

PRESS RELEASE



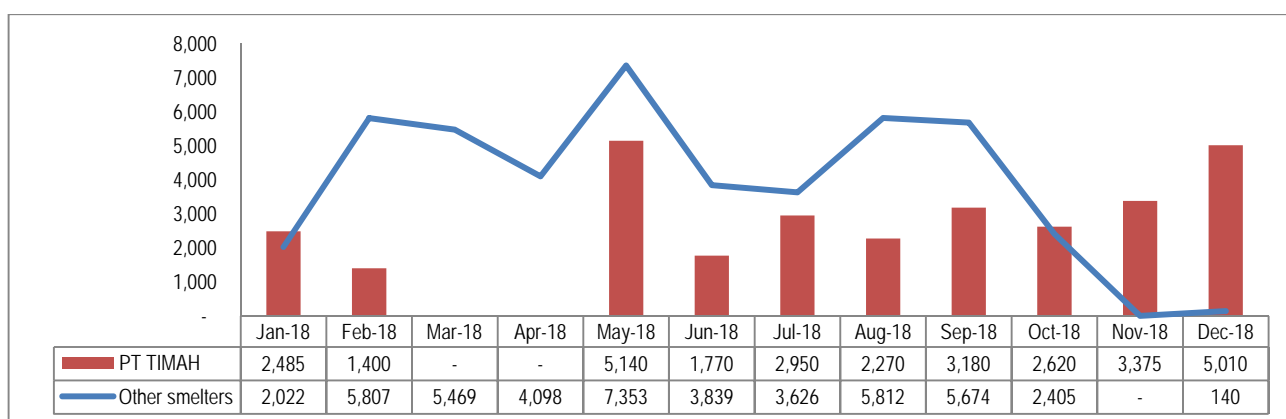
FOR IMMEDIATE RELEASE

Regulatory Support Makes PT TIMAH's Operational and Financial Performance Climb

Jakarta, 8 March 2019, PT TIMAH (IDX:TINS) announces the consolidated financial statements for the period ended 31 December 2018. The Government through the ESDM Ministry and the Trade Ministry continues to improve through various regulations issued. Every tin mining business must have a report of mineral reserves contained in a Mining Business License (IUP) and set out in the Budget Work Plan (RKAB) according to ESDM ministerial regulation No.11 of 2018. Referring to regulations, this RKAB certainly needs to be verified especially for the report of mineral reserves to trace tin ore origin.

"Report of mineral reserves must be made by the eligible Competent Person (CP), and CP is legally responsible to ensure that report is correct. This report shall actually prove the tin ore origin," said Amin Haris as the Corporate Secretary of PT TIMAH. If the report of mineral reserves is not carried out, the RKAB verification proposal should not be validated. This will, of course, have an impact on the export activity. Amin suspects that tin export that had been carried out by several smelter companies only refers to IUP ownership-based verification of tin ore origin.

As one of the largest mining concession owners in Bangka Belitung, PT TIMAH is supposed to have the largest contribution towards Indonesia's tin exports. The following is the comparison of PT TIMAH's export performance with other smelter companies during 2018.



In October 2018 ICDX stopped the tin export of smelter companies verified by PT Surveyor Indonesia, because it did not meet export requirements. As a member of the ICDX exchange, PT TIMAH was not affected by the temporary suspension of trade because the commodity products traded had fulfilled the requirements issued by the surveyor of PT Sucofindo.

Furthermore, the Corporate Secretary of PT TIMAH said, "*Management is optimistic that future performance of the Company in 2019 will continue to increase along with the improved tin governance in Indonesia, especially with regulatory support from the Government regarding illegal mining and reserve balance reporting obligations verified by Competent Persons certified from Association of Indonesian Geologists (IAGI) and the Indonesian Mining Experts Association (Perhapi)*".

