Straits Asia Resources Limited

AGM
CEO Presentation to Shareholders

Martin Purvis
30 April 2010
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COMPANY SNAPSHOT
Snapshot of Straits Asia Resources

- Unique Singapore listed, pure coal company
- Thermal coal exports to major power utilities in Asia
- 2 high quality coal mines: each located in a massive coal basin with significant growth potential – Jembayan and Sebuku
- 2010: a recovery year from 2009’s challenges, establishing platform for strong 2011
- Capital base already in place to meet expansion targets

**Market Statistics as at 30 April 2010**

<table>
<thead>
<tr>
<th>Description</th>
<th>Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Share Price</td>
<td>S$ 2.03</td>
</tr>
<tr>
<td>Shares Outstanding</td>
<td>m 1,128</td>
</tr>
<tr>
<td>Free Float</td>
<td>% 54%</td>
</tr>
<tr>
<td>Market Cap</td>
<td>US$m 1,674</td>
</tr>
<tr>
<td>Enterprise Value</td>
<td>US$m 1,799</td>
</tr>
</tbody>
</table>
2009 REVIEW
## 2009 Results & Coal Prices

### Performance (US$M) Year Ended 31 December 2009

<table>
<thead>
<tr>
<th>Category</th>
<th>Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue</td>
<td>748.4</td>
</tr>
<tr>
<td>EBITDA</td>
<td>281.3</td>
</tr>
<tr>
<td>Net Profit after tax</td>
<td>133.5</td>
</tr>
<tr>
<td>Cash</td>
<td>56.8</td>
</tr>
<tr>
<td>Debt</td>
<td>206.5</td>
</tr>
</tbody>
</table>

*Source: Bloomberg/McCloskey Coal Index*
Record production and profits masked difficult operating conditions

GFC, market destruction
PTT takes controlling shareholding
Sebuku changes contractor
Sebuku forest rezoning
Jembayan load-out failure
3 MARKET OUTLOOK
Major Asian coal fuel build-out underway
Recent surge in coal prices - demand recovery and strong growth

2010 New Coal Fired Power Plants (GW)

- China, 55%
- India, 17%
- Other Asia, 8%
- Rest of World, 12%

<table>
<thead>
<tr>
<th>Region</th>
<th>GW</th>
<th>Mt</th>
</tr>
</thead>
<tbody>
<tr>
<td>China</td>
<td>55</td>
<td>212</td>
</tr>
<tr>
<td>India</td>
<td>17</td>
<td>80</td>
</tr>
<tr>
<td>Other Asia</td>
<td>8</td>
<td>34</td>
</tr>
<tr>
<td>US</td>
<td>7</td>
<td>25</td>
</tr>
<tr>
<td>Europe</td>
<td>2</td>
<td>4</td>
</tr>
<tr>
<td>South America</td>
<td>2</td>
<td>8</td>
</tr>
<tr>
<td>Other</td>
<td>1</td>
<td>2</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>92</td>
<td>365</td>
</tr>
</tbody>
</table>

Source: Platts Worldwide Power Plant Database, China Electricity Council and Peabody

New Coal Fired Power Plants (GW)

- China’s requirement for coal is well recognised
- Demand from Indonesia and India is growing fast

![Graph showing Indonesia and India's coal-fired power plants growth](chart.png)
Asia’s Golden Triangle
Where will the coal come from?

- 2009 market estimated at over 620Mt worldwide; 400Mt in Asia
- Indonesia is the largest and lowest cost thermal coal producer
- “Golden triangle” to account for >90% of coal demand growth to 2015

Source: GTIS, Macquarie Research, Peabody Energy, March 2010
CONSOLIDATING A STRONG FOUNDATION

“THE OPERATING PLATFORM”
$380 m long-term facility substantially strengthens the Group balance sheet

<table>
<thead>
<tr>
<th>US$M</th>
<th>31.3.10</th>
<th>31.12.09</th>
<th>31.3.06 Pre IPO</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>123.3</td>
<td>56.8</td>
<td>20.1</td>
</tr>
<tr>
<td>Short – term Debt</td>
<td>0.0</td>
<td>206.5</td>
<td>1.8</td>
</tr>
<tr>
<td>Long – term Debt</td>
<td>248.3</td>
<td>0.0</td>
<td>4.8</td>
</tr>
<tr>
<td>EQUITY &amp; RESERVES</td>
<td>483.5</td>
<td>472.1</td>
<td>24.8</td>
</tr>
</tbody>
</table>

