

TICKERS		MARKET CAPITALIZATION	ISSUED SHARES	SHARE PRICE			SHAREHOLDERS		
IDX	KRAS	(IDR million, as of 12/31/2015)	(million shares, as of 12/31/2015)	(closing, IDR)			Government	80%	
Bloomberg	KRAS.IJ	4,622,075	15,775	1 January 2015	483	12 month high	484	Public	20%
Reuters	KRAS.JK			31 December 2015	293	12 month low	275		

Jakarta, March 2016

### Krakatau Steel Reports Full Year Results

- **Total assets of Krakatau Steel increased to US\$3,702.1 million in FY 2015 as the company conducted an asset revaluation in M9 2015. The asset revaluation resulted in comprehensive profit attributable to owners of the parent entity of US\$908.1 million, which increased book value of equity to US\$1,788.1 million.**
- **Domestic steel demand improved in the second half of the year, as the government started its infrastructure spending in Q3 2015. Demand for Krakatau Steel's HRC in the domestic market (including HRC for internal use in CRC production) grew 30% to 866,213 tons in H2 2015 from 664,130 tons in H1 2015, reflecting an improvement in HRC market share to 43% from 34% during the same period.**

### Financial Results

Description (USD mn)	FY 2015	FY 2014	Change (%)	Ratio	FY 2015	FY 2014
Revenue	1,321.8	1,868.8	-29.3	Gross Margin	-2.76%	2.21%
Cost of Revenues	(1,358.3)	(1,827.5)	-25.7	Operating Margin	-13.89%	-3.79%
Gross Profit	(36.4)	41.3	-	Net Margin	-24.70%	-8.25%
Operating Expenses	(147.6)	(149.9)	-1.5	EBITDA Margin	-6.49%	-0.41%
Operating Income (loss)	(183.5)	(70.9)	-	Debt to Equity	0.90x	1.51x
EBITDA*	(85.8)	(7.6)	-	Debt to Assets	0.44x	0.51x
Profit (loss) Attributable to Owners of Parent Entity	(320.0)	(147.1)	117.5	* : EBITDA figures exclude share of loss in associates		
Total Comprehensive Income Attributable to Owners of Parent Entity	908.1	(153.2)	-			
Total Assets	3,702.1	2,604.4	42.2			
Interest Expenses	(88.3)	(51.5)	71.6			

- PT Krakatau Steel (Persero) Tbk. recorded a 29.3% Year-on-Year (YoY) decline in net revenues to US\$1,321.8 million in FY 2015 on lower sales volume and average selling price. Sales volume decreased 16.2% YoY to 1,941,844 tons due to weak demand in domestic market as the government spending for infrastructure projects particularly in the first half of the year was lower than expected. However, steel demand from the government's infrastructure projects picked up in the second half, which increased the company's HRC market share to 43% during the period from 34% in H1 2015. In terms of price, average selling price dropped between 18.4% YoY to 37.1% YoY due to lower steel prices in global and domestic market as a result of the ongoing steel oversupply in the global market, mainly from China, and the influx of steel imports in the domestic market.
- Cost of revenues decreased 25.7% YoY to US\$1,358.3 million, as cost of steel production was 29.5% YoY lower at US\$1,022.2 million from US\$1,449.8 million in FY 2014. The decrease in cost of steel production was due to a 35.9% and 14.8% YoY decline in raw material and direct labor costs, respectively. However, the decline in cost of revenues could not offset the decrease in net revenues, which resulted in a gross profit of negative US\$36.4 million in FY 2015 compared to US\$41.3 million in the same period last year. The gross loss includes allowance for decline in value of inventory (COMWIL) of US\$42.4 million and also resulted in operating loss of US\$183.5 million compared to US\$70.9 million in FY 2014.

#### Investor Relations

Cilegon Office  
Gedung ADB, Jl. Industri No. 5 P.O.Box 14  
Cilegon, Banten 42435

Phone : (+62 254) 372301  
Fax : (+62 254) 372303  
Email : ir@krakatausteel.com

#### DISCLAIMER

This document contains financial conditions and result of operation, and may also contain certain projections, plans, strategies, and objectives of the Company, which would be treated as forward looking statements within the meaning of applicable law. Forward looking statements, by their nature, involve risk and uncertainty that could cause actual results and development to differ materially from those expressed or implied in these statements. PT Krakatau Steel (Persero) Tbk does not guarantee that any action, which should have been taken in reliance on this document will bring specific results as expected.

