

APPENDIX DATED 12 APRIL 2024

THIS APPENDIX IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. PLEASE READ IT CAREFULLY.

If you are in any doubt about its contents or the action you should take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser immediately.

Unless otherwise defined, capitalised terms used on this cover shall have the same meaning as ascribed to them in the section titled "DEFINITIONS" of this Appendix.

This Appendix is issued by Resources Global Development Limited. The purpose of the Appendix is to provide Shareholders with the rationale for and information relating to, and to seek Shareholders' approval for (i) the proposed renewal of the IPT General Mandate, and (ii) the Proposed Share Split, to be tabled at the 2024 AGM. The Notice of AGM and a proxy form are enclosed with the 2023 Annual Report.

This Appendix has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd., in accordance with Rule 226(2)(b) of the Catalist Rules.

This Appendix has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this Appendix, including the correctness of any of the statements or opinions made, or reports contained in this Appendix.

The contact person for the Sponsor is Ms Karen Soh, Managing Director, ZICO Capital Pte. Ltd. at 77 Robinson Road, #06-03 Robinson 77, Singapore 068896, telephone (65) 6636 4201.



RESOURCES GLOBAL DEVELOPMENT LIMITED

(Company Registration Number: 201841763M)
(Incorporated in the Republic of Singapore)

APPENDIX TO THE NOTICE OF ANNUAL GENERAL MEETING

IN RELATION TO

- (I) THE PROPOSED RENEWAL OF THE IPT GENERAL MANDATE; AND**
- (II) THE PROPOSED SHARE SPLIT OF EVERY ONE (1) EXISTING ORDINARY SHARE IN THE CAPITAL OF THE COMPANY INTO FIVE (5) ORDINARY SHARES**

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DEFINITIONS

For the purpose of this Appendix, the following definitions apply throughout unless the context otherwise requires or otherwise stated:

- “2023 Annual Report”** : The annual report of the Company for FY2023
- “2024 AGM”** : The annual general meeting of the Company, which will be held at 21 Collyer Quay, Singapore 049320, Wework Level 1 Auditorium, on Monday, 29 April 2024 at 2.00 p.m., the notice of which is set out in the 2023 Annual Report
- “ACRA”** : Accounting and Corporate Regulatory Authority of Singapore
- “Additional Shares”** : 360,000,000 new Shares arising from the Proposed Share Split
- “AGM”** : The annual general meeting of the Company
- “Appendix”** : This appendix dated 12 April 2024 in relation to (i) the proposed renewal of the IPT General Mandate; and (ii) the Proposed Share Split
- “associate”** : (a) in relation to any Director, Chief Executive Officer, Substantial Shareholder or Controlling Shareholder (being an individual) means:
- (i) his immediate family;
 - (ii) the trustees of any trust of which he or his immediate family is a beneficiary, or in the case of a discretionary trust, is a discretionary object; and
 - (iii) any company in which he and his immediate family together (directly or indirectly) have an interest of 30% or more; and
- (b) in relation to a Substantial Shareholder or a Controlling Shareholder (being a company) means any other company which is its subsidiary or holding company or is a subsidiary of such holding company or one in the equity of which it and/or such other company or companies taken together (directly or indirectly) have an interest of 30% or more
- “Associated Company”** : In relation to a corporation, means:
- (a) any corporation in which the corporation or its subsidiary has, or the corporation and its subsidiary together have, a direct interest in voting shares of not less than 20.0% but not more than 50.0% of the total votes attached to all the voting shares in the corporation; or
 - (b) any corporation, other than a subsidiary of the corporation or a corporation which is an associated company by virtue of paragraph (a), the policies of which the corporation or its subsidiary, or the corporation together with its subsidiary, is or are able to control or influence materially
- “Audit Committee”** : The audit committee of the Company for the time being or from time to time, as the case may be

“BKPM”	:	<i>Badan Koordinasi Penanaman Modal</i> , Indonesia Investment Coordinating Board
“Board” or “Board of Directors”	:	The board of directors of the Company for the time being or from time to time, as the case may be
“Catalist”	:	The Catalist board of the SGX-ST
“Catalist Rules”	:	The SGX-ST Listing Manual Section B: Rules of Catalist, as may be amended, modified or supplemented from time to time
“CDP”	:	The Central Depository (Pte) Limited
“Chief Executive Officer” or “CEO”	:	The chief executive officer of the Company for the time being
“Chief Financial Officer” or “CFO”	:	The chief financial officer of the Company for the time being
“Companies Act”	:	Companies Act 1967, as may be amended, modified or supplemented from time to time
“Company”	:	Resources Global Development Limited
“Controlling Shareholder”	:	A person who: <ul style="list-style-type: none"> (a) holds directly or indirectly 15% or more of the total number of issued Shares excluding treasury shares and subsidiary holdings in the Company. The SGX-ST may determine that a person who satisfies this paragraph is not a controlling shareholder; or (b) in fact exercises control over the Company
“Director”	:	A director of the Company for the time being or from time to time, as the case may be
“EPS”	:	Earnings per Share
“Final Dividend”	:	Has the meaning ascribed to it in Paragraph 3.7 of this Appendix
“Founding Shareholders”	:	Mr Limas Ananto, Mr Djunaidi Hardi, Mr Arifin Tan, Mr Juhadi and Mr Arifin Ang, who collectively hold 100% of Deli International Resources Pte. Ltd., a Controlling Shareholder of the Company
“FY2023”	:	Financial year ended 31 December 2023
“Group”	:	The Company and its subsidiaries
“HBA”	:	<i>Harga Batubara Acuan</i> , an index promulgated by the Indonesian Ministry of Energy and Mineral Resources
“ICI”	:	Indonesian Coal Index
“immediate family”	:	In relation to a person, means the person’s spouse, child, adopted child, step-child, sibling and parent
“Interested Person”	:	(a) a Director, Chief Executive Officer, or Controlling Shareholder; or <ul style="list-style-type: none"> (b) an associate of any such Director, Chief Executive Officer, or Controlling Shareholder

