

MEDIA RELEASE

14 November 2023

Geo Energy reports 9M2023 net profit of US\$39.5 million and declares a third interim dividend of 0.4 SG cents per share**3Q2023 and 9M2023 Highlights**

- The Group achieved revenue of US\$111.0 million and US\$350.8 million for 3Q2023 and 9M2023 respectively and the average Indonesian Coal Index Price for 4,200 GAR ("ICI4") was US\$52.07 and US\$64.33 for 3Q2023 and 9M2023 respectively.
- The Group delivered coal sales of 2.2 million tonnes in 3Q2023, mainly comprising 1.8 million tonnes and 0.4 million tonnes of 4,200 GAR coal from the TBR and SDJ coal mines respectively.
- EBITDA for 3Q2023 was US\$22.6 million (3Q2022: US\$59.8 million) with a margin of 20% and net profit was US\$11.5 million and US\$39.5 million for 3Q2023 and 9M2023 respectively.
- Declares an interim dividend of 0.4 SG cent for 3Q2023, and together with dividend declared and paid for 2Q2023, 1Q2023 and 4Q2022, these translate to a dividend yield of 19%¹.

Commenting on the business update and outlook for the Group, Mr Charles Antony Melati, Executive Chairman & Chief Executive Officer of Geo Energy said:

"The rising geopolitical issues in the Middle East in October 2023 added to the risk of further disruptions in the energy transition, especially by straining European gas supplies. Europe's commitment to climate change and emission-reduction policies has prompted a shift toward gas for power generation. The heightened Middle East conflicts might discourage global investors from investing in the Eastern Mediterranean pipeline that will transport natural gas to Europe², resulting in further delays in energy transition and continued reliance on coal. In addition, the looming winter season and strong rise in electricity demand to sustain economic growth in China and India further fuels coal demand.

The Group has expanded its presence in South Sumatra through acquiring a controlling stake in an IDX-listed coal mining group with ready-for-development world-class infrastructure, which will unlock higher operational efficiency and allow the ramping up of production to 25 million tonnes per annum for the Group. This brings Geo Energy to greater heights and strengthens its position in the Indonesian coal market and surrounding regions as one of the top coal players in Indonesia.

The Indonesian Government has advocated for the switch to EVs to accelerate the transition to cleaner energy after severe air pollution hit the Capital³. The EV

¹ Based on share price of S\$0.290 as at 30 September 2023.

² Rystad Energy: Trouble in the Eastern Mediterranean could disrupt the regional gas market, impact supply, 19 October 2023

³ English.news.cn: Indonesia calls for transition to EV following air pollution, 15 August 2023

market, as one of the rapidly growing new energy sectors, continues expanding⁴. McKinsey projected that total new energy investments will increase from US\$1.5 trillion in 2021 to between US\$2 and 3.2 trillion in 2040. Our recent investment into the Indonesian EV business with an initial US\$4 million convertible loan into Charged Asia Pte Ltd ("CAPL") will allow us to enter this lucrative market, given the robust EV market prospects.

CAPL showcases strong growth potential with the grand launch event held at Formula E Grand Prix Circuit Ancol for special media coverage and VIP lists, including special guest Jorge Lorenzo, 3x MotoGP World Champion, followed by the biggest motorcycle exhibition at IMOS+, which targeted sales numbers from regular customers. Positive feedback and testimonials from more than 200 media news sources has been received.

As part of the Group's commitment towards rewarding our shareholders for their continued support and confidence in us, we continue to declare an interim dividend of 0.4 SG cent for 3Q2023. Together with the first two interim dividends in 2023 and final dividend of 2022 declared and paid, these translate to a dividend yield of 19%¹.

The Group believes that with the successful execution of its plans, Geo Energy's value will continue to rise towards realising its vision of becoming a billion-dollar business."

End

ABOUT GEO ENERGY RESOURCES LIMITED (Bloomberg Ticker: GERL SP)

Geo Energy Resources Limited ("Geo Energy") is a major Indonesian coal producer with an established track record in operating coal mines, coal production and selling coal throughout the region. Geo Energy commenced its business in 2008 as a coal mining services provider and became a listed company on the Mainboard of the SGX in 2012, under the stock code: RE4 and is part of the Singapore FTSE-ST index.

Since then, Geo Energy has transitioned from being primarily a coal mining services provider to a coal producer that subcontracts its coal mining operations. This transition has allowed the Group to change the business model from operating as a relatively small-scale mining services provider in an environment of high capital expenditure and relatively low operational efficiency, with high dependence on owners of coal mining concessions, to being a low-cost coal producer with high-quality coal mining assets, working in collaboration with world-class business partners.

The Group's investment strategy is mainly focused on acquisition of new mining concessions to increase production quantity and at the same time diversify its sources of coal. The Group owns five mining concessions through its wholly owned subsidiaries – PT Sungai Danau Jaya, PT Tanah Bumbu Resources, PT Bumi Enggang Khatulistiwa and PT Surya Tambang Tolindo in Kalimantan, Indonesia, as well as PT Triaryani in South Sumatra, Indonesia.



⁴ International Energy Agency: World Energy Outlook 2023, October 2023

For more information, please visit www.geocoal.com.

For more information please contact:

Shivam SARAF, Kamal SAMUEL, Vicki ZHOU

shivam@financialpr.com.sg, kamal@financialpr.com.sg, zhouyan@financialpr.com.sg

Tel: (65) 6438 2990 Fax: (65) 6438 0064