

Disclosure Information in relation to Bapepam-LK Regulation No. IX.E.1

On March 27th, 2017, PT United Tractors Tbk (the “**Company**”), a limited liability company which has listed all of its shares at PT Bursa Efek Indonesia, disclosed the information to the Financial Services Authority, for the purpose of complying with Bapepam-LK Regulation Number IX.E.1, Attachment to the Decision of the Chairman of Bapepam-LK Number KEP-412/BL/2009 dated November 25th, 2009 regarding Affiliate Transaction and Conflict of Interest on Certain Transaction (the “**Regulation IX.E.1**”).

The disclosure states, among others:

1. Description regarding the Transaction

On March 23rd, 2017, PT Tuah Turangga Agung (“**TTA**”) and PT Suprabari Mapanindo Mineral (“**SMM**”), both of them are subsidiaries of the Company, which shares thereof are owned by the Company, either directly or not, have signed Loan Agreement (the “**Agreement**”).

Based on the said Agreement, TTA will give a loan in the amount of USD220,000,000.00 (two hundred twenty million United States Dollar) to SMM (the “**Loan**”) which will be used to pay the debt of SMM to third party.

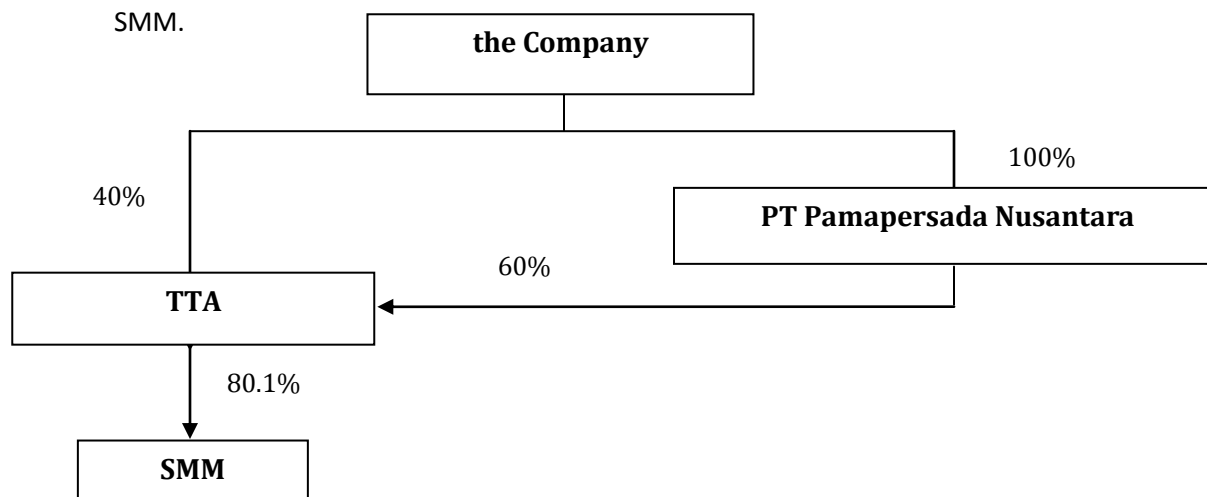
The following is information regarding the Loan:

Margin	: 2% per annum
Interest	: LIBOR + Margin
Period of the Loan	: 8 years as from the signing
Nature of the Loan	: Revolving

2. Relationship between the Parties

Affiliated relationship between TTA and SMM lies on the similiarities of shareholders and management.

- a. The following is a chart describing ownership relationship structure between TTA and SMM.



- b. The following are the Board of Directors and the Board of Commissioners of TTA who are also holding position at SMM at the time of the transaction was entered into:

	TTA	SMM
The Board of Directors	President Director: Nico Tahir Director: Edianto Rahardja Director: Arianto Sasono	President Director: Nico Tahir Director: Edianto Rahardja Director: Arianto Sasono
The Board of Commissioners	Commissioner: F.X.L. Kesuma Commissioner: Dadi Sukarso Yuwono	President Commissioner: F.X.L. Kesuma Commissioner: Dadi Sukarso Yuwono

3. **Explanation, Consideration and Reason for entering into the Transaction compared to other Similar Transaction made with a Non- Affiliated Party**

TTA agreed to provide a Loan to SMM to be used for paying debt of SMM to any third party, as from business point of view, for TTA will be more profitable if SMM obtains this Loan, compared to if TTA has to keep its cash funds with bank at bank deposit rate at this time.

4. **Statement of the Board of Directors and the Board of Commissioners of the Company**

In relation to this Transaction, the Board of Directors and the Board of Commissioners of the Company hereby state that to the best of our knowledge, the Company has disclosed all information that must be known by public and there is no any material fact which is not disclosed or has been deleted that causes any information given in relation to the above Transaction will become untrue and/or is misleading.

5. Additional Information

- (a) The Transaction is an affiliated party transaction supported by the independent appraiser report dated 24 March 2017, issued by KJPP Nirboyo A. Dewi A., and Partner, as Appraiser. The independent appraiser report renders fair opinion towards the Transaction.
- (b) The Transaction is not a conflict of interest transaction as meant in the Regulation IX.E.1, therefore, it does not require an approval from independent shareholder.
- (c) This Transaction is not a Material Transaction (as defined in the Regulation Number IX.E.2 regarding Material Transaction and Amendment to Main Business Activities, Attachment to the Decision of the Chairman of Bapepam-LK Number Kep-614/BL/2011 dated November 28th, 2011 (“**Regulation IX.E.2**”) because the amount of the Loan does not meet threshold as stipulated in the Regulation IX.E.2.

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