Highlight of the Company's Operating Performance:

- Production of tin ore in 2018 was 44,514 tons or increased by 42.77% compared to the same period in the previous year of 31,178 tons. From the mentioned tin ore above, 49.90% came from offshore and the remaining 50.10% came from onshore
- The Company has a significant brand influence in the international tin industry, among its products listed in the London Metal Exchange (LME) are Banka and Kunder. Refined tin production in 2018 was recorded 33,444 Mton, increased by 10.56% compared to the same period in 2017 of 30,249 Mton
- In line with the above conditions, till December 2018 refined tin sales were recorded 33,818 Mton, increased by 13.05% compared to 2017 of 29,914 Mton

Highlight of the Company's Financial Performance:

- The Company's operating revenues were recorded at Rp11,050 billion, increased by 19.88%, with the contribution of tin metal and tin solder is still in the first place 91.88%, followed by the next position of downstream products (tin chemical) 3.87% and hospital 2.19% . Other businesses beyond tin industry are still attractive to develop, for example nickel which has begun contributing, then eventually the source of income will be more diversified in the coming years
- As of 2018 there was increase in Cost of Revenue by 21.85% to Rp9,372 billion. However, the decline of fuel price by end of the year was a fresh breeze which would have positive impact towards profitability of the Company
- Compared to the position as of 2017, the value of the Company's assets increased by 27.30% to Rp15.12 trillion, the Company's liability increased by 47.83% to Rp8.60 trillion, and the value of the Company's equity increased by 7.60% to Rp6.52 trillion
- The Company's capital expenditure as of 2018 amounted to Rp1,185 billion, consists of 23.65% for machinery and installations, then 14.33% for exploration, mining and production equipment, and the remainder in the form of land, buildings, transportation equipment , office and housing equipment, and construction in progress

PT TIMAH Tbk and Subsidiaries
For the Year Ended of

	2018 a	2017 b	% a:b
Production of tin-in-concentrate			
- Onshore	22,300	13,272	168%
- Offshore	22,213	17,906	124%
Total	44,514	31,178	143%
Production of refined tin - Mton	33,444	30,249	111%
Sales			
Sales of refined tin - Mton	33,818	29,914	113%
Inventory			
- Tin ore - ton	6,026	870	693%
- Slag - ton	13,076	10,241	128%
- Refined tin - Mton	2,587	2,791	93%
- Tin Solder - Mton	-	-	0%
Parameter of performance			
End of period exchange rate - Rp / US\$	14,481	13,548	107%
Average exchange rate - Rp / US\$	14,354	13,401	107%
Average selling price - US\$/Mton	20,205	20,429	99%
Cost of refined tin production - US\$/Mton	15,249	16,653	92%
Cost of delivered refined tin - US\$/Mton Timah	18,160	18,845	96%
Cost of delivered refined tin (cash) - US\$/Mton	16,986	17,558	97%
Margin per ton - US\$	2,045	1,584	129%

**PT TIMAH Tbk
DAN ENTITAS ANAK/AND SUBSIDIARIES**

Lampiran 1/1 Schedule

**LAPORAN POSISI KEUANGAN
KONSOLIDASIAN
31 DESEMBER 2018 DAN 2017**
(Dinyatakan dalam jutaan Rupiah, kecuali nilai nominal dan data saham)

**CONSOLIDATED STATEMENTS OF
FINANCIAL POSITION
AS AT 31 DECEMBER 2018 AND 2017**
(Expressed in millions of Rupiah, except for par value and share data)

