

REACH ENERGY BERHAD (“REACH” or “THE COMPANY”)

ACCEPTANCE OF LOAN FACILITY OF USD6.4 MILLION (APPROXIMATELY RM30.3 MILLION) GRANTED TO SUB-SUBSIDIARY, EMIR-OIL LLP

1. INTRODUCTION

Pursuant to paragraph 9.04 of the Listing Requirement of Bursa Malaysia Securities Berhad, the Board of Directors of Reach Energy Berhad (“REACH” or “the Company”) is pleased to announce that the Company’s sub-subsidiary, Emir-Oil LLP (“EO” or “Emir-Oil”) has accepted a loan facility of USD6.4million (approximately RM30.3million)(“the Facility”) offered by RG-HCPI Fund, a registered sub-fund of RG Strategy Fund VCC, incorporated in the Republic of Singapore, upon the terms and conditions as stipulated under the loan agreement. The drawdown of the Facilities is subject to compliance of certain conditions precedent stated in the loan agreement.

2. PURPOSE OF THE FACILITY

To finance Emir-Oil’s capital expenditure in relation to its drilling activities of well no. NK-103.

3. FINANCIAL EFFECTS

The Facility will not have any effect on the share capital and substantial shareholders’ shareholding of the Company. The Facility is not expected to have any material effect on net assets and the earnings of Reach group for the financial year ending 31 December 2024.

4. DIRECTORS’AND/OR SUBSTANTIAL SHAREHOLDERS’ INTEREST AND/OR PERSONS CONNECTED WITH A DIRECTOR OR SUBSTANTIAL SHAREHOLDERS’ INTERESTS

None of the Directors and/ or substantial shareholders of Reach or persons connected to them has any interest, direct or indirect in the Facility.

This announcement is dated 23 April 2024