

PT LAMINDO INTER MULTIKON

Financial Statements

For the year ended

March 31, 2019

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PT. LAMINDO INTER MULTIKON

**DIRECTORS' STATEMENT
REGARDING THE RESPONSIBILITY ON
THE FINANCIAL STATEMENTS
PT LAMINDO INTER MULTIKON
FOR THE YEAR ENDED
March 31, 2019**

We, the undersigned :

Name : Mr. Dani Daksinaputra
Office address : Graha Mustika Ratu, Lantai 3, Jl. Jend.Gatot Subroto Kav. 74-75 Jakarta Selatan
Domicile address : Jl. Destarata 7 No. 10 - Tegal Gundil, Bogor Utara,
based on ID Card Bogor 16152
Phone number : 021 - 8307406 / Fax 83007407 Post Code: 12870
Function : Director

Declare that :

1. We are responsible for the preparation and presentation of the company's financial statement;
2. The company's financial statements have been prepared and presented in conformity with Indonesian Finance Accounting Standard;
3. a. All information in the company's financial statements have been disclosed in a complete and truthful manner;
b. The company's financial statements do not contain any incorrect information or material facts, nor do they omit information or material facts; and
4. We are responsible for the company's internal control system.

This statements is made truthfully.

Jakarta, April 25th, 2019

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PT. LAMINDO
INTER MULTIKON

Mr. Dani Daksinaputra
Director

INDEPENDENT AUDITOR'S REPORT

Ref.: R-313/2.0752/AU.1/02/0209-7/1/IV/2019

The Shareholders, Boards of Commissioners and Directors
PT Lamindo Inter Multikon

We have audited the accompanying financial statements of **PT Lamindo Inter Multikon** (the "Company"), which comprise the statement of financial position as of March 31, 2019, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended, and a summary of significant accounting and other explanatory information.

Management's Responsibility for the financial statements.

Management is responsible for the preparation and fair presentation of such financial statements in accordance with Indonesian Financial Accounting Standards, and for such internal control as management determines is necessary to enable the preparation financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Standards on Auditing established by the Indonesian Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion.


Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **PT Lamindo Inter Multikon** as of March 31, 2019, and their financial performance and cash flows for the year then ended, in accordance with the Indonesian Financial Accounting Standards.

Emphasis of matter

As disclosed in the notes 2 to financial statements, effective since June 8, 2018, the Company has received the transfer of assets and liabilities from PT Mitra Niaga Mulia. Those transfer of assets and liabilities are recognized and measured at its carrying value at the transfer date, as agreed with the PSAK 38: *"Business Combination Under Common Control"*.



Syamsudin 
NRAP. 0209

April 25, 2019

Ref. : R-313/2.0752/AU.1/02/0209-7/1/IV/2019

PT LAMINDO INTER MULTIKON
STATEMENTS OF FINANCIAL POSITION
As of March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

	Notes	March 31, 2019	March 31, 2018
ASSETS			
Current Assets			
Cash and cash equivalents	5	10.890.812.515	24.788.984.591
Sundry debtors	6	-	18.575.139.480
Inventories	4d, 7	62.524.889.770	105.085.111.288
Loans and advances	8	12.492.121.831	36.450.065.916
Total Current Assets		85.907.824.116	184.899.301.275
Non Current Assets			
Deposits	11	29.546.093.365	29.546.093.365
Exploration and evaluation assets	4e, 10	71.799.632.979	113.573.650.687
Investment	4i, 12	200.000.000	200.000.000
Deferred tax assets	4k, 16d	23.241.568.410	30.740.152.198
Fixed assets - net	4f, 9	108.478.754.463	141.956.496.996
Other asset	13	51.383.897.620	33.512.244.529
Total Non Current Assets		284.649.946.837	349.528.637.775
TOTAL ASSETS		370.557.770.953	534.427.939.050
LIABILITIES AND EQUITY			
LIABILITIES			
SHORT TERM LIABILITIES			
Sundry creditors	4h, 14	224.512.349.412	148.179.197.338
Taxes payables	4k, 16a	10.842.600.843	8.539.214.312
Other payables	15	196.825.024.108	442.141.908.256
Total short term liabilities		432.179.974.363	598.860.319.906
LONG TERM LIABILITIES			
Provision for retirement benefits	17	30.522.483.294	27.005.475.728
Total long term liabilities		30.522.483.294	27.005.475.728
TOTAL LIABILITIES		462.702.457.657	625.865.795.634
EQUITY			
Authorized capital - 10.500 shares			
<i>Rp 1,000,000 par value per share</i>			
<i>subscribed and fully paid up</i>	18	10.500.000.000	10.500.000.000
Additional paid in capital	19	(15.808.685.252)	-
Retained earning profit (loss)		(63.730.689.361)	(79.024.898.822)
Other comprehensive income		(23.105.312.091)	(22.912.957.762)
TOTAL EQUITY		(92.144.686.704)	(91.437.856.584)
TOTAL LIABILITIES AND EQUITY		370.557.770.953	534.427.939.050

