

NEWS RELEASE

Jakarta, March 6, 2018



For further information please contact:

Mahardika Putranto, Head of Corporate Secretary & Investor Relations Division

mahardika.putranto@adaro.com

Febriati Nadira, Head of Corporate Communication Division

febriati.nadira@adaro.com

Adaro Energy strengthened its position in 2017 Continues to support the Government of Indonesia in energy supply, infrastructure, and electrification program

Jakarta, March 6, 2018 – PT Adaro Energy Tbk (IDX: ADRO) today released its consolidated financial statements for full year 2017, achieving strong financial position on the back of efficient and reliable operations in an improving coal price environment.

Adaro Energy's President Director and Chief Executive Officer, Mr. Garibaldi Thohir, said:

“2017 was a good year for Adaro Energy as we marked our 25 years of our operations with resilient performance delivered through strong cost discipline and operational excellence within the more supportive coal sector. Despite challenging weather conditions throughout the year, we were able to maintain supply reliability as well as healthy financial position, which will enable us to further support the government's programs for developing the nation and maintain our commitment to the communities surrounding our operational locations through effective empowerment programs. Therefore, we have entered 2018 with strong optimism as we are ready to capture the opportunities offered by the excellent market momentum for sustaining the company's growth and continuing to deliver positive contributions to Indonesia.”

FY17 Financial Highlights:

- Operational EBITDA increased 47% to US\$1,315 million, higher than our operational EBITDA guidance of US\$900 million to US\$1,100 million. This was due to higher ASP and our relentless focus on cost discipline along our coal supply chain.
- Core earnings, our profit excluding non-operational items, increased 62% year-on-year to US\$646 million demonstrating our quality after tax earnings.
- Our balance sheet continued to strengthen with strong liquidity of US\$1,497 million and net cash position, providing flexibility to execute our plans and strengthening business sustainability.
- In FY17, AE had contributed US\$346 million in royalty and US\$428 million in tax to the country.

Financial Performance

<i>(US\$ million, except otherwise stated)</i>	FY17	FY16	% Change
Net Revenue	3,258	2,524	29%
Cost of Revenue	(2,117)	(1,839)	15%
Gross Profit	1,141	685	67%
Operating Income	952	588	62%
Core Earnings ¹	646	398	62%
Operational EBITDA ²	1,315	893	47%
Total Assets	6,814	6,522	4%
Total Liabilities	2,723	2,736	-1%
Stockholders' Equity	4,092	3,786	8%
Interest-Bearing Debt	1,393	1,450	-4%
Cash	1,207	1,077	12%
Net Debt (cash) ³	net cash	373	-
Capital Expenditure ⁴	229	80	186%
Free Cash Flow ⁵	782	479	63%
Basic Earnings Per Share (EPS) in US\$	0.01511	0.01046	44%

Financial Ratios

	FY17	FY16	% Change
Gross Profit Margin (%)	35.0%	27.1%	29%
Operating Margin (%)	29.2%	23.3%	25%
Operational EBITDA Margin (%)	40.4%	35.4%	14%
Net Debt to Equity (x)	net cash	0.10	-
Net Debt to last 12 months Op.EBITDA (x)	net cash	0.42	-
Cash from Operations to Capex (x)	4.74	6.18	-

¹ Profit for the year, excluding non-operational items net of tax (amortization of mining properties and prior year tax assessment).

² EBITDA excluding foreign exchange loss/gain and prior year tax assessment.

³ Cash including available for sale financial assets.

⁴ Regular spending defined as: purchase of fixed assets – proceed from disposal of fixed assets + payment for addition of mining properties + addition of fixed assets under finance leases.

⁵ Operational EBITDA – taxes – change in net working capital – capital expenditure.

