate fire prevention measures and emergency preparedness programmes, and its commitment on 'No New Planting on Peat'. Please clarify the procedures and processes in place to monitor the effectiveness of and compliance with these policies.

Our Response

The Group's Zero Burning Policy and its commitment to no new planting on peat (with a cut-off date of 31 December 2015) form part of the Group Sustainability Policy. They apply to all the Group's operations and extend to its contractors and suppliers. The key procedures and processes in place to implement and monitor compliance with the abovementioned policies are set out below.

1. Zero Burning Policy

- Land preparation, new planting and replanting are governed by standard operating procedures that require non-burning methods, such as mechanical clearing and stacking. Contractors are engaged under written agreements that require compliance with the Group's policies.
- Compliance is monitored through operational supervision, site inspections and satellite-based hotspot monitoring through the Group's monitoring platform. Hotspot alerts are sent to estate management for verification on the ground, and fire incidents are investigated and, where appropriate, reported to the relevant authorities.
- The Group maintains trained firefighting squads, equipment, surveillance infrastructure and daily patrols, supported by regular drills and readiness assessments, particularly during the dry season. Further details were set out in the Company's announcement dated 22 October 2026.
- As mentioned in the Company's announcement dated 22 October 2026, between January and 21 October 2026, no fire was detected within the Group's planted or

operational areas, and there has been no report or any claim of any fire having been started by the Group's employees.

- The implementation of these measures is monitored by management and progress is reviewed by the Sustainability Steering Committee, which meets on a quarterly basis and reports to the Board of Directors.

2. No New Planting on Peat

- Prior to any new development, High Conservation Value (HCV) and High Carbon Stock (HCS) assessments and soil surveys are carried out to identify peat and other environmentally sensitive areas, which are excluded from development.
- The Group's land-clearing procedures prohibit new development on peat, regardless of depth. This is supported by land-use controls, boundary demarcation and the monitoring of land-cover change through satellite imagery.

Question (2)

Please state whether the Group's No Burning Policy, 'No New Planting on Peat' commitment and its fire prevention and management framework are subject to any independent or external verification, audit or assurance. If so, please provide the details of such verification, audit and assurance, and the key findings from the latest verification.

Our Response

The Group's sustainability and fire management practices are subject to external verification through the following:

- All of the Group's palm oil estates in Indonesia are certified under the Indonesian Sustainable Palm Oil (ISPO) scheme, and all of its estates in Malaysia under the Malaysian Sustainable Palm Oil (MSPO) scheme. Both schemes involve periodic audits by independent and accredited certification bodies, covering environmental management, fire prevention, land-use practices and regulatory compliance.
- The Group's operations are subject to environmental compliance inspections by the relevant Indonesian and Malaysian authorities, including the regional Environmental Agencies (Dinas Lingkungan Hidup) and Department of Environment (DOE).

The latest ISPO and MSPO certification and surveillance audits confirmed the Group's continued compliance with the applicable requirements on land preparation, peat management and fire prevention.

Question (3)

On 16 October 2026 and 19 October 2026, the National Environment Agency of Singapore ("NEA") issued Preventive Measure Notices to 10 companies under the Transboundary Haze Pollution Act 2014 (listed below). Please confirm whether these 10 companies named by NEA are subsidiaries or entities with which the Group has any material operational, supply-chain or business relationship:

- PT Bumi Andalas Permai
- PT Bumi Mekar Hijau
- PT Paramitra Mulia Langgeng
- PT Sumatera Alam Anugerah
- PT SBA Wood Industries
- PT Hutan Lestari Raya
- PT Bangkanesia
- PT Buana Megatama Jaya

- PT Mananjung Hayak
- PT Baratama Putra Perkasa

Our Response
Based on the Group's records reviewed to date, none of the 10 companies named above is a subsidiary, associate or joint venture of the Group, and the Group has not identified any shareholding in, or direct operational, supply-chain or business relationship with any of them.