PT LAMINDO INTER MULTIKON
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

	Notes	March 31, 2019	March 31, 2018
SALES	3l, 20	1.405.163.938.353	1.050.291.245.506
COST OF SALES	3l, 21	<u>(1.136.661.892.632)</u>	<u>(742.869.053.748)</u>
GROSS PROFIT		268.502.045.721	307.422.191.758
INDIRECT EXPENSES	3l, 22	<u>(241.582.728.395)</u>	<u>(134.764.040.609)</u>
OPERATING PROFIT (LOSS)		26.919.317.326	172.658.151.149
OTHER INCOME (EXPENSES)			
OTHERS INCOME	3l, 23	1.702.537.997	2.226.622.421
OTHERS EXPENSES	3l, 23	<u>(12.942.097.387)</u>	<u>(26.542.414.172)</u>
		<u>(11.239.559.390)</u>	<u>(24.315.791.751)</u>
PROFIT (LOSS) BEFORE INCOME TAX		<u>15.679.757.936</u>	<u>148.342.359.398</u>
TAX INCOME/(EXPENSES)			
Current tax	4k, 16c	(8.476.649.939)	(6.336.143.734)
Deferred tax	4k, 16d	<u>(7.498.583.788)</u>	<u>(42.658.241.309)</u>
		<u>(15.975.233.727)</u>	<u>(48.994.385.043)</u>
PROFIT (LOSS) FOR THE YEAR		<u>(295.475.791)</u>	<u>99.347.974.356</u>
OTHER COMPREHENSIVE INCOME (EXPENSE)			
Actuaria Losses		(256.472.439)	(5.710.347.646)
Related Income tax		<u>64.118.110</u>	<u>1.427.586.912</u>
		<u>(192.354.329)</u>	<u>(4.282.760.735)</u>
TOTAL COMPREHENSIVE INCOME (EXPENSE)		<u>(487.830.120)</u>	<u>95.065.213.621</u>

PT LAMINDO INTER MULTIKON
STATEMENTS OF CHANGES IN EQUITY
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

	Share capital	Capital reserves	Other Comprehensive Income	Retained Earning	Total
Balance as of March 31, 2017	10.500.000.000	-	(18.630.197.028)	(178.372.873.178)	(186.503.070.206)
Profit (loss) for the year	-	-	-	99.347.974.356	99.347.974.356
Comprehensive income (loss) for the year	-	-	(4.282.760.735)	-	(4.282.760.735)
Balance as of March 31, 2018	10.500.000.000	-	(22.912.957.762)	(79.024.898.823)	(91.437.856.585)
Profit (loss) for the year	-	-	-	(295.475.791)	(295.475.791)
Comprehensive income (loss) for the year	-	-	(192.354.329)	-	(192.354.329)
Additional from merging entities	-	(15.808.685.252)	-	15.589.685.252	(219.000.000)
Balance as of March 31, 2019	10.500.000.000	(15.808.685.252)	(23.105.312.091)	(63.730.689.361)	(92.144.686.704)

PT LAMINDO INTER MULTIKON
STATEMENTS OF CASH FLOW
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

	2019	2018
Cash flows from operating activities		
Profit/(loss) before income tax	15.679.757.936	148.342.359.398
<i>Add items not affecting operating cash flows</i>		
Depreciation	33.945.923.225	37.011.483.957
Amortization of exploration and evaluation assets	42.489.017.708	21.749.199.458
Loss from investments	(219.000.000)	-
Provision for retirement benefits	3.517.007.566	4.913.365.022
(Profit) Loss fixed asset sale	-	4.390.505.430
Operating cash flows before changes in working capital	95.412.706.435	216.406.913.265
Changes in working capital		
Sundry debtors	18.575.139.480	(18.575.139.480)
Inventories	42.560.221.518	(49.938.297.336)
Deposits	-	(2.319.494.191)
Loans and advances	23.957.944.085	(5.185.087.976)
Other assets	(81.850.928)	2.269.490.912
Sundry creditors	76.333.152.074	60.656.636.076
Taxes paid	(23.980.798.389)	(24.659.337.399)
Other payables	(245.316.884.148)	(170.290.078.443)
Net changes in working capital	(107.953.076.308)	(208.041.307.837)
Net cash flows (used in) provided from operating activities	(12.540.369.873)	8.365.605.428
Cash flows from investing activities		
Acquisition of fixed assets	(642.802.203)	(1.480.295.228)
Acquisition of exploration and evaluation assets	(715.000.000)	-
Disposal of fixed assets	-	1.856.654.579
Net cash flows provided from (used in) investing activities	(1.357.802.203)	376.359.351
Cash flows from financing activities		
Net cash flows (used in) financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	(13.898.172.076)	8.741.964.779
Cash and cash equivalents at the beginning of the year	24.788.984.591	16.047.019.812
Cash and cash equivalents at the end of the year	10.890.812.515	24.788.984.591

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

1. GENERAL

Establishment and General Information

PT LAMINDO INTER MULTIKON (the "Company") was established on July 25, 2002 based on notarial deed No.228 of Kartono, SH. The deed of establishment was approved by the Ministry of Justice in its decision letter No. C19538 HT.01.01 TH.2002 dated October 10, 2002. The Articles of Association has been amended several times, most recently by the notarial deed no. 11 of Rohana Frieta S.H., public Notary in Jakarta, dated May 8, 2013, regarding the change of the composition of Board of Commissioner and Directors.The changed has been approved by the Ministry of Justice and Human Rights of Republic of Indonesia under the letter No. AHU-AH.01.10-20565, dated May 28, 2013.