- Loss attributable to owners of the parent entity stood at US\$320.0 million, due to an increase in share of loss in associates to US\$112.4 million from US\$70.4 million in FY 2014. Of the amount, US\$106.3 million (represent 30% ownership) came from major affiliated company. However, the company was able to post total comprehensive income attributable to owners of the parent entity of US\$908.1 million from a loss of US\$153.2 million in FY 2014 as a result of the asset revaluation, which increased book value of equity to US\$1,788.1 million.
- Krakatau Steel plans to implement a number of medium and long term strategic measures to improve performance and maintain going-concern. The strategic measures are as follows:
  - Improving cost competitiveness through revitalization and modernization of existing production facilities and construction of Blast Furnace complex, and through continuous cost efficiency programs;
  - Optimizing production capacity utilization in order to meet increasing steel demand in the domestic market and to maintain the company's dominant market position across major steel products in Indonesia;
  - Increasing sales of high value-added products through the development of downstream business, which includes the construction of Galvanizing & Annealing Processing Line (PT Krakatau Nippon Steel Sumikin / PT. KNSS) to increase supply of steel products to the automotive sector;
  - Optimizing revenue generation from non-core businesses through optimization of power plant capacity (PT Krakatau Daya Listrik), construction of Cipasauran Dam (PT Krakatau Tirta Industri) and Jetty 7 (PT Krakatau Bandar Samudera);
  - Conducting a restructuring scheme on the company's business portfolio, which is aimed at increasing company value and enabling the company to adapt to future business challenges.

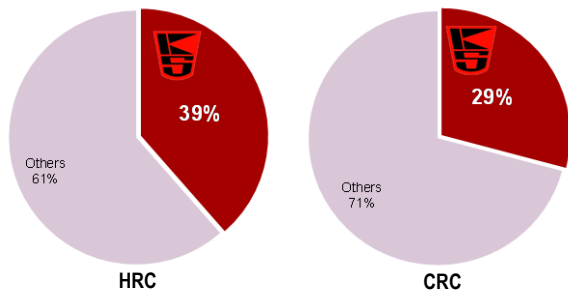
## Marketing Results

Steel Sales (tons)	FY 2015	FY 2014	Change (%)	Average Selling Price USD/ton	FY 2015	FY 2014	Change (%)
HRC	927,095	1,313,387	-29.4	HRC	484	645	-24.9
CRC	532,330	528,333	0.8	CRC	595	756	-21.3
WR	127,895	181,338	-29.5	WR	481	617	-22.0
Bars	229,456	200,074	14.7	Bars	483	634	-23.8
Sections	63,801	42,525	50.0	Sections	564	691	-18.4
Pipes (spiral & ERW)	61,267	50,464	21.4	Pipes (spiral & ERW)	703	1,118	-37.1
Others	0	0					
<b>Total</b>	<b>1,941,844</b>	<b>2,316,121</b>	<b>-16.2</b>				

Source: Company data

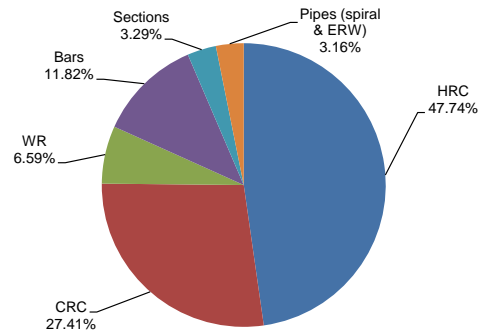
- The company posted increases in sales volume of CRC (+0.8% YoY to 532,330 tons), bars (+14.7% YoY to 229,456 tons), sections (+50.0% YoY to 63,801 tons), and pipes (+21.4% YoY to 61,267 tons). However, the sales volume growth of the aforementioned steel products could not cover decreases in sales volume of HRC (-29.4% YoY to 927,095 tons) and wire rod (-29.5% YoY to 127,895 tons). As a result, the company's total sales volume decreased 16.2% YoY to 1,941,844 tons in FY 2015.
- In addition, the company's average steel selling price decreased between 18.4% and 37.1% YoY as a result of weak global and domestic steel market. Prices of hot rolled coil/HRC dropped 24.9% YoY to US\$ 484/ton, cold rolled coil/CRC declined 21.3% YoY to US\$595/ton, and wire rod decreased 22.0% YoY to US\$481/ton. Prices of section and bar steel were 18.4% and 23.8% YoY lower at US\$564/ton and US\$483/ton, respectively.