Question (4)
With reference to the Company's announcement of 22 October 2026, please provide the basis for the Company's assessment that the fires as well as the transboundary haze is not expected to have a material operational, financial, legal, regulatory or reputational impact on the Group.

Our Response
In assessing materiality, the Company considered:

(i) the location of the fire hotspots relative to the Group's operational areas and assets, and how quickly they were detected and contained;
(ii) the effect on the Group's costs and financial position;
(iii) whether any legal or regulatory consequence has arisen or is reasonably expected to arise; and
(iv) the effect on the Group's business activities and stakeholder relationships.

(a) Operational impact
Reference is made to the Company's announcement dated 22 October 2026. Between January and 21 October 2026, no fire was detected within the Group's planted or operational areas. The Group's fire prevention and monitoring measures enabled hotspots to be detected and verified quickly and fires to be contained at an early stage. This has been effective in preventing the spread of fires into the Group's operational areas. As a result, the fires and haze did not cause any material disruption to the Group's plantation and milling operations.

(b) Financial impact
As announced on 22 October 2026, the Group spends on average an estimated RM2.0 million per annum on its fire prevention and response measures. In addition, the Group has incurred incremental costs during the current dry season, mainly for additional manpower for patrols, fire mitigation, and for health and safety protective equipment for employees and surrounding local communities. While these costs were not specifically budgeted for in the current financial year, they are not material relative to the Group's total operating costs, and are not expected to have a material impact on the Group's financial position or results. These measures form part of the Group's ongoing sustainability and community engagement efforts.

(c) Legal and regulatory impact
Save for the NEA Notices described in our response to Question (5) which were received on 23 October 2026 after the release of our announcement dated 22 October 2026, no legal or regulatory action has been taken against the Group in connection with the fires and the haze. The Group will continue to cooperate with the relevant authorities.

(d) Reputational impact

The Group acknowledges the public and stakeholder interest in this matter. To date, the Group has not identified any material adverse impact on its business activities or on its relationships with customers, financiers or other stakeholders.

Based on the above and on the information currently available, the Company maintains its assessment that the fires and transboundary haze are not expected to have a material operational, financial, legal, regulatory or reputational impact on the Group. The Company will monitor and reassess this position as the Group's review in connection with the NEA Notices progresses and as further information becomes available, and will make further announcements as appropriate.

Question (5)

Please confirm whether the Group has received queries or is subject to any investigation by any authorities or agencies in Singapore, Indonesia or elsewhere, in relation to the recent and ongoing fire and transboundary haze situation. If yes, please identify and name the authority or agency, as well as the scope of the query or investigation.

Our Response

As announced to Bursa Malaysia Securities Berhad and SGX on 26 October 2026 and as mentioned above, the Company's subsidiaries incorporated in Singapore, namely TSH Oversea Pte Ltd and TSH Global Plantation Pte Ltd, had on 23 October 2026 received the NEA Notices to provide documents and information under Section 10(1) of the Transboundary Haze Pollution Act 2014 by 2 November 2026.

The NEA Notices require the subsidiaries to provide documents and information relating to, among other things, the Group's corporate structure, any dealings with the 10 companies named by NEA, its supply chain, its land holdings in Indonesia and its fire prevention policies and measures, for the period from 1 June 2015. The Group is reviewing the NEA Notices and compiling the information requested, and will continue to cooperate and engage with NEA on the provision of such documents and information.

In addition, as reported in the media, senior representatives of the Company attended a meeting with, among others, ministers of the Government of Singapore on 28 October 2026, at which the recent transboundary haze situation was discussed. The Group will continue to cooperate with the relevant authorities.

Save as disclosed above, as far as the Company is aware as at the date of this announcement, the Group has not received any queries from, and is not subject to any investigation by, any authorities or agencies in Singapore, Indonesia or elsewhere, in relation to the recent and ongoing fire and transboundary haze situation.

This announcement is dated 29 October 2026.