

ANNOUNCEMENT PURSUANT TO RULE 706A OF THE LISTING MANUAL

Pursuant to Rule 706A of the Listing Manual of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), the Board of Directors of First Resources Limited (the “**Company**”) wishes to announce the following transactions that occurred during the half year ended 30 June 2023:

1. PT Borneopersada Prima Jaya (“PT BPPJ”)

PT Kalimantan Green Persada (“PT KGP”), an indirect subsidiary of the Company, has increased its investment in PT BPPJ through the subscription of 515,000,000 shares for a consideration of IDR 515.00 billion (approximately US\$33.8 million), which was based on par value per share of IDR 1,000. After the subscription, the shareholding of PT KGP in PT BPPJ increased from 99.78% to 99.89%.

2. PT Kalimantan Green Persada (“PT KGP”)

PT Pancasurya Agrindo (“PT PSA”), an indirect subsidiary of the Company, has increased its investment in PT KGP through the subscription of 1,000,000,000 shares for a consideration of IDR 1.00 trillion (approximately US\$64.2 million), which was based on par value per share of IDR 1,000. After the subscription, the shareholding of PT PSA in PT KGP remains substantially unchanged at 99.99%.

3. PT Borneo Damai Lestari (“PT BDL”)

PT KGP has increased its investment in PT BDL through the subscription of 600,000,000 shares for a consideration of IDR 600.00 billion (approximately US\$38.5 million), which was based on par value per share of IDR 1,000. After the subscription, the shareholding of PT KGP in PT BDL increased from 99.74% to 99.89%.

4. PT Borneo Damai Lestari Raya (“PT BDLR”)

PT KGP has increased its investment in PT BDLR through the subscription of 150,000,000 shares for a consideration of IDR 150.00 billion (approximately US\$9.6 million), which was based on par value per share of IDR 1,000. After the subscription, the shareholding of PT KGP in PT BDLR increased from 98.97% to 99.53%.

5. PT Setia Agrindo Jaya (“PT SAJ”)

PT PSA has reduced its investment in PT SAJ through the cancellation of 400,000,000 shares for proceeds of IDR 400.00 billion (approximately US\$27.3 million), which was based on par value per share of IDR 1,000. After the capital reduction, the shareholding of PT PSA in PT SAJ decreased from 99.80% to 99.76%.

6. PT Indo Manis Lestari (“PT IML”)

PT SAJ, an indirect subsidiary of the Company, has reduced its investment in PT IML through the cancellation of 150,000,000 shares for proceeds of IDR 150.00 billion (approximately US\$10.2 million), which was based on par value per share of IDR 1,000. After the capital reduction, the shareholding of PT SAJ in PT IML remains substantially unchanged at 99.99%.

7. PT Falcon Agri Persada (“PT FAPE”)

The Company has transferred its entire 95.00% equity interest in PT FAPE to PT Borneo Ketapang Permai (“PT BKP”), a direct subsidiary of the Company, for a consideration of IDR 1.57 trillion (approximately US\$100.7 million), which was arrived at after taking into consideration the current market value of the assets. After the transfer, the shareholding of PT BKP in PT FAPE increased from nil to 95.00% while that of the Company in PT FAPE reduced from 95.00% to nil.

8. PT Wahana Prima Sejati (“PT WPS”)

PT Ciliandra Perkasa (“PT CLP”), a direct subsidiary of the Company, has sold its entire 99.72% equity interest in PT WPS to PT Agrimas Industri Sejahtera for a consideration of IDR 338.44 billion (approximately US\$22.5 million), which was arrived at on a willing buyer and willing seller basis, taking into consideration the invested capital in PT WPS. After the sale, PT WPS ceased to be a subsidiary of the Group.

The above transactions were funded by a combination of internal resources and capitalisation of intercompany loans, or satisfied via cash proceeds, and are not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year ending 31 December 2023.

BY ORDER OF THE BOARD
FIRST RESOURCES LIMITED

Eunice Hooi
Company Secretary
11 August 2023