“Interested Person Transaction”	:	A transaction between an entity at risk and an Interested Person
“IPT General Mandate”	:	The general mandate obtained from the Shareholders pursuant to Chapter 9 of the Catalist Rules, authorising an entity at risk (as set out in paragraph 2.4 of this Appendix), in its ordinary course of business, to enter into the transactions specified in paragraph 2.6 of this Appendix with any Mandated Interested Persons which are necessary for its day-to-day operations, provided that all such transactions are carried out on normal commercial terms and are not prejudicial to the interests of the Company and its minority Shareholders, subject to the guidelines and review procedures for such transactions as set out in paragraph 2.8 of this Appendix
“IUP-OPK”	:	<i>Izin Usaha Pertambangan Operasi Produksi Khusus</i> , Specific Operation Production Mining Business License for transportation and trading of coal
“Latest Practicable Date”	:	4 April 2024, being the latest practicable date prior to the printing of this Appendix
“Listing”	:	The admission of the Company to Catalist on 31 January 2020
“Market Day”	:	A day on which the SGX-ST is open for securities trading
“Mandated Interested Person”	:	Any person as defined in paragraph 2.5 of this Appendix
“Mandated Interested Person Transaction”	:	Any transaction as defined in paragraph 2.56 of this Appendix
“MEMR”	:	<i>Menteri Energi dan Sumber Daya Mineral</i> , Indonesian Minister of Energy and Mineral Resources
“Notice of AGM”	:	The notice of the 2024 AGM as set out in the 2023 Annual Report
“NTA”	:	Net tangible assets
“Offer Document”	:	The offer document dated 14 January 2020 issued by the Company (registered by the SGX-ST, acting as an agent on behalf of the Monetary Authority of Singapore on 14 January 2020) in respect of the Listing
“Proposed Share Split”	:	The proposed share split of every one (1) existing Share in the capital of the Company into five (5) Shares
“PT DNS”	:	PT Deli Niaga Sejahtera
“PT DPAL”	:	PT Deli Pratama Angkutan Laut
“Recommending Directors”	:	Directors who are regarded as independent for the purposes of making a recommendation on the proposed renewal of IPT General Mandate, namely, Ms Alice Yan, Mr Francis Lee, Mr Hew Koon Chan and Mr Cheong Hock Wee
“Record Date”	:	Has the meaning ascribed to it in Paragraph 3.1 of this Appendix
“Securities Accounts”	:	The securities accounts maintained by Depositors with CDP, but not including the securities accounts maintained with a Depository Agent
“SFA”	:	Securities and Futures Act 2001, as may be amended, modified or supplemented from time to time

“SGX-ST”	:	Singapore Exchange Securities Trading Limited
“Shareholders”	:	Registered holders of Shares in the Register of Members of the Company, except that where the registered holder is CDP, the term “Shareholders” shall, in relation to such Shares and where the context admits, mean the persons named as Depositors in the Depository Register maintained by CDP whose securities accounts are credited with those Shares. Any reference to Shares held by or shareholdings of Shareholders shall include Shares standing to the credit of their respective securities accounts in the Depository Register maintained by CDP
“Share(s)”	:	Ordinary share(s) in the capital of the Company
“Sponsor”	:	ZICO Capital Pte. Ltd.
“Substantial Shareholders”	:	A person who has an interest (directly or indirectly) in one (1) or more voting Shares and the total votes attaching to that Share, or those Shares, is not less than 5% of the total votes attached to all the voting Shares in the Company

Currencies and Units

“S\$” and “cents”	:	Singapore dollars and cents respectively, the lawful currency of the Republic of Singapore
“%”	:	Per centum or percentage

The terms “**Depositor**”, “**Depository**”, “**Depository Agent**” and “**Depository Register**” shall have the meanings ascribed to them, respectively, in Section 81SF of the SFA.

The term “**subsidiary**” shall have the meaning ascribed to it in Section 5 of the Companies Act.

The term “**treasury shares**” shall have the meaning ascribed to it in Section 76H of the Companies Act.

Words importing the singular shall, where applicable, include the plural and *vice versa*. Words importing the masculine gender shall, where applicable, include the feminine and neuter genders and *vice versa*. References to persons shall include corporations.

Any reference in this Appendix to any enactment is a reference to that enactment as for the time being amended or re-enacted. Any word defined under the Companies Act, the SFA, the Catalist Rules or any statutory modification thereof and not otherwise defined in this Appendix, shall have the same meaning assigned to it under the Companies Act, the SFA, the Catalist Rules or any statutory modification thereof, as the case may be.

Any reference to a time of day in this Appendix shall be a reference to Singapore time unless otherwise stated.

Any discrepancies in figures included in this Appendix between the amounts and totals thereof are due to rounding. Accordingly, figures shown as totals in this Appendix may not be an arithmetic aggregation of the figures that precede them.

Withers KhattarWong LLP has been appointed as the Singapore legal adviser to the Company in relation to the Proposed Share Split.

LETTER TO SHAREHOLDERS

RESOURCES GLOBAL DEVELOPMENT LIMITED

(Company Registration Number: 201841763M)
(Incorporated in the Republic of Singapore)

Directors

Ms Alice Yan (Independent Non-Executive Chairperson)
Mr Francis Lee (Executive Director and Chief Executive Officer)
Mr Salim Limanto (Executive Director and Chief Operating Officer)
Mr Hew Koon Chan (Independent Non-Executive Director)
Mr Cheong Hock Wee (Independent Non-Executive Director)

Registered Office

144 Robinson Road,
#11-02 Robinson Square,
Singapore 068908

12 April 2024

To: The Shareholders of Resources Global Development Limited

Dear Sir / Madam

(I) THE PROPOSED RENEWAL OF THE IPT GENERAL MANDATE

(II) THE PROPOSED SHARE SPLIT

1. INTRODUCTION

- 1.1 The Directors intend to seek Shareholders' approval at the 2024 AGM for (i) the proposed renewal of the IPT General Mandate pursuant to Chapter 9 of the Catalist Rules, and (ii) the Proposed Share Split.
- 1.2 The purpose of this Appendix is to provide Shareholders with information relating to (i) the proposed renewal of the IPT General Mandate, and (ii) the Proposed Share Split.
- 1.3 This Appendix has been prepared solely for the purposes outlined above and may not be relied upon by any other person (other than the Shareholders to whom this Appendix is despatched by the Company) or for any other purpose.
- 1.4 Shareholders should read this Appendix carefully and consider the recommendation of the Directors in paragraph 6 of this Appendix.