	Catatan/ Notes	2018	2017	
ASET				ASSETS
ASET LANCAR				CURRENT ASSETS
Kas dan setara kas	4,34a	784,610	1,357,490	Cash and cash equivalents
Piutang usaha				Trade receivables
- pihak ketiga	5	1,973,760	1,477,845	third parties -
Piutang lain-lain				Other receivables
- bagian lancar				current portion -
- pihak ketiga	6	25,138	21,890	third parties -
- pihak berelasi	6,34c	18,381	14,333	related parties -
Persediaan				Inventories
- bagian lancar	7	4,262,190	2,509,488	current portion -
Aset real estat				Real estate assets
- bagian lancar	13	60,683	15,791	current portion -
Pajak dibayar di muka				Prepaid taxes
- bagian lancar	8a	1,368,437	902,210	current portion -
Aset keuangan lainnya		1,657	1,657	Other financial assets
Aset lainnya				Other assets
- bagian lancar	9	396,597	344,498	current portion -
Aset yang dimiliki untuk dijual	10a	312,834	351,764	Assets classified as held for sale
Jumlah aset lancar		9,204,287	6,996,966	Total current assets
ASET TIDAK LANCAR				NON-CURRENT ASSETS
Kas yang dibatasi penggunaannya	4,34b	43,109	31,050	Restricted cash
Piutang lain-lain				Other receivables
- bagian tidak lancar				non-current portion -
- pihak ketiga	6	3,048	10,957	third parties -
- pihak berelasi	6,34c	74,812	90,460	related parties -
Persediaan				Inventories
- bagian tidak lancar	7	646,250	479,439	non-current portion -
Investasi pada entitas asosiasi	11	153,111	145,841	Investment in associates
Aset tetap	12	3,085,182	2,462,393	Fixed assets
Aset real estat				Real estate assets
- bagian tidak lancar	13	34,923	75,109	non-current portion -
Properti investasi	14	1,121,267	912,679	Investment properties
Properti pertambangan	15	242,220	165,661	Mining properties
Pajak dibayar di muka				Prepaid taxes
- bagian tidak lancar	8a	110,465	200,695	non-current portion -
Aset pajak tangguhan	8d	167,833	181,902	Deferred tax assets
Aset lainnya				Other assets
- bagian tidak lancar	9	231,441	123,157	non-current portion -
Jumlah aset tidak lancar		5,913,661	4,879,343	Total non-current assets
JUMLAH ASET		15,117,948	11,876,309	TOTAL ASSETS

Catatan atas laporan keuangan konsolidasian merupakan bagian yang tidak terpisahkan dari laporan keuangan konsolidasian secara keseluruhan

The accompanying notes to these consolidated financial statements form an integral part of these consolidated financial statements

**PT TIMAH Tbk
DAN ENTITAS ANAK/AND SUBSIDIARIES**

Lampiran 1/2 Schedule

**LAPORAN POSISI KEUANGAN
KONSOLIDASIAN
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**CONSOLIDATED STATEMENTS OF
FINANCIAL POSITION
AS AT 31 DECEMBER 2018 AND 2017**
(Expressed in millions of Rupiah, except for
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	Catatan/ Notes	2018	2017	
LIABILITAS				LIABILITIES
LIABILITAS JANGKA PENDEK				CURRENT LIABILITIES
Utang usaha	17	974,801	733,424	<i>Trade payables</i>
Utang bank jangka pendek	16	4,644,041	2,191,848	<i>Short-term bank loans</i>
Utang dividen	32	643	643	<i>Dividends payable</i>
Utang pajak	8b	77,699	66,515	<i>Taxes payable</i>
Imbalan kerja jangka pendek		90,295	93,216	<i>Short-term employee benefits</i>
Beban akrual	18	124,492	91,137	<i>Accrued expenses</i>
Provisi biaya rehabilitasi lingkungan				<i>Provision for environmental rehabilitation cost</i>
- bagian jangka pendek	19	18,088	22,870	<i>current portion -</i>
Liabilitas jangka pendek lainnya	21	109,235	107,525	<i>Other current liabilities</i>
Liabilitas yang terkait langsung dengan aset yang dimiliki untuk dijual	10b	136,957	95,348	<i>Liabilities directly associated with assets classified as held for sale</i>
Jumlah liabilitas jangka pendek		6,176,251	3,402,526	Total current liabilities
LIABILITAS JANGKA PANJANG				NON-CURRENT LIABILITIES
Provisi biaya rehabilitasi lingkungan				<i>Provision for environmental rehabilitation cost</i>
- bagian jangka panjang	19	270,512	260,348	<i>non-current portion -</i>
Utang obligasi dan sukuk ijarah	20	1,500,000	1,500,000	<i>Bonds and sukuk ijarah payable</i>
Kewajiban imbalan pascakerja	33	649,304	651,942	<i>Post-employment benefits obligation</i>
Jumlah liabilitas jangka panjang		2,419,816	2,412,290	Total non-current liabilities
JUMLAH LIABILITAS		8,596,067	5,814,816	TOTAL LIABILITIES

