

Re.: **Disclosure regarding the Share Subscription document between PT Unitra Persada Energia (“UPE”) and PT Bhumi Jati Power (“BJP”) in compliance with Rule No. IX.E.1**

On 4 July 2017, PT United Tractors Tbk (“**Company**”) disclosed the information to the Financial Services Authority related to the Share Subscription document between UPE and BJP, 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:

- On 30 June 2017, both UPE and BJP are subsidiaries of the Company, signed a Share Subscription document (“Document”). Pursuant to the Document, UPE as the shareholder of BJP has a commitment to subscribe new shares to be issued by BJP, with the total amount of not exceed USD210,000,000.00 (two hundred ten million United States Dollar) (hereinafter referred to as the “Transaction”). The purpose of this Transaction is to support the finance of the development and operation of the 2 x 1,000 MW ultra-supercritical power-generating units on a BOT (Build-Operate-Transfer) scheme in Tanjung Jati B Coal-Fired Power Plant unit 5 & 6 in Central Java, Indonesia.
- This Transaction is supported by the independent appraisal report dated 30 June 2017, issued by KJPP Nirboyo A., Dewi A., and Partners, as the Appraiser, rendering fair opinion.
- This Transaction is not a conflict of interest transaction as stipulated under Rule IX.E.1, therefore it does not require an approval of independent shareholders.
- This Transaction is not a Material Transaction (as defined in Rule IX.E.2, Attachment to the Chairman of Capital Market and Financial Institution Supervisory Board Decree No. KEP-614/BL/2011 dated 28 November 2011, on Material Transaction and Change of Main Business Activities (“Rule IX.E.2”)) as the value of the Transaction does not meet the required threshold as stipulated in Rule IX.E.2; therefore this Transaction is only an affiliated transaction required to be reported to the Financial Services Authority as stipulated in Rule IX.E.1 number 2 letter a.

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