Operating Segment

<i>(US\$ million)</i>	Revenue			Profit for the period		
	FY17	FY16	% Change	FY17	FY16	% Change
Coal mining & trading	3,041	2,347	30%	525	292	80%
Mining services	151	111	36%	20	38	-47%
Others	66	66	0%	81	33	145%
Elimination	-	-	-	(90)	(22)	309%
Adaro Energy Group	3,258	2,524	29%	536	341	57%

Summary of Adaro Energy 2018 guidance:

- Production: 54 Mt – 56 Mt
- Consolidated strip ratio: 4.9x
- Operational EBITDA: US\$1.3 billion – US\$1.5 billion
- Capital expenditure: US\$750 million – US\$900 million

FINANCIAL PERFORMANCE ANALYSIS FOR THE FULL YEAR OF 2017

Revenue, Average Selling Price and Production

Revenue increased by 29% compared to last year to US\$3,258 million mainly driven by 34% increase in ASP. Our coal mining and trading division generated 93% of our revenue along with sustained development of our non-coal businesses. We produced 51.79 Mt and sold 51.82 Mt of coal in FY17 from all of our operating mines.

Cost of Revenue

Cost of revenue increased 15% year over year to US\$2,117 million driven by higher mining cost as a result of higher strip ratio, higher fuel prices as well as higher royalty payment to the Government of Indonesia.

Our strip ratio for the year was 4.61x, below our guidance of 4.85x for 2017 as we experienced heavy rains for the most parts of this year at our mining operations, weighing down operation activities at our mines but does not affect our long-term coal reserves. Compared to last year, the strip ratio increased 4% from 4.45x as we removed more overburden.

In 2017, we ended up hedging approximately 40% of our fuel requirements for the year at prices below our budget to manage risk arising from fuel price fluctuations. While at the moment we have hedged approximately 20% of our fuel requirements for 2018 at prices below our budget.

Royalties to Government

Royalties to the Government of Indonesia increased 34% to US\$346 million as a result of higher revenue from sales of coal caused by higher ASP.

Operational EBITDA

Higher than expected ASP was one of the key factors in us outperforming our 2017 operational EBITDA guidance of US\$900 million to US\$1,100 million. We recorded 47% higher operational EBITDA of US\$1,315 million in 2017.

We maintained a solid operational EBITDA margin of 40%, as we continue to promote cost discipline and strong marketing efforts.

Core Earnings

Core earnings rose 62% to US\$646 million demonstrating strong performance of our core business. Our core earnings exclude non-operational items net of tax.

Golden Taxpayer Status

Directorate General of Taxation has issued a golden taxpayer status for our subsidiary PT Adaro Indonesia from the period of 1 January 2018 to 31 December 2019. In order to be qualified as a golden taxpayer, a set of strict statutory criteria in submission of tax return, compliance in paying the tax obligations, financial statements with unqualified opinion for the last three years, and such taxpayer never convicted in doing tax criminal act for the last five years, should be fulfilled. As such, PT Adaro Indonesia may obtain privilege to receive tax refund prior to completion of tax office assessment.

Total Assets

Total assets of US\$6,814 million were 4% higher compared to last year. Current assets increased by 24% to US\$1,979 million, primarily due to higher cash balance. Non-current assets declined by 2% to US\$4,835 million.

Total Liabilities

Total liabilities decreased 1% compared to last year to US\$2,723 million. Current liabilities increased by 20% to US\$773 million to some extent due to higher trade and dividend payables, and current maturity of long-term borrowings. Non-current liabilities declined by 7% to US\$1,949 million largely due to lower long-term borrowings positions as repayment continues.

Current Maturity of long-term Borrowings

The current portion of long-term borrowings increased 54% compared to last year to US\$237 million.

Long-term Borrowings, net of Current Maturity

The non-current portion of long-term borrowings, largely consisting of long-term bank loans, decreased by 11% compared to last year to US\$1,156 million.

Debt Management and Liquidity

We made US\$129 million of debt repayment in 2017, lowering bank loans by 5% compared to last year to US\$1,292 million. We achieved net cash position in 2017 on the back of higher operating cash flow and strategic capital spending.

Our liquidity level remained robust at US\$1,497 million, consisting of US\$1,207 million in cash, US\$254 million in available for sale financial assets, and US\$36 million in undrawn committed loan facilities. Debt servicing remains manageable with average debt repayment schedule from 2018 to 2020 approximately US\$238 million per year, well covered by our strong liquidity position and cash flows generation.