According to Article 3 of its Articles of Association, the Company's scope of activities comprises services, trading and mining. The Company obtained its license for the exploitation of coal mining (IUP) in Bunyu Island, East Kalimantan, by Bupati Bulungan No. 56/K-II/540/2010 dated February 9, 2010 valid till August 7, 2036. Pursuant to the requirement of Article no 14, Law no 23 dated September 2014 that requires the ermission issued by Bupati has to be regularised by Governor Provice/Central Government. The Company has further obtained license for the exploitation of coal mining (IUP) in Bunyu Island, North Kalimantan, by Governor Bulungan No. 757/066/IUP-OP-LIM/DPMPSTP/XII/2017 dated December 27, 2017 valid till August 7, 2029.This Supersedes the previous licence issued by Bupati Bulungan No. 56/K-II/540/2010 dated February 9, 2010

The Company domiciled in Jakarta. The company started its commercial operation in 2008.

Board of Commissioners and Directors, and Employees

The composition of the Company's Boards of Commissioner and Director is as follows:

	March 31, 2019	March 31, 2018
Commissioner	: Ms. Prosidawaty Malemta	Ms. Prosidawaty Malemta
Director		
President Director	: Mr. Abdi Khalik Ginting	Mr. Abdi Khalik Ginting
Director	: Mr. Dani Daksinaputra	Mr. Dani Daksinaputra

As of March 31, 2019 and March 31, 2018, the Company has a total of 534 and 492 employees.

Completion of the Company's financial statements

The Company's management has completed and agreed to issue the financial statements for the period ended March 31, 2019 on April 25, 2019.

2. MERGING ENTITIES

Based on the General Meeting of Shareholders that formed basis for notarial deed No. 13 of Fessy Farizqoh Alwi, SH., M.Kn, public Notary Jakarta dated June 5, 2018 , that is, the company merged with PT Mitra Niaga Mulia which is effectively implemented on June 8, 2018 and PT Lamindo Inter Multikon as an entity that continues (surviving company). The deed of notification of merger has been approved by the Ministry of Justice and Human Rights of Republic of Indonesia under the letter No. AHU-AH.01.10-0006437, dated June 8, 2018. The Merger is carried out at book value based on the approval of tax department vide letter no KEP-244/WPJ.19/2018 dated 13th December 2018.

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

3. ACCOUNTING STANDARDS APPLIED

These financial statements are prepared in compliance to Indonesian Financial Accounting Standards.

Presented below are the significant accounting policies, which have been used in the preparation of the financial statements of the Company, these are in conformity with the Statement of Financial Accounting Standards ("SFAS").

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of presentation of financial statements

The accompanying financial statements have been prepared based on going concern assumption.

The financial statements, presented in rupiah ("IDR"), are prepared on the accrual basis using the historical cost concept.

The statements of cash flows present the Company's receipts and disbursements of cash classified into operating, investing and financing activities using the indirect method.

According to the Statement of Financial Accounting Standards ("SFAS") No.1 (Revised 2015) "Presentation of Financial Statement" are applicable for financial statements covering periods beginning on or after January 1, 2011. The Company has adopted Statement of Financial Accounting Standards ("SFAS") No.1 (Revised 2009) and there is no impact on the Company to make restatement or reclassification.

b. Functional currency

The Company maintains its accounting records in Indonesian Rupiah. Transactions denominated in foreign currencies are converted into Rupiah (IDR) at the fiscal exchange rates prevailing on a beginning week. On the balance sheet date, assets and liabilities in foreign currencies are translated into Rupiah at the exchange rate prevailing as on that date.

Exchange gains and losses arising from foreign currency transactions and on the translation of foreign currency monetary assets and liabilities are recognized in the current period's statement income.

On the balance sheets date, monetary assets and liabilities denominated in foreign currency were translated using the following rates:

	<u>March 31, 2019</u>		<u>March 31, 2018</u>	
US Dollar (USD) 1	Rp	14.244	Rp	13.756

c. Sundry debtors

Sundry debtors are presented at net of allowance for doubtful accounts, based on a review of the status of the individual debtors at year-end.

d. Inventories

Inventories are stated at the lower of cost or net realizable value. Cost is determined on weighted average basis and comprises mining contractor's cost, directly attributable fixed and variable overheads related to mine coal. Net realizable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses.

(Expressed in Rupiah, unless otherwise stated)

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Exploration and evaluation assets

The Company adopted SFAS No. 64 (Revised 2011) , " Exploration for and Evaluation of Mineral Resources " . SFAS No. 64 (Revised 2011) provides that an entity is required to determine the accounting policies that specify on expenditures are recognized as exploration and evaluation assets and apply the policy consistently .

The Company determined that all costs associated with exploration activities , acquisitions , and asset evaluation coal sources , including overhead costs that are directly related and interest expenses directly related to exploration and evaluation of coal are capitalized as exploration assets and evaluation of intangibles. Exploration and evaluation assets are amortized for 10 years .

Cash flows related to capitalized exploration and evaluation costs are classified as cash flows from investing activities in the statement of cash flows , while the cash flows associated with the exploration and evaluation costs are expensed are classified as cash flows from operating activities.

f. Fixed assets

The cost of an item of fixed assets initially recognized includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Company has adopted SFAS 16 (Revised 2007) regarding "Fixed Assets" and has chosen to use the cost model for measuring its fixed assets. Under cost model, fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses.

Fixed assets are depreciated using the straight line method over their estimated useful lives, as follows:

	<u>Years</u>
Plant & Machinery	10
Mining Equipment	5
Vehicles	5
Misc. Site Equipment	4
Computer	4

g. Related party transactions

The Company has entered into transactions with certain related parties as defined in Statement of Financial Accounting Standards ("SFAS") No. 7, "Related Party Disclosures". Compensation to the key person during 2019 amounting Rp 743,151,000.