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**PT TIMAH Tbk
DAN ENTITAS ANAK/AND SUBSIDIARIES**

Lampiran 1/3 Schedule

**LAPORAN POSISI KEUANGAN
KONSOLIDASIAN
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(Dinyatakan dalam jutaan Rupiah, kecuali
nilai nominal dan data saham)

**CONSOLIDATED STATEMENTS OF
FINANCIAL POSITION
AS AT 31 DECEMBER 2018 AND 2017**
(Expressed in millions of Rupiah, except for
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	Catatan/ Notes	2018	2017	
EKUITAS				EQUITY
Modal saham - modal dasar 1 lembar saham Seri A dan 9.999.999.999 lembar saham Seri B; ditempatkan dan disetor penuh 1 lembar saham Seri A dan 7.447.753.454 lembar saham Seri B per 31 Desember 2018 dan 2017 dengan nilai nominal per saham Rp50	23	372,388	372,388	<i>Share capital - authorised 1 A Class share and 9,999,999,999 B Class shares; issued and fully paid 1 A Class share and 7,447,753,454 B Class shares per 31 December 2018 and 2017 with par value of Rp50 per share</i>
Tambahan modal disetor	24	55	55	<i>Additional paid-in capital</i>
Saldo laba				<i>Retained earnings</i>
- dicadangkan		5,206,531	4,879,948	<i>appropriated -</i>
- belum dicadangkan		967,834	938,904	<i>unappropriated -</i>
Kerugian komprehensif lainnya		(25,117)	(130,002)	<i>Other comprehensive loss</i>
Total ekuitas yang dapat diatribusikan kepada pemilik entitas induk		6,521,691	6,061,293	Total equity attributable to owners of the parent entity
Kepentingan nonpengendali	22	190	200	Non-controlling interest
JUMLAH EKUITAS		6,521,881	6,061,493	TOTAL EQUITY
JUMLAH LIABILITAS DAN EKUITAS		15,117,948	11,876,309	TOTAL LIABILITIES AND EQUITY

Catatan atas laporan keuangan konsolidasian merupakan bagian yang tidak terpisahkan dari laporan keuangan konsolidasian secara keseluruhan

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**PT TIMAH Tbk
DAN ENTITAS ANAK/AND SUBSIDIARIES**

Lampiran 2/1 Schedule

**LAPORAN LABA RUGI DAN
PENGHASILAN KOMPREHENSIF LAIN
KONSOLIDASIAN UNTUK
TAHUN - TAHUN YANG BERAKHIR
31 DESEMBER 2018 DAN 2017**

(Dinyatakan dalam jutaan Rupiah, kecuali
laba bersih per saham)

**CONSOLIDATED STATEMENTS OF
PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
FOR THE YEARS ENDED
31 DECEMBER 2018 AND 2017**

(Expressed in millions of Rupiah, except
earnings per share)