2. PROPOSED RENEWAL OF THE IPT GENERAL MANDATE

2.1 BACKGROUND

The IPT General Mandate was adopted by the Company's sole shareholder on 23 December 2019, and was effective pursuant to Rule 920(2) of Chapter 9 of the Catalist Rules by way of the Offer Document from the date of Listing. The IPT General Mandate was last renewed at the AGM held on 28 April 2023 and will expire upon the conclusion of the forthcoming AGM scheduled to be held on 29 April 2024. Accordingly, pursuant to Rule 920 of the Catalist Rules, the Company will seek Shareholders' approval for the proposed renewal of the IPT General Mandate.

The proposed renewal of the IPT General Mandate will enable the Company and/or its subsidiaries which are considered to be entities at risk within the meaning of Rule 904(2) of the Catalist Rules, in their ordinary course of business, to enter into categories of transactions with specified classes of the Company's interested persons, provided that such transactions are entered into on normal commercial terms and will not be prejudicial to the interests of the Company and its minority Shareholders, and in accordance with the guidelines and review procedures for such transactions set out in paragraph 2.8 of this Appendix.

2.2 PARTICULARS OF THE IPT GENERAL MANDATE TO BE RENEWED

Save for the removal of certain entities from the list of Mandated Interested Persons as they are no longer considered as interested persons, the categories of transactions, entities at risk and Interested Persons to which the proposed renewal of the IPT General Mandate will apply as well as the guidelines and review procedures are the same as that of the IPT General Mandate adopted at the Listing.

The renewed IPT General Mandate will take effect from the passing of the ordinary resolution relating thereto at the 2024 AGM, and will (unless revoked or varied by the Company in a general meeting) continue in force until the conclusion of the next AGM. Approval from Shareholders will be sought for the renewal of the IPT General Mandate at the next AGM and each subsequent AGM, subject to satisfactory review by the Audit Committee of its continued relevance and application to the transactions with the Mandated Interested Persons, and its confirmation that the methods and review procedures for the transactions with the Mandated Interested Persons are sufficient to ensure that the transactions are carried out on normal commercial terms and will not be prejudicial to the interests of the Company and its minority Shareholders.

2.3 CHAPTER 9 OF THE CATALIST RULES

Chapter 9 of the Catalist Rules governs transactions in which a listed company or any of its subsidiaries or associated companies enters into or proposes to enter into with a party who is an Interested Person of the listed company. The objective of Chapter 9 (as stated in Rule 901 of the Catalist Rules) is to guard against the risk that the Interested Persons could influence a listed company, its subsidiaries or associated companies to enter into transactions with Interested Persons that may adversely affect the interests of the listed company or its shareholders.

Pursuant to Rule 905 of the Catalist Rules, a listed company must make an immediate announcement of any Interested Person Transaction of a value equal to, or more than, three per cent. (3%) of the group's latest audited NTA. If the aggregate value of all transactions entered into with the same Interested Person during the same financial year amounts to three per cent. (3%) or more of the group's latest audited NTA, the listed company must make an immediate announcement of the latest transaction and all future transactions entered into with that same Interested Person during that financial year.

Pursuant to Rule 906 of the Catalist Rules, a listed company must obtain shareholder approval for any Interested Person Transaction of a value equal to, or more than:

- (a) five per cent. (5%) of the group's latest audited NTA; or
- (b) five per cent. (5%) of the group's latest audited NTA, when aggregated with other transactions entered into with the same Interested Person during the same financial year. However, a transaction which has been approved by shareholders, or is the subject of aggregation with another transaction that has been approved by shareholders, need not be included in any subsequent aggregation.

The above requirements for immediate announcement and/or for shareholders' approval do not apply to any transaction below S\$100,000, and certain transactions which, by reason of the nature of such transactions, are not considered to put the listed company at risk and hence excluded from the ambit of Chapter 9 of the Catalist Rules.

Rule 920 of the Catalist Rules, however, permits a listed company to seek a general mandate from its shareholders for recurrent transactions with Interested Persons where such transactions are of a revenue or trading nature or those necessary for its day-to-day operations such as the purchase and sale of supplies and materials, but not in respect of the purchase or sale of assets, undertakings or businesses. A general mandate is also subject to annual renewal.

2.4 ENTITIES AT RISK

For the purposes of the IPT General Mandate, an “entity at risk” (“**EAR Group**”) means:

- (a) the Company;
- (b) a subsidiary of the Company (excluding subsidiaries listed on the SGX-ST or an approved exchange); and
- (c) an Associated Company of the Company (other than an Associated Company that is listed on the SGX-ST or an approved exchange) over which the Group, or the Group and its interested person(s), has or have control.

2.5 MANDATED INTERESTED PERSONS

The IPT General Mandate will apply to the Mandated Interested Person Transactions (as defined below) that are carried out between any entity within the EAR Group with:

- (a) PT Sumber Alam Makmur Utama (“PT SAMU”)

PT SAMU is a coal mining company incorporated in Indonesia and an associate of the Founding Shareholders pursuant to Chapter 9 of the Catalist Rules. The Founding Shareholders and their Associates collectively hold an aggregate indirect interest of 84.7% in PT SAMU.

- (b) PT Sarolangun Ketalo Coal (“PT SKC”)

PT SKC is a coal mining company incorporated in Indonesia and an associate of the Founding Shareholders pursuant to Chapter 9 of the Catalist Rules. The Founding Shareholders and their Associates collectively hold an aggregate indirect interest of 80.1% in PT SKC.

Collectively, PT SAMU and PT SKC shall be referred to as “**Mandated Interested Persons**” and each a “**Mandated Interested Person**”, all being Interested Persons. As at the Latest Practicable Date, PT SAMU and PT SKC have not commenced production.