### Market Share FY 2015



Source: Company data

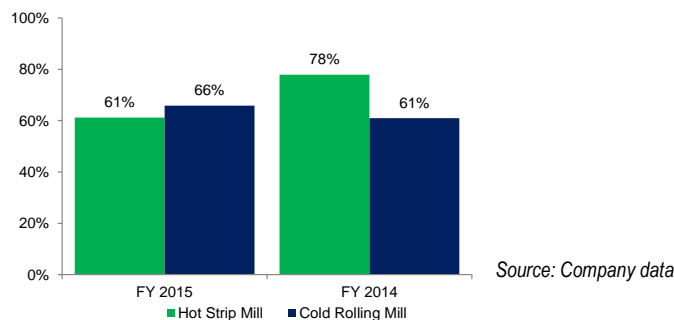
### Sales Volume



- HRC market share increased to 43% in H2 2015 from 34% in H1 2015, as demand for the company's HRC rose 30% in the domestic market in the second half of the year. However, HRC market share in FY 2015 was lower at 39% from 44% in FY 2014. In addition, CRC market share rose to 33% in H2 2015 from 26% in H1 2015 due to a 21% increase in demand for the company's CRC in the second half of the year, and CRC market share was higher at 29% last year compared to 26% in FY 2014.
- Global HRC prices dropped from US\$564/ton in January 2015 to US\$285/ton in December 2015, mainly due to low HRC export prices China which stood at US\$230/ton in December. The ongoing steel oversupply in the global market throughout the year caused the sharp decline in steel prices. (Source: World Steel Dynamics – WSD & Platts)
- The low global steel prices and weak domestic steel demand also put pressure on prices in the domestic steel market. Total domestic steel demand declined 8% in FY 2015 due to slow economic growth. Domestic demand for HRC, CRC, and WR decreased 6.8%, 11.8% and 7.8% YoY to 3.97 million tons, 1.83 million tons, and 1.27 million tons, respectively. The slower-than-expected growth in steel-related sectors, such as automotive and construction sectors, contributed to the weak steel demand in Indonesia last year.
- According to the World Steel Association (WSA), global steel demand fell 1.7% to 1,513 million tons last year and steel production decreased 3% to 1,599 million tons during the same period.
- Despite the weak demand in global steel market, domestic steel demand is expected to grow in the future as the government has pledged to boost the development of infrastructure and maritime sectors. Steel demand in Indonesia is estimated to reach 13 – 14 million tons this year.
- Global steel market has started to pick up in terms of price and demand earlier this year as China steel producers have pledged to cut steel production.

### Operational Results

#### Capacity Utilization



Source: Company data

- Krakatau Steel's HRC production decreased 21.5% YoY to 1,468,329 tons in FY2015 from 1,870,070 tons a year earlier and utilization was lower at 61%, as a result of the weak demand in the domestic market.
- Production of CRC, on the other hand, increased 8.0% YoY from 518,171 tons to 559,450 tons during the same period, in line with the increase in CRC sales volume.
- The company has continued to optimize its downstream utilization rate and use purchased slabs in order to reduce production costs.

**BALANCE SHEET (in million US dollar)**

The original consolidated financial statements included herein are in the Indonesian language.

**PT KRAKATAU STEEL (PERSERO) Tbk  
DAN ENTITAS ANAKNYA  
LAPORAN POSISI KEUANGAN  
KONSOLIDASIAN  
Tanggal 31 Desember 2015  
(Disajikan dalam ribuan Dolar AS,  
kecuali dinyatakan lain)**

**PT KRAKATAU STEEL (PERSERO) Tbk  
AND ITS SUBSIDIARIES  
CONSOLIDATED STATEMENT OF  
FINANCIAL POSITION  
As of December 31, 2015  
(Expressed in thousands of US Dollar,  
unless otherwise stated)**

