



14 December 2020

ASX Announcement

Market Update

Resource Generation Limited (ASX:RES) (Resgen or Company) advises that it has now executed the legal documentation to reflect the in-principle financial support agreed with the Noble Group (**Noble**) (ASX Announcement:16 November 2020) in the form of a Ninth Deed of Amendment and Restatement to the Facility Agreement dated 3 March 2014 as amended from time to time (**Facility Agreement**). The agreed additional financial support of US\$920,000 is to be made available in three instalments to cover an austerity operating budget for the period through to 28 February 2021.

The Facility Agreement is conditional on obtaining a waiver from the ASX under Listing Rule 10.1 to enable additional security to be granted under the Share Pledge approved by Shareholders at the 2018 AGM. A Waiver Application has been lodged with the ASX and a response is anticipated in the coming week.

The Company is appreciative of the continued financial support from Noble.

Execution of the Facility Agreement will enable the Company to finalise and lodge its Financial Statements and Annual Report for the year ended 30 June 2020. Once this has occurred the Company plans to apply to the ASX for the current suspension of trading in its shares to be lifted.

Access to the additional working capital funding has allowed the Company to progress, along with Noble and its Financial Advisor, a strategic review of alternatives for ensuring the continued financial health of the Group along with development of the Boikarabelo Project.

The Company advises that it is planning to schedule the 2020 Annual General Meeting in late January 2021.

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Chairman

For and on behalf of the Board

About Resgen:

Resource Generation Limited (Resgen) is an emerging ASX and JSE-listed energy company, currently developing the Boikarabelo Coal Mine in South Africa's Waterberg region. The Waterberg accounts for around 40% of the country's currently known coal resources. The Coal Resources and Coal Reserves for the Boikarabelo Coal Mine, held through the operating subsidiary Ledjadja Coal, were recently updated based upon a new mine plan and execution strategy. The Boikarabelo Coal Resources total 995Mt and the Coal Reserves total 267Mt applying the JORC Code 2012 (ASX Announcement :23 January 2017- In accordance with Listing Rule 5.23.2 the Company confirms that it is not aware of any new information that would impact on the Reported Coal Resources and Coal Reserves). Stage 1 of the mine development targets saleable coal production of 6 million tonnes per annum. Ledjadja Coal is a Black Economic Empowerment subsidiary (BEE) operating under South Africa's Broad-based Black Economic Empowerment Act, Section 9(5): Codes of Good Practice

ResGen's primary shareholders are the Public Investment Corporation of South Africa (PIC), Noble Group and Altius Investment Holdings.

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