

MDKA — 2Q26 Results MIXED: higher revenue, thinner margins

2Q26 · Revenue +121.9% yoy to USD 782 Mn | Operating Profit +472.0% yoy to USD 203 Mn | EBITDA +199.5% yoy to USD 262 Mn | Net Profit USD 44 Mn vs. USD 12 Mn loss | Gross Margin 27.7%, -7.4pp qoq

Revenue (2Q26) USD 782 Mn +121.9% YoY +26.1% QoQ	Operating Profit (2Q26) USD 203 Mn +472.0% YoY +4.3% QoQ	EBITDA (2Q26) USD 262 Mn +199.5% YoY +5.0% QoQ	Net Profit (2Q26) USD 44 Mn vs. USD 12 Mn loss in 2Q25 -23.2% QoQ
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KEY TAKEAWAYS

- 2Q26 revenue rose 26.1% QoQ and 121.9% YoY to USD 782 Mn, taking 1H26 to USD 1.4bn, **only 41.3% of FY26F consensus, a miss. Nickel carried the quarter, with MBMA segment revenue up 29.9% QoQ to USD 590 Mn**, as HGNM sales volume rose 30% and **acid sales from the AIM plant reached USD 83 Mn**. Limonite sales fell 30% QoQ to 3.3 mn wmt, even as the new HPM benchmark lifted its price 29% to USD 26.1/wmt. **Pani delivered USD 28 Mn in its first full quarter of sales**, while Tujuh Bukit edged up 2.9% to USD 137 Mn as 23% more ounces sold offset a 6% lower gold price.
- Gross profit held flat at USD 216 Mn in 2Q26, so **gross margin fell 7.4pp QoQ to 27.7%**, against 30.9% for 1H26 and 12.4% in 1H25. **1Q26 had carried USD 94 Mn of cost into inventory, against only USD 2 Mn in 2Q26**, and royalties jumped 59% QoQ to USD 67 Mn, most of the rise (USD 19 Mn) at MBMA as nickel ore royalties follow the higher HPM benchmark. The same benchmark raised the smelters' ore bill, so **NPI cash margin halved to USD 1,981/tNi and HGNM slipped to a USD 542/tNi loss**. EBITDA still rose 5.0% QoQ to USD 262 Mn, although its margin eased 6.7pp to 33.5%, leaving **1H26 at 49.8% of FY26F, in line**.
- Net profit fell 23.2% QoQ to USD 44 Mn in 2Q26, against a USD 12 Mn loss in 2Q25, and **1H26 net profit of USD 102 Mn is 55.5% of FY26F, a beat. Other expenses jumped to USD 57 Mn from USD 12 Mn in 1Q26**, mostly a USD 40 Mn foreign exchange loss plus a USD 15 Mn fair value loss on equity interests and USD 7 Mn of EMAS listing costs. **Minorities took 53% of 2Q26 profit**.
- At **6.3x forward EV/EBITDA, below its five-year -1SD of 8.5x** and far under the 15.2x mean, the multiple implies little faith in the second half consensus still needs. **FY26F consensus requires 2H26 revenue of USD 2.0bn, 41.9% above 1H26, but broadly flat EBITDA**, so the estimates already assume a lower margin. Management guidance is weighted to 2H26, **with Pani at 17,412 oz in 1H26 against a 100,000-115,000 oz FY26 target** and limonite sales at 8.2 mn wmt against 20-25 mn wmt. **Key watch: whether Pani's 2H26 output reaches the 83,000-98,000 oz that its guidance now implies.**

INCOME STATEMENT · USD Mn, Consolidated · Quarterly

(USD Mn)	2Q25	1Q26	2Q26	QoQ	YoY	1H25	1H26	YTD
Revenue	352.4	620.3	782.1	+26.1%	+121.9%	854.6	1,402	+64.1%
Gross Profit	48.3	217.6	216.3	-0.6%	+348.2%	106.0	433.9	+309.5%
Operating Income	35.5	194.5	202.8	+4.3%	+472.0%	78.9	397.3	+403.6%
EBITDA	87.6	249.9	262.4	+5.0%	+199.5%	176.2	512.2	+190.7%
Net Profit	-12.1	57.5	44.1	-23.2%	n.m	-15.8	101.6	n.m

