

Adaro Energy



**Exceptional Community Relations: Adaro's Key
Success Factor to Achieve Continual Production
Growth**

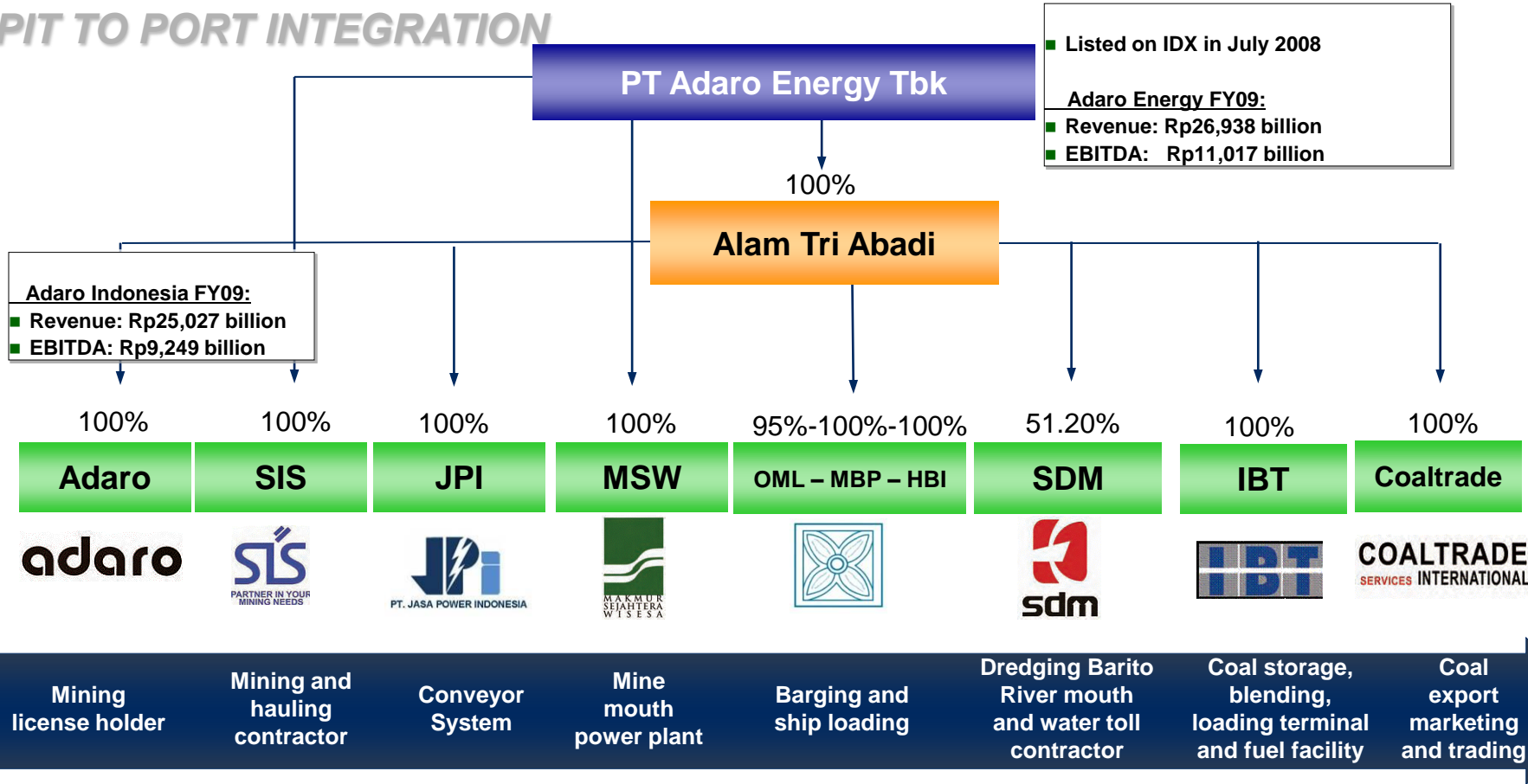
**Mr. Garibaldi Thohir, President Director
Coaltrans Asia
May 31st, 2010
Bali International Convention Centre**

Good Community Relations = Continual Growth

- ✓ Continual production growth cannot be achieved without building trusting and mutually beneficial relationship with local communities surrounding the mine
- ✓ For Adaro it is a core activity
- ✓ We have developed a successful approach which is key to our continual production growth
- ✓ Not only will our production continue to grow but we are the partner of choice for successful and profitable coal mining in Indonesia

