

**ASX ANNOUNCEMENT / MEDIA RELEASE**

11 June 2025

**Cokal secures US\$15.0m of strategic debt funding to increase metallurgical coal production from the BBM mine****Cokal Terminates all agreements with Cratus****Key Highlights**

- **Cokal has secured US\$15.0m in strategic debt funding from long-term supportive shareholder Mr Eddie Chin Wai Fong (Eddie Chin), via International Commodity Trade Pte Ltd.**
- **Major Shareholder Eddie Chin confirms his commitment to the ongoing structure of the arrangements with Cokal and his support for shareholder value.**
- **Funds will be utilised to increase metallurgical coal production at the BBM mine through investment in capital expenditure to further develop mining operations and increase transport infrastructure capacity.**
- **Cokal has terminated all agreements with Cratus.**
- **Resumption of Domestic Coal Shipments Amid Ongoing Market Challenges.**

Cokal Limited (**Cokal**) (ASX: **CKA**) is delighted to announce it has secured US\$15.0m in additional strategic debt funding from long-term supportive shareholder Eddie Chin, via International Commodity Trade Pte Ltd (**ICT**).

The funds will facilitate the ramp-up of metallurgical coal production at the Bumi Barito Mineral (**BBM**) metallurgical coal mine (Cokal 60%). Investment in capital expenditure will increase the capacity of BBM metallurgical coal mining operations and transport infrastructure. The increase of coal production will realise operational efficiencies resulting in lower costs for saleable metallurgical coal production, on a per tonne basis.

ICT has been a long-term financial supporter of Cokal, including previously advancing US\$20.0m in finance for the development of the BBM metallurgical coal mine and related infrastructure, with existing financing and marketing agreements in place.

## Facility Overview and Terms

ICT has committed to providing Cokal with debt financing totalling US\$15.0m. The financing will comprise a combination of:

- i. a cash advance of US\$1.5m from ICT; and
- ii. bank loans of US\$13.5m arranged by ICT on behalf of Cokal by pledging assets to the banks as security for the loans.

The full amount of the committed facilities shall be available for Cokal to draw down within six months.

ICT has the ability to alter the amount of the cash advance and bank loans to meet the financing commitment, however the total committed facility shall always total US\$15.0m.

<b>Borrower</b>	Cokal Holdings Pte Ltd ( <b>CHPL</b> ), a 100% owned subsidiary of Cokal
<b>Guarantor</b>	Cokal Ltd
<b>Lender / Arranger</b>	International Commodity Trade Pte Ltd
<b>Facility Amount</b>	US\$15.0m, comprising cash advance and bank loans
<b>Facility Structure</b>	<ol style="list-style-type: none"> <li>i. a cash advance of US\$1.5m from ICT; and</li> <li>ii. bank loans of US\$13.5m arranged by ICT secured by assets arranged by ICT</li> </ol>
<b>Term and conditions</b>	<p>Revolving Facilities for a period of 12 months each up to a maximum of 3 years.</p> <p>The yearly renewal of the Facilities shall be subjected to ICT approval based on the performance of the borrower to meet the facility terms and conditions.</p>
<b>Interest and fees</b>	<ol style="list-style-type: none"> <li>i. An interest rate of 10% per annum on the outstanding balance of the cash advance amount, paid monthly; and</li> <li>ii. An interest rate of 8% per annum on the outstanding balance of the bank loan amount, paid monthly.</li> <li>iii. A service fee of US\$1.50/t of the first 20Mt of coal sold from the date of funding.</li> <li>iv. An interest rate of 12% on late payments up to 30 days.</li> </ol>
<b>Guarantee</b>	Subject to Cokal obtaining shareholder approval and any other required approvals under the ASX Listing Rules or Corporations Act, Cokal shall provide a guarantee for the performance of CHPL's obligations, including pledging Cokal's shares in CHPL. Cokal shall provide its guarantee to ICT promptly upon obtaining shareholder approval and any other required approvals under the ASX Listing Rules or Corporations Act. Such approval is required to be obtained prior to 31 <sup>st</sup> December 2025
<b>Force Majeure</b>	In the occurrence of a force majeure event, obligations under the Facility are suspended. The definition of force majeure is standard for a facility of this nature.