MARGIN

(Ratio %)*	2Q25	1Q26	2Q26	QoQ pp	YoY pp	1H25	1H26	YTD pp
Gross Margin	13.7%	35.1%	27.7%	-7.4pp	+14.0pp	12.4%	30.9%	+18.5pp
Operating Margin	10.1%	31.4%	25.9%	-5.4pp	+15.9pp	9.2%	28.3%	+19.1pp
EBITDA Margin	24.9%	40.3%	33.5%	-6.7pp	+8.7pp	20.6%	36.5%	+15.9pp
Net Profit Margin	-3.4%	9.3%	5.6%	-3.6pp	+9.1pp	-1.8%	7.2%	+9.1pp

*Aldiracita calculation

REVENUE SEGMENTATION · USD Mn, External Revenue by Operating Segment

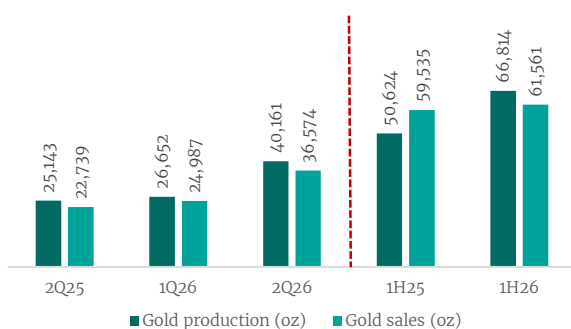
(USD Mn)	2Q25*	1Q26	2Q26*	QoQ	YoY	1H25	1H26	YTD
Tujuh Bukit (gold)	74.5	133.2	137.0	+2.9%	+83.8%	180.9	270.1	+49.3%
Pani (gold)	-	2.6	28.2	+966.8%	<i>n.m</i>	-	30.9	<i>n.m</i>
Wetar (copper)	14.4	30.2	27.1	-10.3%	+87.5%	44.0	57.3	+30.1%
Nickel (MBMA)	261.6	454.2	589.8	+29.9%	+125.4%	627.7	1,044	+66.3%
Others	1.9	0.1	0.1	-12.3%	-95.4%	1.9	0.2	-90.4%
Total	352.4	620.3	782.1	+26.1%	+121.9%	854.6	1,402	+64.1%

*Aldiracita calculation

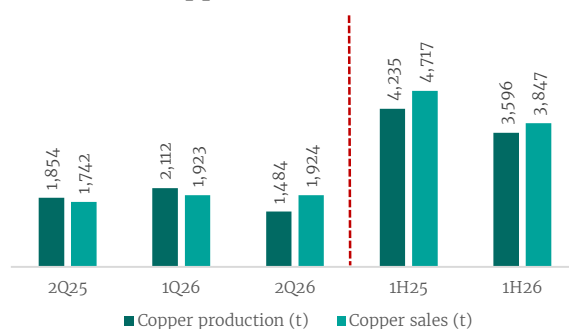
OPERATIONAL PERFORMANCE · Prices & Cash Margins

