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INDIKA ENERGY TO DIVEST MUTU

Sale of MUTU is a further step by Indika Energy to reduce its exposure in coal business

JAKARTA – On September 22, 2023, PT Indika Energy Tbk. (the "Company"), a diversified investment company, through PT Indika Indonesia Resources ("IIR") and Indika Capital Investments Pte. Ltd. ("ICI"), both IIR and ICI acting as Sellers, have signed a Conditional Sale and Purchase Agreement with PT Petrindo Jaya Kreasi Tbk. ("PJK") to divest 100% ownership in PT Multi Tambangjaya Utama ("MUTU") to PJK ("CSPA").

Based on the CSPA, the Sellers intend to sell all of theirs 2,263,030,000 shares in MUTU, and ICI intends to assign all of its rights and obligations under the Marketing Rights ("Proposed Transaction") for a total amount of USD 218 Million.

The sale of share ownership in MUTU is part of the Company's strategy as an investment company with a diversified business portfolio, where the Company aims to reduce exposure in the coal business and increase its non-coal investment portfolio. The Company targets to reach 50% of revenue from the non-coal sector by 2025. "MUTU is a bituminous thermal and coking coal mining company in Central Kalimantan which holds a 3rd generation CCOW with a concession area of 24,970 hectares and has been a member of Indika Energy Group since 2012. "MUTU has shown strong growth since production started in 2016 and reached a record profit in 2022. However, we believe that the sale of Indika Energy's shares in MUTU is another step for the Company to reduce exposure in the coal business," explained Azis Armand, Vice President Director and Group CEO of PT Indika Energy Tbk.

According to Mr. Armand, the Company continues to review its business portfolio and prioritizes sustainable aspects and will continue to focus on diversifying beyond its core segments in energy and mining. This is in line with the Company's purpose to energize Indonesia for a sustainable future. "Furthermore, Indika Energy will continue to develop business in line with the company's Environmental, Social, and Governance (ESG) commitment to be carbon neutral by 2050," he concluded.

The transaction is expected to be completed with the fulfillment of condition precedents as stated in the CSPA, including approval from the Ministry of Energy and Mineral Resources.

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ABOUT INDIKA ENERGY

PT Indika Energy Tbk. ("Indika Energy") is an Indonesia's diversified investment 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); **Energy Infrastructure** coal-fired power plant (PT Cirebon Electric Power and PT Prasarana Energi Cirebon); **Logistic & Infrastructure** - ports & logistics (PT Indika Logistic & Support Services, PT Kuala Pelabuhan Indonesia); fuel storage (PT Kariangau Gapura Terminal Energi) – marine transportation for bulk goods and natural resources (PT Sea Bridge Shipping and PT Cotrans Asia); **Minerals** – gold production (Nusantara Resources Limited); bauxite production (PT Mekko Metal Mining) nickel trading (PT Rockgeo Energi Nusantara); **Digital Ventures** - IT enterprise (PT Xapiens Teknologi Indonesia), digital technology services (PT Zebra Cross Teknologi), **Green Business** - Nature based solution (PT Indika Multi Properti), Renewable Energy (PT Empat Mitra Indika Tenaga Surya), **Electric Vehicle** – E2W (PT Ilectra Motor Group) – E4W commercial (PT Foxconn Indika Motor, PT Energi Makmur Buana); **Healthcare** – (PT Bioneer Indika Group)

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