



# QUARTERLY REPORT PT ANTAM TBK

For the First Three Month Period of 2019,  
Ended March 31, 2019  
ARBN - 087 423 998  
Securities Ticker: ASX: ATM, IDX: ANTM



*Pomalaa Ferronickel Plant*



*Pongkor Gold Processing Plant*



*Tayan Bauxite Mine*

## HIGHLIGHTS

**ANTAM's unaudited net sales in first quarter of 2019 (1Q19) reached Rp6.22 trillion, an increase of 9% compared to first quarter of 2018 (1Q18) net sales of Rp5.73 trillion.**

**In 1Q19, ANTAM's ferronickel production amounted to 6,531 tons nickel contained in ferronickel (TNi), increased 7% compared to ferronickel production in 1Q18 of 6,087 TNi. Meanwhile ferronickel sales reached 7,122 TNi in 1Q19, grew 33% from 5,363 TNi in 1Q18.**

**ANTAM's booked gold sales volume in 1Q19 of 6,517 kg (209,526 t.oz). Gold was the largest contributor to ANTAM's unaudited revenue in 1Q19, amounting to Rp3.94 trillion or 63% from total Company's unaudited sales.**

**In 1Q19 ANTAM's nickel ore production reached 2.23 million wet metric ton (wmt), a 6% increase compared to 1Q18 production volume of 2.11 million wmt. Nickel ore sales volume reached 1.74 million wmt, grew by 37% compared to nickel ore sales in 1Q18 or equal to 1.27 million wmt.**

**ANTAM Received The Renewal Recommendation Permit of Mineral Export For Low Grade Nickel Ore and Washed Bauxite Ore.**

### FOR FURTHER INFORMATION PLEASE CONTACT:

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## CORPORATE INFORMATION AS PER MARCH 31, 2019

### Board of Commissioners

Fachrul Razi	President Commissioner
Zaelani	Commissioner
Robert A. Simanjuntak	Commissioner
Gumilar Rusliwa Somantri	Independent Commissioner
Anang Sri Kusuwardono	Independent Commissioner

### Board of Directors

Arie Prabowo Ariotedjo	President Director
Dimas Wikan Pramudhito	Finance Director
Sutrisno S. Tatetdagat	Development Director
Tatang Hendra	Marketing Director and Acting of Operation Director
Johan N. B. Nababan	Human Capital and Corporate Social Responsibility Director

### Share Information

- ANTAM's market capitalization as at March 29, 2019 was Rp21.27 trillion
- ANTAM's share price at the Indonesia Stock Exchange (IDX) hovered within the range of Rp740-Rp1.095 per share during January-March 2019
- ANTAM's share price at Australian Securities Exchange (ASX) hovered within the range of AU\$0.94-AU\$1.01 per CDI during January-March 2019
- ANTAM's average share price on the IDX in 1Q19 period was Rp934 per share
- ANTAM's average share price on the ASX in 1Q19 was AU\$0.97 per CDI

### Top 10 ANTAM Shareholders:

1. PT INDONESIA ASAHAN ALUMINIUM (PERSERO)
2. DJS KETENAGAKERJAAN PROGRAM JHT
3. PT TASPEN (ASURANSI) - AFS
4. DJS KETENAGAKERJAAN PROGRAM JAMINAN KECELAKAAN KERJA
5. BPJS KETENAGAKERJAAN - BPJS
6. JPMCB NA RE - VANGUARD EMERGING MARKETS STOCK INDEX FUND
7. JPMCB NA RE - VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND
8. PT ASURANSI JIWA ADISARANA WANAARTHA - DESK 1
9. CITIBANK NEW YORK S/A EMERGING MARKETS CORE EQUITY PORTFOLIO OF DFA INV DIMENSIO
10. PT PRUDENTIAL LIFE ASSURANCE - REF



## PRODUCTION VOLUME

Commodity	Unit	1Q18 (Jan-Mar) 2018	1Q19 (Jan-Mar) 2019
Ferronickel	TNi	6,087	6,531
Nickel Ore	Wmt	2,110,228	2,233,700
Gold	Kg/t.oz	538/17,329	470/15,143
Silver	Kg/t.oz	3,716/119,472	3,914/125,838
Bauxite Ore	Wmt	200,300	273,986
Alumina	Ton	-	14,042

### PRODUCTION AND SALES

In first quarter of 2019 (1Q19) ANTAM's unaudited net sales reached Rp6.22 trillion, with gold as the largest contributor of ANTAM's revenue, amounting to Rp3.94 trillion or 63% of total 1Q19 unaudited net sales. ANTAM's unaudited net sales in 1Q19 grew 9% compared to net sales figure in first quarter of 2018 (1Q18).

