



**MINISTER OF ENERGY AND MINERAL RESOURCES
OF THE REPUBLIC OF INDONESIA**

**DECREE OF THE MINISTER OF ENERGY AND MINERAL RESOURCES
OF THE REPUBLIC OF INDONESIA**

NUMBER : 23 K/30/MEM/2018

REGARDING

**STIPULATION ON THE MINIMUM PERCENTAGE OF THE SALES OF COAL FOR
DOMESTIC INTEREST IN 2018**

BY THE BLESSING OF THE ONE AND ONLY ALMIGHTY GOD

**MINISTER OF ENERGY AND MINERAL RESOURCES
THE REPUBLIC OF INDONESIA,**

Considering : that in order to implementation of the provision Article 7 paragraph (3) of Regulation of Minister of Energy and Mineral Resources Number 34 Year 2009 regarding Mineral and Coal Supply Preference for Domestic Interests, it is necessary to stipulate Decree of the Minister of Energy and

Mineral Resources regarding Stipulation on the Minimum Percentage of the Sales of Coal for Domestic Interest in 2018;

In view of : 1. Law Number 4 Year 2009 regarding Mineral and Coal Mining (State Gazette of the Republic of Indonesia Year 2009 Number 4, Supplement to the State Gazette of the Republic of Indonesia Number 4959);

2. Government Regulation Number 23 Year 2010 regarding Realization of Mineral and Coal Mining Business Activities (State Gazette of the Republic of Indonesia Year 2010 Number 29, Supplement to the State Gazette of the Republic of Indonesia Number 5111) as several times amended lastly by Government Regulation Number 1 Year 2017 regarding the Fourth Amendment to Government Regulation Number 23 Year 2010 regarding the Realization of Mineral and Coal Mining Business Activities (State Gazette of the Republic of Indonesia Year 2017 Number 4, Supplement to the State Gazette of the Republic of Indonesia Number 6012);

3. Government Regulation Number 55 Year 2010 regarding Fostering and Supervision over the Implementation of Mineral and Coal Mining Management (State Gazette of the Republic of Indonesia Year 2010 Number 85, Supplement to the State Gazette of the Republic of Indonesia Number 5142);

4. Presidential Regulation Number 68 Year 2015 regarding Ministry of Energy and Mineral Resources (State Gazette of the Republic of Indonesia Year 2015 Number 132), as amended by Presidential Regulation Number 105 Year 2016 regarding Amendment to the Presidential Regulation Number 68 Year 2015 regarding Ministry of Energy and Mineral Resources (State Gazette of the Republic of Indonesia Year 2016 Number 289);

5. Regulation of Minister of Energy and Mineral Resources Number 34 Year 2009 regarding Mineral and Coal Supply Preference for Domestic Interests (State Gazette of the Republic of Indonesia Year 2009 Number 546);

6. Regulation of Minister of Energy and Mineral Resources Number 13 Year 2016 regarding Organization and Work Procedures of Ministry of Energy and Mineral Resources (State Gazette of the Republic of Indonesia Year 2016 Number 782);

HEREBY DECIDES:

To stipulate : DECREE OF MINISTER OF ENERGY AND MINERAL RESOURCE REGARDING STIPULATION ON THE MINIMUM PERCENTAGE OF THE SALES OF COAL FOR DOMESTIC INTEREST IN 2018.

FIRST : Stipulating the minimum percentage of coal sale for domestic interests (domestic market obligation) to Company that hold Coal Contract of Works for Coal Mining in Production Operation Phase and Mining Business License for Coal Production Operation of 25% (twenty five percent) from the coal production plan of 2018 that have been approved by the Minister or governor in accordance with the relevant capacity.

SECOND : The Company shall meet the minimum percentage of coal sale for domestic market obligation as referred to in the FIRST Dictum.

THIRD : The Company are prohibited to export to other countries the coal produced to meet the minimum percentage of coal sale for domestic market obligation as referred to in the SECOND Dictum.

FOURTH : The Company that do not fulfill the minimum percentage of coal sale for domestic market obligation as referred to in the FIRST Dictum are subject to a sanction of a production cut in the Work Plan and Budget in 2019 on export quota cut in a percentage that is sufficient to fulfill the coal sale for domestic market obligation, which has not been fulfilled.

FIFTH : The Company can submitted a application for a coal export permit as referred to in the SECOND Dictum to the Minister after they met the need of coal for domestic market obligation.

SIXTH : This Decree of Minister shall be effective

from the date of stipulation and retroactive
since on the date 1 January 2018.

Stipulated in Jakarta

On the date of 5 January 2018

MINISTER OF ENERGY AND MINERAL RESOURCES

THE REPUBLIC OF INDONESIA,

[signed]

IGNASIUS JONAN

Copies respectfully forwarded to:

1. President of the Republic of Indonesia
2. Vice President of the Republic of Indonesia
3. Minister of Coordinator for Maritime
4. Minister of Coordinator for Economics
5. Minister of Home Affairs
6. Minister of Industry
7. Vice Minister of Energy and Mineral Resource
8. Secretary General of the Ministry of Energy and Mineral
Resource
9. Director General of Mineral and Coal

In conformity with the original
MINISTRY OF ENERGY AND MINERAL RESOURCES
HEAD OF LEGAL BUREAU

[signed and sealed]

Hufron Asrofi

