

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

On 18 December 2019, PT United Tractors Tbk (“**Company**”) disclosed the information to the Financial Services Authority related to the Increase of Share Ownership PT Karya Supra Perkasa (“**KSP**”) by the Company, 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 information disclosed:

1. Description of the Transaction

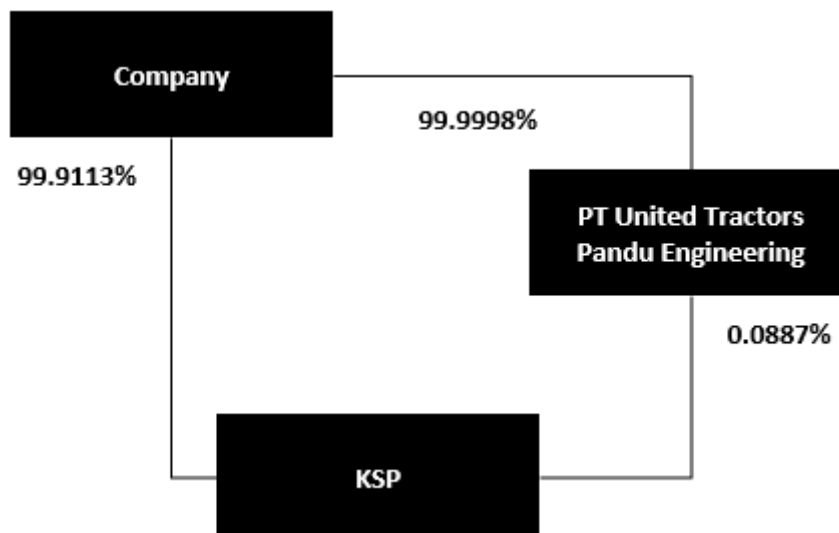
KSP a subsidiary of the Company whereas all of its shares are owned by the Company, has increased the issued and paid up shares by issuing 1,300 new shares. In connection with the issuance of new shares, the Company subscribed of all 1,300 new shares and it resulted in increase of the Company's share ownership in KSP (“**Increase of Share Ownership**”). Related to this matter, the Ministry of Law and Human Rights has issued a Receipt of Notification of Amendment of the Articles of Association Number AHU-AH.01.03-0374075 on 17 December 2019. Thus, the Increase of Share Ownership has been effective on 17 December 2019.

Upon the Increase of Share Ownership in KSP, the Company owns 1,126,900 shares or equal to IDR1,126,900,000,000 in KSP.

2. Relations between the Parties

The affiliation relationship between the Company and KSP are shown by the Company's share ownership in KSP and the similarity of management between the Company and KSP at the time of the Transaction, as follows :

- a. The following is a chart that describes the structure of the relationship between the Company and KSP:



- a. The following are the similarities management of the Company and KSP at the time of the Transaction is executed:

Company Name	Board of Directors	Board of Commissioners
Company	President Director: Frans Kesuma Director: Iwan Hadianoro	-
KSP	President Director : Iwan Hadianoro	Commissioner : Frans Kesuma

3. Explanation, Consideration and Reason for Executing the Transaction Compared to Executing Other Similar Transaction with Unaffiliated Parties

The objective of the Company executing the Increase of Share Ownership in KSP is to increase working capital for its operational needs.

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

In connection with this Increase of Share Ownership, the Company's Board of Commissioners and Directors stated that to the best of our knowledge, the Company has disclosed all information that the public has to know and no any material facts that has not been disclosed or omitted which may cause the information provided in connection with the above Transaction is incorrect and/or misleading.

5. Additional Information

- a. This Increase of Share Ownership is not a conflict of interest transaction as referred to in Regulation IX.E.1, thus it does not require an approval from independent shareholder.
- b. This Increase of Share Ownership does not constitute a Material Transaction (as defined in Regulation Number IX.E.2 concerning the Material Transactions and Changes of Main

Business Activities, Attachment to the Chairman of Capital Market and Financial Institution Supervisory Board Decree No. Kep-614/BL/2011 dated 28 November 2011 ("**Regulation IX.E.2**") as this Increase of Share Ownership value does not meet the threshold stipulated in Regulation IX.E.2.

Thus, this Increase of Share Ownership is only an affiliate transaction that require reporting to the Financial Services Authority as stipulated in Rule IX.E.I number 2 letter b number (5).

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