

SGX ANNOUNCEMENT

GENERAL UPDATES

The Board of Directors (“**Directors**”) of Geo Energy Resources Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) (SGX:RE4) wishes to provide an update on recent regulatory developments in Indonesia following various media reports regarding the Indonesia’s proposed plan to centralise control of commodity exports under Indonesia’s sovereign wealth fund, Danantara Indonesia (“**Danantara**”).

Since the Company’s announcement dated 25 May 2026, the Indonesian authorities and Danantara have provided further policy clarifications relating to the proposed plan and the implementation:

1. Danantara has clarified that it will only serve as a trade oversight intermediary^{1,2,3}

- a) **No Contract Takeover:** Danantara will NOT assume ownership of the existing export contract, take over customer relationships or replace existing commercial arrangements between producers and buyers. It is not the intention of Danantara to disrupt the normal trading activities.

The government reaffirmed that existing trade arrangements will be honoured and that the current trade ecosystem will not be disrupted. Export transactions will continue to be conducted directly between producers and their customers under existing business-to-business arrangements.

- b) **Monitoring and Compliance Body:** The core mission of Danantara is to act primarily as a monitoring and compliance body, rather than a middleman or consolidator of commodity exports.

A statement by Danantara Indonesia COO Dony Oskaria, “The goal of the regulations was not to take (producers) goods and become a broker who then sells them”.¹

- c) **Focus on Transfer Pricing and Export Fraud:** Danantara will focus on preventing fraudulent practices like under-invoicing and transfer pricing in the Indonesian export operations.

This initiative is designed to enhance transparency, strengthen export governance and prevent under invoicing.

The above guidance means that Danantara would function as a transparent supervisory, reporting and data-monitoring entity, not as a replacement exporter, margin-taking intermediary, or party that takes control of the coal volumes from existing producers.

The Directors are confident that the Group’s strong governance framework, operational experience, and prudent risk management practices will enable it to navigate the evolving regulatory landscape while continuing to execute its business strategy and deliver long-term value to shareholders.

¹ <https://www.reuters.com/world/asia-pacific/danantara-coo-says-new-dsi-unit-will-oversee-exports-2026-06-11/>

² <https://www.reuters.com/world/asia-pacific/danantara-indonesia-unit-will-not-take-over-contracts-new-export-plan-meeting-2026-06-12/>

³ <https://www.icis.com/explore/resources/news/2026/06/12/11216424/indonesia-government-will-not-take-over-exports-of-natural-resources-danantara-exec/>

2. Geo Energy remains well positioned amid regulatory developments

The recent policy clarifications have significantly reduced the operational disruption initially perceived by the market. Based on the implementation guidance to date, the Group does not expect any material impact on its mining operations, logistics, customer relationships, or export activities. The Group's established governance standards, disciplined operating practices, and long-standing engagement with Indonesian authorities position it well to adapt to evolving regulatory requirements, enabling it to maintain efficient business operations.

The Group continues to make significant progress on the development of PT Marga Bara Jaya ("**MBJ**") Integrated Infrastructure, which remains on track to commence probationary phase operations in mid-July 2026, encompassing overland haulage via the 92km MBJ road, and marine transfer through barge loading for transshipment. The Directors believe large-scale integrated logistics infrastructure of this nature will be increasingly important in supporting transparency and traceability requirements of Indonesia's evolving regulatory framework, while further strengthening the Group's long-term competitive position and opening up third-party throughput income streams.

Coal prices remain resilient, with the Indonesian Coal Index 4200 GAR price rising to US\$67.26 per tonne as of 19 June 2026, from US\$64.43 per tonne as of 22 May 2026, at the time of the initial policy announcement. The Group's large-scale coal resources, shipping businesses, MBJ Integrated Infrastructure, and established customer relationships position it favourably to support Indonesia's long-term energy and export objectives.

The Group will continue to keep shareholders informed of material developments as and when appropriate.

BY ORDER OF THE BOARD

Charles Antonny Melati
Group Executive Chairman and Chief Executive Officer
22 June 2026