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<b>Events of Default</b>	Market standard for a facility of this nature, including non-payment, insolvency, cessation of business, and misrepresentation amongst others.
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<b>Governing Law</b>	Singapore
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### About International Commodity Trade Pte Ltd

ICT is controlled by a party that also controls AMR Holdings Pte Ltd, a substantial shareholder of Cokal holding 20.54% of the Company's shares, which has one representative on the Company's Board of Directors.

ICT is a company incorporated in Singapore whose main business is in investment and trading in coal. The largest shareholder of ICT is Eddie Chin, an ex-CEO and a founding member of PT. Bayan Resources Tbk, listed on the Jakarta stock exchange (BYAN.JK). Mr Chin, who has over 30 years of experience in the coal industry in Indonesia, has the contacts, experience and financial capability to complete the funding transaction and marketing of the coal.

### Coal Shipment

The Company recently completed a coal shipment of 7,500 MT to Risun, a local smelter, following a pause due to weak market conditions. This delay was driven by the ongoing global downturn in metallurgical coal prices and demand, which continues to pose significant challenges. While coal transportation from pit to port has also slowed down, it is continuing steadily. Despite the uncertainty in the broader market, this shipment marks a step toward maintaining operational activity, and we remain confident of executing further domestic coal shipments in due course.

### Termination of Cratus Agreement

The Company refers to ASX releases of 19 November 2024 and 28 January 2025. These releases outlined the terms of several agreements with Cratus, including a strategic partnership across coal marketing, transport infrastructure and financing. As a result of the terms of these agreements not being met to Cokal's satisfaction and Cratus's continued failure to perform, Cokal has terminated these agreements with the Cratus companies.

Cokal, with the finalisation of the above strategic debt funding facility, will have the funding to continue its infrastructure development and other requirements. Strategically, Cokal is positioning the BBM project to complete its initial infrastructure development, including coal hauling road, jetty and loading requirements at Krajan and Batu Tuhup, to be in a position to ramp up volumes of coal production and sale through the logistics chain as Metallurgical coal prices recover from their lows early this year.

**Cokal's Chairman, Mr Domenic Martino, comments:**

“This strategic funding facility cements Cokal’s ability to complete its initial infrastructure requirements notwithstanding that Metallurgical coal prices are at a low point. This non dilutive form of financing is beneficial to shareholders as it is non dilutive, allowing existing shareholders to share in the upside of a better coal price and substantially higher volumes of coal production and sales as prices recover.

With the termination of the Cratus agreements, as current terms were not met, Cokal has a number of near term options available to it for the logistics partnerships including the barging operations, and is now in a much stronger negotiating position. Cokal is engaging with several parties to discuss the possibility of engaging self propelled barges to enhance the operational capability. There are now several prospective partners for this service.”

**Cokal's CEO, Mr Karan Bangur, comments:**

“This strategic funding commitment by ICT underpins their confidence in Cokal and the BBM and TBAR projects. They commenced their journey with Cokal with the view to establishing two world class metallurgical coal projects. The infrastructure development will eventually service both the BBM and TBAR projects.

ICT had decided to step-in to assist Cokal after knowing that Cratus had repeatedly failed to provide the committed funding to Cokal. The timing of the funding arranged by ICT is most crucial when suddenly the committed fund from Cratus was not made available. Importantly the funding is non dilutive to other shareholders, as it is the spirit of ICT not to take advantage of delays or difficult times in Cokal to dilute other shareholders at a time when the share price is very depressed or sequester the underlying assets in a depressed pricing situation.”

**ENDS**

**Further enquiries:**

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*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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