

Re.: **Disclosure of Information in compliance with Rule No. IX.E.1**

On 17 July 2019, PT United Tractors Tbk (“**Company**”) disclosed the information to the Financial Services Authority related to the Shareholder Loan Agreement between PT United Tractors Pandu Engineering (“**UTE**”) and PT Patria Perikanan Lestari Indonesia (“**PPLI**”), as the compliance with Rule No. IX.E.1, Attachment to the Chairman of Capital Market and Financial Institution Supervisory Board Decree No. KEP-412/BL/2009 dated 25 November 2009 on Affiliated Party Transaction and Conflict of Interest (“**Rule IX.E.1**”).

The following are the informations disclosed:

1. **Description on the Transaction**

On 15 July 2019, UTE and PPLI, both are subsidiaries of the Company, whereas the total issued shares of UTE and PPLI are owned by the Company directly or indirectly, signed a Shareholder Loan Agreement (“**Agreement**”) (hereinafter referred to as the “**Transaction**”).

Based on the Agreement, UTE will provide a loan to PPLI in the amount of Rp8,500,000,000,- (“**Loan**”) to be used by PPLI for its operational needs.

The following are information regarding the Loan :

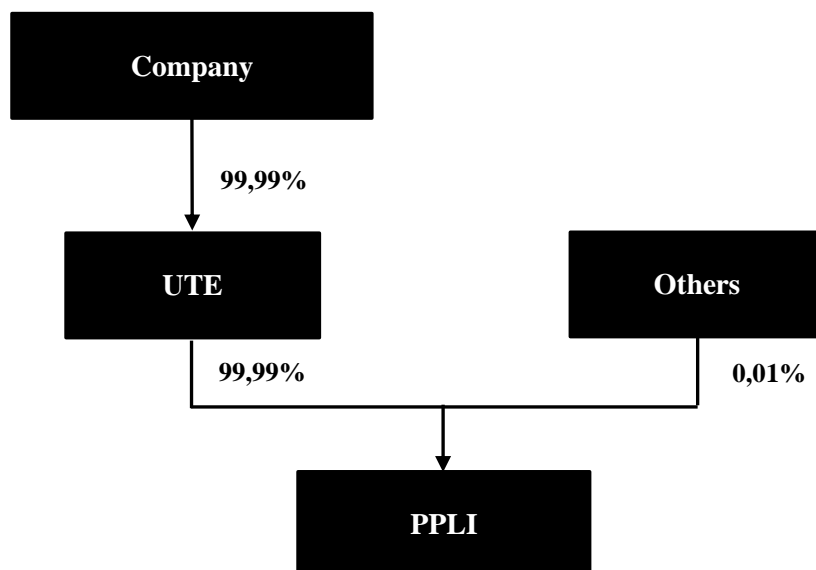
- a. Interest : JIBOR + 0.5% per annum;
- b. Availability Period : 1 (one) year since the date of Agreement;

2. **Relationship among the Parties**

Affiliated relationship between UTE and PPLI lies on UTE’s shares ownership in PPLI with the following details:

UTE is the controlling shareholder of PPLI and has a total of 99.99% shares of the total issued shares of PPLI.

(a) The following is a chart that describes the structure of the relationship between the Company, UTE and PPLI:



(b) The following is the similarity management of the Company, UTE and PPLI:

<b>Company</b>	<b>Board of Directors</b>	<b>Board of Commissioner</b>
Company	Director: Loudy Irwanto Ellias	-
UTE	-	President Commissioner: Loudy Irwanto Ellias
PPLI	-	President Commissioner: Loudy Irwanto Ellias

3. **Explanation, Consideration and Reasons for the Transaction compared to other Similar Transaction with an Unaffiliated Party**

UTE agreed to provide the Loan to PPLI to be used by PPLI for its operational needs of PPLI. Commercially, for UTE it would be more profitable if PPLI receives this Loan, compared to UTE deposits its cash funds in bank with bank deposit rate at this time.

This Transaction is only an affiliated transaction required to be reported to Financial Services Authority as stipulated in Rule IX.E.2 number 2 letter b (5).

[signed by David Widjaja as CFA Division Head of the Company]