

## **Samindo CAPEX jumped 343% in 2018**

**Jakarta, December 13, 2017** - PT Samindo Resources Tbk ("Company"), an integrated coal mining service provider in Indonesia, prepares Capital Expenditure (CAPEX) of USD 13.8 million for 2018, or soars 343% compared to 2017 CAPEX. The CAPEX is nothing but one of the preparations of the Company in response to the increase in targets charged by clients in 2018. As previously disclosed, the Company's overburden production target has increased by 13%, while the Company's coal production has increased by 10%.

Most of the CAPEX of the Company is allocated for the purchase of heavy equipment's on overburden removal activities and coal getting. Several heavy equipment targeted by the Company is dump trucks, excavators, cranes and pumps. The Company currently has two active contracts for both activities, namely contract with PT KIDECO Jaya Agung and contract with Gunung Bayan Pratama Coal. Currently the process of ordering heavy equipment has been done and is expected in the first quarter of 2018 these tools can already be operated.

"For the last two years, the Company's management decided to postpone the purchase of heavy equipment due to the uncondusive condition of the coal industry," said Zaki, Investor Relations of PT Samindo Resources Tbk. "Throughout 2017 coal prices relatively stable compere with previous years, and next year it is predicted that coal prices will stabilize, therefore our clients begin to increase the production, which of course positively impacts our annual target" added Zaki .

In terms of funding, most of the funding for CAPEX 2018 uses the Company's internal cash. This is due to the fact that the Company has sufficient internal cash surplus. Up to the third quarter of 2017 the Company's cash amount reached USD 26.6 million. While the ratio of total debt of the Company itself is currently only about 21% of total current assets.

### **PT Samindo Resources Tbk at a Glimpse**

Samindo Resources is an investment holding company with core competency in coal mining service for waste removal and coal getting, coal hauling and geological mapping & drilling. As an investment holding company, Samindo run the 4 production activities through 4 subsidiaries i.e. PT SIMS Jaya Kaltim, PT Trasindo Murni Perkasa, PT Samindo Utama Kaltim and PT Mintec Abadi.

Further Information:

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