Key Metric	Unit	2Q25	1Q26	2Q26	QoQ	YoY	1H25	1H26	YTD
TB gold ASP	USD/oz	3,207	4,841	4,539	-6.2%	+41.5%	2,929	4,674	+59.6%
TB gold cash margin	USD/oz	1,887	4,156	2,796	-32.7%	+48.2%	1,805	3,426	+89.8%
Pani gold ASP	USD/oz	-	5,123	4,382	-14.5%	<i>n.m</i>	-	4,437	<i>n.m</i>
Copper ASP	USD/lb	4.23	5.71	5.83	+2.1%	+37.8%	4.17	5.78	+38.6%
Copper cash margin	USD/lb	0.88	2.71	3.57	+31.7%	+305.7%	1.15	3.08	+167.8%
Saprolite ASP	USD/wmt	25.0	28.5	58.9	+106.7%	+135.6%	25.4	45.2	+78.0%
Limonite ASP	USD/wmt	15.4	20.2	26.1	+29.2%	+69.5%	15.2	22.6	+48.7%
Limonite cash margin	USD/wmt	4.4	10.1	10.4	+3.0%	+136.4%	3.5	10.2	+191.4%
NPI ASP	USD/tNi	11,502	13,489	14,671	+8.8%	+27.6%	11,541	14,073	+21.9%
NPI cash margin	USD/tNi	1,783	3,982	1,981	-50.3%	+11.1%	1,657	2,962	+78.8%
HGNM ASP	USD/tNi	12,624	15,349	15,811	+3.0%	+25.2%	13,413	15,610	+16.4%
HGNM cash margin	USD/tNi	-	1,321	-542	<i>n.m</i>	<i>n.m</i>	-2,659	455	<i>n.m</i>

