



Press Release

TOBA BARA SEJAHTRA SECURED FINANCING FOR SULUT-3 COAL FIRED POWER PROJECT

Jakarta, 1 February 2019 – PT Minahasa Cahaya Lestari (MCL) majority-owned by PT Toba Bara Sejahtra Tbk (Company), submitted a drawdown proposal of credit facility on 30 & 31 January 2019. This proposal was submitted on those dates due to the completion of all the requirements of syndication agreement.

Prior to that, on 21 December 2018, MCL signed credit syndication with PT Bank Mandiri and PT Sarana Multi Infrastruktur (Persero) for 2x50 MW coal fired power plant (CFPP) Sulut-3 project in North Minahasa Regency, North Sulawesi Province.

On 28 December 2018, based on Power Purchase Agreement awarded by PT Perusahaan Listrik Negara (PLN) (Persero) signed 12 months earlier, MCL, as the Independent Power Producer (IPP) for the project, achieved its Financial Close on schedule.

“We are particularly grateful to PLN and our other partners such as our lender, sponsor, and relevant government institutions for their support and cooperation in making this achievement a success. We are proud of being a part of this national undertaking to support the still much needed electricity infrastructure in order to bring about sustainable economic growth and welfare for the people”, said Alvin Sunanda, the Company’s Independent Director.

Pandu Sjahrir, Company’s Director further stated “This milestone marks a great achievement for the Company, as our IPP is surely one of only a few operating in Indonesia in recent years, which has reached financial close on schedule.”

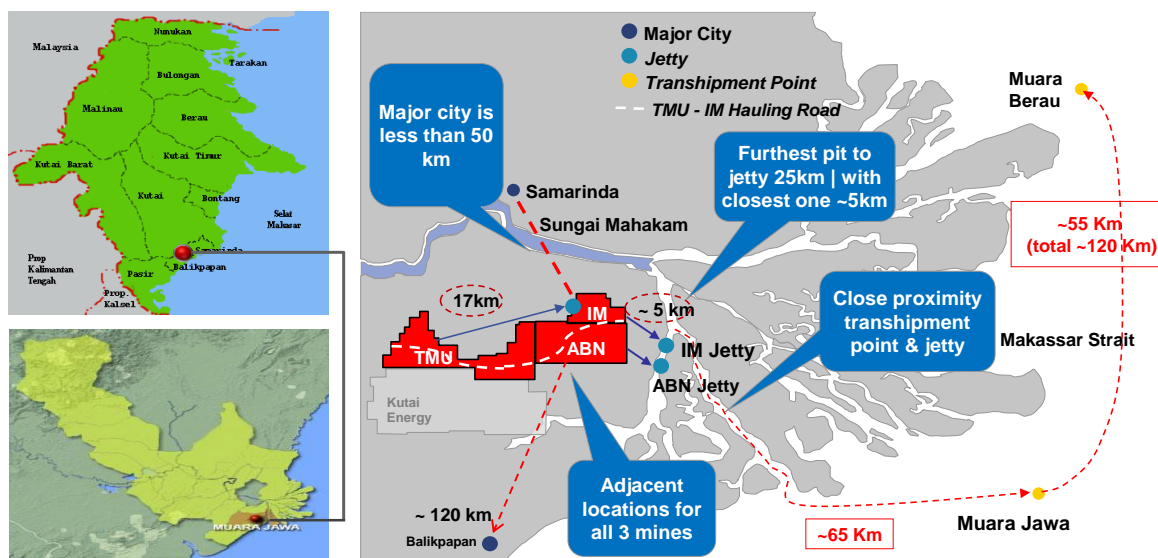
This achievement also underscores the Company’s commitment in developing CFPPs and power plants in general, which is in line with Company’s objective to become an integrated energy company by 2020/2021.

The Sulut-3 CFPP is expected to supply electricity to PLN under the Power Purchase Agreement (PPA) scheme for 25 years post Commercial Operating Date (COD), with targeted COD in second quarter of 2021. Sinohydro Corporation Limited was selected as the Engineering, Procurement, and Construction (EPC) contractor for this project. The composition of ownership is 90% by the Company, through its subsidiary, PT Toba Bara Energi (TBAE), and 10% by Sinohydro Corporation Limited.

SNAPSHOT OF PT TOBA BARA SEJAHTRA TBK

The Company currently has nine operating subsidiaries, three entities in coal mining namely PT Adimitra Baratama Nusantara (ABN), PT Indomining (IM) (indirectly through PT Toba Bumi Energi (TBE)), PT Trisensa Mineral Utama (TMU), two in coal trading namely PT Adimitra Baratama Niaga (Adimitra Niaga) and Adimitra Resources Pte. Ltd. (Adimitra Resources) (both indirectly through ABN), one in palm oil plantation namely PT Perkebunan Kaltim Utama I (PKU), three in power generation namely PT Gorontalo Listrik Perdana (GLP) and PT Minahasa Cahaya Lestari (MCL) (indirectly through PT Toba Bara Energi (Toba Energi)), and one in investment in power generation namely PT Batu Hitam Perkasa (BHP) (indirectly through Toba Energi). The Company's ownerships in ABN, IM, TMU, PKU, GLP, MCL, Adimitra Niaga, Adimitra Resources and BHP are 51%, 99%, 99%, 90%, 80%, 90%, 51%, 51% and 100%, respectively.

Locations of PT Toba Bara Sejahtera Tbk's Concessions



The three operating coal mine concessions are located adjacent to one another in Sangasanga District, Kutai Kartanegara Regency, East Kalimantan, with total concession area of approximately 7,087 hectares. These concessions all benefit from highly favorable mine locations, with close proximity to local river ports.

- ABN started operations in September 2008 with area covering 2,990 hectares. Coal reserves are estimated at around 45 million tons (JORC data as of 2018).
- IM started operations in August 2007 with area covering 683 hectares. Coal reserves are estimated at 13.1 million tons (JORC data as of 2018).
- TMU started operations in October 2011 with area covering 3,414 hectares. Coal reserves are estimated at 5.8 million tons (JORC data as of 2018).

Hence, total Company's coal reserves are estimated at 63.9 million tons (JORC data as of 2018).

PKU holds a Palm Commodity Plantation Cultivation Business License covering HGU area of 8,633 hectares in Muara Jawa, Sangasanga, and Loa Janan District, Kutai Kartanegara Regency, East Kalimantan.

GLP's CFPP (IPP) project is located in the Gorontalo Province, Sulawesi, while MCL's CFPP (IPP) project is located in the North Sulawesi Province.



BHP owns 5% of shares in PT Paiton Energy, an IPP, which owns 2,045 MW capacity power plants in Probolinggo Regency, East Java.

For further information, please contact:
PT Toba Bara Sejahtera Tbk

Alvin Sunanda

Independent Director

Email:

corsec@tobabara.com

Iwan Sanyoto

Head of Investor Relations

Email:

iwan.sanyoto@tobabara.com

Novi Aruan

Corporate Secretary

Email:

novi.aruan@tobabara.com