

## Press Release

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### **Bumi Resources Minerals reported a Net Loss due to a one time asset impairment The Company plans to settle debt and improve financial liquidity**

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**Jakarta, 27 October 2016**

PT Bumi Resources Minerals Tbk (“BRMS” or “the Company”) today reported its 1H 2016 financial results. The Company booked a net loss of \$ 148 million as a result of a one time impairment on its investment in PT Newmont Nusa Tenggara (“NNT”). Without such impairment, BRMS would’ve reported a Net Profit of roughly \$ 35 million.

At the end of 2015, BRMS reported NNT investment value of \$ 1.03 billion. An Income based on BRMS’s share in NNT of \$ 26.8 million (via its subsidiary, PT Multi daerah Bersaing (“MDB”)) was then added to such value. Hence, the total investment value in NNT became \$ 1.06 billion

Despite the previously recorded value of \$ 1.06 billion, the Company re-assessed its investment value in NNT based on the recently signed Conditional Sale & Purchase Agreement (“CSPA”) between MDB and PT Amman Mineral Internasional (“AMI”), and came up with a value of \$ 876.45 million. Such re-assessment was derived from the following elements:

1. Consideration price of \$ 425 million as stated in the CSPA signed on 30 June 2016
2. Gain of \$ 236.45 million on the future settlement (repayment) of loan facility in conjunction with the completion of the terms & conditions in the CSPA
3. Projected cash flows of \$ 215 million from the future mining service contract between BRMS’ subsidiary and AMI

Consequently, the above 3 elements add up to a more conservative NNT investment value of \$ 876.45 million. The decrease in value of \$ 183 million (from \$ 1.06 billion) to \$ 876 million is then booked as Asset Impairment in the Company’s 1H 2016 financial report.

BRMS remains optimistic that its subsidiary, MDB, can finalize the NNT divestment deal by early November 2016. BRMS will continue to develop its remaining copper & gold assets in Gorontalo Minerals and Citra Palu Minerals (Sulawesi), and also its zinc project in Dairi Prima Minerals (Sumatera).

Mr.Suseno Kramadibrata, BRMS’ CEO, said, “Once the NNT divestment and loan settlement deal is done, our Company’s liquidity ratio will improve dramatically. Further more, we look forward to generating positive Cash Flow from the future mining service contract in the Batu Hijau site.”

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- **For any question relating to this release, please contact:** Herwin Hidayat – Investor Relations PT Bumi Resources Minerals Tbk. at 021 5794 5698. Other related Company information can be found at [www.bumiresourcesminerals.com](http://www.bumiresourcesminerals.com)

Sincerely,  
**Herwin W. Hidayat**  
V.P. – Investor Relations  
PT Bumi Resources Minerals Tbk.