### Club of Banks

<table>
<thead>
<tr>
<th>Bank</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Siam Commercial</td>
<td>35%</td>
</tr>
<tr>
<td>Krung Thai</td>
<td>35%</td>
</tr>
<tr>
<td>Bangkok</td>
<td>21%</td>
</tr>
<tr>
<td>Standard Chartered</td>
<td>9%</td>
</tr>
</tbody>
</table>

### Facilities
- Term Loan (5 years): US$250 million
- Revolving Credit: US$50 million
- LC, Guarantee Facility: US$80 million

### Interest
- LIBOR + average margin of 3%

### Maturity
- No amortization until January 2013
Functional Foundation
“What happens where”

SINGAPORE
Group Management
HR, Group Development
Group Marketing (Tiger Energy Trading)

JAKARTA
Community, Government Relations
Indonesian Corporate Office
“Licence to Operate”

JEMBAYAN
Operations Control
Short-term Planning
Community Development

BALIKPAPAN
Key Technical Support
Exploration Management
Long-term Planning
Mine Strategy
Logistics Management

SEBUKU
Operations Control
Short-term Planning
Community Development
2010 Production Targets

Sebuku 2010: A Year of 2 Halves
- H1 – Recovery of pit inventory
- H2 – Lower costs and higher volumes

Jembayan 2010: Engine of Production Growth
- Pit ramp up continues
- Re-establish efficient load out capacity
Profile for Growth

Sebuku Production (Mt)  Jembayan

<table>
<thead>
<tr>
<th>Year</th>
<th>Sebuku Production</th>
<th>Jembayan</th>
</tr>
</thead>
<tbody>
<tr>
<td>2007</td>
<td>3.5</td>
<td>4.0</td>
</tr>
<tr>
<td>2008</td>
<td>3.5</td>
<td>5.0</td>
</tr>
<tr>
<td>2009</td>
<td>2.0</td>
<td>7.0</td>
</tr>
<tr>
<td>2010</td>
<td>1.8</td>
<td>~8.5</td>
</tr>
<tr>
<td>2011</td>
<td>~3.5</td>
<td>~9.5</td>
</tr>
<tr>
<td>2012</td>
<td>~4.5</td>
<td>~10.5</td>
</tr>
<tr>
<td>2013</td>
<td>~6.0</td>
<td>~12.0</td>
</tr>
</tbody>
</table>

Target values for each year.
**Northern Leases**

Largely unexplored
75Mt Resource
Purchased in 2007
Rezoned August 2009

**Western Leases**

800Mt Resource
Pre Feasibility study underway

**Tanah Putih**

Current Mining Area
55Mt Resource
7Mt reserve
2009: Data Acquired

- 2 yr program (15 Rigs)
- 504Mt JORC Resource
- 105Mt JORC Reserves
- 75% explored
- Reserves drilling underway
- Results expected Q3 2010

Ongoing programme to focus on coal quality information - for enhanced mine planning and product control
Contrasting Cross Section of Mine Seams

Cross Section of Jembayan Seams

Cross Section of Sebuku Seams
2010 Action Plans

Jembayan
- Rebuild Load Out Facility
- Optimize mine plan using extensive Resource knowledge

Sebuku
- Permits for drilling and 2011 mining in Northern Leases
- Pre Feasibility for Western Leases

Marketing
- Redefine brand and marketing strategy for Jembayan coal
- Optimize tonnage profile into rising market
### 2010 Capital Plan

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount (~)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Northern Leases Final Purchase Payments</td>
<td>US$80m</td>
</tr>
<tr>
<td>Jembayan Load Out</td>
<td>US$20m</td>
</tr>
<tr>
<td>Land Compensation</td>
<td>US$20m</td>
</tr>
<tr>
<td>Sebuku High Wall Stabilization</td>
<td>US$10m</td>
</tr>
<tr>
<td>Exploration</td>
<td>US$5m</td>
</tr>
<tr>
<td>Maintenance Capex</td>
<td>US$5m</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>~US$140m</strong></td>
</tr>
</tbody>
</table>
SUMMARY AND CONCLUSION

“PLATFORM FOR FUTURE GROWTH”
Production
- Recovery from 2009 challenges and difficulties (H1)
- Rapid Sebuku production growth once permitting completed
- Steady upgrades to Jembayan production with Reserves additions
- Building detailed plans to capture large Resource base potential and underpin growth

Costs
- Cost improvement through production growth profile and operating efficiency – especially at Sebuku

Capital Expenditure
- Only sustaining capital and exploration expenditure from 2011 onwards

Profitability
- Strong focus on margin growth through brand and product development and improved mine planning and operational efficiency

*Straits Asia Resources has a clear strategy to grow into a major player in the energy space over the next 5 years*
Straits Asia Resources

Mining for Asia’s Growth

Thank You