



PT Golden Energy Mines Tbk – Paparan Publik

Jakarta, 28 June 2019

Ruang Danamas, Sinar Mas Land Plaza, Menara II, lantai 39

Jl. MH Thamrin No. 51 – Jakarta Pusat

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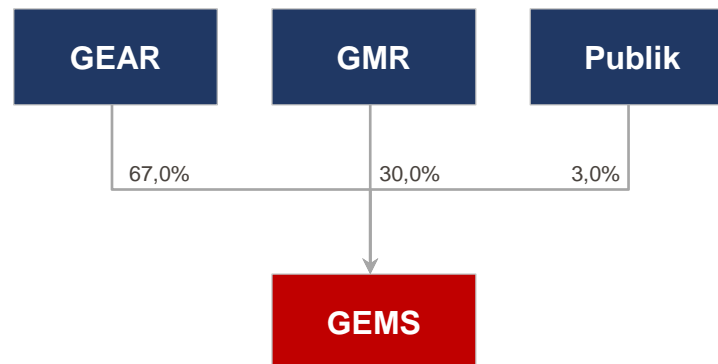
Introduction to GEMS



Company Background

- PT Golden Energy Mines Tbk (“GEMS” or the “Company”) is principally engaged in the coal mining and coal trading
 - ❖ Has a total concession area of 66,204 Ha in South and Central Kalimantan, Jambi and South Sumatra with 1.32bn tonnes of coal reserves and more than 2.89bn tonnes of coal resources
 - ❖ Produced 22.6m tonnes and sold 24.4m tonnes of thermal coal in 2018
- GEMS was listed on the Indonesia Stock Exchange in 2011 with Golden Energy Resources Limited (“GEAR”) acquiring a 67% shares of the Company held by DSS through RTO in 2015.
- On 31 December 2018, the Company’s capitalization value was Rp. 15,000,000,150,000,- (Rp 2,550/share).
- The Company’s shares trading on the Indonesia Stock Exchange has been suspended since January 31st, 2018. The Indonesia Stock Exchange through a letter dated February 7th, 2018, has confirmed that the suspension of the Company’s shares trading on regular and cash markets is due to the fact that the Company has yet to meet the minimum 7.5% free float requirement and not related to the Company’s operational or financial activities.

Shareholding Structure

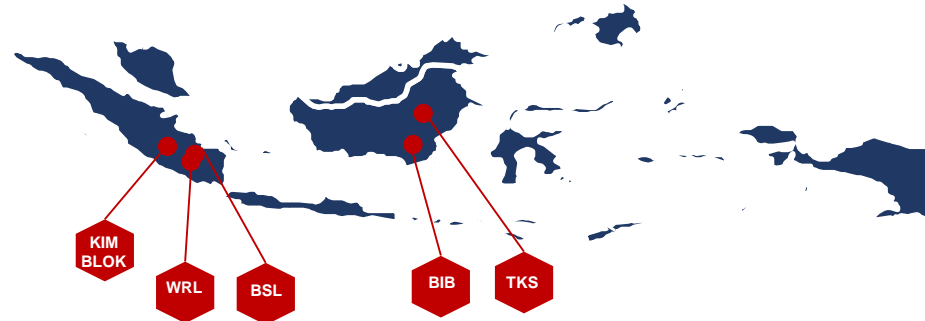


Introduction to GEMS



Key Coal Mining Concessions

Abundant coal reserves to support >50 years of coal production



BIB

- Permit: CCoW Gen 2 (2006-2036)
- Size: 24,100 Ha
- Location: South Kalimantan
- Coal Quality: 3,866 – 6,528 kcal/kg
- Sulfur Content: 0.22%
- Reserves: 681.3 m tonnes
- Resources: 1,834m tonnes

KIM Block

- Permit: IUP (2009-2029)
- Size: 2,610 Ha
- Location: Jambi
- Coal Quality: 4,741 – 4,980 kcal/kg
- Sulfur Content: 1.32%
- Reserves: 64.5m tonnes
- Resources: 265m tonnes

TKS

- Permit: IUP (2009-2028)
- Size: 11,455 Ha
- Location: Central Kalimantan
- Coal Quality: 5,714 -5,726 kcal/kg
- Sulfur Content: 2.0%
- Reserves: N/A
- Resources: 75m tonnes

WRL (Acquired in Sep 2016)

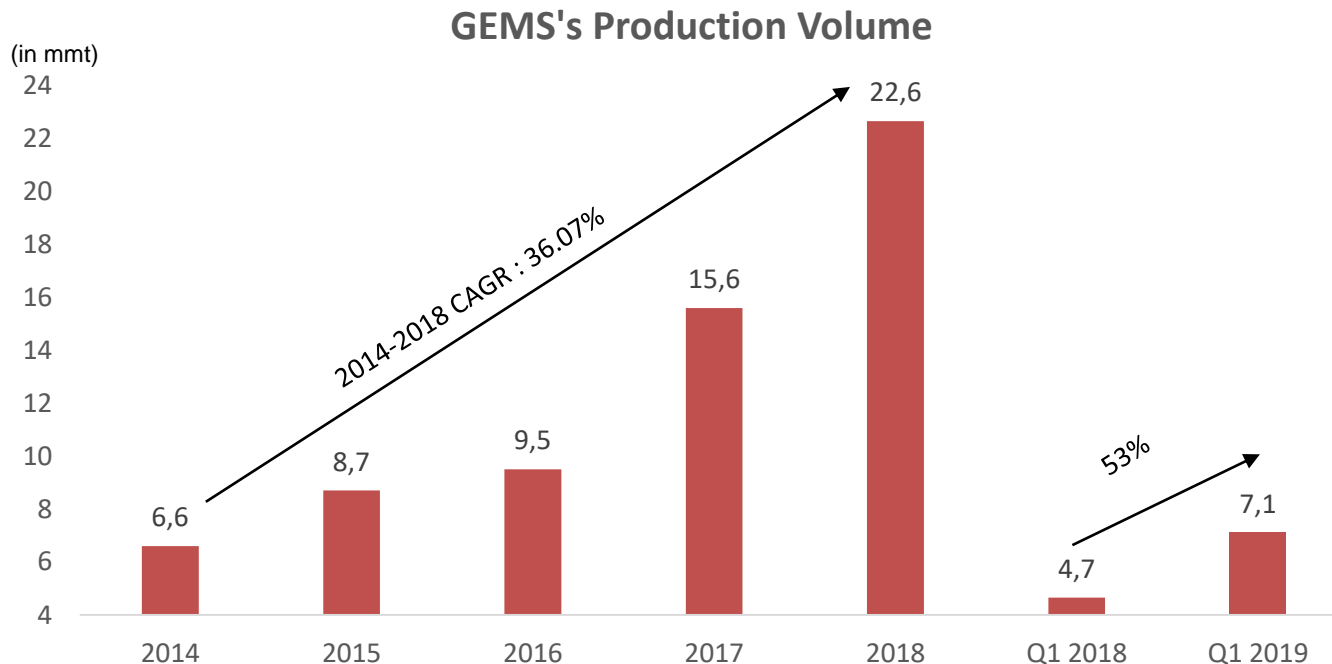
- Permit: IUP (2008-2027)
- Size: 4,739 Ha
- Location: Musi Banyuasin, South Sumatera
- Coal Quality: 2,835 – 2,939 kcal/kg
- Sulfur Content: 0.20%
- Reserves: 87.2m tonnes
- Resources: 316m tonnes