All transactions with related parties are properly disclosed in the notes to the financial statements.

h. Sundry creditors

Sundry creditors are measured at amortized cost using the effective interest method, except for short-term receivables when the recognition of interest would be immaterial.

(Expressed in Rupiah, unless otherwise stated)

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Financial assets and liabilities

In accordance with Statement of Financial Accounting Standards ("SFAS") No. 50 (Revised 2006) "Financial Instruments: Presentation and Disclosure" and SFAS No. 55 (Revised 2006) "Financial Instruments: Recognition and Measurement" applicable for financial statements covering periods beginning on or after January 1, 2010, the accounting policy on financial assets and liabilities are as follows:

1) Financial Asset

Financial assets are classified into the following categories (i) financial assets at fair value are recognized through the income statement, (ii) loans and receivables, (iii) financial assets held to maturity, and (iv) financial assets available for sale. The classification is dependent on the objective when the financial assets were acquired. Management determines the classification of financial assets at initial recognition.

(i) Financial assets at fair value are recognized through the income statement

Financial assets at fair value are recognized in the consolidated profit or loss are financial assets classified as assets to be traded. A financial asset is classified as an asset to be traded if it is obtained primarily for the purpose of sale or repurchase in the near future and there is evidence to suggest the background to take advantage of short-term.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or predetermined payment that is not affected by an active market. Loans and receivables are initially recognized at fair value plus transaction costs and subsequently measured at cost which is amortized using the effective interest rate method.

(iii) Financial assets held to maturity

Financial assets held to maturity are non-derivative financial assets with payments and fixed maturity and has determined that the Company's management has the positive intent and ability to maturity, other than:

- a. The Company's financial assets are recognized at fair value through profit or loss;
- b. Company's financial assets available for sale; and
- c. Financial assets that meet the definition as loans and receivables.

These financial assets are initially recognized at fair value including transaction costs and subsequently remeasured at amortized cost by applying the effective interest rate method.

(iv) Financial assets available for sale

Financial assets available for sale are financial assets that are held to an unlimited period of time, which can be sold to meet liquidity needs or changes in interest rates, exchange rates, or that are not classified as loans and receivables, financial assets held to maturity tempo or financial assets at fair value are recognized through the income statement.

(Expressed in Rupiah, unless otherwise stated)

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Financial assets and liabilities (Continued)

1) Financial Asset (Continued)

(iv) Financial assets available for sale (Continued)

Financial assets available for sale are initially recognized at fair value plus transaction costs and are subsequently remeasured at fair value. Gains and losses are recognized in the statement of changes in equity, except for impairment losses and foreign exchange gains and losses, until such financial assets are no longer recognized. If a financial asset available for sale is impaired, the cumulative gain or loss previously recognized in the statement of changes in equity, will be recognized in the income statement. However, interest calculated using the effective interest rate method, and gains or losses on foreign currency monetary assets which are classified as assets available for sale are recognized in the income statement for the year.

2) Financial liabilities

The company classifies its financial liabilities in categories (i) financial liabilities at fair value are recognized through the income statement and (ii) financial liabilities measured at amortized cost.

(i) Financial liabilities are recognized at fair value through profit and loss

Financial liabilities are recognized at fair value through profit or loss are financial liabilities classified as trading liabilities. A financial liability is classified as a trading liability if it acquired primarily for the purpose of sale or repurchase in the near future and there is evidence to suggest the background to take advantage of short-term.

Gains and losses arising from changes in fair value of derivatives that are managed in conjunction with the financial obligation is included in "gain/ loss on foreign exchange".

(ii) Financial liabilities measured at amortized cost

Financial liabilities not classified as financial liabilities at fair value are recognized through profit and loss are measured at amortized cost. Financial liabilities measured at amortized cost are trade and other payables, accrued expenses, and loans.

j. Fair value estimation

The Company uses several assessment techniques that are used in general to determine the fair value of financial instruments. Inputs used in valuation techniques for financial instruments on the market data that can be observed.

The fair value of financial instruments not traded in active markets is determined using valuation techniques. The Company uses discounted cash flow method using assumptions based on market conditions at balance sheet date which are then used to determine the fair value of financial instruments.

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS

For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Taxation

The Company has adopted Statement of Financial Accounting Standards ("SFAS") No. 46 with respect to "Accounting for Income Tax", for presenting the income tax expense and the income tax payable. Under this method, the tax effects of the temporary differences in the recognition of income and expenses between financial reporting and for tax purposes are recognized as deferred tax assets and/or liabilities. The currently enacted tax rates are used to determine the deferred taxes.

Deferred tax assets relating to the carry forward of unused tax losses, if any, are recognized to the extent, that future taxable profit would be available to compensate for the unused tax losses.

Amendments to the tax obligations are recorded when an assessment is received, or if appealed against, when the result of the appeal is determined.

l. Revenue and expenses recognition

Revenue is recognized when goods are delivered. Expenses are recognized when incurred.

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Due to the inherent uncertainty in making estimates, actual results reported in the future periods may be based on amounts that differ from these estimates.

