

Re.: **Disclosure regarding the Shareholder Loan Agreement between PT Pamapersada Nusantara (“PAMA”) and PT Tuah Turangga Agung (“TTA”) in compliance with Rule No. IX.E.1**

On 18 April 2018, PT United Tractors Tbk (the “**Company**”) disclosed the information to the Financial Services Authority related to the Shareholder Loan Agreement between PAMA and TTA, 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 (“**Bapepam Rule IX.E.1**”).

The following are the information disclosed:

1. **Description on the Transaction**

On 16 April 2018, PAMA and TTA, both are subsidiaries of the Company, signed a Shareholder Loan Agreement (“**Agreement**”) (hereinafter referred to as the “**Transaction**”).

Based on the Agreement, PAMA will provide loans to TTA in the amount of USD51,000,000 (“**Loan**”) which will be used by TTA for its working capital.

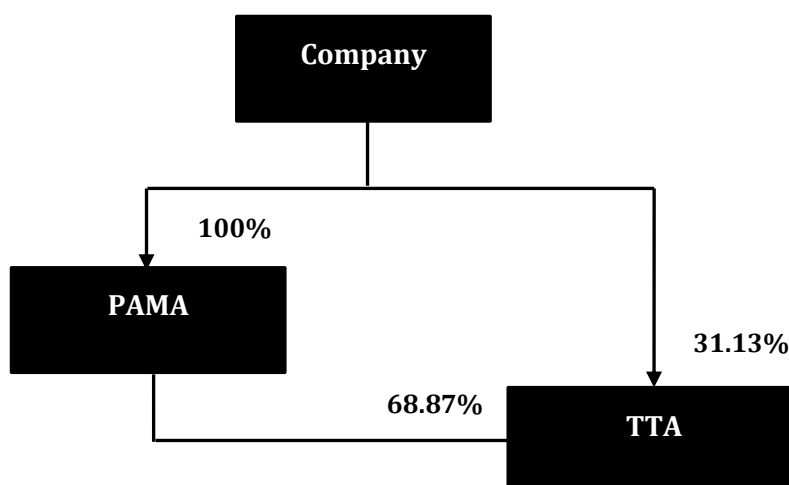
The following are information regarding the Loan :

- a. Interest : LIBOR + 2%;
- b. Availability Period : 1 (one) year from the date of the Agreement.

2. **Relationship among the Parties**

Affiliated relationship between PAMA and TTA lie on the similarities of shares ownership and management, with the following details:

- (a) The following is a chart that describes the similarities of share ownership :



- (b) The following are the similarities management of the Company, PAMA and TTA at the time of the Transaction:

Company Name	Board of Directors	Board of Commissioners
Company	President Director: Gidion Hasan Director: Iwan Hadianoro Director: F.X.L. Kesuma	-
PAMA	President Director: F.X.L. Kesuma Director: Dadi Sukarso Yuwono	President Commissioner: Gidion Hasan Commissioner: Iwan Hadianoro
TTA	-	President Commissioner: Gidion Hasan Commissioner: F.X.L. Kesuma Commissioner: Dadi Sukarso Yuwono

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

PAMA agreed to provide the Loan to TTA to be used by TTA for its working capital. Commercially, for PAMA it would be more profitable if TTA receives this Loan, compared to PAMA deposits its cash funds in bank with bank deposit rate at this time.

4. Statements of the Board of Directors and Board of Commissioners of the Company

In relation to this Transaction, the Board of Commissioners and Board of Directors state that to the extent of our knowledge, the Company has disclosed all the informations required to be known by public and there is no any material fact which has not been disclosed or omitted, causing the information related to the Transaction as discussed above becomes incorrect and/or misleading.

Therefore, this Transaction is only an affiliated transaction required to be reported to the Financial Services Authority as stipulated in Bapepam Rule IX.E.1 number 2 letter b number (5).

[signed by Sara K Loebis as Corporate Secretary of the Company]