

FIRST RESOURCES LIMITED
(Incorporated in Singapore)
(Company Registration No. 200415931M)

ANNOUNCEMENT – CHANGES TO SUBSIDIARIES

The Board of Directors of First Resources Limited (the “Company”) wishes to announce the following:

Establishment of new subsidiary

PT Matthew Air Nusantara

PT Matthew Air Nusantara (“PT Matthew”) is incorporated in Indonesia with an issued and paid-up capital of IDR 10 billion (approximately USD 1.1 million). It is 98% owned by PT Ciliandra Perkasa, which is in turn 95.51% owned by the Company. The principal activities of PT Matthew are aircraft ownership and management.

The establishment of PT Matthew is funded by internal resources and is 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 2010.

Disposal of subsidiaries

- 1. PT Dharma Bhakti Utama**
 - 2. PT Andalan Mitrasawit Sejati**
 - 3. PT Panca Surya Agrosejahtera**
- (Collectively known as the “Subsidiaries”)**

In an effort to streamline the operations of the Group, the Subsidiaries which have an aggregate negative net asset value of IDR 3,688 million (approximately USD 0.4 million) as at 30 September 2010, have been disposed to PT Fangiono Perkasa Sejati (“PT FPS”), for a total cash consideration of IDR 13.25 million (approximately USD 1,485) (the “Disposal”).

The sale consideration was arrived at based on the Subsidiaries' financial position and on a willing buyer and willing seller basis.

As a result of the Disposal, PT Dharma Bhakti Utama, PT Andalan Mitrasawit Sejati and PT Panca Surya Agrosejahtera ceased to be indirect subsidiaries of the Group.

...2/-

The Disposal totaling IDR 13.25 million (approximately USD 1,485) by the Group is considered an interested person transaction under the ambit of Chapter 9 of the Listing Manual of the Singapore Exchange Securities Trading Limited (“SGX-ST”) as PT FPS is majority owned by two Substantial Shareholders of the Company, namely Wirastuty Fangiono and Ciliandrew Fangiono, who are also associates of Ciliandra Fangiono, a Director and Chief Executive Officer of the Company.

The Disposal does not constitute a discloseable transaction under the provisions of Chapters 9 and 10 of the Listing Manual of the SGX-ST and it is 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 2010.

Other than the interest of the Substantial Shareholders as stated above, none of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transactions.

BY ORDER OF THE BOARD
FIRST RESOURCES LIMITED

Tan San-Ju
Company Secretary
13 December 2010