



SGX Announcement

Geo Energy Resources Limited Business Update

First Quarter and Three Months Ended 31 March 2025

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 2024. 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.

Business Update:

To: Shareholders

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

- Business update for the first quarter and three months ended 31 March 2025, as set out in the accompanying key items from the consolidated financial statements and other information.
- The Group has delivered 3.5 million tonnes of coal from its SDJ, TBR and TRA mines, almost double from 1Q2024's 1.8 million. Accordingly, the revenue and net profit for the Group has increased by 68% and 63% respectively.
- The Company is declaring an interim dividend of 0.25 SG cent per share, an increase of 25% from 1Q2024, as part of our commitment to deliver returns to our shareholders. This implies a dividend payout ratio of 19%. The Company remains committed to its dividend policy of 30% and will assess the full-year results performance at year end before declaring the final dividend.

On behalf of the Board,

Charles Antonny Melati
Executive Chairman & CEO
14 May 2025

Consolidated Statement of Profit or Loss

	Group		
	3 months ended 31.3.2025 US\$ (Unaudited)	3 months ended 31.3.2024 US\$ (Unaudited)	% Change
Revenue	166,406,906	98,962,964	68
Cost of sales	(137,900,320)	(82,246,612)	68
Gross profit	28,506,586	16,716,352	71
Other (expense) income - net	(426,683)	2,081,376	nm
General and administrative expenses	(4,921,827)	(3,459,972)	42
Share of results of associates	325,075	714,430	(54)
Finance costs	(4,345,232)	(5,050,418)	(14)
Profit before income tax	19,137,919	11,001,768	74
Income tax expense	(5,006,148)	(2,344,222)	114
Profit for the period	14,131,771	8,657,546	63

nm – not meaningful

Selected items from the Statement of Financial Position

	Group		Company	
	31.3.2025 US\$ (Unaudited)	31.12.2024 US\$ (Audited)	31.3.2025 US\$ (Unaudited)	31.12.2024 US\$ (Audited)
Total assets	992,827,475	1,017,865,629	252,615,951	244,450,179
Comprising:				
Cash and bank balances	79,922,791	118,073,057	4,545,505	11,437,579
Inventories	20,204,471	34,359,717	-	-
Trade and other receivables	124,593,029	117,986,734	47,919,173	35,784,344
Investment in associates	30,275,687	25,769,374	-	-
Deposits and prepayments	85,775,321	73,608,758	3,320,974	349,180
Deferred stripping costs	76,565,028	69,597,534	-	-
Mining properties	413,435,295	418,165,628	-	-
Total liabilities	435,026,294	477,863,918	56,856,269	47,865,325
Comprising:				
Trade and other payables	92,243,848	135,261,949	27,794,380	18,907,466
Lease liabilities	169,305	5,827,114	-	-
Income tax payable	5,157,780	1,025,030	279,527	246,127
Bank borrowings	229,841,812	228,047,254	28,760,589	28,686,644
Total equity	557,801,181	540,001,711	195,759,682	196,584,854

Selected items from the Consolidated Statement of Cashflows

	Group	
	3 months ended 31.3.2025 US\$ (Unaudited)	3 months ended 31.3.2024 US\$ (Unaudited)
Operating cashflow		
Operating cash flows before movement in working capital	35,456,408	21,193,950
Working capital	(25,846,664)	(32,867,825)
Income tax paid	(4,347,433)	(4,509,263)
Others	(2,145)	(1,329)
Net	5,260,166	(16,184,467)
Investing cashflow		
Interest received	673,644	1,340,066
Advances for property, plant and equipment	(28,193,634)	(908,855)
Capital expenses	(10,382,398)	(527,816)
Net	(37,902,388)	(96,605)
Financing cashflow		
Issuance of treasury shares	-	5,000,000
Repayments of bank borrowings	(472,236)	(492,363)
Interest paid for bank borrowings	(220,085)	(100,111)
Payment of lease liabilities to secure overburden disposal areas	(5,624,304)	(9,643,202)
Others	1,753,477	196,399
Net	(4,563,148)	(5,039,277)