BSL (Acquired in Aug 2018)

- Permit: CCoW Gen 2 (2011-2041)
- Size: 23,300 Ha
- Location: Musi Rawas and Banyuasin South Sumatera
- Coal Quality: 3,977 – 4,596 kcal/kg
- Sulfur Content: 0.31%
- Reserves: 194.6m tonnes
- Resources⁽²⁾: 393m tonnes

Track Record of Operational Excellence

- Top 10 Indonesian coal company by production volume
- Indonesian government approval to produce output in BIB concession 20.0 m tonnes in 2019
- Strategically located near main customers or end users in Asia
- Product is more affordable than Australian coal, which is impacted by a higher price premium and freight costs
- Proximity to port facilities and transport infrastructure supportive of production growth
 - ❖ Highly cost-effective and efficient logistics supply chain



Recent Performance Highlights

1 Production Ramp-Up

- The increment volume production 243% increase in 2018 production volume to 22.6 m tonnes from 2014 level of 6.6m tonnes

2 Strong Balance Sheet

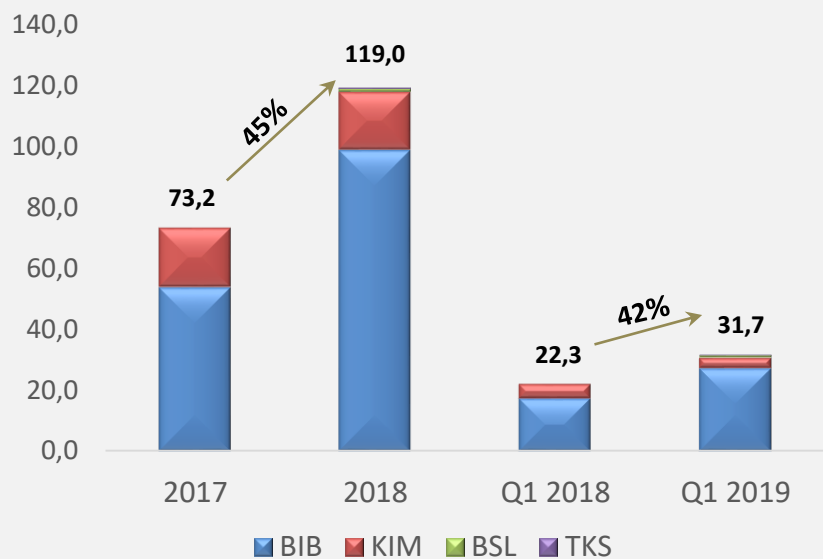
- Strong profitability growth with record net profit of US\$101m in FY2018
- Debt/EBITDA of 0.8x
- Robust cash balance of US\$79m

Positioned For Growth

Volume

	2018		
Lokasi Tambang	Pengupasan Lapisan (juta bcm)	Produksi batubara (juta ton)	Stripping Ratio
BIB	98.7	20.2	4.87
KIM	18.9	2.2	8.71
BSL	1.0	0.2	5.83
TKS	0.4	0.0	8.67
Total	119.0	22.6	5.26

Pengupasan Lapisan (juta bcm)



