

# **ANNOUNCEMENT**

## **TO ALL SHAREHOLDERS OF THE COMPANY**

We hereby announce to the shareholders of the Company that the Company will conduct its Annual General Meeting of Shareholders ("AGMS") and Extraordinary General Meeting of Shareholders ("EGMS"), together these AGMS and EGMS will then be called "**the Meeting**", on **Thursday, 26 May 2016**.

Shareholders of the Company entitled to attend or be represented at the Meeting are as follow:

a. for shares not under collective depository

Shareholders whose names are officially registered in the Company's Share Registrar on 3 May 2016 at 16.00 Jakarta Time or those who are authorized by the the Company's shareholders; and/or

b. for shares under collective depository

Shareholders whose names are registered in the securities account or custodian bank at the PT Kustodian Sentral Efek Indonesia ("KSEI") on 3 May 2016 at 16.00 Jakarta Time. For the shareholders under the securities account in the collective depository of KSEI are mandatory to provide shareholder list to KSEI to obtain written confirmation to attend the Meeting (Konfirmasi Tertulis Untuk Rapat).

The Company's shareholders may propose an agenda as long as the proposed agenda is in accordance with the provisions of Article 10 points (3) and (4) of the Company's Articles of Association, and Article 12 points (2), (3) and (4) of the Indonesia Financial Services Authority Regulation's No. 32/POJK.04/2014 on the Planning and Implementation of the General Meeting of Shareholders of the Public Companies ("**the Rule No. 32/2014**"), and must be received by the Company's Board of Directors at the latest 7 (seven) days prior to the Meeting Invitation announced.

In accordance with the provisions of Article 10 of the Company's Articles of Association and Article 13 point (3) of the Rule No. 32/2014, the Invitation of the Meeting will be advertised in 1 (one) Indonesia language daily newspaper with national circulation on Wednesday, **4 May 2016**, and also made available in the websites of the Indonesia Stock Exchange and the Company.

Furthermore, in regards to the EGMS' agenda on the plan to increase capital through Rights Issue ("**Rights Issue**") given to the Company's shareholders, in accordance to Article 15 of the Indonesia Financial Services Authority Regulation's No. 32/POJK.04/2015 on the Capital Increase of the Public Companies Through The Rights Issue ("**the Rule No. 32/2015**"), the Company would like to inform the shareholders as follow:

a. **Maximum Number of Shares To Be Issued Through Rights Issue**

The Company plans to increase capital through Rights Issue with the maximum number of shares to be issued 7,000,000,000 (seven billion) common shares with nominal value of Rp338 (three hundred thirty eight Rupiah) per share. The number of shares to be issued will depend on the capital needs by the Company and the conversion value of the Rights. If there should be any

adjustments to the maximum number of shares to be issued, therefore the Company will provide the updated information altogether with the Meeting Invitation.

**b. Indicated Period on Capital Increase (If Available)**

The Company plans to conduct Rights Issue once it has obtained approval from the EGMS by complying to the Rule No. 32/2015, whereby the Rights Issue plan will be executed by the Company in a period no later than 12 (twelve) months since the date of EGMS approval obtained.

**c. Analysis on the Impact of Capital Increase to Financial Condition and Shareholders**

Capital increase from Rights Issue is expected to improve the Company's operational and financial performance as well as to strengthen its capital structure in facing competitive business environment. In the long run, the capital increase is expected to provide better return on investment for the Company's shareholders.

**d. Indicated Use of Funds (In General)**

The funds obtained from Rights Issue among others would be used for business development and working capital. The more detailed information on the funds allocation plan will be made available on the same time with the prevailing provisions.

These Announcement and Information are made available in order to be acknowledged by the Company's shareholders.

Bogor, 19 April 2016

**Board of Directors**