5. CASH AND CASH EQUIVALENTS

	2019	2018
In IDR		
- Bank BNI	980.117.475	544.646.517
- Bank Mandiri Jakarta	92.986.562	1.143.033.506
- Bank Mandiri - Banyu	191.022.310	129.198.238
- Bank Pembangunan Daerah	1.015.212.477	177.323.500
- Bank Danamon	828.561.418	-
- State Bank of India (SBI)	44.657	464.657
	3.107.944.899	1.994.666.418
In USD		
- Bank Mandiri (USD 502,101.58 in March 31, 2019 and USD 1,526,334.19 in March 31, 2018)	7.151.934.906	20.996.253.117
- State Bank of India (SBI) - (USD 26,945.65 in March 31, 2019 and USD 68,247.79 in March 31, 2018)	383.813.839	938.816.600
- Bank Standard Chartered - (USD 17,348.98 in March 31, 2019 and USD 62,463.54 in March 31, 2018)	247.118.871	859.248.456
	7.782.867.616	22.794.318.173
Total	10.890.812.515	24.788.984.591

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

6. SUNDRY DEBTORS

	2019	2018
Export debtors	-	18.575.139.480
	-	18.575.139.480
The aging analysis of sundry debtor is as follows :		
Current	-	-
Due date :		
Less than 90 days	-	18.575.139.480
	-	18.575.139.480

Based on review of the status of the individual receivable accounts at the end of the period, the Company's management determined that all receivables are collectible. Accordingly, no allowance for doubtful accounts was provided.

7. INVENTORIES

	2019	2018
Coal	44.647.093.439	89.213.144.074
Sparepart	13.126.287.843	11.028.510.848
Fuel	4.751.508.488	4.843.456.366
Total	62.524.889.770	105.085.111.288

As of March 31, 2019, inventory crushed coal and Run of Mine in the open storage are covered by insurance. Based on Management's opinion, the insurance is adequate to cover possible losses.

8. LOANS AND ADVANCES

	2019	2018
Advances to supplier and service provider	11.978.661.837	35.165.878.369
Advances to staff	513.459.994	978.250.440
Insurance claim	-	305.937.107
Total	12.492.121.831	36.450.065.916

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

9. FIXED ASSETS

	March 31, 2019				
	Beginning Balance	Additions	Deductions	Reclassification	Ending Balance
Acquisition Cost:					
Building and structures	54.581.311.856	-	-	-	54.581.311.856
Marine structure (Jetty)	40.050.651.998	-	-	-	40.050.651.998
Mining equipment	227.988.925.929	-	-	-	227.988.925.929
Plant & machinery	281.854.137.007	464.612.500	-	-	282.318.749.507
Vehicle	7.958.288.757	-	-	-	7.958.288.757
Computer & Fuel Management System	2.540.456.462	174.889.703	-	-	2.715.346.165
Office equipment- furniture	12.838.558.414	3.300.000	-	-	12.841.858.414
	627.812.330.423	642.802.203	-	-	628.455.132.626
Construction - in progress	174.621.511	-	174.621.511	-	-
	627.986.951.934	642.802.203	174.621.511	-	628.455.132.625
Accumulated Depreciation:					
Building and structures	33.101.778.064	1.997.959.708	-	-	35.099.737.772
Marine structure (Jetty)	18.618.155.458	2.002.532.600	-	-	20.620.688.058
Mining equipment	226.351.016.259	1.550.030.218	-	-	227.901.046.477
Plant & machinery	185.880.616.573	27.449.468.992	-	-	213.330.085.565
Vehicle	7.958.288.757	-	-	-	7.958.288.757
Computer & Fuel Management System	2.424.193.718	74.785.062	-	-	2.498.978.780
Office equipment- furniture	11.696.406.109	871.146.645	-	-	12.567.552.754
	486.030.454.938	33.945.923.225	-	-	519.976.378.163
Net Book Value	141.956.496.996				108.478.754.462

As of March 31, 2019, all assets are covered by insurance under the blanket policies with a total sum insured amounting to USD 26,133,850. Based on Management's opinion, there are no impairment of assets and the insurance adequate to cover possible losses. There are no asset as guarantee.

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

9. FIXED ASSETS (Continued)

	March 31, 2018				
	Beginning Balance	Additions	Deductions	Reclassification	Ending Balance
Acquisition Cost:					
Building and structures	60.879.251.856	-	6.297.940.000	-	54.581.311.856
Marine structure (Jetty)	43.893.467.898	-	3.842.815.900	-	40.050.651.998
Mining equipment	245.031.649.169	-	17.042.723.240	-	227.988.925.929
Plant & machinery	280.659.681.779	1.194.455.228	-	-	281.854.137.007
Vehicle	9.354.482.091	-	1.396.193.334	-	7.958.288.757
Computer & Fuel Management System	2.471.866.462	68.590.000	-	-	2.540.456.462
Office equipment- furniture	12.723.648.411	217.250.000	102.339.997	-	12.838.558.414
	655.014.047.666	1.480.295.228	28.682.012.471	-	627.812.330.423
Construction - in progress	9.582.046.981	157.192.524	9.564.617.994	-	174.621.511
	664.596.094.647	1.637.487.752	38.246.630.465	-	627.986.951.934
Accumulated Depreciation:					
Building and structures	33.124.407.439	2.286.112.031	2.308.741.406	-	33.101.778.064
Marine structure (Jetty)	18.024.655.355	2.178.354.588	1.584.854.485	-	18.618.155.458
Mining equipment	240.194.832.793	3.198.906.706	17.042.723.240	-	226.351.016.259
Plant & machinery	158.803.224.680	27.077.391.893	-	-	185.880.616.573
Vehicle	9.189.800.714	164.681.377	1.396.193.334	-	7.958.288.757
Computer & Fuel Management System	2.351.685.415	72.508.303	-	-	2.424.193.718
Office equipment- furniture	9.765.217.725	2.033.528.381	102.339.997	-	11.696.406.109
	471.453.824.121	37.011.483.279	22.434.852.462	-	486.030.454.938
Net Book Value	193.142.270.526				141.956.496.996

As of March 31, 2018, all assets are covered by insurance under the blanket policies with a total sum insured amounting to USD 29,975,500. Based on Management's opinion, there are no impairment of assets and the insurance adequate to cover possible losses. There are no asset as guarantee.

