

NEWS RELEASE

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INDIKA ENERGY DIVESTS 69.8% SHARES IN PETROSEA

Indika Energy shows strong commitment to reduce exposure in coal business and to develop its business with a sustainability vision

JAKARTA – On 18 February 2022, PT Indika Energy Tbk. (the “Company”), energy company with diversified business portfolio, as the seller has signed a Conditional Sale and Purchase Agreement with PT Caraka Reksa Optima (“CARA”) in accordance with the proposed sale of all shares of the sellers in PT Petrosea Tbk. (“Petrosea”) to CARA (“CSPA”), with effective date as of 25 February 2022.

Based on the CSPA, the Company intends to sell all of its 704,014,200 shares in Petrosea representing 69.8% of the paid-up capital of Petrosea (“Proposed Transaction”) for the amount of USD 146,580,000.- based on indicative valuation of USD 210,000,000.- for 100% basis.

Petrosea is a coal mining contractor company with almost 50 years of experience and has adopted digital technology in its mining operation enabling Petrosea to significantly strengthen its operational excellence. Divesting share ownership in PTRO is part of the Company’s strategy to realign its business portfolio, targeting to have 50% : 50% revenue from coal/non-coal by 2025 and to be a net-zero emission company by 2050.

According to Azis Armand, Deputy President Director and Group CEO of Indika Energy, the Company continuously reviews its business portfolio and embeds sustainability aspects in its business operations, and will focus on diversifying beyond its core sectors in energy and mining. "The proceeds from Petrosea's divestment will be used to strengthen our financials and to fund our investments for diversification which prioritizes ESG aspects to maximize the shareholders' value." he stated.

This transaction is expected to complete at the end of May 2022, subject to fulfillment of a number of conditions precedents as governed under the CSPA.

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ABOUT INDIKA ENERGY

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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 Multi Tambangjaya Utama); coal trading (Indika Capital Investment Pte. Ltd.); **Energy Services** – EPC - oil & gas (PT Tripatra Multi Energi, PT Tripatra Engineers & Constructors, PT Tripatra Engineering); EPC – contract mining (PT Petrosea Tbk. (IDX: PTRO).); **Energy Infrastructure** –PT Sea Bridge Shipping, PT Cotrans Asia, PT Indika Logistic & Support Services, PT Kuala Pelabuhan Indonesia); fuel storage (PT Kariangau Gapura Terminal Energi); coal-fired power plant (PT Cirebon Electric Power and PT Prasarana Energi Cirebon); **Other Portfolios** – gold production (Nusantara Resources Limited, PT Masmindo Dwi Area), IT enterprise (PT Xapiens Teknologi Indonesia), digital technology services (PT Zebra Cross Teknologi), green businesses (PT Indika Multi Properti, PT Empat Mitra Indika Tenaga Surya and PT PT Electra Mobilitas Indonesia).

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