#### FERRONICKEL

In 1Q19, ANTAM's ferronickel production volume reached 6,531 TNi, a 7% increase from ferronickel production in 1Q18 of 6,087 TNi. Meanwhile, ANTAM's ferronickel sales volume amounted to 7,122 TNi, an increase of 33% compared to ferronickel sales volume in 1Q18 of 5,363 TNi.

Higher ferronickel production and sales volume in is supported by ANTAM's ferronickel plant performance in Pomalaa which meet the operation stability with production capacity until 27,000 TNi per annum. The Company's ferronickel capacity will be improved up to 40,500 TNi on the Second Half of 2019 inline with the initial production plan from ANTAM's new ferronickel smelter in East Halmahera.

In 1Q19, ferronickel sales was the second largest contributor to ANTAM's unaudited net sales, amounting to Rp1.23 trillion or 20% of the total

net sales. ANTAM's revenue from ferronickel sales in 1Q19 increased 26% compared to 1Q18 ferronickel revenue of Rp972.38 billion.

#### GOLD

In 1Q19 ANTAM recorded total gold production volume of 470 kg (15,143 t.oz) from the Pongkor and Cibaliung mines. Meanwhile, ANTAM's gold sales in 1Q19 reached 6,517 kg (209,526 t.oz).

ANTAM have a solid commitment to increase Company's gold sales figure through gold product innovation and expanding gold distribution channel of Logam Mulia product. ANTAM's is Indonesia's only precious metal processing and refinery unit which accredited as Good Delivery List Refiner from London Bullion Market Association (LBMA).

ANTAM's unaudited net sales of gold in 1Q19 amounted to Rp3.94 trillion. Gold was the largest component of ANTAM's 1Q19 net sales, contributing 63% of the figure.

#### NICKEL ORE

In 1Q19, ANTAM has received the renewal recommendation permit of mineral export for low grade nickel ore (<1.7% Ni) amounted to 2.7 million wet metric ton (wmt) from the Ministry of Energy and Mineral Resources (MEMR) for the

period of 2019-2020. In 2018, ANTAM has obtained mineral export license of low grade nickel with total amount of 3.68 million wmt in which the export license of 2.7 million wmt was acquired in March 2018 and the rest license of 980 thousand wmt was obtained in November 2018 inline with the East Halmahera Ferronickel Plant Development Project in North Maluku with 13,500 TNi per annum capacity.

Total production of nickel ore in 1Q19, which was used as ore feed for ANTAM's ferronickel plant as well as being sold to domestic third party smelter and export market, amounted to 2,233,700 wmt. Total production of ANTAM's nickel ore in 1Q19 increased 6% compared with 1Q18 nickel ore production volume of 2,110,228 wmt.

In 1Q19, ANTAM recorded total nickel ore sales volume of 1,743,183 wmt. ANTAM's nickel ore sales in 1Q19 grew 37% compared to 1Q18 nickel ore sales.

ANTAM posted an unaudited revenue from nickel ore of Rp782.51 billion in 1Q19, a 39% increase from 1Q18 nickel ore revenue of Rp562.66 billion.

#### BAUXITE ORE

In addition to nickel ore, ANTAM has also obtained the renewal recommendation permit of mineral export for washed bauxite ore of 840

thousand wmt from the MEMR in March 2019.

In 1Q19, ANTAM recorded bauxite production of 273,986 wmt, growth by 37% compared to 1Q18 production volume of 200,300 wmt. Meanwhile ANTAM's bauxite ore sales during 1Q19 reached 55,000 wmt.

In 1Q19, unaudited revenue from bauxite sales amounted to Rp41.14 billion rose 6% from 1Q18 bauxite unaudited revenue of Rp38.65 billion.

#### ALUMINA

In 2018, in line with ANTAM's solid commitment to optimize the operations of Tayan Chemical Grade Alumina (CGA) plant, on December 28, 2018, ANTAM and Showa Denko K.K (SDK), Japan, signed the Notice of Satisfaction on All Conditions Precedent to Completion and Deed of Transfer of Sale Shares of PT Indonesia Chemical Alumina (PT ICA) as the final phase of the purchase of all SDK shares in PT ICA by ANTAM with total purchase consideration of US\$1 (One United States Dollar). After the acquisition, ANTAM owns a 100% shares in PT ICA.