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
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10. EXPLORATION AND EVALUATION ASSETS

	March 31, 2019			
	Beginning Balance	Additions	Deductions	Ending Balance
Acquisition cost:				
Land compensation	81.531.353.221	715.000.000	-	82.246.353.221
Miscellaneous expense	107.560.898.343	-	-	107.560.898.343
	189.092.251.564	715.000.000	-	189.807.251.564
Accumulated amortization:				
Land compensation	28.902.431.199	31.785.372.421	-	60.687.803.620
Miscellaneous expense	46.616.169.678	10.703.645.287	-	57.319.814.965
	75.518.600.877	42.489.017.708	-	118.007.618.585
Net book value	113.573.650.687			71.799.632.979
	March 31, 2018			
	Beginning Balance	Additions	Deductions	Ending Balance
Acquisition cost:				
Land compensation	81.531.353.221	-	-	81.531.353.221
Miscellaneous expense	107.560.898.343	-	-	107.560.898.343
	189.092.251.564	-	-	189.092.251.564
Accumulated amortization:				
Land compensation	18.021.238.604	10.881.192.595	-	28.902.431.199
Miscellaneous expense	35.748.162.815	10.868.006.863	-	46.616.169.678
	53.769.401.419	21.749.199.458	-	75.518.600.877
Net book value	135.322.850.145			113.573.650.687

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2019

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11. DEPOSITS

	2019	2018
Statutory Deposits	29.546.093.365	29.546.093.365
Statutory Deposits include reclamation deposit as follow:		
in 2011	6.392.406.712	6.392.406.712
in 2012	3.897.590.267	3.897.590.267
in 2013	4.865.582.382	4.865.582.382
in 2014	3.187.471.630	3.187.471.630
in 2015	2.044.408.201	2.044.408.201
in 2016	1.274.675.577	1.274.675.577
in 2017	2.839.978.863	2.839.978.863
in 2018	5.043.979.733	5.043.979.733
Total	29.546.093.365	29.546.093.365

An IUP-Exploration holder, among other requirements, must include a reclamation plan in its exploration work plan and budget and provide a reclamation guarantee in the form of a time deposit placed at a state-owned bank. As at the date of these financial statements, Company has placed reclamation guarantees in the form of deposit. These deposit will mature once land reclamation process is completed by IUP Holder.

12. INVESTMENT

	2019	2018
PT Coalindo Indonesia	200.000.000	200.000.000
Total	200.000.000	200.000.000

13. OTHER ASSETS

	2019	2018
Others assets	51.383.897.620	33.512.244.529
Total	51.383.897.620	33.512.244.529

Others assets represent income tax - article 28a.

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
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14. SUNDRY CREDITORS

	2019	2018
Related Party		
- PT Adani Global	16.262.103.290	6.302.123.700
Third Party		
- Sundry creditor for expense	187.704.280.393	52.811.241.714
- Sundry creditor for goods/spares	12.846.594.459	81.854.284.122
- Sundry creditor for capital goods	7.699.371.270	7.211.547.802
Total	224.512.349.412	148.179.197.338

15. OTHER PAYABLES

	2019	2018
Advance from customers	165.713.528.704	407.516.928.603
Outstanding expenses	24.167.644.444	27.143.183.315
Salary payables	6.644.010.908	7.198.750.341
Jamsostek Payable	299.840.052	283.045.997
Total	196.825.024.108	442.141.908.256

16. TAXATION

	2019	2018
a. Taxes payable		
Income tax - article 29	8.476.649.939	6.336.143.734
Income tax - article 23	1.369.778.968	928.209.065
Income tax - article 21	948.697.580	1.061.233.812
Income tax - article 15	37.654.855	78.650.701
Value Added Tax	9.819.501	52.309.308
Income tax - article 26	-	51.556.581
Income tax - article 4 (2)	-	31.111.111
Total	10.842.600.843	8.539.214.312
b. Tax income/(expenses)		
Current tax	(8.476.649.939)	(6.336.143.734)
Deferred tax income/(expenses)	(7.498.583.788)	(42.658.241.309)
Total	(15.975.233.727)	(48.994.385.043)

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

16. TAXATION (continued)

c. Current tax

The reconciliation between income before tax as shown in the statements of income and the estimated taxable income are as follows:

	2019	2018
Profit/(loss) before income tax	6.274.839.571	138.789.100.503
Temporary differences:		
Amortization of deferred expenses	8.030.378.387	(226.517.739)
Depreciation	2.522.583.356	7.629.951.448
Pension retirement benefit	3.595.702.483	4.765.767.946
Permanent differences:		
Non deductible expenses	14.787.062.371	5.486.112.485
Deductible expenses (Interest Income)	(1.303.966.413)	(883.994.682)
Taxable income before tax loss carry forward	33.906.599.756	155.560.419.961
Less : Tax loss carry forward	-	(138.892.692.461)
Estimated taxable Income (loss)	33.906.599.756	16.667.727.500

