



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 201011034Z)

SGX ANNOUNCEMENT

APPOINTMENT OF TRAFIGURA AS THE NEW OFFTAKER FOR SDJ MINE

The Board of Directors of Geo Energy Resources Limited (the "**Company**", and together with its subsidiaries, the "**Group**") (SGX:RE4) wishes to announce that the Company, its subsidiary Geo Coal International Pte. Ltd. ("**Geo Coal**"), Engelhart CTP (Singapore) Pte. Ltd. ("**ECTP**") and Trafigura Pte. Ltd. ("**Trafigura**") have entered into an agreement to (i) terminate the existing coal purchase contract for life of mine in respect of the PT Sungai Danau Jaya ("**SDJ**") mine, the related prepayment supplement and all documents and agreements ancillary or pursuant thereto (collectively, the "**Transaction Documents**") (the "**ECTP Transaction**") and (ii) appoint Trafigura as the new offtaker for the SDJ mine.

The ECTP Transaction is terminated as ECTP is streamlining its physical coal trading activities and will be exiting offtake arrangements, including with Geo Coal.

In connection with the ECTP Transaction, ECTP, Geo Coal, the Company and/or their respective affiliates have also entered into security release and discharge documents, pursuant to which ECTP shall procure the release and discharge of all obligations of Geo Coal, the Company and/or their respective affiliates under each of the security documents in respect of the existing offtake arrangement with ECTP.

With the termination of the Transaction Documents, ECTP, Geo Coal and the Company (including their respective affiliates) shall be released and discharged from all existing and further obligations to each other with respect to the Transaction Documents and the related security documents and their respective rights and claims against each other arising out of or relating in any way to the Transaction Documents or the related security documents or any actions taken thereunder, are waived and cancelled.

Trafigura and Geo Coal have entered into (i) a purchase contract pursuant to which Trafigura will buy and Geo Coal will sell the entire production of coal from the SDJ mine for the remaining life of mine less its domestic market obligations and subject to a minimum annual commitment of five million metric tonnes of coal during 2020 to 2022 (inclusive) ("**New Offtake**") and (ii) a coal prepayment agreement ("**Prepayment Agreement**") pursuant to which Trafigura, subject to the terms of the Prepayment Agreement, makes available to Geo Coal prepayments of US\$15,000,000 in relation to the New Offtake. Coal delivery under the New Offtake is expected to commence on 1 January 2020 and coal sales originations from the SDJ mine for the rest of 2019 (mainly to the domestic market) will be marketed by SDJ.

The Company guarantees Geo Coal's obligations in respect of the Prepayment Agreement.

The New Offtake comes with more competitive terms and better rates than the current coal purchase contract with ECTP.

Geo Energy Resources Limited

(Incorporated in the Republic of Singapore on 24 May 2010) (Co. Reg. No: 201011034Z)

12 Marina Boulevard, #16-01, Marina Bay Financial Centre Tower 3, Singapore 018982 T +65 6702 0888 F +65 6702 0880

The Suites Tower 17 Floor, Jln Boulevard, Pantai Indah Kapuk, No. 1 Kav OFS Jakarta 14470, Indonesia T +62 21 2251 1055 F +62 21 2251 1057

www.geocoal.com



About Trafigura

Founded in 1993, Trafigura is one of the largest physical commodities trading groups in the world. Trafigura sources, stores, transports and delivers a range of raw materials (including oil and refined products and metals and minerals) to clients around the world. The trading business is supported by industrial and financial assets, including 49.3 percent owned global oil products storage and distribution company Puma Energy; global terminals, warehousing and logistics operator Impala Terminals; Trafigura's Mining Group; and Galena Asset Management. Trafigura is owned by around 700 of its 4,300 employees who work in 66 offices in 38 countries around the world. Trafigura has achieved substantial growth over recent years, growing revenue from USD12 billion in 2003 to USD180.7 billion in 2018. The Trafigura Group has been connecting its customers to the global economy for more than two decades, growing prosperity by advancing trade.

For more information, visit www.trafigura.com.

BY ORDER OF THE BOARD

Charles Antonny Melati

Executive Chairman

27 June 2019