

**ASX ANNOUNCEMENT / MEDIA RELEASE**  
**13 December 2023**

## **Cokal Achieves First Revenue from Sale of 23,000t of Metallurgical Coal to International Commodity Trade Pte Ltd under the exclusive off take agreement for international market.**

Cokal Limited (**Cokal**) (ASX: **CKA**) is pleased to provide the following updates on the Bumi Barito Mineral (**BBM**) metallurgical coal mine (Cokal 60%).

### **Cokal Achieves First Revenue from Coal Sales**

- Cokal has sold ~23Kt of metallurgical coal to International Commodity Trade PTE LTD (**ICT**) from the BBM coal mine, comprising of:
  - i. 8,000 mt coking coal;
  - ii. 15,000 mt PCI coal.
- This sale will generate immediate revenue for BBM and Cokal.
- Cokal has been paid 80% of the anticipated revenue from this sale by ICT as per the terms of the International Coal Marketing Agreement (**ICMA**).
- The coal has been sold into the export market as pricing and terms are superior to what is available in the Indonesian domestic market.
- Domestic sales of coking coal and PCI coal to local end user clients in Morowali, Sulawesi are anticipated to commence in early 2024.

### **Coal Marketing via ICT**

Cokal has previously announced that it has entered into the ICMA with ICT. This facilitates the sale and payment of the proceeds of coal sales in the export market so that Cokal / BBM can receive funds immediately, thereby enhancing conversion of coal stock piles to cash in a timely manner.

ICT carries the timing and credit risk for the final sale to the end user. Cokal receives the full sales price, less a 6% discount off the final sale amount to the end user, from ICT.

Cokal references the ICMA entered into with ICT (announced 14 July 2021 and amended 24 December 2021).

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- The ICMA was entered into as part consideration for ICT providing Cokal / BBM with US\$20m of capital to fund the development of BBM.
- The ICMA provides ICT with the marketing rights for BBM coal sold on international markets, and the ability to purchase coal from BBM at the same price and terms as other customers.
- The terms of the ICMA provide for BBM to receive 80% of the coal price upon the loading of barges from the Intermediate Stockpile.

**ENDS**

**Further enquiries:**

Domenic Martino

Non-Executive Chairman

[dmartino@cokal.com.au](mailto:dmartino@cokal.com.au)

*This ASX announcement was authorised for release by the Board of Cokal Limited.*

**About Cokal Limited**

Cokal Limited (ASX:CKA) is an Australian listed company with the objective of becoming a metallurgical coal producer with a global presence. Cokal has interests in four projects in Central Kalimantan, Indonesia considered prospective for metallurgical coal.

**Forward Looking Statements**

This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company’s actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the company and its management’s good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the company’s business and operations in the future. The company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the company’s business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the company or management or beyond the company’s control.

Although the company attempts to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be anticipated, estimated or intended, and many events are beyond the reasonable control of the company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements.

Forward looking statements in this release are given as at the date of issue only. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the

company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.

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