

ASX ANNOUNCEMENT / MEDIA RELEASE
22 January 2025

Cokal's Joint Venture Partner for Infrastructure Development and Sharing Receives Financing for Development of their Mine and Infrastructure

Key Highlights

- Cokal's infrastructure joint venture partner, PT Petrindo (IDX:CUAN) (refer ASX Announcement 11/03/2024), has successfully raised finance for the development of their PT DBK metallurgical coal mine (which is in close proximity to BBM) and including associated coal transport infrastructure.
- The Joint Venture with PT Petrindo provides for the co-development and sharing of the coal transport infrastructure that is critical to support the ramp-up of metallurgical coal production at BBM; and is anticipated to increase Cokal's coal transport capacity in an expedited timeframe and at a significantly lower cost per tonne.
- Cokal notes the material value-creation available, and the opportunity to capture significant operational synergies as a result of the infrastructure joint venture, close proximity of the mines and their stage of development, and the aligned objectives of the companies.
- Two shipments of BBM metallurgical coal to China have been successfully completed, including one as co-load with MUTU (a PT Petrindo Group Company), further strengthening the strategic relationship. An additional shipment with PT Mareta Persada (another PT Petrindo Group Company) is scheduled for February 2025.
- Ongoing development and capacity upgrades of important coal transport infrastructure have continued, and which are critical to support the ramp-up of metallurgical coal production from BBM.

Cokal Limited (Cokal) (ASX: CKA) is pleased to announce that its infrastructure joint venture partner, PT Petrindo Jaya Kreasi Tbk. ("PT Petrindo"; IDX:CUAN) (refer ASX Announcement 11/03/2024), is undertaking development of their PT DBK metallurgical coal mine. PT Petrindo's development of PT DBK provides numerous, mutually beneficial, strategic opportunities for value creation. Cokal and

Petrindo recognised this with the creation of a Joint Venture for infrastructure development and sharing in 2024.

Infrastructure Joint Venture and Sharing with PT Petrindo

Cokal's infrastructure joint venture partner, PT Petrindo has successfully raised IDR 2.4 trillion (A\$237.8m) in bank finance for development of their metallurgical coal mine in Central Kalimantan, including associated coal transport infrastructure. The PT Petrindo mine is in close proximity to BBM, with numerous potential opportunities for synergies.

Under the Joint Venture, Cokal and PT Petrindo will jointly develop and share coal transport infrastructure to maximise each company's access to, and efficiency of, coal transport capacity.

Cokal is extremely pleased to see PT Petrindo proceed to development of their mine, and looks forward to a close and mutually beneficial long-term strategic partnership. This relationship, founded on our Joint Venture for infrastructure development and sharing, has the potential to extend to numerous value-adding alliances.

Successful shipment of BBM metallurgical coal to China

Cokal has completed two successful shipments of BBM metallurgical coal to China, including a pilot co-load shipment with PT Petrindo's group company "MUTU". This is an important step towards the long-term strategic alliance with the PT Petrindo group, including the Joint Venture for infrastructure development and sharing. The second shipment was through ICT and a Japanese trading company.

In addition, BBM is scheduled for a third delivery to another PT Petrindo Group Company (PT Mareta Persada) for the domestic market in early February 2025.



Co-loading shipment with Petrindo

Infrastructure Development

Development of the BBM haul road continues at several critical sections from BBM Pit 3 to KM 52. Development is occurring alongside ongoing coal hauling operations.

Mohing Bridge construction is now 90% complete, with expected handover on 15 February 2025. Some delays in civil construction and curing works were encountered due to continuous rain, however these have now been overcome.

The Batu Tuhup Jetty approach KM 4 to KM 0 has had substantial upgrades including road upgrades and widening to assist with operations for the fleet of haul trucks.



Mohing Bridge development



Haul road development



The Cokal Chairman, Mr Domenic Martino, comments:

“Cokal continues to make substantial progress towards increasing production and putting in place the funding, expertise, infrastructure and equipment to efficiently and cost effectively deliver its product to market.

PT Petrindo has now secured funding for their coking coal project adjacent to BBM including the associated infrastructure. This means funding is now available for a major regional upgrade of coal transport infrastructure available to BBM, which has the potential to add significant value to Cokal’s operations.”

The Cokal CEO, Mr Karan Bangur, comments:

“These significant developments on funding and infrastructure with Petrindo will not only enable Cokal to expand its production targets substantially but will also enhance the infrastructure chain for delivery of the product to market.

A key advantage of the infrastructure upgrades will be a substantial reduction of costs per tonne for delivery of coal to market. This coupled with expanded coal production will push Cokal to a cash flow positive position, even in a tight market.”

ENDS

Further enquiries:

Domenic Martino
Non-Executive Chairman
dmartino@cokal.com.au

This ASX announcement was authorised for release by the Board of Cokal Limited.

About Cokal Limited

Cokal Limited (ASX:CKA) is an Australian listed company with the objective of becoming a metallurgical coal producer with a global presence. Cokal has interests in four projects in Central Kalimantan, Indonesia considered prospective for metallurgical coal.

Forward Looking Statements

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward-looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

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