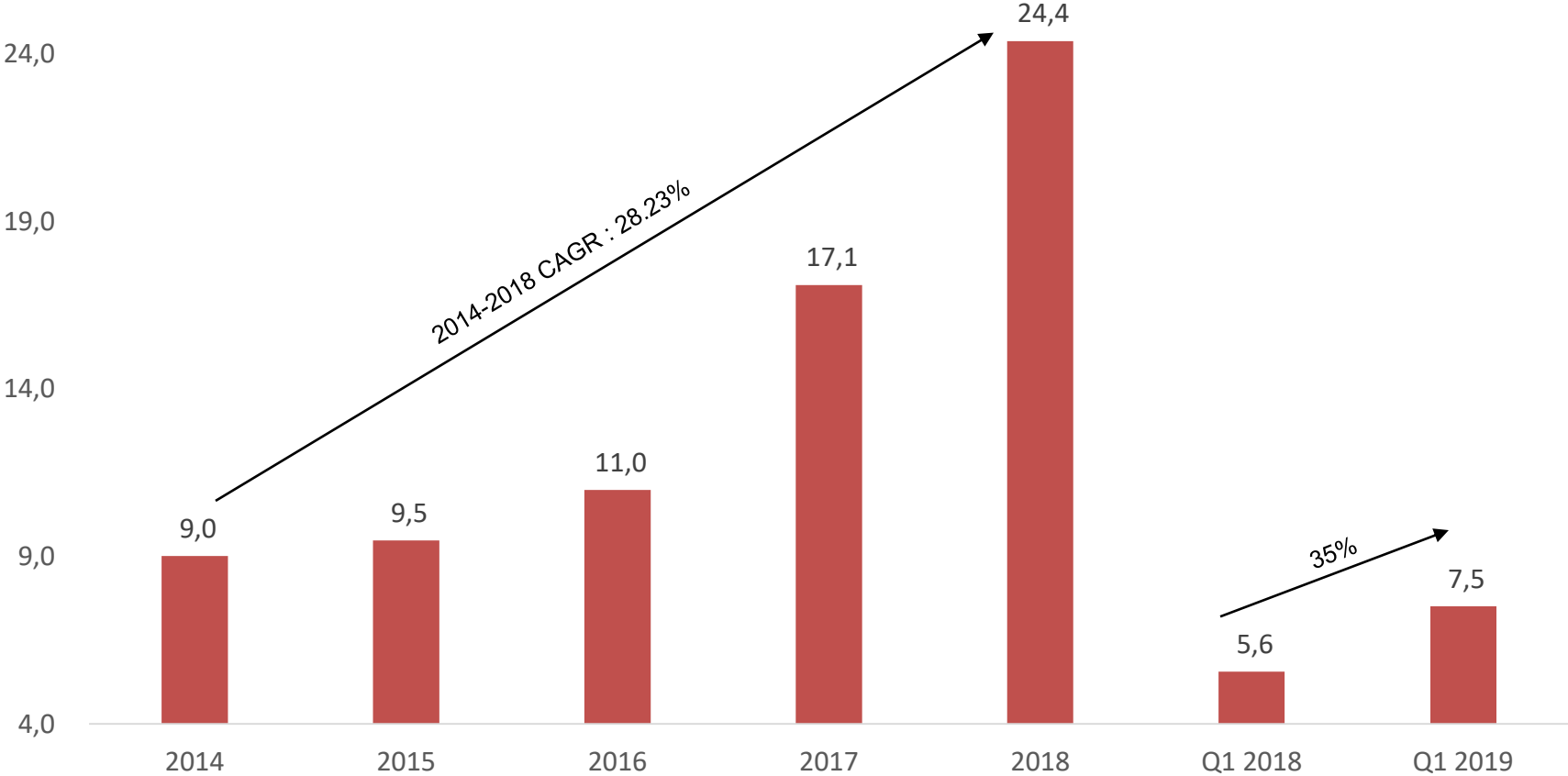
Produksi batubara (juta ton)



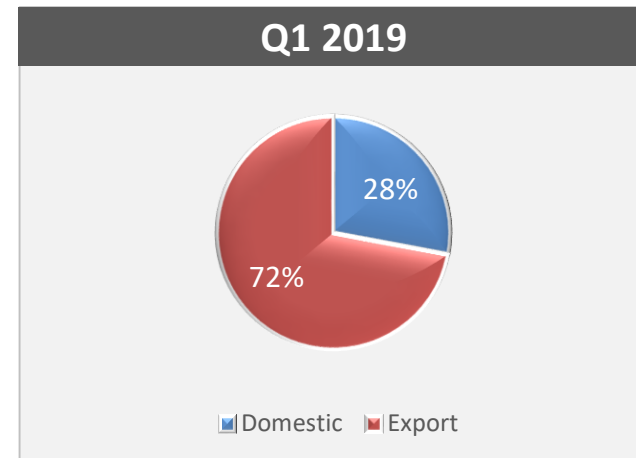
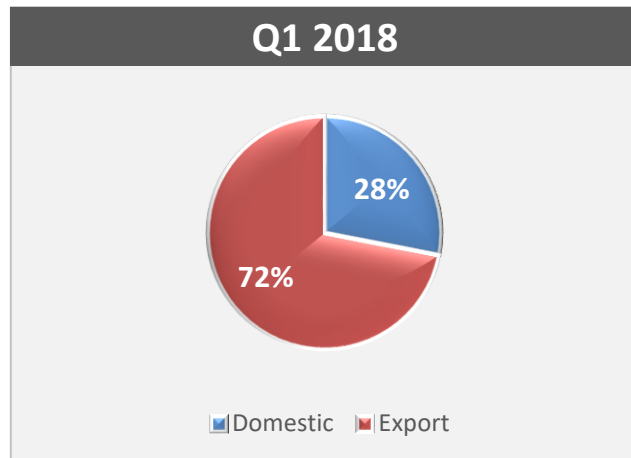
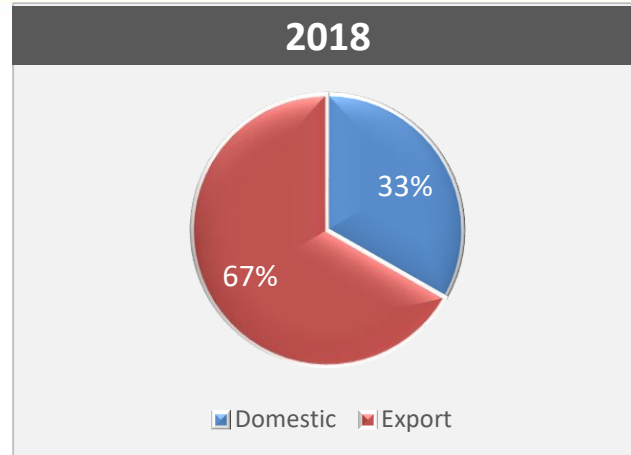
Sales Performance