	Catatan/ Notes	31 Des. 2015/ Dec. 31, 2015	31 Des. 2014/ Dec. 31, 2014*)	1 Jan. 2014/ 31 Des. 2013 Jan. 1, 2014/ Dec. 31, 2013*)	
<b>ASET LANCAR</b>					<b>CURRENT ASSETS</b>
Kas dan setara kas	2d,2f,2g,2h 5,9,33,37	132.589	236.689	190.232	Cash and cash equivalents
Investasi jangka pendek	2f,2h,33,37	-	-	7.810	Short-term investments
Kas dan deposito berjangka yang dibatasi penggunaannya	2d,2f,2g,2h 6,9,15,33	40.099	20.172	26	Restricted cash and time deposits
Piutang usaha, neto	2f,2h,3,7, 15,22,33,37	115.574	140.303	159.101	Trade receivables, net Third parties
Pihak ketiga	2d,9	95.677	108.523	117.068	Related parties
Piutang lain-lain, neto	2f,2h,8, 18,33,37	2.744	2.789	18.158	Other receivables, net Third parties
Pihak ketiga	2d,9	18.066	28.375	38.832	Related parties
Persediaan, neto	2i,3,10,15,22	408.870	480.871	519.086	Inventories, net
Uang muka dan biaya dibayar di muka	2j,11	55.263	33.529	35.515	Advances and prepaid expenses
Pajak dibayar di muka	2t,19	23.658	7.372	9.391	Prepaid taxes
<b>Total Aset Lancar</b>		<b>892.540</b>	<b>1.058.623</b>	<b>1.095.219</b>	<b>Total Current Assets</b>
<b>ASET TIDAK LANCAR</b>					<b>NON-CURRENT ASSETS</b>
Estimasi tagihan pajak	2t,19	42.341	58.423	54.448	Estimated claims for tax refund
Penyertaan saham, neto	2f,2h,2k,12,33	197.268	213.095	255.417	Investments in shares of stock, net
Aset pajak tangguhan, neto	2t,3,19	97.983	84.734	41.715	Deferred tax assets, net
Aset tetap, neto	2l,3,13,15,22	2.359.077	1.097.410	857.738	Fixed assets, net Other assets
Aset lain-lain					
Piutang jangka panjang	2d,2h,14,33	9.969	21	37	Long term receivables
Aset real estat	2m	13.944	14.446	13.987	Real estate assets
Aset yang tidak digunakan dalam operasi	2l,13	1.246	1.995	3.659	Assets not used in operations
Kas dan deposito berjangka yang dibatasi penggunaannya	2d,2f,2g,2h 22,33,37 2h,2l	34.447	28.177	19.798	Restricted cash and time deposits
Lain-lain	33,35,37	53.329	47.433	41.189	Others
<b>Total Aset Tidak Lancar</b>		<b>2.809.604</b>	<b>1.545.734</b>	<b>1.287.988</b>	<b>Total Non-Current Assets</b>
<b>TOTAL ASET</b>		<b>3.702.144</b>	<b>2.604.357</b>	<b>2.383.207</b>	<b>TOTAL ASSETS</b>

\*) Disajikan kembali (Catatan 4)

\*) As restated (Note 4)

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 taken as a whole.