	<u>Catatan/ Notes</u>	<u>2018</u>	<u>2017</u>	
Operasi yang dilanjutkan				Continuing operations
Pendapatan usaha	25	11,049,946	9,217,160	Revenue
Beban pokok pendapatan	26	<u>(9,372,416)</u>	<u>(7,691,597)</u>	Cost of revenue
Laba bruto		1,677,530	1,525,563	Gross profit
Beban umum dan administrasi	27	(820,899)	(710,853)	<i>General and administration expenses</i>
Beban penjualan	28	(109,809)	(83,754)	<i>Selling expenses</i>
Keuntungan atas revaluasi properti investasi	14	208,588	105,081	<i>Gain from revaluation of investment properties</i>
Pendapatan lain-lain, neto	30	68,671	44,315	<i>Other income, net</i>
Beban keuangan	29	(304,641)	(200,412)	<i>Finance costs</i>
Pendapatan keuangan		38,919	24,646	<i>Finance income</i>
Bagian atas laba neto entitas asosiasi	11	<u>8,123</u>	<u>11,625</u>	<i>Share in net income of associates</i>
Laba sebelum pajak penghasilan		766,482	716,211	Profit before income tax
Beban pajak penghasilan	8c	<u>(191,669)</u>	<u>(207,297)</u>	Income tax expense
Laba tahun berjalan dari operasi yang dilanjutkan		<u>574,813</u>	<u>508,914</u>	Profit for the year from continuing operations
Operasi yang dihentikan				Discontinued operations
Rugi tahun berjalan dari operasi yang dihentikan	10d	<u>(43,464)</u>	<u>(6,497)</u>	<i>Loss for the year from discontinued operations</i>
Laba tahun berjalan		<u>531,349</u>	<u>502,417</u>	Profit for the year

Catatan atas laporan keuangan konsolidasian merupakan bagian yang tidak terpisahkan dari laporan keuangan konsolidasian secara keseluruhan

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**PT TIMAH Tbk
DAN ENTITAS ANAK/AND SUBSIDIARIES**

Lampiran 2/2 Schedule

**LAPORAN LABA RUGI DAN
PENGHASILAN KOMPREHENSIF LAIN
KONSOLIDASIAN UNTUK
TAHUN - TAHUN YANG BERAKHIR
31 DESEMBER 2018 DAN 2017**
(Dinyatakan dalam jutaan Rupiah, kecuali
laba bersih per saham)

**CONSOLIDATED STATEMENTS OF
PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
FOR THE YEARS ENDED
31 DECEMBER 2018 AND 2017**
(Expressed in millions of Rupiah, except
earnings per share)

	<u>Catatan/ Notes</u>	<u>2018</u>	<u>2017</u>	
Penghasilan komprehensif lain				Other comprehensive income
Pos-pos yang tidak akan direklasifikasi ke laba rugi				Items that will not be reclassified to profit or loss
Pengukuran kembali kewajiban imbalan kerja	33	107,699	(30,432)	Remeasurement of employee benefits obligation
Bagian pendapatan komprehensif lain dari entitas asosiasi, setelah pajak	11	938	(1,018)	Share of other comprehensive income of associates, net of tax
Pos-pos yang nantinya dapat direklasifikasi ke laba rugi				Items that may be subsequently reclassified to profit or loss
Selisih kurs karena penjabaran laporan keuangan		6,697	(2,490)	Exchange rate differences due to financial statements translation
Bagian pendapatan komprehensif lain dari entitas asosiasi, setelah pajak	11	<u>(1,791)</u>	<u>5,593</u>	Share of other comprehensive income of associates, net of tax
(Beban)/manfaat pajak penghasilan terkait		113,543	(28,347)	
		<u>(8,658)</u>	<u>9,288</u>	Related income tax (expense)/benefit
Jumlah laba komprehensif tahun berjalan		<u>636,234</u>	<u>483,358</u>	Total comprehensive income for the year
Laba tahun berjalan yang diatribusikan kepada:				Profit for the year attributable to:
Pemilik entitas induk		531,359	502,430	Owners of the parent entity
Kepentingan nonpengendali	22	<u>(10)</u>	<u>(13)</u>	Non-controlling interest
		<u>531,349</u>	<u>502,417</u>	
Laba komprehensif tahun berjalan yang diatribusikan kepada:				Comprehensive income for the year attributable to:
Pemilik entitas induk		636,244	483,371	Owners of the parent entity
Kepentingan nonpengendali	22	<u>(10)</u>	<u>(13)</u>	Non-controlling interest
		<u>636,234</u>	<u>483,358</u>	
Laba bersih per saham dasar/dilusian dari:				Basic/diluted earnings per share from:
Operasi yang dilanjutkan	31	77	68	Continuing operations
Operasi yang dihentikan	31	<u>(6)</u>	<u>(1)</u>	Discontinued operations
		<u>71</u>	<u>67</u>	