In mmt



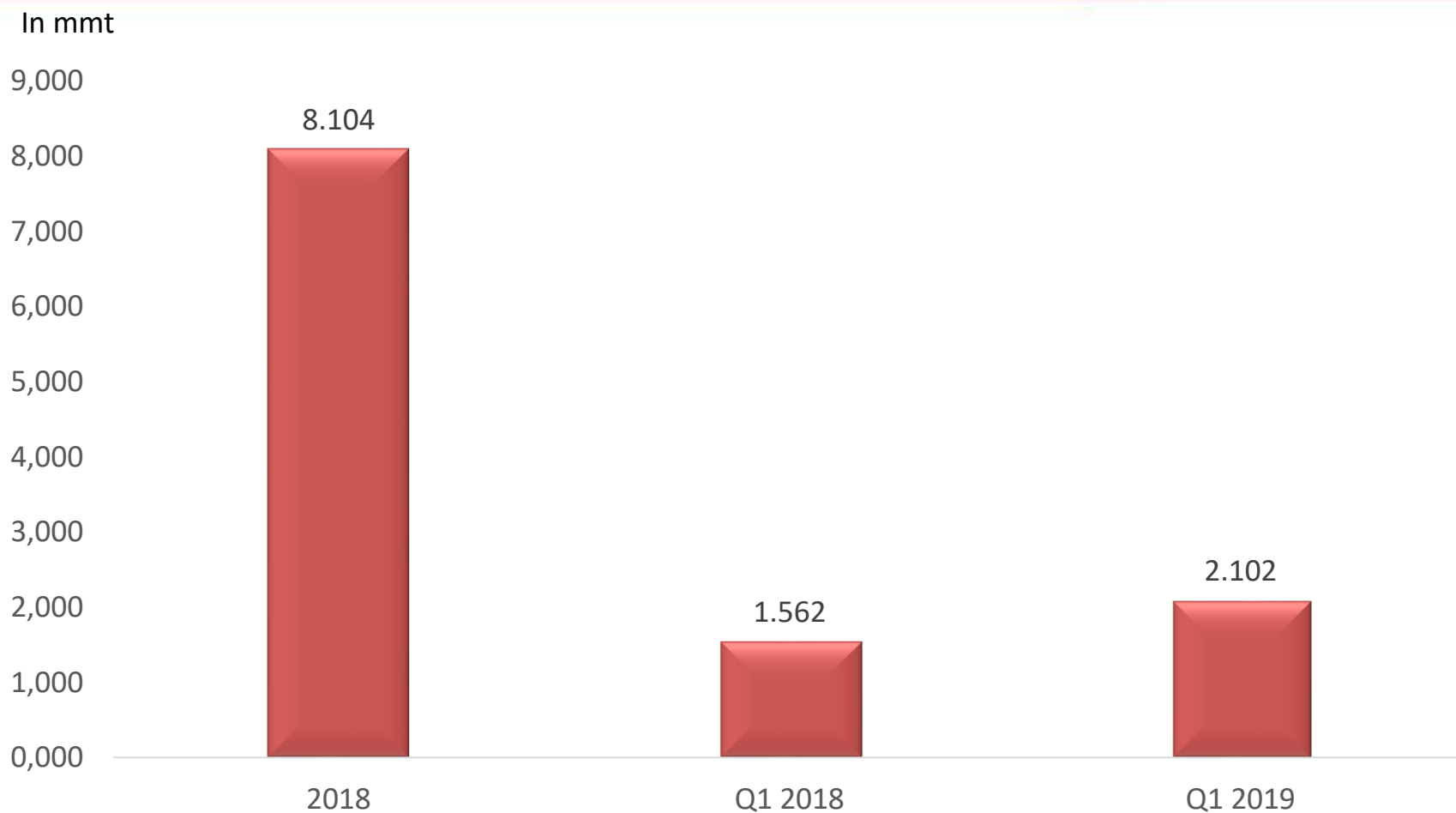
Market Mix



Country Mix

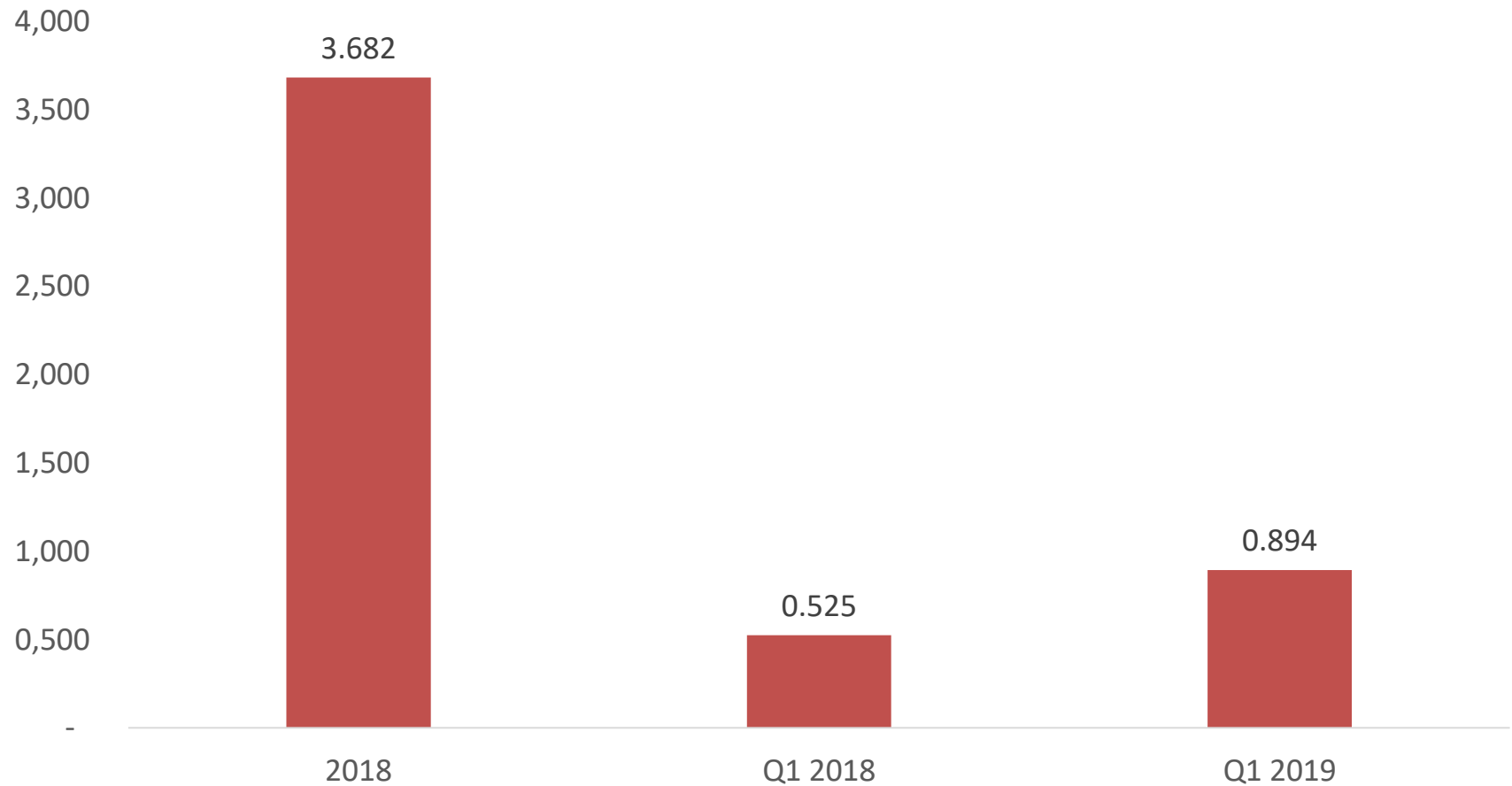
In mmt	2018	Q1 2018	Q1 2019
China	9.420	2.626	2.700
Indonesia	8.104	1.562	2.102
India	4.909	0.797	2.085
Korea	1.068	0.388	0.460
Spain	0.654	0.158	-
Taiwan	-	-	0.035
Vietnam	-	-	0.054
Thailand	0.108		
Dubai	0.094	0.032	-
Cambodia	0.021	-	0.075
Total	24.378	5.563	7.511

