

MEDIA RELEASE

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GEO ENERGY REPORTS FULL YEAR NET PROFIT OF US\$62.7 MILLION AND DECLARES FINAL DIVIDEND OF 0.6 SG CENTS PER SHARE, BRINGING 2023 TOTAL DIVIDENDS TO 2.0 SG CENTS PER SHARE**2023 Highlights**

- Delivered a total of 8.4 million tonnes of coal in 2023, outperforming its initial target of 8 million tonnes. This includes 0.2 million tonnes from its recently acquired PT Triaryani ("TRA") mine.
- Achieved a revenue of US\$489.0 million for 2023, despite lower volume in 2023 due to higher strip ratios in the SDJ and TBR mines based on their geology and Indonesian Coal Index Price for 4200 GAR ("ICI4") prices normalising to an average of US\$62.96 per tonne (2022: US\$86.06 per tonne).
- Proposes a final dividend of 0.6 SG cents per share, bringing the total dividend for 2023 to 2.0 SG cents. This translates to a total dividend pay-out ratio of 33.7% which is in line with our dividend policy.
- Strategically positioned for a multi-year growth trajectory driven by the transformational acquisition of TRA coal mine in 2023 with 2P reserves of over 275 million tonnes, with favourable low ash low sulfur characteristics that fetches premium pricing.
- Entered into a life-of-mine offtake agreement for the TRA coal with EP Resources (an investment grade European energy group and one of the largest power producers in Europe), bringing a strategic partner to invest in Geo Energy for a substantial equity stake to align for long term growth.

Commenting on the financial performance and business outlook for the Group, Mr Charles Antony Melati, Executive Chairman & Chief Executive Officer of Geo Energy said: **"The coal market has remained strong since 2021. With Indonesia ramping up its production and achieving a record coal output of 775.2 million tonnes during the period¹, global constraints on coal supply gradually alleviated, resulting in normalisation of coal prices with ICI4 averaging US\$62.96 per tonne in 2023 (2022: US\$86.06 per tonne). At the same time, there was growing demand from China, which recorded a 61.8% surge in its coal imports with an all-time high of 474.4 million tonnes in 2023².**

Through operational efficiencies and optimisation of our mine plans, the Group not only managed to meet but actually surpassed its 2023 target, despite the higher strip ratios in the SDJ and TBR mines due to their geology.

With these, the Group achieved revenue of US\$489.0 million and net profit of US\$62.7 million for 2023.

The transformational acquisition of PT Golden Eagle Energy Tbk ("GEE") was what defined the year 2023 for Geo Energy. The Group's 2P reserves increased by 275 million tonnes with the TRA mine's reserve of high-quality low ash low sulfur coal, with more reserves available for exploration. The TRA mine is currently in production and will bring

¹ S&P Global: Indonesia's 2023 coal output, exports hit record high amid robust demand, 22 January 2024

² Reuters: China's 2023 coal imports hit record on rising demand, high domestic prices, 12 January 2024

immediate accretive cash flow to the Group as well as extend the Group's mine life by more than 20 years. Furthermore, the acquisition comes with ready-for-development world-class infrastructure, which will allow the Group to ramp up its annual production to 25 million tonnes.

Since our acquisition, we have made good progress by obtaining all required licenses and permits for the commencement of the infrastructure construction. We have also commenced detailed engineering study by engaging a consortium of international groups that are highly experienced in hauling road and jetty. We target to commence the construction this year.

We also welcome a long-term business partner, EP Resources, to our Geo family. With the life-of-mine offtake agreement for the TRA coal, coupled with an investment for a substantial equity stake in the Company, this partnership lays a strong foundation for the Group to seize opportunities going forward. This is a strong testament to our value and growth potential and is a significant milestone for our Group.

The Group is proposing a final one-tier tax-exempt dividend of 0.6 SG cents per share, subject to shareholders' approval at the forthcoming Annual General Meeting. This brings the total dividend for the year to 2.0 SG cents per share, equivalent to a dividend pay-out ratio of 33.7%. Despite making substantial investments in 2023 for the Group's long-term growth strategy, we remain steadfast in maintaining our dividend policy of distributing 30% of net profits to our shareholders.

Moving forward, we will continue to ramp up our production and execute our growth plans, as we work together with our business partners and employees to affirm our position as one of the biggest Indonesian coal companies and realise our vision of bringing Geo Energy into 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 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. The Group also owns a 49% equity stake in PT Internasional Prima Coal in Kalimantan, Indonesia as a joint venture with PT Bukit Asam Tbk, a state-owned coal mining company and one of the largest coal producers in Indonesia.

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

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