



GEO ENERGY GROUP
天然煤矿集团

GEO ENERGY RESOURCES LIMITED

(Incorporated in the Republic of Singapore on 24 May 2010)
(Company Registration Number 2010110342)

SGX Announcement

PT TRIARYANI, THE CORE ASSET OF GEO ENERGY'S RECENTLY ANNOUNCED ACQUISITION, OBTAINS AN ESTIMATED MINING VALUATION OF AROUND US\$1 BILLION¹

Pursuant to the announcement on 26 July 2023 for, *inter alia*, the acquisition of 58.65% of the issued shares of PT Golden Eagle Energy Tbk ("**GEE**") (the "**Transaction Announcement**"), the Board of Directors (the "**Board**") of Geo Energy Resources Limited (the "**Company**", together with its subsidiaries, the "**Group**") is pleased to announce the independent qualified person report and the valuation report of PT Triaryani's coal mining concession ("**TRA**"), issued by the independent qualified person, PT RungePincocKMinarco ("**RPM**") dated 24 August 2023 (the "**IQPR**"), has been released and made available on the SGXNet.

The IQPR, prepared in accordance with the recommended guidelines of the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code), reported that TRA has a Coal Resource of 388 million tonnes ("**Mt**"), of which 111 Mt are classified as Measured, 241 Mt as Indicated and 36 Mt as Inferred, and Coal Reserves of 275 Mt of which 107 Mt are Proved and 168 Mt are Probable, as of 31 May 2023. TRA holds an IUP Production Operations Permit valid through 22 May 2030 and can be further extended for two 10-year periods, for a total area of 2,143 hectares.

In accordance with the Australasian Code for the Public Reporting of Technical Assessments and Valuations of Mineral Assets promulgated by the VALMIN Committee (VALMIN Code, 2015), considering the risk factors with the associated sensitivities stated in the IQPR, a total Net Present Value with a preferred value of **US\$809 million** based on 2023 variable coal forecast and a preferred value of **US\$957 million** based on a constant coal price. These values were derived based on probabilistic modelling of key economic assumptions. TRA was valued based on the Income Approach, using a Discounted Cash Flow ("**DCF**") model with a base 12% discount rate. Please refer to the IQPR for more details.

The above valuation does not include the potential income from the integrated infrastructure (jetty and road) in Sumatra and the Internasional Prima Coal ("**IPC**") coal mine in Kalimantan.

With the above independent valuation of TRA and significant upside of the integrated infrastructure business, the Board is of the view that the acquisition of GEE is a value accretive acquisition for the Group.

A copy of the IQPR will be available for inspection at the Company's Registered Office at 7 Temasek Boulevard, Suntec Tower One #39-02, Singapore 038987, during normal business hours for a period of three (3) months from the date of this announcement.

CAUTION IN TRADING

Shareholders are advised to exercise caution in trading their shares. The Transaction is subject to the Conditions and there is no certainty or assurance as at the date of this announcement that the Transaction will be completed or that no changes will be made to the terms thereof. The Company will make the necessary announcements when there are further developments. Shareholders are advised to

¹ Based on the preferred value of US\$809 million and US\$957 million as stated in the announcement. Please refer to the IQPR for more details.



read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

The Coal Resource and Coal Reserves in the IQPR and the net present value of TRA in the IQPR are only estimates as of the date of the IQPR and are based on various key assumptions which may change. Actual factors may vary considerably from the assumptions used in estimating Coal Resources and Coal Reserves in the IQPR and in determining the net present value of the coal deposit at TRA. The information in this announcement and the conclusions and opinions contained in the IQPR should be read subject to the limitations, risks and assumptions set out in the IQPR and apply only as of the date of the IQPR.

BY ORDER OF THE BOARD

Charles Antonny Melati
Executive Chairman and Chief Executive Officer
24 August 2023