Cash Flows from Operating Activities

Cash flows from operating activities increased 26% to US\$854 million demonstrating robust cash flows generation due to higher cash inflows from customers driven by higher ASP.

Cash Flows from Investing Activities

We booked US\$433 million in net cash flows used in investing activities, mainly for the purchase of financial assets available for sale and purchase of fixed assets mostly for heavy equipment.

Capital Expenditure and Free Cash Flow

We spent US\$229 million in capital expenditure in FY17, in line with our capital expenditure guidance of US\$200 million to US\$250 million for the purpose of regular maintenance, purchase of heavy equipment replacement, and development of our metallurgical coal asset.

We generated free cash flow of US\$782 million on the back of robust operational EBITDA and prudent capital spending.

Cash Flows from Financing Activities

Net cash flow used in financing activities was US\$289 million. Financing activities include among others, repayment of bank loans totaling US\$129 million and payments of dividends to our shareholders amounting US\$101 million.

Dividend

As approved during the Company's Annual General Meeting of Shareholders on 26 April 2017, we paid US\$101.1 million of cash dividend, or approximately 30% of our 2016 net income. This dividend payment includes interim cash dividend of US\$60.8 million paid in January 2017 and final cash dividend of US\$40.3 million paid in May 2017. Furthermore, as approved at the Company's Board of Commissioners and Directors Meeting held on 19 December 2017, an interim cash dividend for financial year 2017 of US\$100.1 million was paid in January 2018.

PT ADARO ENERGY Tbk DAN ENTITAS ANAKNYA/AND ITS SUBSIDIARIES

Lampiran 1/1 Schedule

LAPORAN POSISI KEUANGAN
KONSOLIDASIAN PADA TANGGAL
31 DESEMBER 2017 DAN 2016
(Dinyatakan dalam ribuan Dolar AS,
kecuali nilai nominal dan data saham)

CONSOLIDATED STATEMENTS OF
FINANCIAL POSITION
AS AT 31 DECEMBER 2017 AND 2016
(Expressed in thousands of US Dollars,
except for par value and share data)

	Catatan/ Notes	2017	2016	
ASET				ASSETS
ASET LANCAR				CURRENT ASSETS
Kas dan setara kas	5	1,206,848	1,076,948	Cash and cash equivalents
Deposito berjangka yang dibatasi penggunaannya - bagian lancar	6	34	34	Restricted time deposits - current portion
Aset keuangan tersedia untuk dijual - bagian lancar	7	247,007	-	Available-for-sale financial assets - current portion
Piutang usaha	8	314,718	300,689	Trade receivables
Persediaan	10	85,466	73,417	Inventories
Pajak dibayar dimuka - bagian lancar	34a	74,140	102,614	Prepaid taxes - current portion
Pajak yang bisa dipulihkan kembali	34b	12,464	10,489	Recoverable taxes
Piutang lain-lain		6,729	4,399	Other receivables
Instrumen keuangan derivatif	19	3,300	3,954	Derivative financial instruments
Uang muka dan biaya dibayar dimuka - bagian lancar	9	28,034	19,287	Advances and prepayments - current portion
Aset lancar lain-lain		422	884	Other current assets
Total aset lancar		1,979,162	1,592,715	Total current assets
ASET TIDAK LANCAR				NON-CURRENT ASSETS
Deposito berjangka yang dibatasi penggunaannya - bagian tidak lancar	6	8,106	3,084	Restricted time deposits - non-current portion
Aset keuangan tersedia untuk dijual - bagian tidak lancar	7	6,837	-	Available-for-sale financial assets - non-current portion
Investasi pada ventura bersama	12	45,810	46,675	Investments in joint ventures
Uang muka dan biaya dibayar dimuka - bagian tidak lancar	9	38,033	37,497	Advances and prepayments - non-current portion
Pajak dibayar dimuka - bagian tidak lancar	34a	43,542	37,940	Prepaid taxes - non-current portion
Properti pertambangan	13	2,355,258	2,436,565	Mining properties
Aset tetap	11	1,506,553	1,544,187	Fixed assets
Goodwill	14	793,610	793,610	Goodwill
Aset pajak tangguhan	34e	8,766	3,766	Deferred tax assets
Aset tidak lancar lain-lain		28,470	26,218	Other non-current assets
Total aset tidak lancar		4,834,985	4,929,542	Total non-current assets
TOTAL ASET		6,814,147	6,522,257	TOTAL ASSETS