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Tanggal 31 Desember 2015  
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**PT KRAKATAU STEEL (PERSERO) Tbk  
AND ITS SUBSIDIARIES  
CONSOLIDATED STATEMENT OF  
FINANCIAL POSITION (continued)  
As of December 31, 2015  
(Expressed in thousands of US Dollar,  
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	Catatan/ Notes	31 Des. 2015/ Dec. 31, 2015	31 Des. 2014/ Dec. 31, 2014*)	1 Jan. 2014/ 31 Des. 2013 Jan. 1, 2014/ Dec. 31, 2013*)	
<b>LIABILITAS DAN EKUITAS</b>					<b>LIABILITIES AND EQUITY</b>
<b>LIABILITAS JANGKA PENDEK</b>					<b>CURRENT LIABILITIES</b>
Pinjaman jangka pendek	2d,2f,2h,6,7,9, 10,13,15,33,37	1.143.888	1.037.148	800.476	Short-term loans
Utang usaha	2f,2h				Trade payables
Pihak ketiga	16,33,37	97.904	164.370	152.220	Third parties
Pihak berelasi	2d,9	54.153	38.513	27.679	Related parties
Utang lain-lain	2f,2h				Other payables
Pihak ketiga	17,33,37	19.734	34.358	17.060	Third parties
Pihak berelasi	2d,9	2.690	3.157	2.721	Related parties
Utang pajak	2t,3,19	10.013	14.675	12.886	Taxes payable
Beban akrual	2f,2h,20,33,37	29.887	33.809	24.200	Accrued expenses
Liabilitas imbalan kerja jangka pendek	2h,2s,3,24	7.947	8.542	9.157	Short-term employee benefits liabilities
Uang muka penjualan dan lainnya	2d,2f,9,21,37	25.592	23.306	31.175	Sales and other advances
Bagian pinjaman jangka panjang yang jatuh tempo dalam waktu satu tahun	2d,2f,2h,7,9, 10,13,22,33,37	65.372	55.400	59.826	Current maturities of long-term loans
Bagian liabilitas jangka panjang yang jatuh tempo dalam waktu satu tahun	2f,2h,23, 33,37	7	17	747	Current maturities of long-term liabilities
<b>Total Liabilitas Jangka Pendek</b>		<b>1.457.187</b>	<b>1.413.295</b>	<b>1.138.147</b>	<b>Total Current Liabilities</b>
<b>LIABILITAS JANGKA PANJANG</b>					<b>NON-CURRENT LIABILITIES</b>
Liabilitas pajak tangguhan, neto	2t,3,19	14	161	3.732	Deferred tax liabilities, net
Uang muka konstruksi, bagian jangka panjang	2f,21,37	2.038	8.314	-	Advances for construction, long-term portion
Pinjaman jangka panjang, setelah dikurangi bagian yang jatuh tempo dalam waktu satu tahun	2d,2f,2h, 7,9,10,13, 22,33,37	405.489	247.829	146.026	Long-term loans, net of current maturities
Liabilitas jangka panjang, setelah dikurangi bagian yang jatuh tempo dalam waktu satu tahun	2f,2h,23, 33,37	13.158	6.366	7.692	Long-term liabilities, net of current maturities
Liabilitas imbalan kerja jangka panjang	2s,3,24	36.154	42.459	40.631	Long-term employee benefits liabilities
<b>Total Liabilitas Jangka Panjang</b>		<b>456.853</b>	<b>305.129</b>	<b>198.081</b>	<b>Total Non-Current Liabilities</b>
<b>TOTAL LIABILITAS</b>		<b>1.914.040</b>	<b>1.718.424</b>	<b>1.336.228</b>	<b>TOTAL LIABILITIES</b>

\*) Disajikan kembali (Catatan 4)

\*) As restated (Note 4)

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 taken as a whole.

**BALANCE SHEET (in million US dollar)**

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**PT KRAKATAU STEEL (PERSERO) Tbk  
DAN ENTITAS ANAKNYA  
LAPORAN POSISI KEUANGAN  
KONSOLIDASIAN (lanjutan)  
Tanggal 31 Desember 2015  
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**PT KRAKATAU STEEL (PERSERO) Tbk  
AND ITS SUBSIDIARIES  
CONSOLIDATED STATEMENT OF  
FINANCIAL POSITION (continued)  
As of December 31, 2015  
(Expressed in thousands of US Dollar,  
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	Catatan/ Notes *)	31 Des. 2015/ Dec. 31, 2015	31 Des. 2014/ Dec. 31, 2014*)	1 Jan. 2014/ 31 Des. 2013 Jan. 1, 2014/ Dec. 31, 2013	
<b>EKUITAS</b>					<b>EQUITY</b>
<b>EKUITAS YANG DAPAT DIATRIBUSIKAN KEPADA PEMILIK ENTITAS INDUK</b>					<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT ENTITY</b>
Modal saham					Share capital
Nilai nominal Rp500 (angka penuh) per saham					Par value Rp500 (full amount) per share. Authorized capital - 40,000,000,000 shares which consist of 1 Series A Dwiwarna share and 39,999,999,999 Series B shares
Modal dasar - 40.000.000.000 saham yang terdiri dari 1 saham Seri A Dwiwarna dan 39.999.999.999 saham Seri B					Issued and fully paid - 15,775,000,000 shares which consist of 1 Series A Dwiwarna share and 15,774,999,999 Series B shares
Modal ditempatkan dan disetor penuh - 15.775.000.000 saham yang terdiri dari 1 saham Seri A Dwiwarna dan 15.774.999.999 saham Seri B	26	855.968	855.968	855.968	Additional paid-in capital, net
Tambahan modal disetor, neto	1b,2p,27	116.263	116.263	117.217	Other comprehensive income
Penghasilan komprehensif lain	2l,2s,13,14,24	1.166.640	(58.190)	(55.233)	Retained earnings (accumulated losses)
Saldo laba (akumulasi kerugian)					Appropriated
Dicadangkan		146.834	146.834	146.834	Unappropriated
Tidak dicadangkan		(504.705)	(187.941)	(37.692)	
<b>Total Ekuitas Yang Dapat Diatribusikan Kepada Pemilik Entitas Induk</b>		<b>1.781.000</b>	<b>872.934</b>	<b>1.027.094</b>	<b>Total Equity Attributable to Owners of the Parent Entity</b>
<b>Kepentingan Nonpengendali</b>	2c,25	7.104	12.999	19.885	<b>Non-controlling Interests</b>
<b>EKUITAS, NETO</b>		<b>1.788.104</b>	<b>885.933</b>	<b>1.046.979</b>	<b>EQUITY, NET</b>
<b>TOTAL LIABILITAS DAN EKUITAS</b>		<b>3.702.144</b>	<b>2.604.357</b>	<b>2.383.207</b>	<b>TOTAL LIABILITIES AND EQUITY</b>