2.6 NATURE OF THE INTERESTED PERSON TRANSACTIONS

The Group is principally engaged in (a) the procurement and sale of coal for domestic and export sales (“**Trading Business**”); and (b) the provision of chartering services of tugboats, barges and bulk carrier to our customers to transport coal mainly within the Indonesian territories. The Mandated Interested Persons are either coal mine owners or coal mining companies in the region of Indonesia. The EAR Group may purchase coal from the Mandated Interested Persons to fulfil the Group’s customers’ demand for coal (“**Mandated Interested Person Transactions**”).

Transactions between the Mandated Interested Persons and the Group which do not fall within the ambit of the IPT General Mandate shall be subject to the relevant provisions of Chapter 9 of the Catalist Rules and/or other applicable provisions of the Catalist Rules and/or an applicable law. In particular, any transactions outside the scope of the IPT General Mandate which exceed 5.0% of the Group’s audited NTA will require independent Shareholders’ approval. Transactions which fall within the ambit of the IPT General Mandate will not be separately subject to Rules 905 and 906 of the Catalist Rules.

2.7 RATIONALE FOR AND BENEFITS OF THE PROPOSED RENEWAL OF THE IPT GENERAL MANDATE

Pursuant to the IUP-OPK granted by BKPM to PT DNS to conduct the Group’s Trading Business, PT DNS is permitted to source for coal from approved coal mines.

The Group envisaged that the Mandated Interested Person Transactions are likely to occur from time to time, in the ordinary course of the Group’s Trading business, when PT SAMU and PT SKC commenced production. Accordingly, in view of the time-sensitive and recurrent nature of the Mandated Interested Person Transactions, it would be advantageous for the Group to renew

the IPT General Mandate to enable the EAR Group to enter into the Mandated Interested Person Transactions expeditiously as soon as PT SAMU and PT SKC commence production, provided that the Mandated Interested Person Transactions are carried out on normal commercial terms and are not prejudicial to the interests of the Group and the minority Shareholders of the Company. The IPT General Mandate will allow the Group's Trading Business to purchase coal that meet the requirements and specifications from trusted and established suppliers, thereby ensuring the sustainability of the Group's operations.

The IPT General Mandate and its subsequent renewal on an annual basis would eliminate the need to announce, or to announce and convene separate general meetings from time to time to seek independent Shareholders' approval, thereby easing administrative and financial costs, without compromising the EAR Group's business activities.

The IPT General Mandate is intended to facilitate transactions in the normal course of business of the EAR Group which are transacted from time to time with the Mandated Interested Persons, provided that they are carried out on arm's length basis and are on normal commercial terms, and are not prejudicial to the interests of the Group and the minority Shareholders. In accordance with the requirements of Chapter 9 of the Catalist Rules, the Group will (a) disclose in the Company's annual report the aggregate value of transactions conducted with the Mandated Interested Persons pursuant to the IPT General Mandate during the financial year (as well as in the annual reports for subsequent financial years that the IPT General Mandate continues to be in force); and (b) announce the aggregate value of transactions conducted with the Mandated Interested Persons pursuant to the IPT General Mandate for the financial periods that the Company is required to report on pursuant to Rule 705 of the Catalist Rules.

2.8 GUIDELINES AND REVIEW PROCEDURES UNDER THE IPT GENERAL MANDATE

To ensure that the Mandated Interested Person Transactions are carried out on an arm's length basis, on normal commercial terms and will not be prejudicial to the interests of the Group and the minority Shareholders, the Group has established the following procedures under the IPT General Mandate ("**IPT Guidelines and Review Procedures**"):

- (a) All Mandated Interested Person Transactions shall be conducted in accordance with the Group's usual business practices and policies, at the prevailing market rates or prices, and on terms which are no less favourable to the Group as compared to the terms extended by unrelated third-parties (including, where applicable, preferential rates, prices, commissions or discounts accorded to customers or purchasers who have a long-term contract with the Group) or otherwise in accordance with applicable industry norms.
- (b) Before entering into any purchase agreement with the Mandated Interested Person, the purchasing department will review to ensure that the Mandated Interested Person remains on the list of the Group's approved suppliers.
- (c) Where possible, the Group will negotiate for an annual purchase agreement with the Mandated Interested Person. Whilst the Group does not maintain any coal stockpiles, the entry into such annual purchase agreement will allow the Company to secure a reliable and consistent source of coal for the Group's Trading Business, which will in turn allow the Group to better negotiate for coal sale contracts with its customers. Prior to the entry into the annual purchase agreement with the Mandated Interested Person, the Company will compare the terms offered by the Mandated Interested Person with the terms offered by at least two (2) other unrelated third-party coal suppliers for similar annual purchase arrangement. The Group will only enter into such annual purchase agreement if the terms offered by the Mandated Interested Person are the same or more favourable than the terms offered by unrelated third-party coal suppliers. In particular, the selling price offered by the Mandated Interested Person shall not be higher than the prevailing coal price index, in particular the ICI and/or HBA (where relevant), and the discount offered by the Mandated Interested Person shall not be lower than the discounts offered by unrelated third-party coal

suppliers. When comparing agreements, the Group will also take into account pertinent factors such as the size of the order, the quality of the coal, the shipping terms (whether it is inclusive or exclusive of cost, insurance, and freight), and proximity of the coal mine and delivery logistics.

- (d) For placement of orders with the Mandated Interested Person under the annual purchase agreement, the purchasing department will ensure that the orders are placed in accordance to the terms already agreed in the annual purchase agreement.
- (e) For placement of orders which is not covered by an annual purchase agreement, the purchasing department will obtain at least two (2) quotations from unrelated third-party coal suppliers for comparison. When comparing quotations, the purchasing department will take into account pertinent factors as set out in paragraph (c) above.
- (f) In the event that there is no such unrelated third-party quotations or only one unrelated third-party quotation is obtained, the Group shall compare the selling prices quoted by the Mandated Interested Persons against the prevailing coal price index, in particular the ICI and/or HBA (where relevant). The selling price quoted by the Mandated Interested Persons shall not be higher than the prevailing index price. Any discount represented by the selling price quoted by the Mandated Interested Persons shall not exceed the range of discounts enjoyed by the Group for similar transactions in the most recently completed financial year. When comparing transactions, the Group will take into account pertinent factors as set out in paragraph (c) above.

