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INDIKA ENERGY AND CHINA RAILWAY GROUP SIGN A PRINCIPAL AGREEMENT ON MINING & TRANSPORTATION INFRASTRUCTURE PROJECTS IN INDONESIA

3 October 2013, JAKARTA – PT Indika Energy Tbk. (“Indika Energy”) announces that during the Business Forum Indonesia – China held today it has signed a principal agreement with China Railway Group Limited (“CREC”) to jointly develop mining and transportation infrastructure projects in the Papua and Central Kalimantan provinces in Indonesia.

Indika Energy and CREC will work together in the development of mining projects, to acquire and consolidate sufficient mineable reserves to support minimum production of 10 million tonnes of coal per annum per project in the provinces of Papua and Central Kalimantan. Further, subject to successful completion of bankable feasibility studies, Indika Energy and CREC also agree to partner in the development of necessary infrastructure and to conduct related transportation activities in the relevant mine project areas in Papua and Central Kalimantan. It is estimated that the value of the engineering, procurement, construction, operation and maintenance contracts related to these projects is approximately 6 billion US dollars.

CREC is a large conglomerate and a listed company based in Beijing, People’s Republic of China, with a range of expertise in infrastructure, transportation, property, investment, manufacturing and business management in numerous other disciplines.

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About PT Indika Energy Tbk. (www.indikaenergy.co.id)

PT Indika Energy Tbk ("Indika Energy") is Indonesia's leading integrated energy company through its strategic investments in the areas of **Energy Resources** – coal production (PT Kideco Jaya Agung, PT Santan Batubara, PT Multi Tambangjaya Utama, PT Mitra Energi Agung); **Energy Services** – EPC oil and gas (Tripatra); – EPC contract mining (PT Petrosea Tbk.); **Energy Infrastructure** – coal transport & logistic (PT Mitrabahtera Segara Sejati Tbk., PT Sea Bridge Shipping, PT Cotrans Asia, PT Indika Logistic & Support Services); – power generation (PT Cirebon Electric Power).

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