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

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

PT ADARO ENERGY Tbk DAN ENTITAS ANAKNYA/AND ITS SUBSIDIARIES

Lampiran 1/2 Schedule

LAPORAN POSISI KEUANGAN
KONSOLIDASIAN PADA TANGGAL
31 DESEMBER 2017 DAN 2016

(Dinyatakan dalam ribuan Dolar AS,
kecuali nilai nominal dan data saham)

CONSOLIDATED STATEMENTS OF
FINANCIAL POSITION
AS AT 31 DECEMBER 2017 AND 2016

(Expressed in thousands of US Dollars,
except for par value and share data)

	Catatan/ Notes	2017	2016	
LIABILITAS DAN EKUITAS				LIABILITIES AND EQUITY
LIABILITAS				LIABILITIES
LIABILITAS JANGKA PENDEK				CURRENT LIABILITIES
Utang usaha	15	279,163	207,794	Trade payables
Utang dividen	28	111,832	70,927	Dividends payable
Beban yang masih harus dibayar	17	37,396	28,969	Accrued expenses
Liabilitas imbalan kerja jangka pendek		2,689	1,551	Short-term employee benefit liabilities
Utang pajak	34c	56,713	118,981	Taxes payable
Utang royalti	16	31,269	42,041	Royalties payable
Bagian lancar atas pinjaman jangka panjang:				Current maturity of long-term borrowings:
- Utang sewa pembiayaan	20	35,571	30,876	Finance lease payables -
- Utang bank	21	201,160	122,850	Bank loans -
Utang lain-lain		17,509	20,566	Other liabilities
Total liabilitas jangka pendek		773,302	644,555	Total current liabilities
LIABILITAS JANGKA PANJANG				NON-CURRENT LIABILITIES
Pinjaman dari pihak ketiga	18	15,892	15,541	Loans from a third party
Pinjaman jangka panjang setelah dikurangi bagian yang akan jatuh tempo dalam satu tahun:				Long-term borrowings, net of current maturities:
- Utang sewa pembiayaan	20	49,594	39,224	Finance lease payables -
- Utang bank	21	1,090,830	1,241,198	Bank loans -
Liabilitas pajak tangguhan	34e	612,253	653,364	Deferred tax liabilities
Liabilitas imbalan pasca kerja	22	64,925	49,527	Post-employment benefits liabilities
Provisi rehabilitasi, reklamasi dan penutupan tambang	23	115,724	92,966	Provision for mine rehabilitation, reclamation and closure
Total liabilitas jangka panjang		1,949,218	2,091,820	Total non-current liabilities
TOTAL LIABILITAS		2,722,520	2,736,375	TOTAL LIABILITIES

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

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

PT ADARO ENERGY Tbk DAN ENTITAS ANAKNYA/AND ITS SUBSIDIARIES

Lampiran 1/3 Schedule

LAPORAN POSISI KEUANGAN
KONSOLIDASIAN PADA TANGGAL
31 DESEMBER 2017 DAN 2016

(Dinyatakan dalam ribuan Dolar AS,
kecuali nilai nominal dan data saham)

CONSOLIDATED STATEMENTS OF
FINANCIAL POSITION
AS AT 31 DECEMBER 2017 AND 2016

(Expressed in thousands of US Dollars,
except for par value and share data)