Approval threshold(s) for the Mandated Interested Person Transactions

The approval thresholds for each Mandated Interested Person Transaction are as follows:

Value of Mandated Interested Person Transactions	Approval Authority
Equals to or below 3% of the latest audited NTA of the Group	Finance Manager
Exceeds 3% but below 5% of the latest audited NTA of the Group	Finance Manager and the CEO or CFO
Exceeds 5% of the latest audited NTA of the Group	Finance Manager, the CEO or CFO, and an Independent Director

As the Company expects the Mandated Interest Person Transactions to recur on a regular basis, all executed Mandated Interested Person Transactions will be tabled to one of the Company's Independent Directors for review and endorsement when the cumulative value of the Mandated Interested Person Transactions (excluding those already reviewed and endorsed or approved by an Independent Director) exceeds 5% of the latest audited NTA of the Group.

In the review of the Mandated Interested Person Transactions, the Independent Director may at his/her discretion obtain independent advice.

If any of the approval authority has an interest in a Mandated Interested Person Transaction, he/she will abstain from any review, deliberation or decision making in respect of that Mandated Interested Person Transaction.

2.9 ADDITIONAL PROCEDURES FOR INTERESTED PERSON TRANSACTIONS

The Company will also implement the following procedures for the identification of Interested Persons and the recordkeeping of all Interested Person Transactions:

- (a) The Company's finance team will maintain a list of Interested Persons and their Associates (which is to be updated immediately if there are any changes) to enable identification of the Interested Persons. The list shall be reviewed on a quarterly basis by the CFO and subject to such verifications or declarations as required by the Audit Committee for such period as determined by them. This list shall be disseminated to all relevant staff for identification of Interested Person Transaction on a timely basis;
- (b) The Company will maintain a register of Interested Person Transactions, including the Mandated Interested Person Transactions (the "**IPT Register**"). The IPT Register will also record any Interested Person Transaction that are below S\$100,000 in value, although such transactions are not required to be aggregated under Chapter 9 of the Catalist Rules. The CFO shall review the IPT Register on a quarterly basis;
- (c) All documents related to the Mandated Interested Person Transactions will be filed in a separate file ("**IPT Mandate File**") for ease of tracking and monitoring. The IPT Mandate File will contain all forms and checklists in relation to the Mandated Interested Person Transactions. The IPT Mandate File will also contain invoices and payment vouchers in relation to the Mandated Interested Person Transactions. The CFO will review the IPT Mandate File on a monthly basis;
- (d) The Audit Committee shall review the IPT Register and the IPT Mandate File on a quarterly basis (or on such other frequency as the Audit Committee may deem necessary) to ascertain that the IPT Guidelines and Review Procedures have been complied with. Such review includes the examination of the transactions and its supporting documents or such other data deemed necessary by the Audit Committee. The Audit Committee may request for additional information pertaining to the transactions under review from independent sources, advisers or valuers as it deems fit;
- (e) The internal auditors of the Company will, on an annual basis, review the IPT Mandate File to ascertain that the IPT Guidelines and Review Procedures have been adhered to. Any discrepancies or significant variances from the Group's usual business practices and pricing policies will be highlighted to the Audit Committee; and
- (f) If during any of its periodic reviews, the Audit Committee is of the view that the IPT Guidelines and Review Procedures have become inappropriate or insufficient in view of changes to the nature of, or the manner in which, the business activities of the Company are conducted, it will take such actions as it deems appropriate and/or institute additional procedures as necessary (such as, where relevant, to seek a fresh Shareholders' general mandate for the Mandated Interested Person Transactions) to ensure that the Mandated Interested Person Transactions will be conducted on arm's length basis, on normal commercial terms and will not be prejudicial to the interests of the Group and the minority Shareholders.

2.10 DISCLOSURE UNDER THE CATALIST RULES

The Company will announce the aggregate value of transactions conducted with the Mandated Interested Person(s) pursuant to the IPT General Mandate for the relevant financial periods which the Company is required to report on pursuant to Rule 705 of the Catalist Rules and within the time frame required for such announcements.

Disclosure will also be made in the Company's annual report of the aggregate value of transactions conducted with the Mandated Interested Person(s) pursuant to the IPT General Mandate during the financial year, and in the annual reports for subsequent financial years that the IPT General Mandate continues in force, in accordance with the requirements of Chapter 9 of the Catalist Rules.

The name of the Interested Person, nature of relationship and the corresponding aggregate value of the transactions with the Interested Person will be presented in the following format (or in such other form as the Catalist Rules may require from time to time):

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial year/ period under review (excluding transactions less than S\$100,000 and transactions conducted under the Shareholders' general mandate pursuant to Rule 920 of the Catalist Rules)	Aggregate value of all interested person transactions conducted under the Shareholders' general mandate pursuant to Rule 920 of the Catalist Rules during the financial year/ period under review (excluding transactions less than S\$100,000)
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2.11 STATEMENT OF THE AUDIT COMMITTEE

Pursuant to Rule 920(1)(c) of the Catalist Rules, the Audit Committee confirms that:

- (a) the methods and procedures for determining the transaction prices of the Mandated Interested Person Transactions have not changed since the IPT General Mandate was given by the Shareholders (i.e. the date of the Offer Document);
- (b) the methods and procedures referred to in sub-paragraph (a) above are sufficient to ensure that the Mandated Interested Person Transactions carried out thereunder will be on normal commercial terms and will not be prejudicial to the interests of the Group and the minority Shareholders.

If, during the periodic reviews by the Audit Committee, the Audit Committee is of the view that the review procedures are inadequate or inappropriate to ensure that the relevant transactions with the Mandated Interested Person will be carried out on normal commercial terms and will not be prejudicial to the interests of the Company and its minority Shareholders, or in the event of any amendment to Chapter 9 of the Catalist Rules, the Audit Committee will, in consultation with the Board, take such action as it deems proper in respect of such procedures and/or modify or implement such procedures as may be necessary and direct the Company to revert to Shareholders for a fresh mandate based on the new guidelines and procedures for the Mandated Interested Person Transactions.