Gold



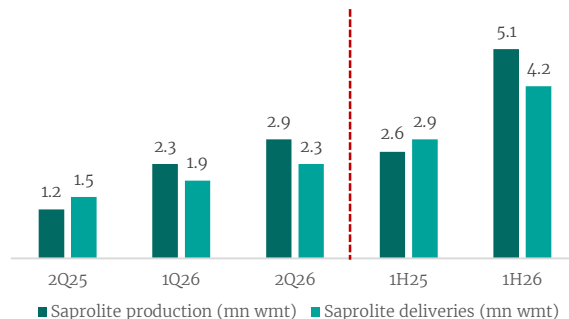
Copper Cathode



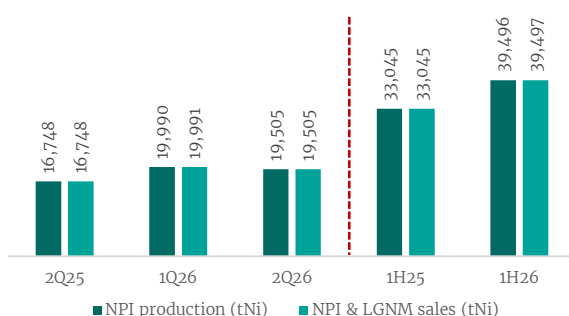
Limonite Ore



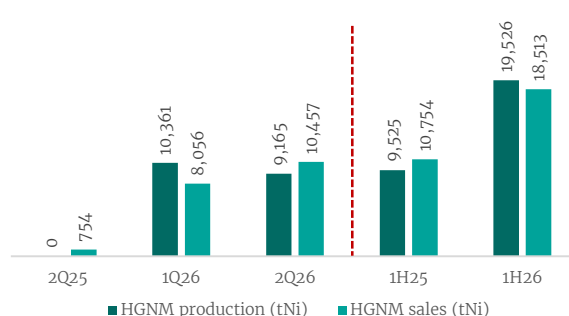
Sapolite Ore



Nickel Pig Iron



High-Grade Nickel Matte



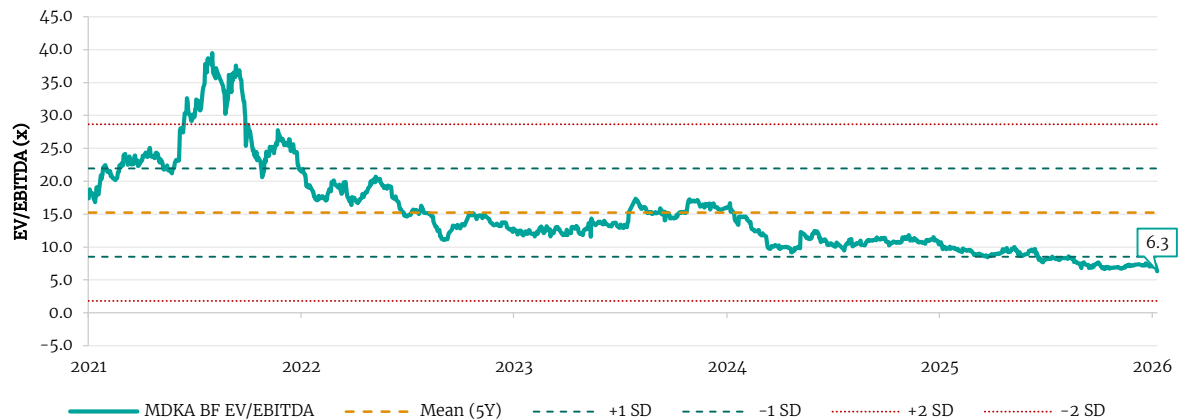
1H26 ACTUAL vs. BLOOMBERG CONSENSUS · % OF FY26F (1H26 PACE = 50%)

Metric (USD Mn)	1H26 Actual	FY26F Cons.	% of FY26F	# Est.	Verdict
Revenue	1,402	3,392	41.3%	11	Miss
Operating Income	397.3	757.7	52.4%	11	In-Line
EBITDA	512.2	1,029	49.8%	10	In-Line
Net Profit	101.6	182.9	55.5%	10	Beat

Source: PT Merdeka Copper Gold Tbk financial statements and quarterly activities reports; Bloomberg consensus.

VALUATION · MDKA 5-YEAR EV/EBITDA BAND

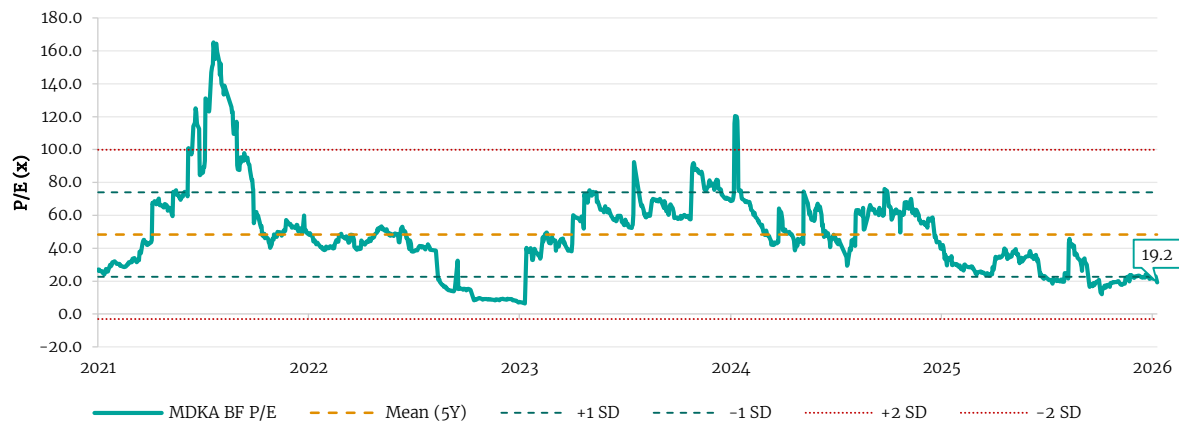
MDKA 5-Year EV/EBITDA Band (BF EV/EBITDA vs. Mean $\pm$ 1/2 SD)



Current EV/EBITDA 6.3x as of 28 Sep 2026 vs. 5-year mean 15.2x (+1 SD 22.0x / -1 SD 8.5x / +2 SD 28.7x / -2 SD 1.8x). Source: Bloomberg.

VALUATION · MDKA 5-YEAR P/E BAND

MDKA 5-Year P/E Band (BF P/E vs. Mean $\pm$ 1/2 SD)



Current P/E 19.2x as of 28 Sep 2026 vs. 5-year mean 48.4x (+1 SD 74.1x / -1 SD 22.7x / +2 SD 99.8x / -2 SD -3.1x). Source: Bloomberg.



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