



OILTEK INTERNATIONAL LIMITED
(Company Registration Number: 202109778W)
(Incorporated in the Republic of Singapore)

HEADS OF AGREEMENT RELATING TO A PROPOSED PARTNERSHIP FOR THE DEVELOPMENT OF A PRE TREATMENT UNIT ("PTU") AND THE SUPPLY OF FEEDSTOCK FOR THE PTU

1. INTRODUCTION

The Board of Directors (the "**Board**") of Oiltek International Limited (the "**Company**" and, together with its subsidiaries, the "**Group**") wishes to announce that the Company's wholly-owned subsidiary Oiltek Global Pte. Ltd. ("**Oiltek Global**") has, on 24 February 2025, entered into a heads of agreement (the "**HOA**") with PT Kilang Pertamina Internasional ("**KPI**", and together with Oiltek Global, the "**Parties**") to engage in a proposed partnership and transactions in relation to the development of a Pre Treatment Unit ("**PTU**") and the supply of feedstock for the PTU (the "**Proposed Partnership**"). The Proposed Partnership aims to explore alternative feedstocks to replace Crude Palm Oil (CPO) so that Sustainable Aviation Fuel (SAF) and Hydrotreated Vegetable Oils (HVO) products can meet the growing demand of export market, especially in Western Europe and East Asia.

2. INFORMATION ON THE PARTIES

2.1 Oiltek Global

Oiltek Global is a wholly-owned subsidiary of Oiltek International Limited, which is an established integrated process technology and renewable energy solutions provider, specialising in the provision of reliable, innovative, diversified, and comprehensive range of refinery processes and engineering solutions for use across all different sectors of the vegetable oils industry value chain globally.

2.2 KPI

KPI is a subholding of PT Pertamina (Persero) an Indonesia state-owned oil and natural gas corporation. KPI operates primarily in the oil refining and petrochemical industries, including processing petroleum and other materials into high-value fuel, lubricant, petrochemical and pharmaceutical products. KPI runs its business professionally to achieve its vision of becoming a world-class oil and petrochemical refinery company with an environmental perspective, social responsibility, and good corporate governance.

3. TERM AND SCOPE OF HOA

Pursuant to the HOA, KPI and Oiltek Global intend to enter into a joint venture (“JV”) in Indonesia for the Proposed Partnership. Both Parties shall contribute funding and/or assets for working capital of the activities, based on the proportion of its participation and Oiltek Global shall build the complete PTU and source for the supply of feedstock (POME) for the PTU.

This HOA is in force and effect for one year from the date of the HOA. The Proposed Partnership and its related transactions under the HOA shall be superseded and governed by a definitive agreement to be signed by the Parties.

4. RATIONALE FOR THE PROPOSED PARTNERSHIP

As part of its business strategies and plans, the Group has been constantly on the lookout for business expansion opportunities through investments, mergers and acquisitions, joint ventures and/or strategic alliances, if and when the right opportunities arise, to create recurring income streams.

The Board believes that this Proposed Partnership is aligned with the abovementioned and will allow the Group to develop recurring income streams through its participation in the JV and its supply of feedstock for the PTU.

5. FINANCIAL EFFECTS

The HOA is not expected to have a material effect on the earnings per share and net tangible assets per share of the Group for the current financial year ending 31 December 2025. Upon the entry into definitive agreements in relation to the Proposed Partnership, the Company will make the necessary announcement(s).

6. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors or the controlling shareholders of the Company or their respective associates has any interest, direct or indirect, in the HOA or the Proposed Partnership, other than through their respective directorships and/or shareholdings in the Company.

7. CAUTIONARY STATEMENT

Shareholders of the Company should note that there is no certainty or assurance that any definitive agreements will be entered into, or that the transactions contemplated under the HOA will be completed. The Company will make further announcements, in compliance with the requirements of the SGX Catalyst Rules upon the execution of definitive agreements, if required, and/or when there are material developments in relation to the HOA or the Proposed Partnership.

Shareholders are advised to exercise caution when dealing in the securities of the Company and are advised to read this announcement and any further update announcement(s) released by the Company carefully. In the event of any doubt, shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisors.

BY ORDER OF THE BOARD

Mr. Yong Khai Weng
Executive Director and Chief Executive Officer

26 February 2025

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "Sponsor"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement. The contact person for the Sponsor is Ms Audrey Mok (Telephone: +65 6232 3210) at 1 Robinson Road, #21-01 AIA Tower, Singapore 04842.