

H1-2023 Performance Report, IATA's Revenue Reaches USD 100 Million

Jakarta, 31 July 2023 - PT MNC Energy Investments Tbk (IDX: IATA) announced its financial performance for the end of 30 June 2023 with revenue of USD 100.5 million, growing 20.2% year-on-year (yoy) from USD 83.6 million in H1-2022.

On the other hand, the Company's direct costs touched USD 41.1 million in H1-2023, triggered by shipping costs which jumped 15.6% yoy and a 24.9% hike in diesel fuel prices when compared to the end of June 2022 and 2023. This increase in costs is in line with the increase in the Company's coal production. Additionally, the government royalties soared from 3% to 8% at the end of the first half of this year. The above matters resulted in a 15.4% yoy decrease in net profit to USD 22.3 million. The Company recorded EBITDA of USD 28.6 million in H1-2023, equivalent to 28.4% EBITDA margin.

IATA's total assets grew 20.9% to USD 218.0 million in the first half of this year, compared to USD 180.3 million at the end of 2022. The Company's total liabilities and equity rose by 11.3% and 34.3% from FY-2022 to USD 116.8 million and USD 101.2 million, respectively.

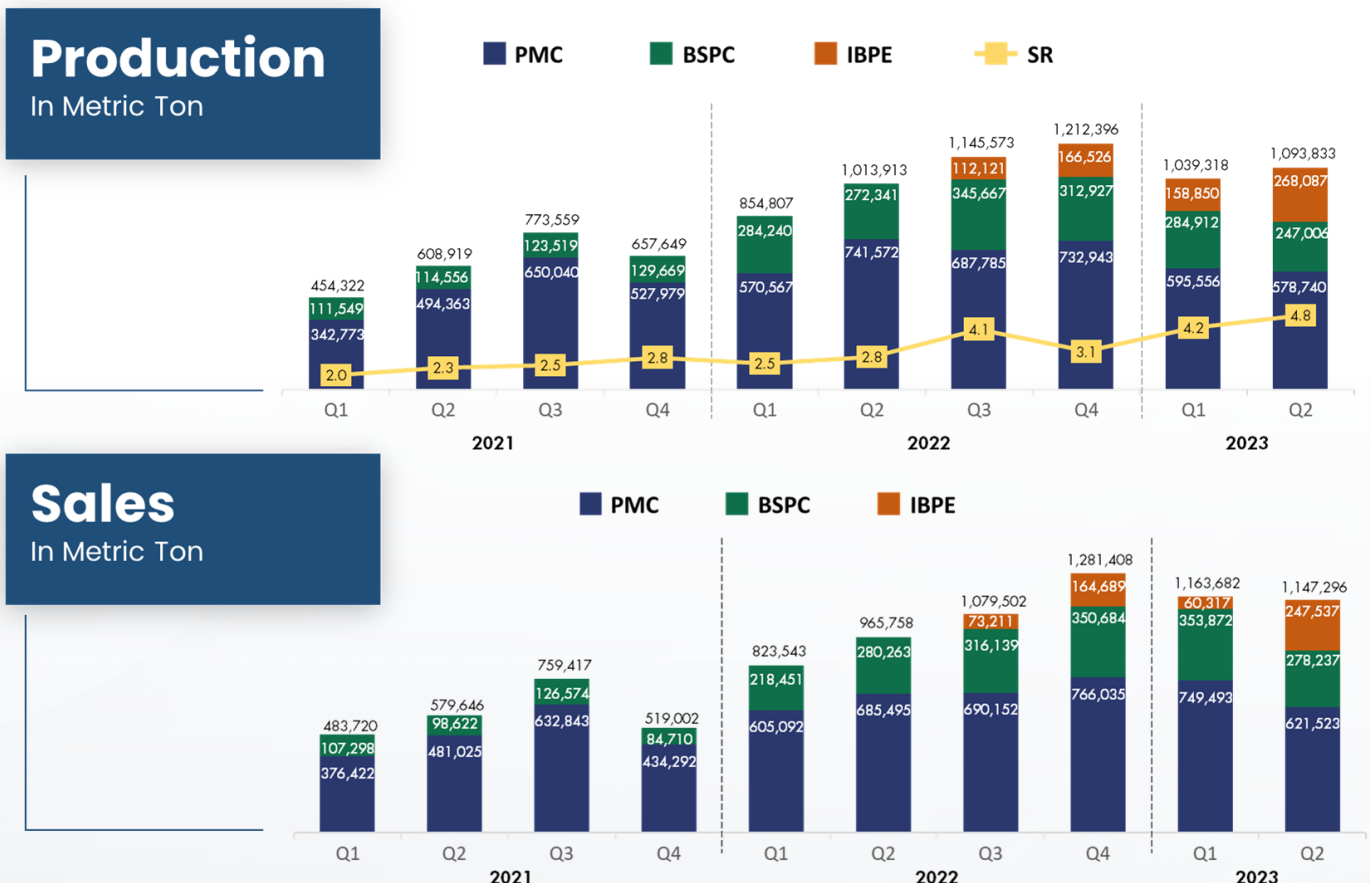
Financial Highlights H1-2023

in thousand USD	H1-2023	H1-2022
Profit and Loss		
Operating Revenues	100,540	83,648
Direct Costs	(41,061)	(25,207)
Gross Profit	59,479	58,441
Income Before Tax	29,612	42,026
Net Profit	22,266	26,317
EBITDA	28,595	47,156
in thousand USD	H1-2023	FY-2022
Balance Sheet		
Current Assets	31,237	18,445
Non-Current Assets	186,757	161,845
Total Assets	217,994	180,290
Current Liabilities	77,929	57,558
Non-Current Liabilities	38,853	47,375
Total Liabilities	116,782	104,933
Total Equity	101,212	75,357

Throughout the first half of 2023, IATA produced 2.1 million MT of coal, up by 14.2% yoy or an increase of 264.4 MT compared to H1-2022's total production. Meanwhile, from the sales perspective, IATA managed to market 2.3 million MT of coal in H1-2023, 29.2% higher than the same period of the previous year.