Key Operating Matrix

	Group	
	3 months ended 31.3.2025 (Unaudited)	3 months ended 31.3.2024 (Unaudited)
Revenue – Coal mining		
Sales Volume (million tonnes)	3.5	1.8
- SDJ	0.4	0.6
- TBR	2.5	1.1
- TRA	0.7	0.1
- BEK	0.01	0.1
Average Indonesian Coal Index Price (US\$/tonne)	49.30	57.23
Average Selling Price ("ASP") (US\$/tonne)	46.98	54.68
Production		
Production Volume – Finished goods (million tonnes)	3.2	1.5
- SDJ	0.4	0.3
- TBR	2.2	0.9
- TRA	0.5	0.1
- BEK	-	0.1
Strip Ratio – Sales (times)		
- SDJ	5.9	3.6
- TBR	2.1	3.6
- TRA	1.7	3.4
Production Cash Cost (US\$/tonne)	35.82	41.50
Cash Profit (US\$/tonne)	11.16	13.18
Cash Profit Margin (%)	23.7	24.1
Net Profit Margin (%)	8.5	8.7
Net Asset Value – Group (SG cents) ⁽¹⁾	52.73	48.38
Earnings per Share – Basic (SG cents) ^{(1) (2)}	1.32	0.84

- (1) Numbers were translated using the 31 March 2025 and 2024 of US\$:S\$ exchange rates of 1.3370 and 1.3474 respectively.
- (2) The calculation for the basic EPS is based on the weighted average number of ordinary shares in issue during the respective financial period.

1Q2025 Summary

- The Group achieved quarterly revenue of US\$166.4 million, an increase of 68% from 1Q2024, mainly from higher coal sales volume despite lower average ICI4 prices at US\$49.30 per tonne in 1Q2025, compared to US\$57.23 per tonne in 1Q2024.
- The Group's sales volume was significantly higher in the first quarter of the year at 3.5 million tonnes compared to the 1.8 million tonnes in 1Q2024 due to improved coal access in 2025 following the Group's optimisation of its mining plans in 2024. The Group's coal sales mainly comprised 2.5 million tonnes, 0.4 million tonnes and 0.7 million tonnes of coal from the TBR, SDJ and TRA coal mines respectively. The Group is ahead of its targeted 2025 volumes of 10.5 to 11.5 million tonnes.
- Cash profit per tonne from coal mining for 1Q2025 remained strong at an average of US\$11.16 per tonne (1Q2024: US\$13.18 per tonne), with our cash profit margin remaining relatively stable at 23.7% in 1Q2025 (1Q2024: 24.1%).
- Net other expense of US\$0.4 million in 1Q2025 is mainly due to allowances recognised upon the proposed disposal of PT Surya Tambang Tolindo ("STT"). In 1Q2024, net other income of US\$2.1 million mainly comprised interest income and foreign exchange gains.
- General and administrative expenses of US\$4.9 million in 1Q2025 was higher than US\$3.5 million in 1Q2024 following the expansion of the Group's operations at TRA coal mine and its acquisition and development of PT Marga Bara Jaya ("MBJ") integrated infrastructure.
- Finance costs of US\$4.3 million in 1Q2025 was lower than the US\$5.1 million in 1Q2024 mainly from lower effective borrowing rates on the US\$220 million term loan facilities.
- Net profit of US\$14.1 million for 1Q2025, despite lower ICI4 prices, mainly due to higher coal sales from the Group optimising its mining plans in 2024.
- Income tax expense was US\$5.0 million with an effective tax rate of 26% in 1Q2025. This was an increase from 21% in 1Q2024 mainly due to a higher proportion of non-taxable gains in 1Q2024.
- The integrated infrastructure is targeted for completion in the first half of 2026 and is progressing on schedule.

Market Updates

China's latest energy policy, announced in April 2025, extends coal plant construction through 2027, where they are needed to meet peak power demand or stabilise the grid. The plan follows a report from the China Coal Association April 2025 that said China's coal consumption would not peak until 2028¹.

Coal is by far the cheapest and largest source of thermal power production in Asia and accounted for around 56% of regional electricity supplies in 2024. Due to economic uncertainties, there is a need to produce the cheapest power possible, hence Asian power producers will need to step up the use of coal and likely cut back on the use of pricier fuels in their generation mix².

The US plans to boost the coal industry by promoting coal and coal technology exports, facilitating international offtake agreements, and accelerating development of coal technologies as power demand rises due to a resurgence of domestic manufacturing and the construction of AI data processing centres³.

¹ <https://www.reuters.com/business/energy/global-coal-power-capacity-inches-up-2024-data-shows-2025-04-03/>

² <https://www.reuters.com/business/energy/coal-traders-could-be-rare-winners-trumps-tariff-turmoil-maguire-2025-04-04/>

³ <https://www.whitehouse.gov/fact-sheets/2025/04/fact-sheet-president-donald-j-trump-reinvigorates-americas-beautiful-clean-coal-industry/>

Dividends

Amount per share:

Name of dividend: Interim
Dividend type: Cash
Dividend rate: 0.25 SG cent per ordinary share

Previous corresponding period:

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

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).

The date the dividend is payable:

The interim dividend will be paid on 30 May 2025.

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 May 2025 at 5.00 pm, and the ex-dividend date will be 21 May 2025 at 5.00 pm.