	Catatan/ Notes	2017	2016	
EKUITAS				EQUITY
Ekuitas yang diatribusikan kepada pemilik entitas induk				Equity attributable to owners of the parent entity
Modal saham - modal dasar 80.000.000.000 lembar; ditempatkan dan disetor penuh 31.985.962.000 lembar dengan nilai nominal Rp100 per saham	24	342,940	342,940	Share capital - authorised 80,000,000,000 shares; issued and fully paid 31,985,962,000 shares at par value of Rp100 per share
Tambahan modal disetor, neto	25	1,154,494	1,154,494	Additional paid-in capital, net
Selisih transaksi dengan pihak non-pengendali	26	4,072	7,135	Difference in value from transactions with non-controlling interests
Saldo laba	27	1,966,721	1,627,609	Retained earnings
Penghasilan komprehensif lain	2h, 2i	43	14,280	Other comprehensive income
Total ekuitas yang diatribusikan kepada pemilik entitas induk		<u>3,468,270</u>	<u>3,146,458</u>	Total equity attributable to owners of the parent entity
Kepentingan non-pengendali	29	<u>623,357</u>	<u>639,424</u>	Non-controlling interests
TOTAL EKUITAS		<u>4,091,627</u>	<u>3,785,882</u>	TOTAL EQUITY
TOTAL LIABILITAS DAN EKUITAS		<u>6,814,147</u>	<u>6,522,257</u>	TOTAL LIABILITIES AND EQUITY

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

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

PT ADARO ENERGY Tbk DAN ENTITAS ANAKNYA/AND ITS SUBSIDIARIES

Lampiran 2/1 Schedule

LAPORAN LABA RUGI DAN PENGHASILAN
KOMPREHENSIF LAIN KONSOLIDASIAN
UNTUK TAHUN-TAHUN YANG BERAKHIR
PADA TANGGAL 31 DESEMBER 2017 DAN 2016
(Dinyatakan dalam ribuan Dolar AS,
kecuali laba bersih per saham dasar dan dilusian)

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE YEARS ENDED
31 DECEMBER 2017 AND 2016
(Expressed in thousands of US Dollars,
except for basic and diluted earnings per share)

	Catatan/ Notes	2017	2016	
Pendapatan usaha	30	3,258,333	2,524,239	Revenue
Beban pokok pendapatan	31	(2,116,831)	(1,838,963)	Cost of revenue
Laba bruto		1,141,502	685,276	Gross profit
Beban usaha	32	(183,651)	(151,175)	Operating expenses
(Beban)/pendapatan lain-lain, neto	33	(6,026)	53,517	Other (expenses)/income, net
Laba usaha		951,825	587,618	Operating income
Biaya keuangan		(52,994)	(50,006)	Finance costs
Pendapatan keuangan		18,733	9,092	Finance income
Bagian atas keuntungan/(kerugian) neto ventura bersama	12	11,967	(184)	Share in net profit/(loss) of joint ventures
		(22,294)	(41,098)	
Laba sebelum pajak penghasilan		929,531	546,520	Profit before income tax
Beban pajak penghasilan	34d	(393,093)	(205,834)	Income tax expense
Laba tahun berjalan		536,438	340,686	Profit for the year
Penghasilan komprehensif lain tahun berjalan:				Other comprehensive income for the year:
Pos-pos yang akan direklasifikasi ke laba rugi:				Items that will be subsequently reclassified to profit or loss:
Perubahan nilai wajar aset keuangan tersedia untuk dijual	7	978	-	Changes in fair value of available-for-sale financial assets
Selisih kurs karena penjabaran laporan keuangan		(1,937)	1,181	Exchange difference due to financial statements translation
Bagian atas (kerugian)/penghasilan komprehensif lain dari entitas ventura bersama	12	(12,832)	30,535	Share of other comprehensive (loss)/income of joint ventures
Perubahan atas nilai wajar lindung nilai arus kas	19	(1,096)	2,423	Changes in value of cash flow hedges
Pajak penghasilan terkait pos-pos ini	34d	493	(1,090)	Income tax relating to these items
		(14,394)	33,049	
Pos-pos yang tidak akan direklasifikasi ke laba rugi:				Items that will not be reclassified to profit or loss:
Pengukuran kembali liabilitas imbangan pasca kerja		(5,531)	13,472	Remeasurement of post-employment benefits liabilities
Pajak penghasilan terkait pos ini	34d	1,618	(5,437)	Income tax relating to this item
		(3,913)	8,035	
		(18,307)	41,084	
Total penghasilan komprehensif tahun berjalan, setelah pajak		518,131	381,770	Total comprehensive income for the year, net of tax