Domestic Sales



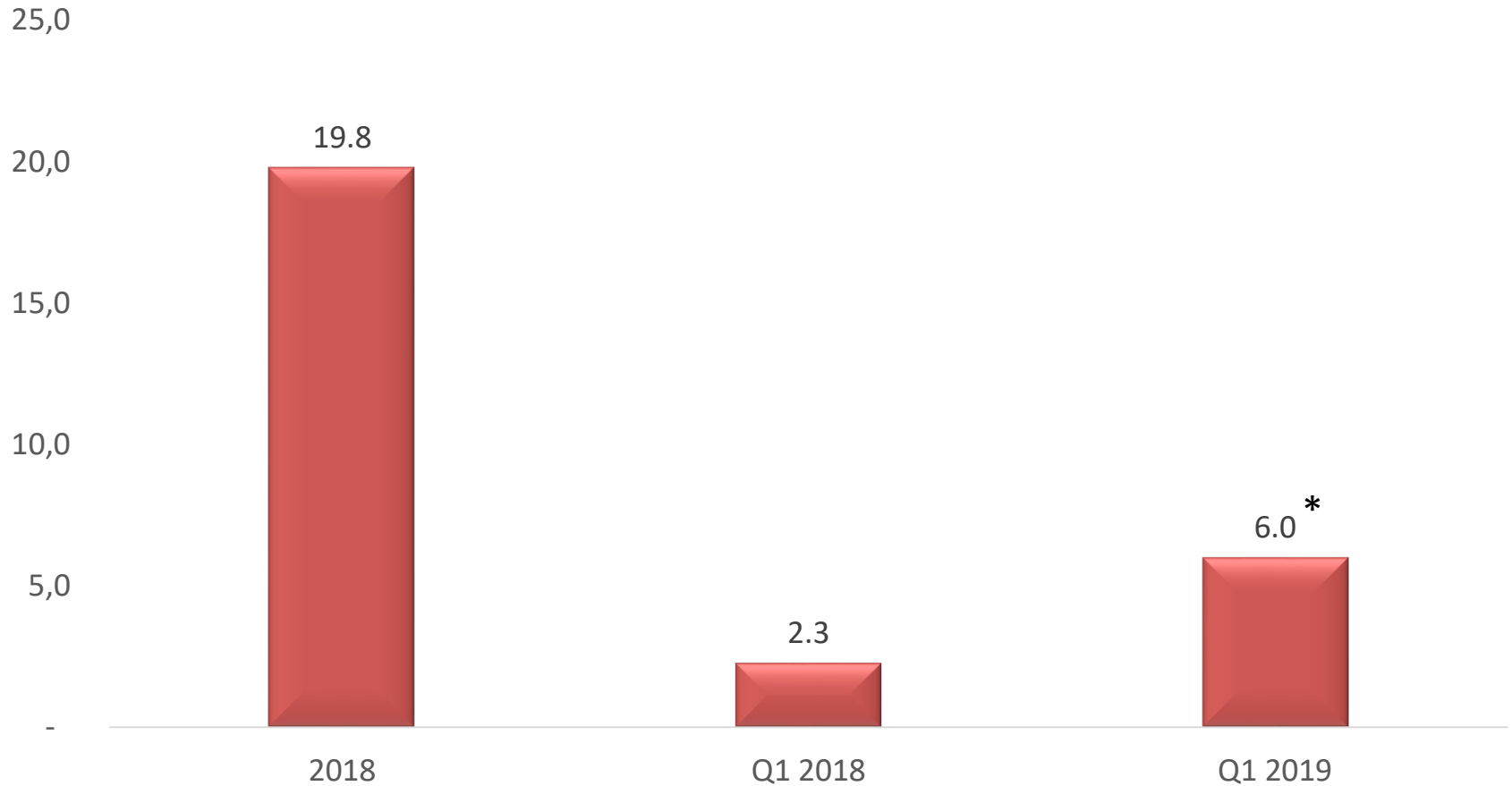
PLN Business

In mmt



Capex Spending Trend

In m usd



* Budget for Capex 2019 around USD33.18m

Capex Program 2018



The increase of hauling road quality which will ensure the volume growth and improving safety.