Vertically Integrated for Greater Efficiency

PIT TO PORT INTEGRATION

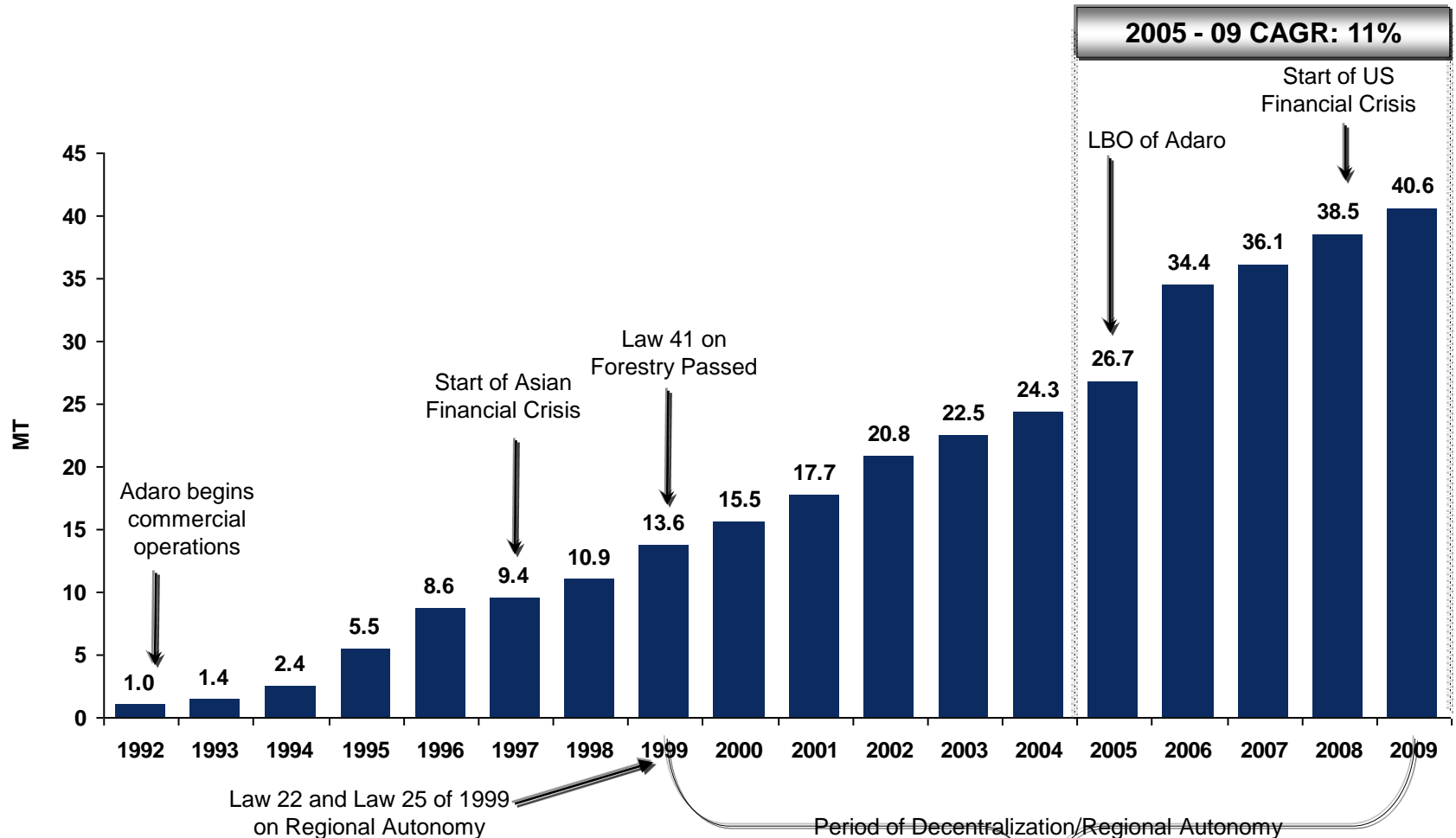


Each subsidiary is positioned to be an independent profit centre enabling the Group to have a reliable and competitive coal supply chain

Major coal seams with thickness of up to 50 meters



Annual Organic Production Growth Since 1992



Adaro Indonesia operates one of the largest single site coal mines in the Southern hemisphere



Use Your Heart and Give Respect

- ✓ Remote locations have little infrastructure
- ✓ Not just money, use your heart and give respect
- ✓ “Ngewong Ke Wong”
- ✓ Make community relations a core business function



Use Your Heart and Give Respect

- ✓ Conduct frequent visits and really listen
- ✓ Integrate with the community
- ✓ Hire locally
- ✓ Operate safely



Economic Development Programs



Microfinance to provide small business loans



Agricultural programs provide fertilizers and livestock to local community members

Educational Enhancement Programs



Our fleet of mobile libraries now have more 15,698 books



Up to 2009, we had provided scholarships to 8,707 students

Health Improvement Programs



To the end of 2009, we had provided surgery for 3,608 with cataracts



Clean drink water from our water treatment facility is provided to local communities

Environmental Rehabilitation



Land affected by our operation is reclaimed as soon as possible



So far we have rehabilitated 1,596 hectares of land and planted 1,097,858 trees

Good Community Relations = Continual Growth

✓ Continual production growth cannot be achieved without building trusting and mutually beneficial relationship with local communities surrounding the mine

✓ For Adaro it is a core activity

✓ We have developed a successful approach which is key to our continual production growth



✓ Not only will our production continue to grow but we are the partner of choice for successful and profitable coal mining in Indonesia

Thank You!

