

Re.: **Disclosure regarding the Shareholder Loan Agreement between PT United Tractors Tbk (“Company”) and PT Acset Indonusa Tbk (“ACSET”) in compliance with Rule No. IX.E.1**

On 4 July 2017, Company disclosed the information to the Financial Services Authority related to the Loan Agreement between the Company and ACSET, 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 30 June 2017, the Company and ACSET, a subsidiary of the Company, signed a Loan Agreement (“**Agreement**”) (hereinafter referred to as the “**Transaction**”).

Based on the Agreement, the Company will provide loans to ACSET in the amount of Rp600,000,000,000.00 (six hundred billion Rupiah) (“**Loan**”) which will be used by ACSET for its working capital.

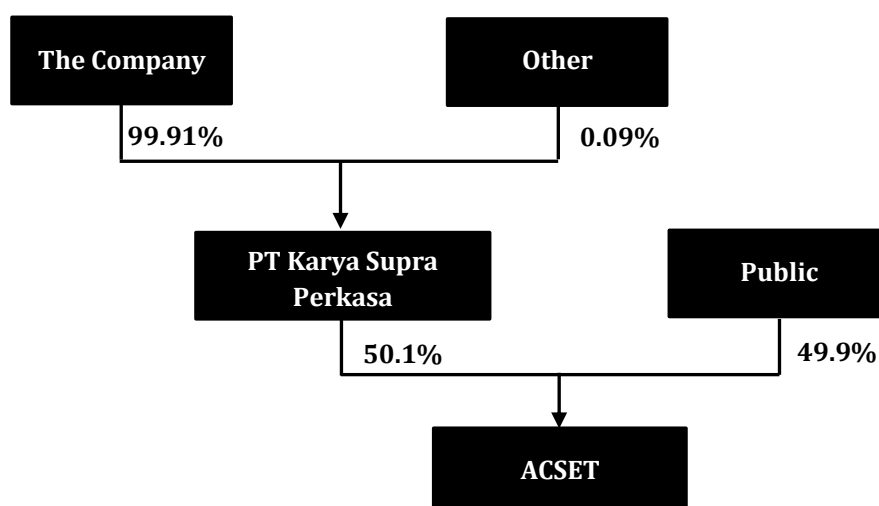
The following are information regarding the Loan :

- a. Interest : JIBOR + 2.3% or equal to 10.10% per annum.
- b. Drawdown Availability : 1 (one) year from the date of the Agreement.
- c. Tenor : 1 (one) year from the last drawdown date.

2. Relationship among the Parties

Affiliated relationship between the Company and ACSET lie on the Company’s shares ownership in ACSET and the similarities of management of ACSET and the Company, with the following details:

- (a) The following is a chart that describes the structure of the relationship between the Company and ACSET:



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

Company Name	Board of Directors	Board of Commissioners
the Company	President Director : Gidion Hasan	-
ACSET	-	Presiden Commissioner : Gidion Hasan

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

The Company agreed to provide the Loan to ACSET to be used by ACSET for its working capital. Commercially, for the Company it would be more profitable if ACSET receives this Loan, compared to the Company 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.

This Transaction is supported by the independent appraisal report dated 28 June 2017, issued by KJPP Desmar, Ferdinand, Hentriawan dan Rekan, as the Appraiser.

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 (a).

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