\*) Disajikan kembali (Catatan 4)

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# INCOME STATEMENT *(in million US dollar)*

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**PT KRAKATAU STEEL (PERSERO) Tbk  
DAN ENTITAS ANAKNYA  
LAPORAN LABA RUGI DAN PENGHASILAN  
KOMPREHENSIF LAIN KONSOLIDASIAN  
Tahun Yang Berakhir Pada Tanggal  
31 Desember 2015  
(Disajikan dalam ribuan Dolar AS,  
kecuali dinyatakan lain)**

**PT KRAKATAU STEEL (PERSERO) Tbk  
AND ITS SUBSIDIARIES  
CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER  
COMPREHENSIVE INCOME  
Year Ended December 31, 2015  
(Expressed in thousands of US Dollar,  
unless otherwise stated)**

	Tahun yang berakhir pada tanggal 31 Desember/ Years ended December 31			
	2015	Catatan/ Notes	2014 *)	
<b>PENDAPATAN NETO</b>	1.321.823	2d,2q,9, 29,38	1.868.845	<b>NET REVENUES</b>
<b>BEBAN POKOK PENDAPATAN</b>	(1.358.255)	2d,2l,2q,9, 30,38	(1.827.514)	<b>COST OF REVENUES</b>
<b>LABA (RUGI) BRUTO</b>	<b>(36.432)</b>		<b>41.331</b>	<b>GROSS PROFIT (LOSS)</b>
Beban penjualan	(29.751)	2d,2j,2l, 2q,2s,9,31	(31.701)	Selling expenses
Beban umum dan administrasi	(117.883)	2d,2j,2l, 2q,2s,9,31	(118.202)	General and administrative expenses
Penjualan limbah produksi	2.152		5.662	Sales of waste products
Laba pelepasan aset tetap	76	2l,13	20.835	Gain on disposal of fixed assets
Pendapatan lain-lain	18.945	2h,2q,12	20.365	Other income
Beban lain-lain	(20.656)	13,19	(9.144)	Other expenses
<b>RUGI OPERASI</b>	<b>(183.549)</b>		<b>(70.854)</b>	<b>OPERATING LOSS</b>
Bagian rugi dari entitas asosiasi	(112.366)	12	(70.439)	Share in loss of associates
Pendapatan keuangan	5.759		6.266	Finance income
Pajak terkait pendapatan keuangan	(1.152)		(1.253)	Tax relating to finance income
Laba selisih kurs, neto	52.182	2f,2h,17	4.765	Gain on foreign exchange, net
Beban keuangan	(88.332)	15,22	(51.470)	Finance expense
<b>RUGI SEBELUM PAJAK FINAL DAN BEBAN (MANFAAT) PAJAK PENGHASILAN</b>	<b>(327.458)</b>		<b>(182.985)</b>	<b>LOSS BEFORE FINAL TAX AND INCOME TAX EXPENSE (BENEFIT)</b>
Pajak final	(5.855)	2t,19	(7.128)	Final tax
<b>RUGI SEBELUM BEBAN (MANFAAT) PAJAK PENGHASILAN</b>	<b>(333.313)</b>		<b>(190.113)</b>	<b>LOSS BEFORE INCOME TAX EXPENSE (BENEFIT)</b>
<b>BEBAN (MANFAAT) PAJAK PENGHASILAN</b>		2t,19		<b>INCOME TAX EXPENSE (BENEFIT)</b>
Pajak kini	6.854		11.704	Current tax
Pajak tangguhan, neto	(13.653)		(47.632)	Deferred tax, net
<b>Manfaat Pajak, Neto</b>	<b>(6.799)</b>		<b>(35.928)</b>	<b>Tax Benefit, Net</b>
<b>RUGI TAHUN BERJALAN</b>	<b>(326.514)</b>		<b>(154.185)</b>	<b>LOSS FOR THE YEAR</b>
<b>PENGHASILAN KOMPREHENSIF LAIN</b>				<b>OTHER COMPREHENSIVE INCOME</b>
<b>Pos-pos yang tidak akan direklasifikasi ke laba rugi</b>				<b>Items that will not be reclassified to profit or loss</b>
Pengukuran kembali program imbangan pasti	1.359	2b,2s	(4.124)	Remeasurement of defined benefits program
Surplus revaluasi aset tetap	1.235.262	2b,2l,12,13	-	Revaluation surplus of fixed assets
Pajak penghasilan terkait pos-pos yang tidak akan direklasifikasi ke laba rugi	(247)		969	Income tax relating to items that will not be reclassified to profit or loss