The increase of crusher plant capacity to increase coal stockpile capacity



The increase of barge loading conveyor capacity

Financial Highlights

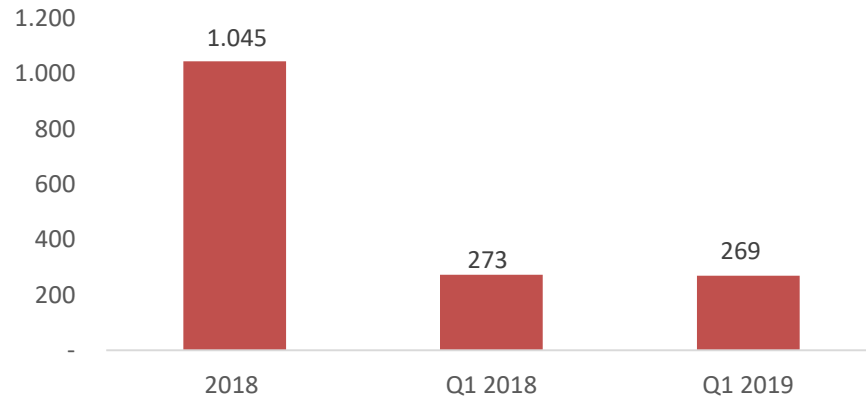
M usd	2018	Q1 2018	Q1 2019
Revenue	1.045	273	269
EBITDA	146	67	34
EBT	136	65	32
PAT	101	49	22

Financial Overview



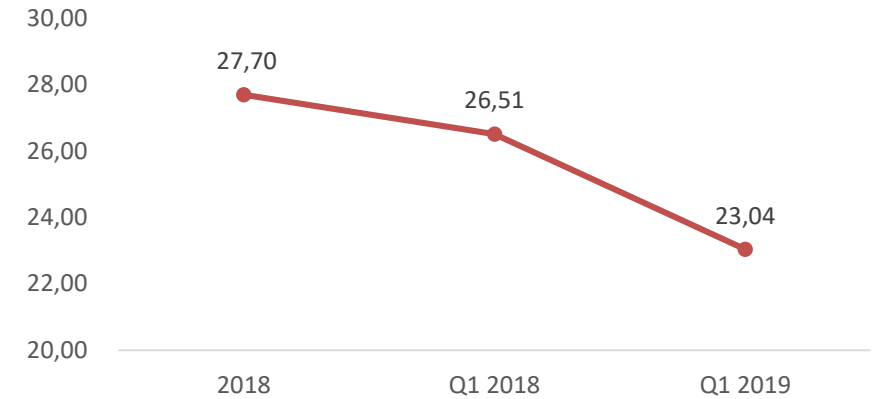
(US\$ m)

Revenue Growth



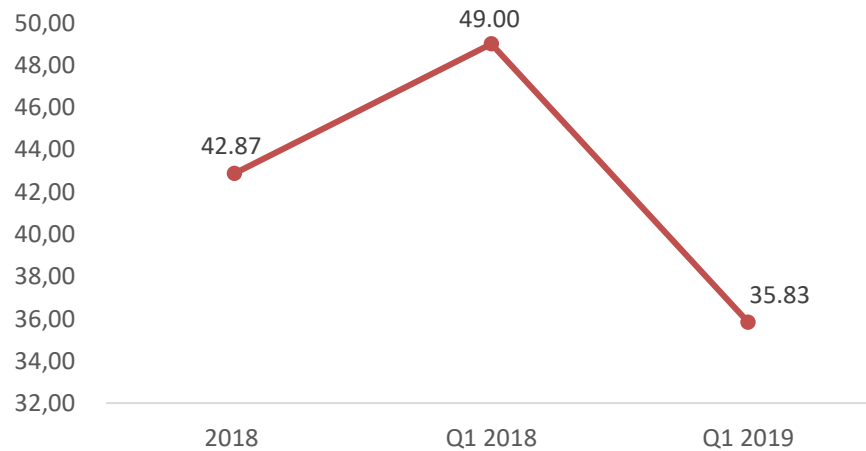
(USD/ton)

Cash Cost per Ton



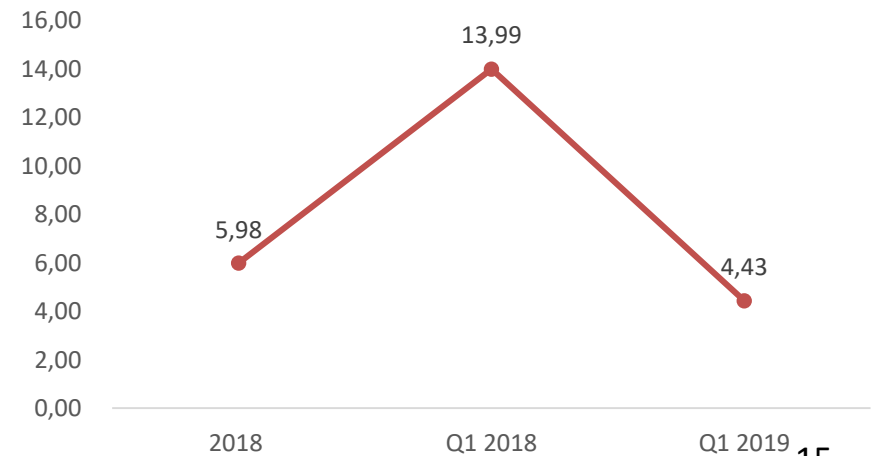
(USD/ton)

Average Selling price per Ton



(USD/ton)