Calculation of current tax expenses and tax refundable/ (taxes payable) are as follows:

	2019	2018
Current tax expenses	8.476.649.939	6.336.143.734
Current tax	8.476.649.939	6.336.143.734

d. Deferred tax

The tax effect of the temporary differences between commercial and fiscal calculation with a tax rate (25%) is as follows:

	2019	2018
Deferred tax assets		
Depreciation	15.610.947.587	24.084.466.198
Pension retirement benefit	7.630.620.824	6.655.686.000
Total	23.241.568.410	30.740.152.198

PT LAMINDO INTER MULTIKON
NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2019

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16. TAXATION (continued)

e. Administration

Under the taxation laws of Indonesia, the Company submits tax returns on the basis of self assessment. The tax authorities can assess or amend the taxes within a period of five (5) years from the date the taxes became due.

17. PROVISION FOR RETIREMENT BENEFIT

The Company provides provision for employee benefits based on Law of Manpower No. 13 of 2003. The estimated liability for employee benefits as of March 31, 2019 and March 31, 2018 amounted to Rp 30,522,483,294 and Rp 24,433,999,560, respectively. As of March 31, 2019, the estimated of employee benefits was determined by the independent actuarial calculation of PT Sigma Prima Solusindo, Independent actuarial used the "Projected Unit Credit" method with the following assumptions as following:

	2019	2018
Salary increase rate	7%	7%
Discount rate	7,96%	7,68%
Mortality rate	TMI-III in 2011	TMI-III in 2011
Recognition of (Liabilities) / Assets in Balance Sheet		
	2019	2018
Assets and Liabilities		
Present Value of Defined Benefit Obligation	30.522.483.294	27.005.475.728
Recognition of (Liabilities) / Assets in Balance Sheet	30.522.483.294	27.005.475.728
Reconcile of Amount that Recognized in Balance Sheet		
(Liabilities)/Assets at Beginning Period	24.433.999.560	22.092.110.706
Transferred PBO	2.322.774.405	-
(Expenses)/Revenue	5.335.542.292	5.422.241.844
Other Comprehensive Income / (Expenses)	256.472.439	5.710.347.645
Realization of Benefits Payment	(1.826.305.402)	(6.219.224.467)
(Liabilities)/Assets at Ending Period	30.522.483.294	27.005.475.728
Expenses		
Current Services Cost	3.610.501.923	3.727.264.457
Interest Cost	1.725.040.369	1.694.977.387
Expenses / (Revenue) in Income Statement	5.335.542.292	5.422.241.844

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NOTES TO THE FINANCIAL STATEMENTS
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18. SHARE CAPITAL

According to the Notarial Deed number 8 by Rohana Frieta, SH dated May 24, 2011, the Shareholders agreed to increase of the share capital of the Company from Rp500,000,000,- to become Rp10,500,000,000,-.

The composition of issued and paid-up shares as of March 31, 2019 and March 31, 2018 is as follows:

Shareholders	Number of Shares Issued	Percentage of Ownership	Amount
PT Niaga Antar Bangsa	7.875	75%	7.875.000.000
PT Niaga Lintas Samudra	2.625	25%	2.625.000.000
Total	10.500	100%	10.500.000.000

19. ADDITIONAL PAID IN CAPITAL

	2019	2018
Business combination of entities under common control	(15.808.685.252)	-
Total	(15.808.685.252)	-

Based on the General Meeting of Shareholders that formed basis for notarial deed No. 13 of Fessy Farizqoh Alwi, SH., M.Kn, public Notary Jakarta dated June 5, 2018, that is, the company merged with PT Mitra Niaga Mulia which is effectively implemented on June 8, 2018 and PT Lamindo Inter Multikon as an entity that continues (surviving company). The deed of notification of merger has been approved by the Ministry of Justice and Human Rights of Republic of Indonesia under the letter No. AHU-AH.01.10-0006437, dated June 8, 2018. The Merger is carried out at book value based on the approval of tax department vide letter no KEP-244/WPJ.19/2018 dated 13th December 2018.

Net Assets	(15.152.685.252)
Investee	(656.000.000)
Difference in value from restructuring transactions	(15.808.685.252)

The transaction is recorded and recognized in its carrying value in accordance with PSAK 38 (Business Combination of Entities Under Common Control).

20. SALES

	2019	2018
Coal	1.405.163.938.353	1.050.291.245.506
Total	1.405.163.938.353	1.050.291.245.506

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NOTES TO THE FINANCIAL STATEMENTS
For the year ended March 31, 2019

(Expressed in Rupiah, unless otherwise stated)