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 taken as a whole.

# INCOME STATEMENT *(in million US dollar)*

The original consolidated financial statements included herein are in the Indonesian language.

**PT KRAKATAU STEEL (PERSERO) Tbk  
DAN ENTITAS ANAKNYA  
LAPORAN LABA RUGI DAN PENGHASILAN  
KOMPREHENSIF LAIN KONSOLIDASIAN (lanjutan)  
Tahun Yang Berakhir Pada Tanggal  
31 Desember 2015  
(Disajikan dalam ribuan Dolar AS,  
kecuali dinyatakan lain)**

**PT KRAKATAU STEEL (PERSERO) Tbk  
AND ITS SUBSIDIARIES  
CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER  
COMPREHENSIVE INCOME (continued)  
Year Ended December 31, 2015  
(Expressed in thousands of US Dollar,  
unless otherwise stated)**

	Tahun yang berakhir pada tanggal 31 Desember/ Years ended December 31			
	2015	Catatan/ Notes	2014 *)	
<b>Pos yang akan direklasifikasi ke laba rugi</b>				<b>Item that may be reclassified to profit or loss</b>
Selisih kurs karena penjabaran laporan keuangan Entitas Anak dan Asosiasi, neto	(7.689)	2c,2k	(2.964)	Difference in foreign currency translation of the financial statements of Subsidiaries and Associates, net
<b>TOTAL PENGHASILAN (RUGI) KOMPREHENSIF TAHUN BERJALAN</b>	<b>902.171</b>		<b>(160.304)</b>	<b>TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR</b>
<b>RUGI TAHUN BERJALAN YANG DAPAT DIATRIBUSIKAN KEPADA:</b>				<b>LOSS FOR THE YEAR ATTRIBUTABLE TO:</b>
Pemilik entitas induk	(320.029)		(147.114)	Owners of the parent entity
Kepentingan nonpengendali	(6.485)	2c,25	(7.071)	Non-controlling interests
<b>TOTAL</b>	<b>(326.514)</b>		<b>(154.185)</b>	<b>TOTAL</b>
<b>TOTAL PENGHASILAN (RUGI) KOMPREHENSIF TAHUN BERJALAN YANG DAPAT DIATRIBUSIKAN KEPADA:</b>				<b>TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR ATTRIBUTABLE TO:</b>
Pemilik entitas induk	908.066		(153.206)	Owners of the parent entity
Kepentingan nonpengendali	(5.895)	2c,25	(7.098)	Non-controlling interests
<b>TOTAL</b>	<b>902.171</b>		<b>(160.304)</b>	<b>TOTAL</b>
<b>RUGI PER SAHAM DASAR YANG DAPAT DIATRIBUSIKAN KEPADA PEMILIK ENTITAS INDUK (dalam Dolar AS penuh)</b>	<b>(0,0203)</b>	2u,32	<b>(0,0093)</b>	<b>BASIC LOSS PER SHARE ATTRIBUTABLE TO OWNERS OF THE PARENT ENTITY (in full US Dollar amount)</b>

\*) Disajikan kembali (Catatan 4)

\*) As restated (Note 4)

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 taken as a whole.



# STATEMENT OF CASH FLOWS *(in million US dollar)*

The original consolidated financial statements included herein are in the Indonesian language.