2.12 ABSTENTION FROM VOTING

Pursuant to Rule 920(1)(b)(viii) of the Catalist Rules, Deli International Resources Pte. Ltd. will abstain, and has undertaken to ensure that their associates will abstain, from voting on Ordinary Resolution 9 in relation to the proposed renewal of the IPT General Mandate.

In addition, the Company will procure that Deli International Resources Pte. Ltd. and/or any of its associates will also decline to accept appointment as proxy for any Shareholder to vote in respect of the proposed renewal of the IPT General Mandate, unless the Shareholder concerned shall have given instructions in his proxy form as to the manner in which his votes are to be cast in respect of the proposed renewal of the IPT General Mandate; and the Company shall disregard votes cast by Deli International Resources Pte. Ltd. and/or any of its associates in respect of their holdings of Shares (if any) in relation to the proposed renewal of the IPT General Mandate.

3. THE PROPOSED SHARE SPLIT

The Company had announced on 4 April 2024 that it is proposing to split every one (1) existing Share in the capital of the Company held by Shareholders into five (5) Shares.

As at Latest Practicable Date, the Company has an issued and paid-up share capital of S\$6,000,000 comprising 90,000,000 Shares (as per the business profile of the Company filed with ACRA). Following the completion of the Proposed Share Split and assuming that no further new Shares are issued by the Company on or prior to the completion of the Proposed Share Split, 360,000,000 Additional Shares will be allotted and issued, and the Company will have an issued and paid-up capital of S\$6,000,000 (as per the business profile of the Company filed with ACRA) comprising 450,000,000 Shares.

3.1 Terms of the Proposed Share Split

Shareholders are not required to make any payment to the Company in respect of the Proposed Share Split. All Shares after the Proposed Share Split shall rank *pari passu* with one another, except that the Additional Shares will not be entitled to any dividends, rights, allotments or other distributions, the record date of which falls before the date of issue of the Additional Shares. For this purpose, “**Record Date**” means the date fixed by the Company in relation to any dividends, rights, allotments or other distributions on which Shareholders must be registered with the Company or CDP in order to participate in such dividends, rights, allotments or other distributions.

The Additional Shares will be issued to Shareholders whose names appear in the register of members of the Company or who have Shares entered against their names in CDP on the Record Date to be determined in due course in accordance with Rule 837 of the Catalist Rules, on the basis of the number of Shares registered in their names or standing to credit of their securities account on the Record Date. The Company will make further announcement regarding the Record Date after obtaining all the necessary approvals for the Proposed Share Split.

3.2 Rationale for the Proposed Share Split

The Directors believe that the Proposed Share Split will be beneficial to the Company and its Shareholders for the following reasons:

(a) Reduced price of each Share and increased marked liquidity of the Shares

Following the completion of the Proposed Share Split, the price of each Share will be reduced, which in turn will make each Share more affordable to investors, encouraging greater participation and flexibility in terms of the size of the trades to investors with different investment profiles. Furthermore, the reduced price of each board lot of Shares will also make the Shares more accessible and attractive to both existing and potential investors and hence, enhance the trading liquidity of the Shares over time.

(b) Broaden the base of Shareholders

In line with the above, the number of Shareholders after completion of the Proposed Share Split may increase with the increase in the number of Shares available for trading purposes. As such, the Proposed Share Split may broaden the Shareholder base of the Company given that an investment in the Shares would be made more accessible to investors with different investment profiles.

Shareholders should note, however, that there can be no assurance that the intended effect of the Proposed Share Split above can or will be achieved, nor is there any assurance that such effect can be sustained in the longer term.

3.3 Theoretical Price of the Shares and compliance with Rule 838 of the Catalist Rules

For illustration purposes only, based on the lowest daily weighted average price per Share of S\$1.07 for trades done on the Catalist from 4 March 2024 to 3 April 2024, being one (1) month prior to the Latest Practicable Date, the theoretical Share price after the completion of the Proposed Share Split would be S\$0.214 per Share (“**Theoretical Price**”).

Shareholders should also note that while there can be no assurance that the market price of the Shares after the completion of the Proposed Share Split would be equal or higher than the Theoretical Price, the Company has no reason to believe that the Theoretical Price of the Shares after the Proposed Share Split is likely to fall below S\$0.20.

3.4 Approvals Required

The Proposed Share Split is subject to:

- (a) the approval-in-principle by the SGX-ST for the listing of and quotation for the Additional Shares arising from the Proposed Share Split; and
- (b) the approval of Shareholders by way of an ordinary resolution at the 2024 AGM pursuant to Rule 836A of the Catalist Rules.

The Sponsor will be submitting an application in due course on behalf of the Company to the SGX-ST for the listing of and quotation for the Additional Shares on the Catalist. The Company will make the necessary announcement once the listing and quotation notice has been obtained. It should be noted that the listing and quotation notice, if obtained, is not to be taken as an indication of the merits of the Proposed Share Split, the Additional Shares arising from the Proposed Share Split, the Company, its subsidiaries and their securities. No Record Date will be fixed until the receipt of the listing and quotation notice.

3.5 Financial Effects of the Proposed Share Split

(a) Share Capital

For illustration purposes only the financial effects of the Proposed Share Split on the Company's issued and paid-up share capital as at the Latest Practicable Date, are set out below:

As at 31 December 2023	Before the Proposed Share Split	After the Proposed Share Split
Number of issued Shares	90,000,000 ⁽¹⁾	450,000,000
Share capital (S\$)⁽¹⁾	6,000,000 ⁽¹⁾	6,000,000 ⁽¹⁾

Note:

(1) As per the business profile of the Company filed with ACRA.