21. COST OF SALES

	2019	2018
Opening Stocks	89.213.144.074	33.861.617.772
Direct Cost :		
OB removal service	405.083.090.492	260.850.716.246
Solar & FOG expenses	190.181.040.794	128.951.926.945
Crane hiring rent	160.714.966.621	73.198.991.311
Salaries	82.240.433.112	85.279.042.462
Barges rent	58.905.807.878	40.501.680.432
Dump truck expenses	36.054.004.543	26.501.770.206
Depreciation	33.945.922.211	37.011.483.957
Demurage expenses	22.417.985.266	31.918.036.720
Rental equipment charges	20.536.917.500	16.112.644.512
Drilling and exploration expenses	15.040.496.329	15.222.905.130
Excavator expenses	12.816.680.610	12.884.313.348
Coal handling plant	12.467.734.042	17.235.902.664
Generator expenses	10.117.035.055	12.379.312.265
Stevedoring expenses	9.036.748.126	10.160.497.746
Repair and maintenance	5.861.881.550	10.754.022.708
Dozer expenses	5.494.871.818	5.095.782.309
Freight Others	3.377.352.261	4.515.805.259
Pickup expenses	2.876.585.947	1.672.201.019
Testing & analysis expenses	2.829.731.213	1.745.309.562
General spares expenses	304.027.899	4.300.962.039
Loading & unloading	537.304.400	662.237.003
Marine insurance	885.576.176	266.578.164
Wages (Site)	173.484.617	188.982.245
Others	196.163.537	809.475.798
	1.092.095.841.997	798.220.580.050
Closing Stocks	(44.647.093.439)	(89.213.144.074)
Total	1.136.661.892.632	742.869.053.748

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22. INDIRECT EXPENSES

	2019	2018
DMO quota expenses	45.598.352.377	-
Repair and maintenance/Jetty replace	33.864.525.127	1.285.180.755
Amortization of Land Compensation	31.788.472.421	10.881.192.595
PNBP shipping	29.099.996.630	43.866.911.787
Legal & professional fees	14.578.055.927	4.773.827.941
Tax expenses/PBB	14.105.800.822	5.060.926.183
Traveling expenses	13.461.363.580	11.013.472.105
Miscellaneous expense	10.703.645.287	10.868.006.863
Fooding expenses	7.278.806.812	5.818.256.922
IPK expenses	5.616.505.102	535.093.068
Security charges	5.375.835.725	4.163.800.000
Employee benefit	5.335.542.292	5.422.241.845
Reclamation expenses	5.118.629.458	7.651.012.010
Office expenses	4.625.032.701	3.963.993.389
Miscellaneous	3.504.021.688	3.975.227.939
Medical	3.366.232.677	3.904.936.495
Honorarium	2.650.270.157	2.878.070.501
Insurance expenses	2.559.887.347	5.036.883.873
CSR expenses	1.169.665.750	1.169.771.465
Fresh water charges	677.257.500	883.830.700
Rent	312.486.111	645.833.335
Speed boat charges	280.217.015	337.262.315
Others	512.125.889	628.308.523
Total	241.582.728.395	134.764.040.609

23. OTHERS INCOME (EXPENSES)

	2019	2018
OTHER INCOME		
Net interest income	1.374.213.017	2.043.635.053
Dividend income	20.408.500	31.465.300
Others	307.916.480	151.522.068
Subtotal	1.702.537.997	2.226.622.421
OTHER EXPENSES		
Foreign exchange loss	(12.249.669.294)	(21.318.904.375)
Bank charges	(685.864.053)	(557.525.700)
Loss on sale/ disposal of asset	-	(4.390.505.430)
Others	(6.564.040)	(275.478.667)
Subtotal	(12.942.097.387)	(26.542.414.172)
Total	(11.239.559.390)	(24.315.791.751)

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24. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

The information given below relates to the Company's financial assets and liabilities by categories as of March 31, 2019:

	Total	Loan and receivables	FVTPL	Other financial liabilities
Financial assets				
Cash and cash equivalents	10.890.812.515	10.890.812.515	-	-
Loans and Advances	12.492.121.831	12.492.121.831	-	-
Investment	200.000.000	-	200.000.000	-
Total financial assets	23.582.934.346	23.382.934.346	200.000.000	-
Financial liabilities				
Sundry creditors	224.512.349.412	-	-	224.512.349.412
Others payable	196.825.024.108	-	-	196.825.024.108
Total financial liabilities	421.337.373.520	-	-	421.337.373.520

The information given below relates to the Company's financial assets and liabilities by categories as of March 31, 2018:

	Total	Loan and receivables	FVTPL	Other financial liabilities
Financial assets				
Cash and cash equivalents	24.788.984.591	24.788.984.591	-	-
Sundry debtor	18.575.139.480	18.575.139.480	-	-
Loans and Advances	36.450.065.916	36.450.065.916	-	-
Investment	200.000.000	-	200.000.000	-
Total financial assets	80.014.189.987	79.814.189.987	200.000.000	-
Financial liabilities				
Sundry creditors	148.179.197.338	-	-	148.179.197.338
Others payable	442.141.908.256	-	-	442.141.908.256
Total financial liabilities	590.321.105.594	-	-	590.321.105.594

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25. GOING CONCERN

Company management to evaluate the entity's ability to continue as a going concern and require disclosures when either financial statements are prepared on a going concern basis or there is substantial doubt about the entity's ability to continue as a going concern. The Company management confirm that :

1. It has no intention to cease the operation of the Company within the next year or within foreseeable future. No Liquidation within the next 12 months.
2. It will continue to provide financial and / or other support as necessary for the Company to enable it to continue its operation and to meet its obligations when they are due.
3. In the case of financial difficulties the company's shareholders will support.

The financial statements have been prepared on basis of the Company continuing as a going concern and do not include any adjustments that might result from the outcome of this uncertainty.

26. SUBSEQUENT EVENTS

There are no significant events after the reporting date that require adjustment or disclosure in the financial statements as of March 31, 2019.