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

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

PT ADARO ENERGY Tbk DAN ENTITAS ANAKNYA/AND ITS SUBSIDIARIES

Lampiran 2/2 Schedule

LAPORAN LABA RUGI DAN PENGHASILAN
KOMPREHENSIF LAIN KONSOLIDASIAN
UNTUK TAHUN-TAHUN YANG BERAKHIR
PADA TANGGAL 31 DESEMBER 2017 DAN 2016

(Dinyatakan dalam ribuan Dolar AS,
kecuali laba bersih per saham dasar dan dilusian)

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE YEARS ENDED
31 DECEMBER 2017 AND 2016

(Expressed in thousands of US Dollars,
except for basic and diluted earnings per share)

	Catatan/ Notes	2017	2016	
Laba tahun berjalan yang dapat diatribusikan kepada:				Profit for the year attributable to:
Pemilik entitas induk		483,297	334,621	Owners of the parent entity
Kepentingan non-pengendali	29	<u>53,141</u>	<u>6,065</u>	Non-controlling interests
Laba tahun berjalan		<u>536,438</u>	<u>340,686</u>	Profit for the year
Total penghasilan komprehensif tahun berjalan yang dapat diatribusikan kepada:				Total comprehensive income for the year attributable to:
Pemilik entitas induk		465,293	374,510	Owners of the parent entity
Kepentingan non-pengendali	29	<u>52,838</u>	<u>7,260</u>	Non-controlling interests
Total penghasilan komprehensif tahun berjalan, setelah pajak		<u>518,131</u>	<u>381,770</u>	Total comprehensive income for the year, net of tax
Laba bersih per saham diatribusikan kepada pemilik entitas induk	36			Earnings per share attributable to owners of the parent entity
- Dasar (nilai penuh)		0.01511	0.01046	Basic (full amount) -
- Dilusian (nilai penuh)		0.01406	0.00974	Diluted (full amount) -

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

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

PT ADARO ENERGY Tbk DAN ENTITAS ANAKNYA/AND ITS SUBSIDIARIES

Lampiran 3/1 Schedule

LAPORAN PERUBAHAN EKUITAS KONSOLIDASIAN
UNTUK TAHUN-TAHUN YANG BERAKHIR PADA TANGGAL
31 DESEMBER 2017 DAN 2016
(Dinyatakan dalam ribuan Dolar AS)

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED
31 DECEMBER 2017 AND 2016
(Expressed in thousands of US Dollars)

	Diatribusikan kepada pemilik entitas induk/Attributable to owners of the parent entity										Kepentingan non-pengendali/ Non-controlling interests	Total ekuitas/ Total equity
	Penghasilan komprehensif lain/ Other comprehensive Income											
	Modal saham/ Share capital	Tambahan modal disetor, neto/ Additional paid-in capital, net	Selisih transaksi dengan pihak non-pengendali/ Difference in value from transactions with non-controlling interests	Dicadangkan/ Appropriated	Saldo laba/Retained earnings	Translasi mata uang asing/ Foreign currency translation	Cadangan atas perubahan nilai wajar/ Reserve for changes in fair value of cash flow hedges	Bagian pendapatan komprehensif lain dari entitas ventura bersama/ Share of other comprehensive income of joint ventures	Cadangan perubahan nilai wajar aset keuangan tersedia untuk dijual/ Reserve for changes in fair value of available-for-sale financial assets	Total		
Saldo pada 1 Januari 2016	342,940	1,154,494	-	51,182	1,335,827	(18,555)	-	-	-	2,865,888	487,155	3,353,043
Total penghasilan komprehensif tahun berjalan	-	-	-	-	341,675	1,121	1,179	30,535	-	374,510	7,260	381,770
Penerbitan saham entitas anak kepada kepentingan non-pengendali (Catatan 29)	-	-	-	-	-	-	-	-	-	-	157,329	157,329
Transaksi dengan pihak non-pengendali (Catatan 26)	-	-	7,135	-	-	-	-	-	-	7,135	-	7,135
Pencadangan saldo laba (Catatan 27)	-	-	-	1,525	(1,525)	-	-	-	-	-	-	-
Dividen (Catatan 28 dan 29)	-	-	-	-	(101,075)	-	-	-	-	(101,075)	(12,320)	(113,395)
Saldo pada 31 Desember 2016	342,940	1,154,494	7,135	52,707	1,574,902	(17,434)	1,179	30,535	-	3,146,458	639,424	3,785,882