(b) NTA per Share

For illustration purposes only, the financial effects of the Proposed Share Split on the Group's NTA per Share, based on the latest audited consolidated financial statements of the Group for FY2023 and assuming that the Proposed Share Split had been completed on 31 December 2023, are set out below:

As at 31 December 2023	Before the Proposed Share Split	After the Proposed Share Split
NTA (S\$)	61,073,500	61,073,500
Number of issued Shares	90,000,000	450,000,000
NTA per Share (cents)	67.9	13.6

(c) EPS

For illustration purposes only, the financial effects of the Proposed Share Split on the Group's EPS, based on the latest audited consolidated financial statements of the Group for FY2023 and assuming that the Proposed Share Split had been completed on 1 January 2023, are set out below:

For FY2023	Before the Proposed Share Split	After the Proposed Share Split
Net profit attributable to equity holders of the Company (S\$)	12,936,503	12,936,503
Weighted average number of Shares	90,000,000	450,000,000
EPS (cents)	14.4	2.9

(d) Gearing

The Proposed Share Split will not have any effect on the gearing of the Group.

3.6 The Proposed Placement

The Board refers to the Company's announcement on 17 November 2023 ("**Acquisition Announcement**") and the Company's circular to shareholders of the Company dated 28 December 2023 (the "**Circular**") in respect of inter alia, the proposed acquisition of shares in Batubara Development Pte. Ltd. ("**Acquisition**").

As mentioned in the Acquisition Announcement and in the Circular, the Company announced its intention to place out 10,000,000 new Shares ("**Placement Shares**"), at a placement price to be determined ("**Proposed Placement**").

Subject to Shareholders' approval on the Proposed Share Split and the completion of the Proposed Share Split, the Company wishes to inform Shareholders that the number of Placement Shares may be adjusted pursuant to the Proposed Share Split, and such number of Placement Shares shall be determined by the Board in due course. The Company will make further announcement(s) on the Proposed Placement in due course.

3.7 Impact on Final Dividend for FY2023

The Board refers to the Company's full year results announcement for FY2023 released on 28 February 2024, where the Board recommended a final ordinary one-tier tax exempt dividend (the "**Final Dividend**") of S\$0.035 per Share, subject to Shareholders' approval at the 2024 AGM.

Subject to Shareholders' approval for the Proposed Share Split and the completion of the Proposed Share Split, the Final Dividend shall be divided (based on the Proposed Share Split of one (1) Share into five (5) Shares) and accordingly, be adjusted to S\$0.007 per Share ("**Adjusted Dividend**").

For the avoidance of doubt, it is the intention of the Board to fix the Record Date for the Proposed Share Split at a date prior to the record date of the Final Dividend and as such, the Additional Shares will be entitled to the Adjusted Dividend.

The Directors are of the opinion that the Proposed Share Split will not have any effect on the ability of the Company to make dividend payments in future, and barring any unforeseen circumstances that may affect the financial performance of the Group, the Directors expect to maintain the recommended dividend per Share in respect of FY2023 (being the Final Dividend or the Adjusted Dividend, where applicable). However, any recommendation for future dividends will be subject to factors, including but not limited to the Group's cash flow, financial position, expansion requirements, working capital requirements, the payment by the Company's subsidiaries of cash dividends and the Group's future prospects.

4. PROCEDURES FOR THE PROPOSED SHARE SPLIT

Persons registered in the Register of Members of the Company and Depositors whose Securities Accounts are credited with Shares as at the Record Date will be included for the purpose of the Proposed Share Split on the basis of the number of such Shares registered in their names or standing to the credit of their Securities Accounts as at the Record Date.

The Record Date for the purpose of determining the Shareholders' entitlements under the Proposed Share Split will be announced by the Company in due course.

4.1 Deposit of share certificates with CDP

Shareholders who hold physical share certificates for the Shares in their own names ("**Existing Share Certificates**") and who wish to deposit the same with CDP for the purposes of the Proposed Share Split, must deposit their Existing Shares Certificates, together with the duly executed instruments of transfer in favour of CDP, not later than twelve (12) Market Days prior to the Record Date.

After the Record Date, Shareholders who wish to deposit their physical share certificates must first deliver their Existing Share Certificates to the Company's Share Registrar, B.A.C.S Private Limited, at 77 Robinson Road, #06-03 Robinson 77, Singapore 068896, for cancellation and issue of the new share certificates which reflects the number of Shares after the completion of the Proposed Share Split ("**New Share Certificates**") in replacement of their Existing Share Certificates. CDP will only accept for deposit of New Share Certificates after the Record Date.

The New Share Certificates will then be sent by ordinary mail to the registered addresses of the Shareholders at their own risk within ten (10) Market Days from the date of receipt of the Existing Share Certificates. Upon receipt of the New Share Certificates, Shareholders may then proceed to deposit these New Share Certificates with CDP.

4.2 Shareholders' Entitlement and New Share Certificates

Depositors whose Securities Accounts are credited with Shares as at the Record Date will be attributed the number of Shares pursuant to the Proposed Share Split based on the number of Shares standing to the credit of their Securities Accounts as at the Record Date.

Shareholders who have not deposited their Existing Share Certificates as aforesaid or who do not wish to deposit their Existing Share Certificates with CDP are advised to forward all their Existing Share Certificates to the Company's Share Registrar, B.A.C.S Private Limited, at 77 Robinson Road, #06-03 Robinson 77, Singapore 068896, as soon as possible after the 2024 AGM for cancellation and exchange for the New Share Certificates.

New Share Certificates to be issued pursuant to the Proposed Share Split will be sent within ten (10) Market Days of the Record Date to:

- (a) Shareholders who are Depositors, by sending the same to CDP; and
- (b) Shareholders who are not Depositors, by ordinary post at their respective address shown in the Register of Members of the Company, or in the case of joint holders, to the first name holder at this registered address, at the sole risk of the holders.

No receipt will be issued by the Share Registrar for the physical share certificates tendered.

Shareholders who hold physical share certificates are reminded that their Existing Share Certificates are no longer good for settlement of trading in the Shares on the Catalist (as the Company is under a book-entry (scripless) settlement system) but will continue to be accepted for cancellation and issue of New Share Certificates in replacement thereof for an indefinite period by the Share Registrar. The Existing Share Certificates and the New Share Certificates will not be valid for delivery pursuant to trades done on the Catalist although they will continue to be *prima facie* evidence of legal title.

Shareholders who have lost any of their Existing Share Certificates or whose addresses have been changed from those reflected in the Company's Register of Members should notify the Share Registrar immediately.