Inline with the operational continuity of Tayan CGA Plant in 4Q18, ANTAM through its subsidiary whom operates the Tayan CGA Plant, PT ICA, during 1Q19 period, as much as 14,042 ton alumina was produced and amounted of 12,231

### SALES VOLUME

Commodity	Unit	1Q18 (Jan-Mar) 2018	1Q19 (Jan-Mar) 2019
Ferronickel	TNi	5,363	7,122
Nickel Ore	Wmt	1,268,689	1,743,183
Gold	Kg/oz	6,945/223,286	6,517/209,526
Silver	Kg/oz	4,804/154,452	3,665/117,832
Bauxite Ore	Wmt	83,000	55,000
Alumina	Ton	-	12,231



ton alumina has sold to the customer.

During 1Q19, ANTAM's revenue generated from alumina sales amounting to Rp94.90 billion.

### EXPLORATION ACTIVITIES

ANTAM's exploration activities were focused on gold and nickel in 1Q19, with total unaudited preliminary cost of Rp6.40 billion.

As an effort to increase the portfolio of gold reserves and resources, in addition to organic exploration activity, the Company are also conducting the comprehensive assessment in relation to acquire another active gold mining assets that have a good & promising profile.

### GOLD

In 1Q19, ANTAM conducted gold exploration activities in Pongkor, Cibaliung and inspection of prospective area. In Pongkor, ANTAM conducted geological modelling, face mapping and drilling. Meanwhile in Cibaliung, ANTAM conducted geological mapping, core drilling, core sampling, grid measurement, geodetic GPS measurement, polygon measurement and ground magnet. Total unaudited preliminary figure of gold exploration expenditure in 1Q19 reached Rp2.81 billion.

### NICKEL

Nickel exploration activities in 1Q19 were conducted in Pomalaa and Tapunopaka, Waylukum and inspection of prospective area. In Pomalaa and Tapunopaka ANTAM conducted geological mapping, core sampling, core logging and single tube drilling. Meanwhile in Waylukum, ANTAM conducted geological mapping, single tube drilling, core sampling and geological drilling. Total unaudited preliminary figure of nickel exploration expenditure in 1Q19 reached Rp3.30 billion.

### BAUXITE

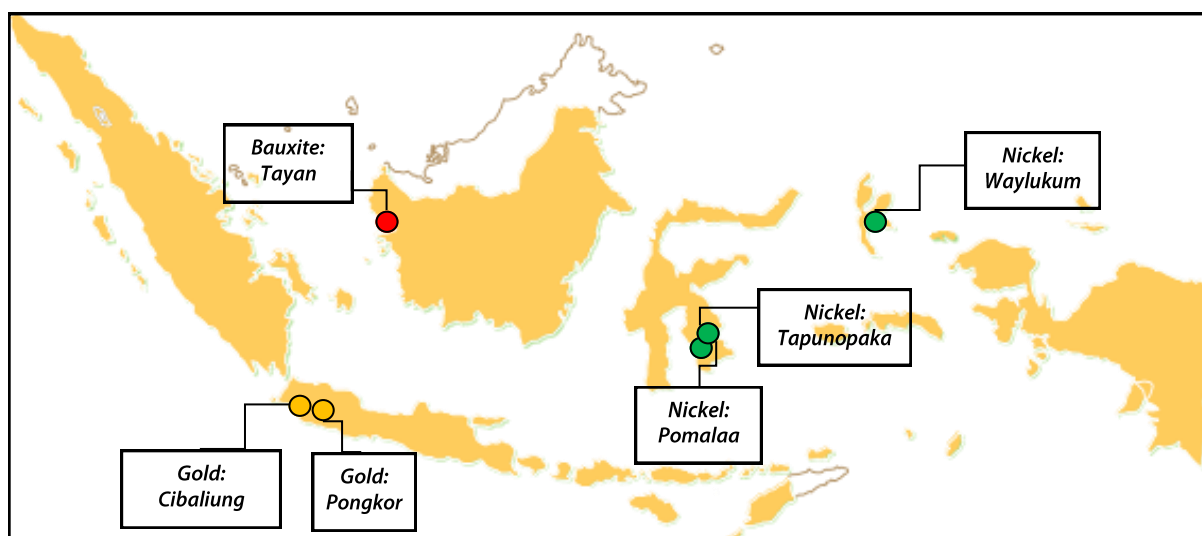
Bauxite exploration activities in 1Q19 were conducted in Tayan, West Kalimantan. In Tayan, ANTAM conducted geological mapping, test pit and rock sampling. Total bauxite exploration cost in 1Q19 reached Rp285.01 million (unaudited preliminary figure).