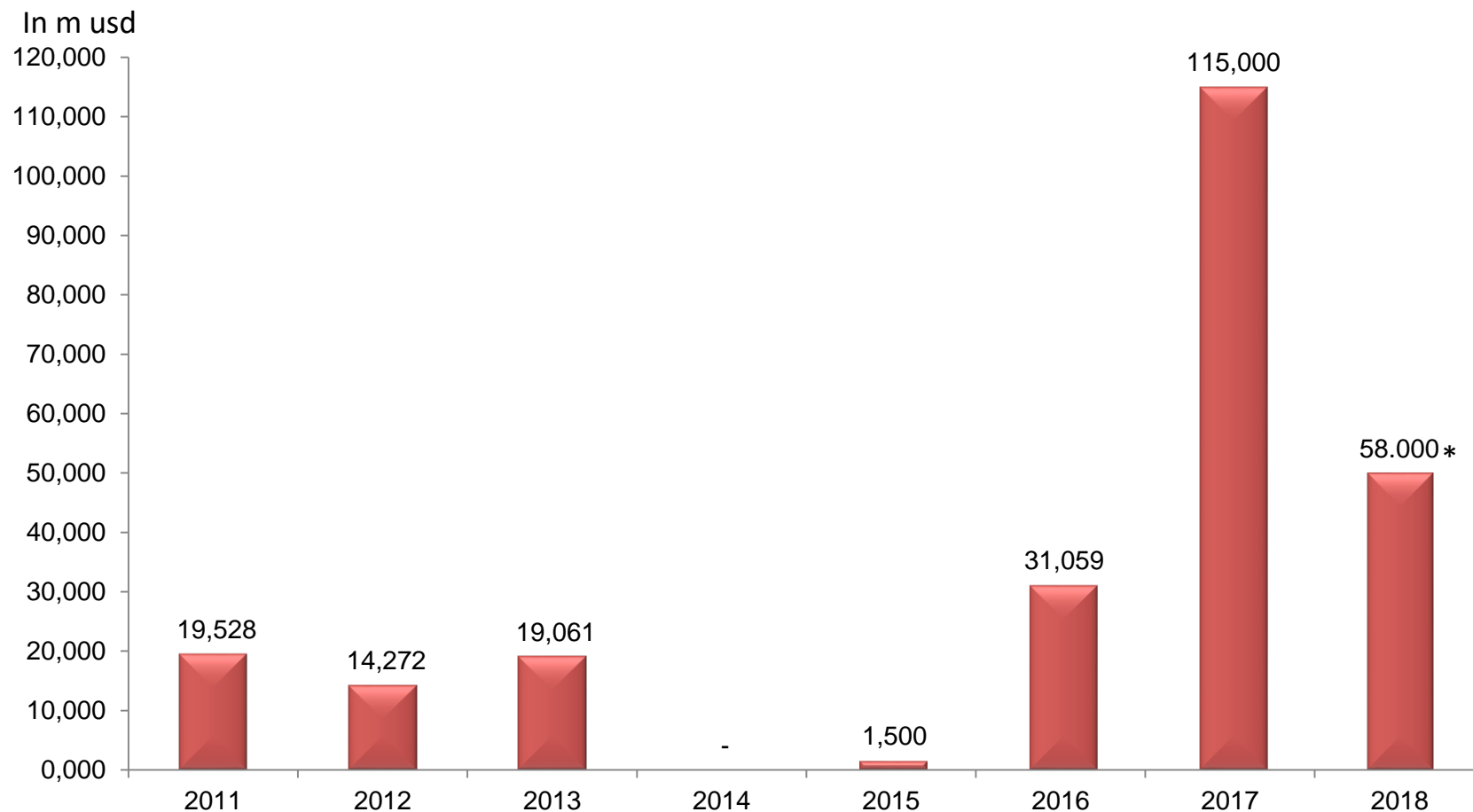
EBT per Ton



FINANCIAL RATIO	2018	Q1 2018	Q1 2019
Return on Asset Ratio* (%)	14.33%	8.04%	3.05%
Return on Equity Ratio* (%)	31.82%	14.38%	6.40%
Net Income to Net Sales Ratio* (%)	9.62%	18.00%	8.03%
Current Ratio (X)	1.32	1.96	1.41
Liabilities to Equity Ratio (X)	1.22	0.79	1.10
Liabilities to Assets Ratio (X)	0.55	0.44	0.52

* In accordance with Total Comprehensive Income for the Year

Dividend Trend

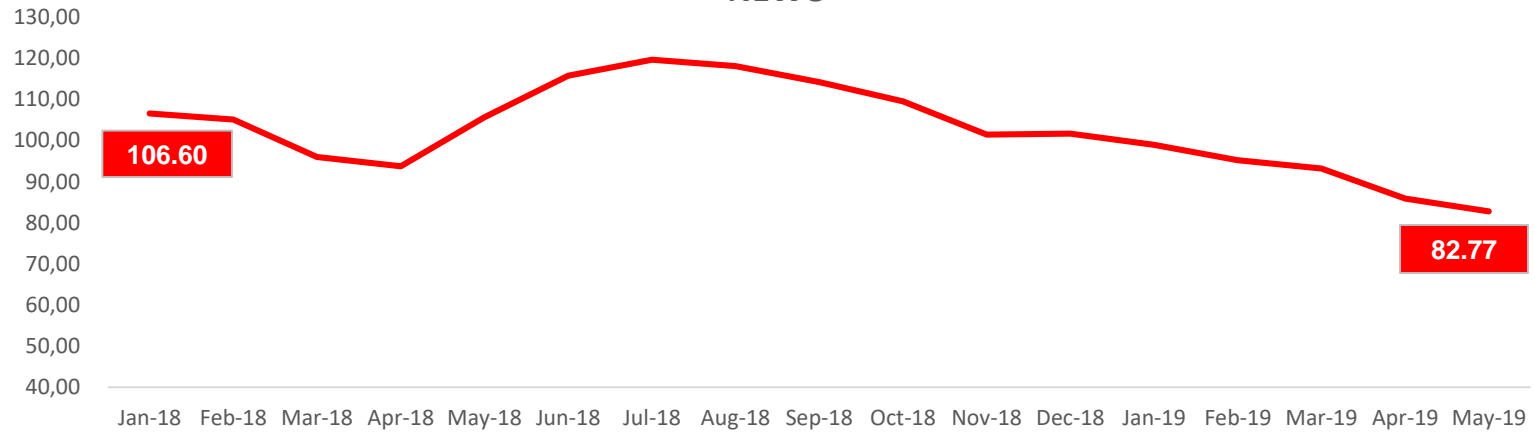


* As amount USD 35 million was an interim dividend 2018 and USD 23 million will be final dividend 2018 and decided by the Company in coming Annual General Meeting on June 28, 2019