The Company will start production from IUP owned by PT Arthaco Prima Energy (APE) in Q4-2023. A number of preparations are being made by the Company to start the operation of APE mine, including the signing of a cooperation agreement with the owner of the Cultivation Rights at the APE mine site, land acquisition, and construction of hauling road and port.

Furthermore, IATA is accelerating the construction of Barge Loading Conveyor at the jetty of PT Putra Muba Coal's IUP with target completion in August 2023. This 1,000 MT/hour conveyor investment will further increase the efficiency of coal loading onto barges.



IATA manages 8 IUP-Production Operations in Musi Banyuasin, South Sumatra, and aggressively boosts its production to respond to the high coal demand.

Based on the report from the Indonesian Joint Committee for Mineral Reserves (KCMI), currently, IATA has coal reserves of 386.6 million MT. That total is generated from only around 20% of the Company's mining area of 72,478 Ha. In addition, exploration activities are still being actively carried out in stages on the remaining 57,793 Ha mining area. IATA believes that coal reserves will keep increasing as the exploration process shows additional proven reserves, at least as much as 600 million MT for all IUPs.

IUP	Area (ha)	GAR (kcal/kg)	Resources (MT)				Reserves (MT)
			Measured	Indicated	Inferred	Total	KCMI
Based on Indonesian Joint Committee for Mineral Reserves (KCMI)							
BSPC-N	4,708	3,200 - 3,300	74,500,000	29,500,000	26,700,000	130,700,000	83,270,000
BSPC-S	2,158	3,400 - 3,600	8,560,000	6,840,000	1,600,000	17,000,000	9,060,000
PMC	2,947	3,000 - 3,600	60,400,000	12,900,000	3,600,000	76,900,000	54,820,000
APE ¹	3,550	2,500 - 3,250	214,300,000	142,800,000	84,900,000	442,000,000	222,140,000
IBPE ²	1,322	3,060 - 3,375	10,100,000	16,300,000	4,900,000	31,300,000	17,270,000
Total	14,685		367,860,000	208,340,000	121,700,000	697,900,000	386,560,000

Potential Coal Tonnage

IUP	Area (ha)	GAR (kcal/kg)	Exploration Target (MT)
Based on Internal Assessment			
APE	11,450	2,500 - 3,200	350,229,434
IBPE	13,678	3,000 - 3,375	528,994,284
PE	4,424	2,500 - 3,300	2,663,460
TPS	6,015	2,500 - 3,200	5,026,290
SEP	8,596	2,600 - 3,500	942,890
EIBP	13,630		
Total	57,793		887,856,358

Total resources & potential coal:
1,585,756,358 MT

Note:

¹ APE Phase 1 – 5 findings only

² IBPE Phase 1 – 2 findings only

Drilling activities continue for IUPs which have not been fully explored. Reserves will increase if the results of the ongoing exploration show coal findings.

In addition to focusing on increasing coal production, the Company continues to growing sales contracts, seeking opportunities to acquire new mines, considering prospects in renewable energy, and ensuring efficiency in every business activity to generate sustainable performance growth. IATA consistently contributes to social life and the environment, including sustainable economic development.

For further information, please contact:

Natasha Yunita – Head of Investor Relations
natasha.yunita@mncgroup.com
office.iata@mncgroup.com

PT MNC Energy Investments Tbk
MNC Tower, 22/F, MNC Center
Jl. Kebon Sirih No. 17-19, Menteng
Jakarta Pusat 10340, Indonesia
Phone: +62-21 391 2935
www.mncenergy.com

DISCLAIMER

By accepting this Press Release, you agree to be bound by the restrictions set out below. Any failure to comply with these restrictions may constitute a violation of applicable securities laws.

The information and opinions contained in this Press Release have not been independently verified, and no representation or warranty, expressed or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of, the information or opinions contained herein. It is not the intention to provide, and you may not rely on this Press Release as providing, a complete or comprehensive analysis of the condition (financial or other), earnings, business affairs, business prospects, properties or results of operations of The Company or its subsidiaries. The information and opinions contained in this Press Release are provided as at the date of this presentation and are subject to change without notice. Neither The Company (including any of its affiliates, advisors and representatives) nor the underwriters (including any of their respective affiliates, advisors or representatives) shall have any responsibility or liability whatsoever (in negligence or otherwise) for the accuracy or completeness of, or any errors or omissions in, any information or opinions contained herein nor for any loss howsoever arising from any use of this Press Release.

In addition, the information contained in this Press Release contains projections and forward-looking statements that reflect The Company's current views with respect to future events and financial performance. These views are based on a number of estimates and current assumptions which are subject to business, economic and competitive uncertainties and contingencies as well as various risks and these may change over time and in many cases are outside the control of The Company and its directors. No assurance can be given that future events will occur, that projections will be achieved, or that The Company's assumptions are correct. Actual results may differ materially from those forecasts and projected.

This Press Release is not and does not constitute or form part of any offer, invitation or recommendation to purchase or subscribe for any securities and no part of it shall form the basis of or be relied upon in connection with any contract, commitment or investment decision in relation thereto.