Shareholders being Depositors whose addresses have been changed from those reflected with CDP should notify CDP immediately.

4.3 Trading of Shares arising from the Proposed Share Split

Trading of the Shares (on a sub-divided basis) will commence prior to the Record Date on account of the fact that trades on the SGX-ST are settled on a "T+2" settlement cycle, that is, a purchase or sale of Shares on a particular day (T) will be settled two (2) Market Days later (T+2). Accordingly, for trading purposes:

- (a) trading in the Shares (prior to the sub-division pursuant to the Proposed Share Split) will cease at 5.00 p.m. on the day falling two (2) Market Days before the Record Date ("**Cessation Date**"); and
- (b) trading in the Shares (on a sub-divided basis following completion of the Proposed Share Split) will commence from 9.00 a.m. on the day falling one (1) Market Day before the Record Date (the "**Effective Trading Date**").

The Cessation Date and the Effective Trading Date will be announced in due course.

For the purpose of trading on the SGX-ST following the Proposed Share Split, each board lot of Shares will comprise 100 Shares. Shareholders who hold odd lots of Shares (that is, lots other than board lots of 100 Shares) and who wish to trade in odd lots on the SGX-ST are able to trade odd lots of Shares in board lots of one Share on the unit share market of the SGX-ST. The Company notes that the Proposed Share Split will not result in odd lots.

5. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

As at the Latest Practicable Date, the shareholdings of Directors and Substantial Shareholders of the issued Shares of the Company as recorded respectively in the Register of Directors' Shareholdings and Substantial Shareholders, are as follows:

Name of Directors	Direct Interest		Deemed Interest	
	No. of Shares	%	No. of Shares	%
Directors				
Alice Yan	–	–	–	–
Francis Lee	100,000	0.1	–	–
Salim Limanto ⁽¹⁾	–	–	–	–
Hew Koon Chan	–	–	–	–
Cheong Hock Wee	–	–	–	–
Substantial Shareholders (other than Directors)				
Deli International Resources Pte. Ltd.	75,000,000	83.3	–	–
Juhadi ⁽²⁾⁽³⁾	–	–	75,000,000	83.3
Arifin Tan ⁽²⁾	–	–	75,000,000	83.3
Djunaidi Hardi ⁽¹⁾⁽²⁾⁽³⁾	–	–	75,000,000	83.3

Notes:

- (1) Mr Salim Limanto, the Executive Director and Chief Operating Officer, is the son of Mr Djunaidi Hardi.

- (2) Deli International Resources Pte. Ltd. is the Controlling Shareholder of our Company. Deli International Resources Pte. Ltd. is a private limited company incorporated in Singapore on 5 September 2006. The shareholders of Deli International Resources Pte. Ltd. are Mr Arifin Tan (25.0%), Mr Djunaidi Hardi (25.0%), Mr Juhadi (20.0%), Mr Limas Ananto (15.0%) and Mr Arifin Ang (15.0%). Mr Juhadi, Mr Arifin Tan and Mr Djunaidi Hardi are deemed to be interested in the Shares owned by Deli International Resources Pte. Ltd. by virtue of Section 4 of the SFA.
- (3) Mr Limas Ananto, Mr Djunaidi Hardi, Mr Juhadi and Mr Arifin Ang are siblings.

Saved as disclosed in this Appendix, none of the Directors or Substantial Shareholders have any interest, direct or indirect, in the proposed renewal of the IPT General Mandate and/or the Proposed Share Split other than through their respective shareholdings in the Company.

6. DIRECTORS' RECOMMENDATION

In giving the recommendations above, the Directors (or the Recommending Directors, where applicable) have not had regard to the specific investment objectives, financial situation, tax position or unique needs and constraints of any individual Shareholder. As different Shareholders have different investment objectives and profiles, the Directors recommend that any Shareholder who may require specific advice in relation to his specific investment portfolio should consult his stockbroker, bank manager, solicitor, accountant, tax adviser or other professional adviser immediately.

6.1 Proposed renewal of the IPT General Mandate

The Executive Director and Chief Operating Officer of the Company, Mr Salim Limanto, who is the son Mr Djunaidi Hardi (one of the Founding Shareholders), will abstain from making any recommendations in connection with the proposed renewal of the IPT General Mandate.

Having fully considered the rationale for and benefits of the IPT General Mandate set out in Section 2.7 of this Appendix, the Recommending Directors believe that the Proposed Renewal of IPT General Mandate is in the best interests of the Company and its Shareholders.

The Recommending Directors are of the opinion that the IPT Guidelines and Review Procedures as set out in Section 2.8 of this Appendix for determining transaction prices of the Mandated Interested Person Transactions are sufficient to ensure that the Mandated Interested Person Transactions will be carried out on normal commercial terms and will not be prejudicial to the interests of the Company and its minority Shareholders. Accordingly, the Recommending Directors recommend that Shareholders vote in favour of Ordinary Resolution 8 relating to the proposed renewal of the IPT General Mandate as set out in the Notice of AGM.

6.2 Proposed Share Split

Having fully considered the rationale of the Proposed Share Split as set out under Paragraph 3.2 of this Appendix, the Directors are of the opinion that the Proposed Share Split is in the best interests of the Company and its Shareholders. Accordingly, they recommend that Shareholders vote in favour of Ordinary Resolution 9 relating to the Proposed Share Split as set out in the Notice of AGM.

7. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this Appendix and confirm after making all reasonable enquiries, that to the best of their knowledge and belief, this Appendix constitutes full and true disclosure of all material facts about the proposed renewal of the IPT General Mandate, the Proposed Share Split, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this Appendix misleading.

Where information in this Appendix has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this Appendix in its proper form and context.

8. DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the following documents are available for inspection at the operating office of the Company at 144 Robinson Road, #11-02 Robinson Square, Singapore 068908 during normal business hours from the date of this Appendix up to and including the date of the 2024 AGM:

- (a) the Constitution of the Company; and
- (b) the 2023 Annual Report.

Yours faithfully

For and on behalf of the Board of
RESOURCES GLOBAL DEVELOPMENT LIMITED

Francis Lee
Executive Director and Chief Executive Officer

12 April 2024