Balance as at 1 January 2016 Total comprehensive income for the year Issuance of shares to non-controlling interest (Note 29) Transaction with non-controlling interest (Note 26) Appropriation of retained earnings (Note 27) Dividends (Notes 28 and 29) Balance as at 31 December 2016

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

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

PT ADARO ENERGY Tbk DAN ENTITAS ANAKNYA/AND ITS SUBSIDIARIES

Lampiran 3/2 Schedule

LAPORAN PERUBAHAN EKUITAS KONSOLIDASIAN
UNTUK TAHUN-TAHUN YANG BERAKHIR PADA TANGGAL
31 DESEMBER 2017 DAN 2016
(Dinyatakan dalam ribuan Dolar AS)

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE YEARS ENDED
31 DECEMBER 2017 AND 2016
(Expressed in thousands of US Dollars)

	Diatribusikan kepada pemilik entitas induk/Attributable to owners of the parent entity										Balance as at 1 January 2017
	Penghasilan komprehensif lain/ Other comprehensive Income										
	Modal saham/ Share capital	Tambahan modal disetor, neto/ Additional paid-in capital, net	Selisih transaksi dengan pihak non-pengendali/ Difference in value from transactions with non-controlling interests	Dicadangkan/ Appropriated	Saldo laba/Retained earnings	Translasi mata uang asing/ Foreign currency translation	Cadangan atas perubahan nilai wajar lindung Reserve for changes in fair value of cash flow hedges	Bagian pendaptan/ (rugi) komprehensif lain dari entitas ventura bersama/ Share of other comprehensive income/ (loss) of joint ventures	Cadangan perubahan nilai wajar aset keuangan tersedia untuk dijual/ Reserve for changes in fair value of financial assets available-for-sale	Kepentingan non-pengendali/ Non-controlling interests	Total ekuitas/ Total equity
Saldo pada 1 Januari 2017	342,940	1,154,494	7,135	52,707	1,574,902	(17,434)	1,179	30,535	-	639,424	3,785,862
Total penghasilan komprehensif tahun berjalan	-	-	-	-	479,530	(1,728)	(534)	(12,832)	857	52,638	518,131
Penerbitan saham entitas anak kepada kepentingan non-pengendali (Catatan 29)	-	-	-	-	-	-	-	-	-	18,126	18,126
Transaksi dengan pihak non-pengendali (Catatan 26)	-	-	(3,063)	-	-	-	-	-	(3,063)	-	(3,063)
Pencadangan saldo laba (Catatan 27)	-	-	-	3,346	(3,346)	-	-	-	-	-	-
Dividen (Catatan 28 dan 29)	-	-	-	-	(140,418)	-	-	-	-	(87,031)	(227,449)
Saldo pada 31 Desember 2017	342,940	1,154,494	4,072	56,053	1,910,668	(19,162)	645	17,703	857	623,357	4,091,627

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

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

PT ADARO ENERGY Tbk DAN ENTITAS ANAKNYA/AND ITS SUBSIDIARIES

Lampiran 4 Schedule

LAPORAN ARUS KAS KONSOLIDASIAN
UNTUK TAHUN-TAHUN YANG BERAKHIR
PADA TANGGAL 31 DESEMBER 2017 DAN 2016
(Dinyatakan dalam ribuan Dolar AS)