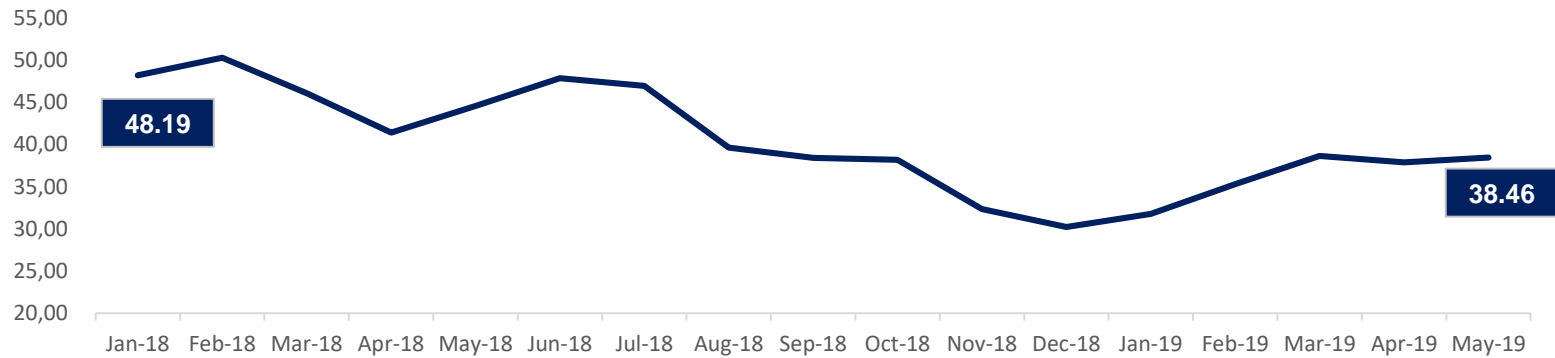
Price



NEWC



ICI4



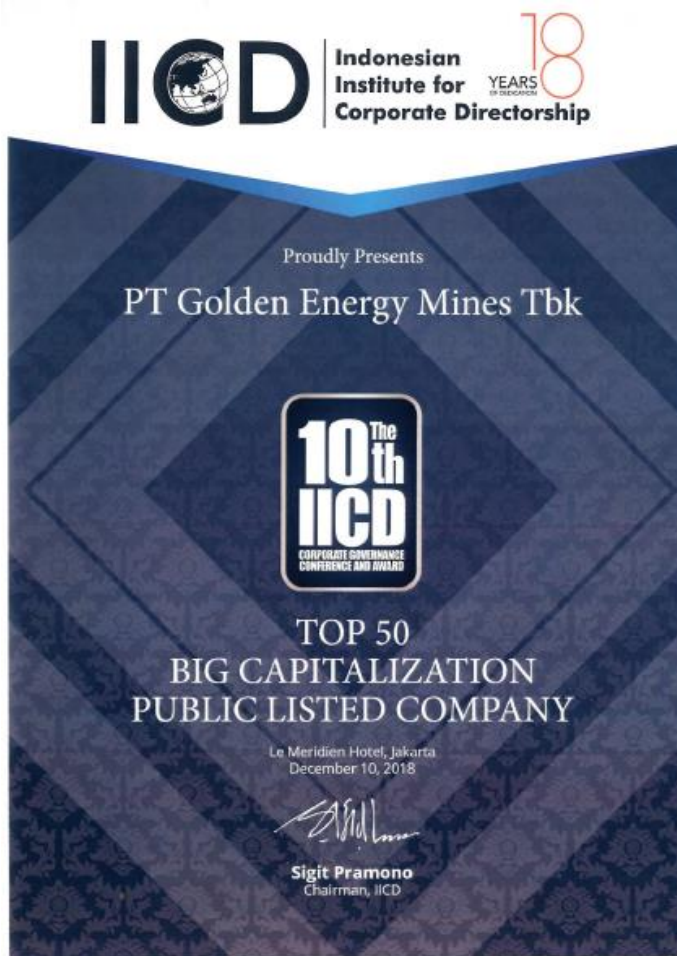
- On 17 January 2019, Fitch has assigned
 - Domestic Rating : A
 - International Rating : B+

This credit rating given due to :

- The successful track record in ramping up production
- Healthy coal reserves
- Conservative financial profile
- The moderate sensitivity of its credit metrics



On 4 October 2018, the Company was awarded 2 of the most prestigious awards in the TOP CSR 2018 Award. The awards were: TOP CSR 2018 – CSR Planning and Strategy toward Community Independence, which was granted to the Company and TOP Leader on CSR Commitment 2018.



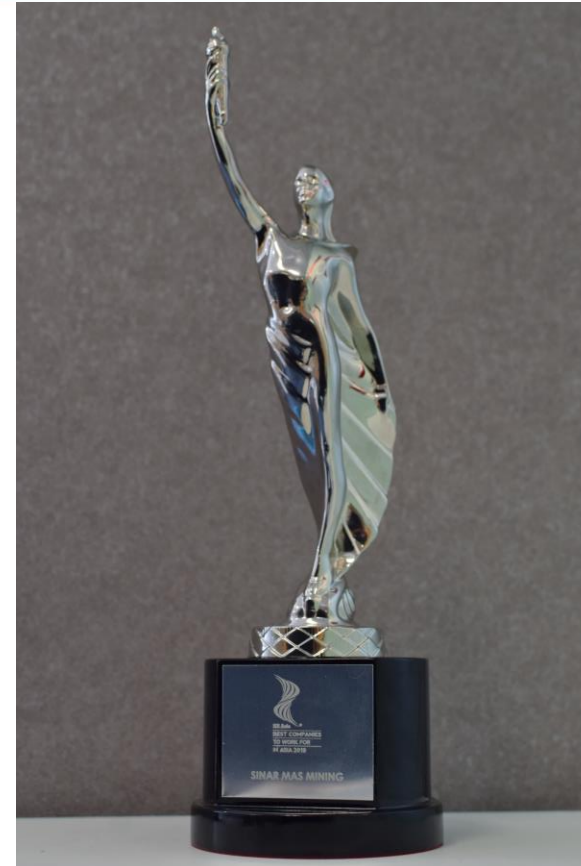
“One of 50 Largest Companies by Market Capitalization with the Best GCG” Award for 6 consecutive years. This award was announced on 10 December 2018.



PROPER Awards “Blue” Rating in Environmental Performance Assessment for PT Borneo Indobara during 2017 – 2018 period and PT Kuansing Inti Makmur during 2017 – 2018 period.



The Company get reward as “100 Fastest Growing Companies” by Infobank Magazine for its ability to maintain sustainability and rapid growth for the last four years. This award was announced on 13 January 2019.



On 14 June 2019, Sinar Mas Mining awarded as “HR Asia Best Companies to work for in Asia 2019” from HR Asia.

Thank You