



GEO ENERGY GROUP
天然煤礦集團

GEO ENERGY RESOURCES LIMITED

(Incorporated in the Republic of Singapore on 24 May 2010)
(Company Registration Number 2010110342)

SGX Announcement

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- (A) **PT MARGA BARA JAYA INKS USD 13 MILLION¹ DEAL FOR CUT AND FILL WORKS TO KICKSTART THE DEVELOPMENT OF THE INTEGRATED INFRASTRUCTURE PROJECT**
- (B) **GEO ENERGY EXERCISES OPTION TO BECOME MAJORITY SHAREHOLDER OF PT MARGA BARA JAYA**
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1. INTRODUCTION

The Board of directors (the “**Board**”) of Geo Energy Resources Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to the announcements (the “**Acquisition Announcements**”) made by the Company on (a) 18 October 2023 and 26 July 2023 in relation to the acquisition of 58.65% of the issued shares of PT Golden Eagle Energy Tbk (“**GEE**”, and such acquisition, the “**Initial GEE Acquisition**”) and the acquisition of 33.00% of the issued shares of PT Marga Bara Jaya (“**MBJ**” and such acquisition, the “**MBJ Acquisition**”) and (b) on 28 December 2023 in relation to the acquisition of a further 14.46% of the issues shares of GEE pursuant to the completion of a mandatory tender offer (the “**MTO**” and together with the Initial GEE Acquisition, the “**GEE Acquisition**”).

Unless otherwise defined, capitalised terms defined in the Acquisition Announcements shall have the same meaning when used in this Announcement.

2. INFORMATION AND BACKGROUND ON MBJ

The GEE Acquisition involved the acquisition of a controlling stake in a listed Indonesia coal mining group which had, amongst others, a mining concession over a producing coal mine located in North Musi Rawas Regency, South Sumatra Province (the “**TRA Coal Mine**”). As at the date of this announcement, the Company has a 73.11% effective interest in GEE. To support the operations of the TRA Coal Mine, the Company secured ready-for-development infrastructure (hauling road and jetty) (the “**Integrated Infrastructure**”) in South Sumatra, through the MBJ Acquisition, that provides access to international export markets for the TRA Coal Mine and the surrounding coal mines. The Integrated Infrastructure has a targeted capacity up to 50 million tonnes per year, with 25 million tonnes reserved for the TRA Coal Mine per year, and when developed and operational, will allow the Group to generate value from the GEE Acquisition.

3. GEO ENERGY EXERCISES OPTION TO BECOME MAJORITY SHAREHOLDER OF MBJ

- 3.1 PT Geo Energy Investama (“**GEI**”) and PT Sinar Unggul Internasional had on 26 July 2023 entered into an option agreement whereby GEI was granted an option to purchase

¹ Figures in IDR have been converted to USD based on USD1.00:IDR16,320, which was the exchange rate as at 31 July 2024



additional shares of MBJ (“**MBJ Shares**”) representing 25.70% of the issued MBJ Shares (the “**MBJ Option**”).

- 3.2 The Board wishes to update that the MBJ Option was fully exercised on 1 August 2024. Following such exercise of the MBJ Option, GEI acquired an additional 257 MBJ Shares, representing 25.70% of the issued MBJ Shares, at a purchase price of USD150 per share (the “**Additional MBJ Acquisition**”).

The number of MBJ Shares held by GEI is as follow:

Before exercise of MBJ option		After exercise of MBJ option	
Number of MBJ Shares	%	Number of MBJ Shares	%
330	33.00	587	58.70

Accordingly, GEI is now the majority shareholder of MBJ.

- 3.3 Following the above, the board of director structure has been updated as follows:

Board of Directors	
Roza Permana Putra	President Director
Philip Hendry	Director
Junanto	Director
Herman Wijaya	Director

Accordingly, the Group possesses majority control over MBJ in terms of equity interest and number of board seats.

- 3.4 MBJ will be developing an integrated infrastructure (hauling road and jetty) (the “**Integrated Infrastructure**”) in South Sumatra that will provide access to international export markets for the Group’s TRA Coal Mine and the surrounding coal mines. The Integrated Infrastructure has a targeted capacity of up to 50 million tonnes per year, with 25 million tonnes reserved for the TRA Coal Mine per year, and the excess capacity would be leased to neighbouring mines, who have expressed interest to use the infrastructure. Once the Integrated Infrastructure is developed and constructed, it will allow the Group to realise value from the GEE Acquisition. The completion date for the Integrated Infrastructure is targeted between end-2025 and early-2026.
- 3.5 The MBJ Acquisition and the Additional MBJ Acquisition underscores the Group’s commitment to developing its infrastructure division. Indonesia’s abundant, untapped resources need infrastructure to unlock their potential and drive further economic growth. Building this approximately 95 kilometres hauling road and the jetty will enable the Group to establish a strong foothold in South Sumatra and provide a captive market for the natural resources in that region.

4. DEVELOPMENT OF INTEGRATED INFRASTRUCTURE AND CUT AND FILL WORKS

- 4.1 The Board wishes to announce that MBJ has commenced the development of the Integrated Infrastructure and has on 1 August 2024 entered into a cut and fill contract



(the "**C&F Contract**") where China Communications Construction Company Limited ("**CCCC**" or the "**Contractor**") shall perform, through its Indonesia subsidiary, cut and fill works (the "**Cut and Fill Works**") to develop and construct the Integrated Infrastructure. Such Cut and Fill Works include, amongst others, site clearing and eradication, clearing of topsoil and unsuitable materials, general earthwork excavation, compacting embankments and unlined drainage facilities. These works are supplementary to the full Engineering, Procurement and Construction contract that the Group targets to sign and announce in the near future.

- 4.2 The estimated contract value for the works to be performed by the Contractor is approximately IDR213.2 billion (approximately USD13 million¹), and the final contract value (the "**Contracted Sum**") will be based on the actual quantities of work items ("**Work Items**") completed by the Contractor. The unit price of each Work Items has been agreed and set out in a priced bill of quantities in the C&F Contract. Such Work Items include the Cut and Fill Works and certain preliminary works such as mobilisation and demobilisation, overhead fees, workshops, offices, fuel storage and other facilities, and a health, safety and environment management system.
- 4.3 Pursuant to the terms of the C&F Contract, a down payment of IDR81 billion (approximately USD5 million¹) will be paid to the Contractor to support the mobilisation of manpower, equipment, and materials. The Contractor will issue an unconditional downpayment bond of the same amount to MBJ.

5. INFORMATION ON THE CONTRACTOR

CCCC is a global comprehensive service provider of ultra-large infrastructure services and is listed on both Hong Kong and Shanghai stock exchanges. CCCC is one of China's largest state-owned enterprises. CCCC primarily focuses on the investment, construction and operation of transportation infrastructure, equipment manufacturing, real estate and urban comprehensive development. In 2021, CCCC secured the 61st position on the Fortune Global 500 list.²

BY ORDER OF THE BOARD

Charles Antonny Melati
Executive Chairman and Chief Executive Officer
1 August 2024

² Based on <http://en.ccccltd.cn>. The Company assumes no responsibility for the content of CCCC website.