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED
31 DECEMBER 2017 AND 2016
(Expressed in thousands of US Dollars)

	2017	2016	
Arus kas dari aktivitas operasi			Cash flows from operating activities
Penerimaan dari pelanggan	3,271,603	2,417,173	Receipts from customers
Pembayaran kepada pemasok	(1,390,939)	(1,194,301)	Payments to suppliers
Pembayaran kepada karyawan	(158,206)	(134,996)	Payments to employees
Penerimaan pendapatan bunga	14,960	9,092	Receipts of finance income
Pembayaran royalti	(335,641)	(252,577)	Payments of royalties
Pembayaran pajak penghasilan badan dan pajak penghasilan final	(515,462)	(155,474)	Payments of corporate income tax and final income tax
Penerimaan restitusi pajak penghasilan	11,363	17,808	Receipts of income tax refund
Pembayaran beban bunga dan keuangan	(46,804)	(43,768)	Payments of interest and finance costs
Pembayaran pajak penjualan	(7,372)	(26,280)	Payments of sales tax
Penerimaan lain-lain, neto	10,178	38,846	Other receipts, net
Arus kas bersih yang diperoleh dari aktivitas operasi	853,680	675,523	Net cash flows provided from operating activities
Arus kas dari aktivitas investasi			Cash flows from investing activities
Pembelian aset keuangan tersedia untuk dijual	(309,354)	-	Purchase of available-for-sale financial assets
Pembelian aset tetap	(155,352)	(77,839)	Purchase of fixed assets
Penerimaan aset keuangan tersedia untuk dijual	56,095	-	Proceeds from sales of available-for-sale financial assets
Hasil penjualan aset tetap	6,069	560	Proceeds from disposal of fixed assets
Pembayaran atas penambahan properti pertambangan	(30,841)	(31,985)	Payment for addition of mining properties
Arus kas keluar bersih dari akuisisi entitas anak	-	(119,120)	Net cash outflow from acquisition of subsidiaries
Arus kas bersih yang digunakan untuk aktivitas investasi	(433,383)	(228,384)	Net cash flows used in investing activities
Arus kas dari aktivitas pendanaan			Cash flows from financing activities
Pembayaran utang bank	(128,825)	(144,000)	Repayments of bank loans
Pembayaran dividen kepada pemegang saham Perusahaan	(101,075)	(75,487)	Payments of dividends to the Company's shareholders
Pembayaran dividen kepada kepentingan non-pengendali	(85,469)	(1,038)	Payments of dividends to non-controlling interests
Pembayaran utang sewa pembiayaan	(33,481)	(40,985)	Payments of finance lease payables
Transfer ke deposito berjangka yang dibatasi penggunaannya	(5,022)	(792)	Transfer to restricted time deposits
Penerimaan setoran modal dari kepentingan non-pengendali	12,234	164,308	Receipt of capital injection from non-controlling interests
Penerimaan dari penjualan atas investasi kepada entitas anak	2,871	-	Proceeds from sale of investment in a subsidiary
Pembelian atas penambahan kepentingan pada entitas anak	(678)	-	Purchase of non-controlling interest in a subsidiary
Penerimaan utang bank	50,784	25,000	Proceeds from bank loans
Arus kas bersih yang digunakan untuk aktivitas pendanaan	(288,661)	(72,994)	Net cash flows used in financing activities
Kenaikan bersih kas dan setara kas	131,636	374,145	Net increase in cash and cash equivalents
Kas dan setara kas pada awal tahun	1,076,948	702,452	Cash and cash equivalents at the beginning of the year
Efek perubahan nilai kurs pada kas dan setara kas	(1,736)	351	Effect of exchange rate changes on cash and cash equivalents
Kas dan setara kas pada akhir tahun (Catatan 5)	1,206,848	1,076,948	Cash and cash equivalents at the end of the year (Note 5)

Lihat Catatan 38 untuk penyajian transaksi non-kas Grup.

Refer to Note 38 for presentation of the Group's non-cash transactions.

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

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