**PT KRAKATAU STEEL (PERSERO) Tbk  
DAN ENTITAS ANAKNYA  
LAPORAN ARUS KAS KONSOLIDASIAN  
Tahun Yang Berakhir Pada Tanggal  
31 Desember 2015  
(Disajikan dalam ribuan Dolar AS,  
kecuali dinyatakan lain)**

**PT KRAKATAU STEEL (PERSERO) Tbk  
AND ITS SUBSIDIARIES  
CONSOLIDATED STATEMENT OF  
CASH FLOWS  
Year Ended December 31, 2015  
(Expressed in thousands of US Dollar,  
unless otherwise stated)**

Tahun yang berakhir pada tanggal 31 Desember/  
Years ended December 31

	2015	Catatan/ Notes	2014	
<b>ARUS KAS DARI AKTIVITAS OPERASI</b>				<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>
Penerimaan dari pelanggan	1.481.455		1.982.439	<i>Receipts from customers</i>
Penerimaan dari tagihan pajak	20.217		25.841	<i>Receipts from claims for tax refund</i>
Penerimaan dari pendapatan bunga	4.657		4.886	<i>Receipts from interest income</i>
Pembayaran kepada pemasok	(1.225.701)		(1.598.674)	<i>Payments to suppliers</i>
Pembayaran beban usaha dan lainnya	(74.425)		(72.891)	<i>Payments for operating expenses and others</i>
Pembayaran kepada karyawan	(125.332)		(120.932)	<i>Payments to employees</i>
Pembayaran untuk pajak	(144.007)		(215.830)	<i>Payments for taxes</i>
Pembayaran untuk beban bunga dan beban bank	(10.786)		(7.137)	<i>Payments for interest and bank charges</i>
<b>Kas neto yang digunakan untuk aktivitas operasi</b>	<b>(73.922)</b>		<b>(2.298)</b>	<b>Net cash used in operating activities</b>
<b>ARUS KAS DARI AKTIVITAS INVESTASI</b>				<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>
Hasil dari penjualan aset tetap dan aset tidak digunakan dalam operasi	5.327	41	22.540	<i>Proceeds from sale of fixed assets and assets not used in operations</i>
Hasil dari penjualan penyertaan saham	447	12	-	<i>Proceeds from sale of investments in shares of stock</i>
Penerimaan dividen kas	398	12	43	<i>Receipts of cash dividends</i>
Penarikan investasi jangka pendek	-		7.810	<i>Withdrawal of short-term investments</i>
Penempatan kas dan deposito berjangka yang dibatasi penggunaannya	(26.197)		(28.525)	<i>Placement of restricted cash and time deposits</i>
Penambahan penyertaan pada saham	(16.960)	12	(28.897)	<i>Additional investments in shares of stock</i>
Penambahan aset tetap	(191.059)		(199.068)	<i>Purchase of fixed assets</i>
<b>Kas neto yang digunakan untuk aktivitas investasi</b>	<b>(228.044)</b>		<b>(226.097)</b>	<b>Net cash used in investing activities</b>
<b>ARUS KAS DARI AKTIVITAS PENDANAAN</b>				<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>
Penerimaan pinjaman jangka panjang	222.335		121.775	<i>Proceeds from long-term loans</i>
Penerimaan pinjaman jangka pendek, neto	106.741	15	236.671	<i>Proceeds from short-term loans, net</i>
Setoran modal dari kepentingan nonpengendali	-	24	220	<i>Capital contribution from non-controlling interest</i>
Dividen tunai kepada kepentingan nonpengendali	-	24	(8)	<i>Cash dividends to non-controlling interest</i>
Pembayaran pinjaman jangka panjang	(54.702)		(24.398)	<i>Repayments of long-term loans</i>
Pembayaran untuk beban bunga	(72.290)		(53.748)	<i>Payments for interest</i>
<b>Kas neto yang diperoleh dari aktivitas pendanaan</b>	<b>202.084</b>		<b>280.512</b>	<b>Net cash provided by financing activities</b>
<b>KENAIKAN (PENURUNAN) NETO KAS DAN SETARA KAS</b>	<b>(99.882)</b>		<b>52.117</b>	<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>
<b>KAS DAN SETARA KAS AWAL TAHUN</b>	<b>236.689</b>	<b>5</b>	<b>190.232</b>	<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>
Dampak perubahan selisih kurs	(4.218)		(5.660)	<i>Effect of foreign exchange rate changes</i>
<b>KAS DAN SETARA KAS AKHIR TAHUN</b>	<b>132.589</b>	<b>5</b>	<b>236.689</b>	<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>

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