Catatan atas laporan keuangan konsolidasian merupakan bagian yang tidak terpisahkan dari laporan keuangan konsolidasian secara keseluruhan

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**PT TIMAH Tbk
DAN ENTITAS ANAK/AND SUBSIDIARIES**

Lampiran 4 Schedule

**LAPORAN ARUS KAS
KONSOLIDASIAN
UNTUK TAHUN - TAHUN YANG BERAKHIR
31 DESEMBER 2018 DAN 2017**
(Dinyatakan dalam jutaan Rupiah)

**CONSOLIDATED STATEMENTS OF
CASH FLOWS
FOR THE YEARS ENDED
31 DECEMBER 2018 AND 2017**
(Expressed in millions of Rupiah)

	2018	2017	
ARUS KAS DARI AKTIVITAS OPERASI			CASH FLOWS FROM OPERATING ACTIVITIES
Penerimaan dari pelanggan	10,553,468	8,558,175	<i>Receipts from customers</i>
Pembayaran kas kepada:			<i>Cash payments to:</i>
- Pemasok	(9,592,082)	(6,650,113)	<i>Suppliers -</i>
- Karyawan	(1,238,416)	(1,088,260)	<i>Employees -</i>
Restitusi pajak	138,930	206,729	<i>Tax restitution</i>
Penerimaan dari pendapatan keuangan	38,919	24,646	<i>Receipts from finance income</i>
Pembayaran iuran pensiun	(72,745)	(43,813)	<i>Payments of pension contributions</i>
Pembayaran pajak dan royalti	(1,072,987)	(1,080,481)	<i>Payments of taxes and royalties</i>
Pembayaran dividen	(175,846)	(75,550)	<i>Payments of dividends</i>
Arus kas bersih yang digunakan untuk aktivitas operasi	(1,420,759)	(148,667)	Net cash flows used in operating activities
ARUS KAS DARI AKTIVITAS INVESTASI			CASH FLOWS FROM INVESTING ACTIVITIES
Pembelian aset tetap	(1,167,128)	(779,812)	<i>Purchase of fixed assets</i>
Pembayaran atas penambahan properti pertambangan	(86,935)	(22,610)	<i>Payment for addition of mining properties</i>
Arus kas keluar bersih dari akuisisi entitas asosiasi	-	(3,750)	<i>Net cash outflows on acquisition of associate</i>
Arus kas bersih yang digunakan untuk aktivitas investasi	(1,254,063)	(806,172)	Net cash flows used in investing activities
ARUS KAS DARI AKTIVITAS PENDANAAN			CASH FLOWS FROM FINANCING ACTIVITIES
Pembayaran pinjaman bank	(769,985)	(1,762,733)	<i>Payments of bank loans</i>
Penerimaan dari pinjaman bank	3,174,007	2,217,926	<i>Proceeds from bank loans</i>
Penerimaan dari utang obligasi dan sukuk ijarah	-	1,500,000	<i>Proceeds from bonds and sukuk ijarah payable</i>
Pembayaran bunga	(322,911)	(200,412)	<i>Interest payment</i>
Arus kas bersih yang diperoleh dari aktivitas pendanaan	2,081,111	1,754,781	Net cash flows provided from financing activities
(PENURUNAN)/KENAIKAN BERSIH KAS DAN SETARA KAS	(593,711)	799,942	NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS
KAS DAN SETARA KAS PADA AWAL TAHUN	1,357,490	563,804	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR
Direklasifikasi ke dimiliki untuk dijual	5,801	(4,376)	<i>Reclassified to held for sale</i>
Pengaruh perubahan kurs valuta asing atas kas dan setara kas	15,030	(1,880)	<i>Effect of foreign exchange rate fluctuation on cash and cash equivalents</i>
KAS DAN SETARA KAS PADA AKHIR TAHUN	784,610	1,357,490	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR

Catatan atas laporan keuangan konsolidasian merupakan bagian yang tidak terpisahkan dari laporan keuangan konsolidasian secara keseluruhan

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**** end of press release ****