

**PRESS RELEASE**

## **Resources Global Development accelerates diversification into coal mining by acquiring interest in fifth coal mine within 3 months**

- *The Proposed Subscription will increase the Group's total estimated proved and probable coal reserves to 226 million tonnes*
- *With its first growth catalyst, Shipping Services, firmly in place, the Group aims to establish its second engine of growth – coal handling, which will involve both coal mining and coal trading*
- *To improve trading liquidity and to provide flexibility to investors of varying profiles, the Group has proposed a share split of every 1 existing ordinary share into 5 ordinary shares*

SINGAPORE, 4 April 2024 – In a move to secure a steady coal supply to propel growth, Catalist-listed Resources Global Development Limited (“**RGD**”, and together with its subsidiaries, the “**Group**”) announced that it has entered into a share subscription agreement to acquire an effective interest of 30.1% in PT Tri Oetama Persada (“**PT TRIOP**”), subject to RGD shareholders’ approval at an extraordinary general meeting to be convened (“**Proposed Subscription**”).

The Proposed Subscription will involve a subscription for 58% stake in PT Deli Pratama Batubara (“**Target Company**”), which in turn owns 75% of PT Perdana Karya Perkasa Tbk (“**PT PKPK**”), a company listed on the Indonesia Stock Exchange. PT PKPK indirectly owns approximately 70% interest in PT TRIOP.

PT TRIOP has a mining business permit with production operation period until 19 July 2031 over a coal mine located in Central Kalimantan, Indonesia. The open-pit mine has total estimated proved and probable reserves of 64 million tonnes, according to Kode Komite Cadangan Mineral Indonesia (KCMI Code).

This latest move follows the Group’s acquisition of Batubara Development Pte. Ltd. (“**Batubara Development**”) in January 2024, which has interest in 4 coal mines in Central Kalimantan. The 4 coal mines have total estimated proved and probable coal reserves of 162 million tonnes. Including the latest PT TRIOP’s coal mine which is strategically located near the 4 coal mines, the Group will raise its total estimated proved and probable coal reserves to 226 million tonnes.

The consideration for the Proposed Subscription of IDR 174 billion (equivalent to approximately S\$14.8 million) was arrived at on a willing-seller, willing-buyer basis, and after taking into account the value of the Target Company's shareholding in PT PKPK, based on PT PKPK’s share price.

The consideration will be funded by the Group's internal resources. As at 31 December 2023, the Group's cash and cash equivalents stood at approximately S\$27.1 million.

"The acquisition of a strategic stake in PT TRIOP will bolster our efforts in establishing RGD's second growth engine – coal handling, which will involve both coal mining and coal trading. PT TRIOP's mine is situated next to the 4 coal mines owned by Batubara Development, which we acquired in January 2024. This will enable us to leverage economies of scale and extract greater synergies when production commences progressively at these 5 coal mines, starting from end 2024, subject to external conditions. The 5 coal mines are valuable as they have a total proved and probable reserves of 226 million tonnes," said Mr Francis Lee, Executive Director and CEO of RGD.

Coal mining will add another synergistic income pillar, enabling the Group to create a vertically-integrated business model that captures margins across the entire supply chain – from source to customers.

Mr Lee added, "Our diversification into coal mining will also further strengthen our Shipping Services, as our growing number of vessels can be deployed to transport coal from these 5 coal mines to our customers."

Barring unforeseen circumstances, 3 coal mines, including the one held by PT TRIOP, are expected to commence commercial production at the end of 2024, while the remaining 2 are slated to commence commercial production in 2025.

RGD has appointed Kantor Jasa Penilai Publik Ferdinand, Danar, Ichsan Dan Rekan as the independent valuer to perform an independent valuation of the Target Group, comprising amongst others, the Target Company, PT PKPK and PT TRIOP. Xandar Capital Pte Ltd has been appointed as the independent financial adviser to advise the directors of RGD who are considered independent for the Proposed Subscription. The independent valuer's report and the IFA's opinion will be set out in the circular to shareholders to be despatched by RGD in due course.

### **Proposed Share Split**

To increase trading liquidity of RGD's shares and provide greater flexibility in terms of the size of trades to investors with different investment profiles, RGD has proposed a share split of every 1 existing ordinary share in the capital of RGD ("**Shares**") into 5 ordinary Shares ("**Proposed Share Split**"). The Proposed Share Split is subject to RGD's shareholders' approval at a general meeting of RGD to be convened in due course.

Upon completion of the Proposed Share Split and assuming that no further new Shares are issued prior to the completion of the Proposed Share Split, an additional 360,000,000 new Shares will be allotted and issued, bringing the total number of issued Shares of RGD to 450,000,000 Shares.

“With the share split and our upcoming share placement to fund the acquisition of Batubara Development as announced in January 2024, we hope to improve trading liquidity and allow more investors to participate in the growth of RGD,” said Mr Lee.

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### **About Resources Global Development**

*The history of Resources Global Development Limited (“RGD” or the “Group”) can be traced back to around 2005 in South Kalimantan, Indonesia. Over the years, our business has evolved and today, we have established a reputation as a reliable provider of trading and shipping services in Indonesia.*

*We procure thermal coal from coal mines located in South Kalimantan for domestic and export sales. We also provide chartering services of tugboats, barges and bulk carrier to transport coal within the Indonesian territories.*

*Led by an experienced management team, and with the depth and diversity of their technical and operational expertise, we are positioned to tap the opportunities presented by the commodities and shipping sectors in Indonesia and the region.*

*Following RGD’s shareholders’ approval to diversify its core business to include coal mining in January 2024, RGD acquired Batubara Development Pte. Ltd., which has interest in 4 coal mines in Central Kalimantan. This aims to strengthen the security of coal supply for the Group.*

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*This press release has been prepared by Resources Global Development Limited (“Company”) and its contents have been reviewed by the Company’s sponsor, ZICO Capital Pte. Ltd. (“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 press release has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this press release, including the correctness of any of the statements or opinions made or reports contained in this press release.*

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