



PETROSEA RESULTS FOR THE SIX MONTH PERIODS ENDED JUNE 30, 2016

PT Petrosea Tbk. (IDX: PTRO) a multi-disciplinary mining, infrastructure and oil & gas services company reported its unadited consolidated financial statements for the six month periods ended of June 30, 2016.

NEW PROJECTS IN 2016

- On May 13, 2016, the Company and PT Binuang Mitra Bersama Blok Dua (BMB) entered into agreement of mining services, rental of heavy equipment and personnel in area BMB, Salam Berbaris, Tapin, South Kalimantan, with production volume of 28.0 million BCM and 6.5 million tons coal per annum. The agreement effective start on June 6, 2016, for a period of five years with estimated contract value of IDR2.38 trillion.
- On May 12, 2016, the Company and ConocoPhillips (Grissik) Ltd., entered into provision of earthwork, road and drainage construction in Suban Gas Plant South Sumatra, the contract value of IDR40.2 billion, this agreement is effective start on June 5, 2016.
- On March 18, 2016, the Company and PT Newmont Nusa Tenggara, entered into EPCM of re-feed conveyor and conveyor extension amounting to IDR29.03 billion in Sumbawa Island, West Nusa Tenggara.
- On March 8, 2016, the government has appointed the Company as the operator in Bonded Logistics Center (PLB). This is the first PLB in Indonesia. On July 13, 2016, the Hakuryu-10 jack-up rig operated by Japan Drilling Indonesia entered into PLB and becomes the first client.
- On January 11, 2016, the Company and PT Anzawara Satria (ANZ) entered into agreement of overburden removal in area ANZ, Tanah Bumbu, South Kalimantan amounting to IDR622 billion and effective for three years until year 2019. The scopes are encompasses overburden removal, hire of mobile plant, personnel and coal hauling in Tanah Bumbu, South Kalimantan.

OPERATIONAL HIGHLIGHTS

- Contract Mining. Total overburden removal for the period was 23.59 MBCM, mainly come from Kideco Mine Project of 13.22 MBCM, Tabang Mine Project of 4.35 MBCM and IAC Mine Project of 4.74 MBCM. New project of BMB has also started production in June 2016.
- Petrosea Logistic & Support Services (PLSS) still maintain a focus on the oil & gas sector through the Petrosea Offshore Supply Base (POSB) in Balikpapan, whilst looking to expand its horizon by providing a broader range of services, to a wider customer base such as ENI Muara Bakau B.V., ENI East Sepinggan Limited, PT Talisman Energy Indonesia, Total, Chevron, Niko resources, Haliburton, Miswaco and others.
- The Company maintaining sustainability through sound business diversification. EPM business contribution to total revenues of the Company increased from 8 % in the first six month of 2015 to 38 % in the first six month of 2016. EPM has also successfully completed the construction of access road to Lampunut Coal Project in Central Kalimantan for PT Maruwai Coal in early July 2016.
- On HSE, the Company achieved 36.02 million man-hour without Loss time injury (LTI) as of June 30, 2016.

FINANCIAL HIGHLIGHTS

- Revenues decreased 22.36 % YoY from US\$114.72 million to US\$89.07 million mainly due to lower revenue from contract mining (-52.86 % YoY from US\$87.98 million to US\$41.47 million) as the results of lower overburden volumes (-41.90 % YoY). Revenues from PLSS also decreased 26.74 % YoY from US\$17.28 million to US\$12.66 million reported in 6M16 as the results of lower activities in oil & gas sector. On the other hand, revenues from EPM business increased significantly by 257.72 % YoY from US\$9.46 million to US\$33.84 million.
- Total direct costs decreased 16.75 % to US\$80.35 million. This is in line with the declined in overburden removal volume and total revenues.
- Gross profit declined 52.03 % YoY to US\$8.73 million from US\$18.20 million reported in the previous year.
- The administration expense for 6M2016 was US\$9.05 million. The Company continues its efficiency in administration expense.
- Interest expenses & finance charges were decreased to US\$4.97 million (-5.15% YoY) due to lower debt balance from US\$186.41 million to US\$171.12 million in 6M16 (-8.20% YoY).
- The company registered US\$6.65 million loss attributable to owners of the company.
- The Company recorded US\$65.39 million in cash & cash equivalents balance as of June 30, 2016, as the results of strong cash & working capital management.
- Petrosea recorded capital expenditure spent amounted to US\$5.05 million in 6M16, or significantly declined from US\$28.34 million reported in the previous year. Capital expenditures spent were mainly used to revitalize equipment used in mining services.

PTRO FINANCIAL HIGHLIGHTS

Consolidated Statements of Profit or Loss (US\$ Million)	June 30, 2015	June 30, 2016	% Change
Revenues	114.72	89.07	-22.36
Direct Costs	-96.52	-80.35	-16.75
Gross Profit	18.20	8.73	-52.03
Operating Profit	9.53	-0.33	-103.46
Share in Jointly Controlled Entities' Net (Loss)	-1.00	-0.42	-58.00
Net(Loss)/Income Attributable to Owners of the Company	1.07	-6.70	-726.17

Consolidated Statements of Financial Position (US\$ Million)	Dec 31, 2015	June 30, 2016	% Change
Cash & Cash Equivalents	53.57	65.39	13.35
Total Current Assets	141.19	136.86	-11.30
Total Noncurrent Assets	284.18	266.26	-8.82
Total Assets	425.37	403.13	-9.68
Bank Loans	32.11	26.07	-20.28
Total Current Liabilities	90.94	74.20	-21.96
Total Noncurrent Liabilities	156.15	157.27	-1.55
Total Liabilities	247.09	231.47	-9.17
Total Equity	178.28	171.65	-10.36

Financial	Dec 31, 2015	June 30, 2016
Current Ratio	1.55	1.84
Debt to Equity Ratio	0.99	0.98

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PETROSEA OVERVIEW

PT Petrosea Tbk. is multi-disciplinary mining, infrastructure and oil & gas services company with track record of achievement in Indonesia since 1972. Drawing on rich and varied years of experience throughout the Indonesian archipelago, Petrosea is now recognized as one of Indonesia's leading contractors. We offer a competitive advantage through our ability to provide complete pit-to-port mining solutions, supported by integrated engineering & construction capabilities and logistic support, whilst demonstrating absolute commitment to health, safety & environment, quality management, and business integrity. We also provide services for the oil & gas industry in Indonesia through our Petrosea Offshore Supply Base (POSB) deep-water supply base that consistently delivers international standard and cost effective services to all of our clients. Petrosea has been listed on the Indonesia Stock Exchange (IDX: PTRO) since 1990 and was the first publicly listed Indonesian engineering & construction company in Indonesia.

The company's vision is to be a leading service provider in mining, oil & gas and infrastructure in South East Asia. The company's mission is to deliver innovative solutions for mining, oil & gas and infrastructure to the satisfaction of all clients and stakeholders.

Together with its holding company, PT Indika Energy Tbk., Petrosea is able to provide complete solutions in the energy supply chain. Understanding the demands of the industry and having the full range of expertise in engineering and project management, high quality construction capabilities, ability to complete complex projects on schedule, local knowledge and focus on human capital management and development, enables us to provide consistent results and position ourselves to meet and exceed the expectations of our customers.

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