### CORPORATE NEWS

#### ANTAM REMAINS PART OF LQ45 AND IDX30 INDEX IN INDONESIA STOCK EXCHANGE

ANTAM announces that the Company remains as a part of the LQ45 and IDX30 Index in Indonesia

**ANTAM'S EXPLORATION AREAS IN 1Q19**



Stock Exchange (IDX) for the period of February to July 2019. The LQ45 Index lists of 45 shares Listed Companies in IDX with the highest liquidity and higher capitalization. Meanwhile, IDX30 Index consists of 30 stock with the highest liquidity and higher capitalization, that its constituency is part of the LQ45 Index.

ANTAM's positive share performance was reflected from the number of investors trading of ANTAM's shares. Until March 2019, ANTAM's total investor reached 48,745 investors, increased by 3% compared to the total investors of December 2018 of 47,084 investors. ANTAM's shares were also actively traded in IDX. Until March 2019, ANTAM closing share price reached Rp885 per share, improved by 16% compared to the closing price of December 2018 which amounted to Rp765 per share. In March 2019, the average traded shares reached 130.14 million shares with the average daily trading value of Rp125,53 billion.

#### **ANTAM SUPPORTS MINISTRY OF ENVIRONMENT AND FORESTRY PROGRAM ON DEVELOPMENT OF ECORIPARIAN IN TELUK JAMBE - CITARUM**

On February 9, 2019, ANTAM through the Gold Mining Business Unit (UBPE) and the Precious Metals Processing and Refinery Business Unit (UBPP LM) supported the Ministry of Environment and Forestry (KLHK) programs to reduce the watershed pollution in Citarum and Ciliwung river.

ANTAM through the UBPE and UBPP LM commits to support the development of Ecoriparian in Teluk Jambe - Citarum which initiated by the Directorate General of Pollution and Environmental Damage Control, KLHK. Meanwhile, in the previous, ANTAM has supported the KLHK programs on development of Ecoriparian in Sregseng Sawah - Ciliwung.

#### **ANTAM'S INITIATION ON FRUIT GARDEN DEVELOPMENT IN BOGOR**

On March 29, 2019, ANTAM was initiating the development of Indonesian's Fruits Garden in Nanggung District, Bogor Regency. ANTAM developed 14 variants of the native Indonesian fruit as many as 515 seeds in an area of 2 hectares. Indonesian's Fruits Garden is one part of the strategic plan for the development of the GeoEcoEduToursim Area after the completion of Mine Underground Museum and Cikaret Tourism Zone (KAWACI) which has become part of the National Geopark in Bogor, West Java.

Through this program, the Company also hopes to achieve educational functions and improve the economy of the community, as well as achieving social and tourism development functions in order to strengthen the Pongkor Geopark which has become a concern to become a UNESCO Global Geopark Network.

#### **ANTAM RECEIVED THE RENEWAL RECOMMENDATION PERMIT OF MINERAL EXPORT FOR LOW GRADE NICKEL ORE AND WASHED BAUXITE ORE IN 2019**

On April 2, 2019, ANTAM has received the renewal recommendation permit of mineral export for low grade nickel ore (<1.7% Ni) amounted to 2.7 million wet metric ton (wmt) and washed bauxite ore with the grade of  $\geq 42\%$  Al<sub>2</sub>O<sub>3</sub> as much of 840 thousand wmt from the Ministry of Energy and Mineral Resources (MEMR) for the period of 2019-2020.

Previously in 2018, ANTAM has obtained mineral export license of low grade nickel with total amount of 3.68 million wmt in which the export license of 2.7 million wmt was acquired in March 2018 and the rest license of 980 thousand wmt was obtained in November 2018. Meanwhile the export licenses of washed bauxite export were granted in March 2018.



Based on the MEMR decree No. 5 Year 2017 on Enhancement of Minerals' Added Value through Domestic Mineral Processing & Refining Activity, ANTAM was categorized as the holder of Mining Business License (IUP) for Nickel and Bauxite Operation Production which already has been owned and operated the domestic mineral processing and refinery facilities as well as conducted smelter development project. Under the regulation ANTAM was allowed to export low grade nickel ore and washed bauxite ore for 5 (five) year period which renew the export permits for every year.

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