

SUPPLEMENTARY INFORMATION

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PT MEDCO ENERGI INTERNASIONAL TBK ("THE COMPANY") AND THE BOND JOINT LEAD UNDERWRITERS SHALL BE FULLY RESPONSIBLE FOR THE ACCURACY OF ALL MATERIAL INFORMATION OR FACTS, AND THE TRUTHFULNESS OF OPINIONS STATED IN THIS SUPPLEMENTARY INFORMATION.

THIS PUBLIC OFFERING IS A PHASE-5 DEBT SECURITIES OFFERING OF THE SHELF REGISTRATION PUBLIC OFFERING II THAT HAS BECOME EFFECTIVE.



**MEDCOENERGI
PT MEDCO ENERGI INTERNASIONAL TBK**

Domiciled in South Jakarta, Indonesia

Main Business Activities:

Exploration, mining and production of oil & gas and other energies.

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SHELF REGISTERED PUBLIC OFFERING

MEDCO ENERGI INTERNATIONAL SHELF-REGISTERED BONDS II

WITH A TARGET RAISED FUND TOTALING Rp5,000,000,000,000 (FIVE TRILLION RUPIAH)

With regard to the Shelf Registration Public Offering II referred to above, the Company has issued and offered:

MEDCO ENERGI INTERNATIONAL SHELF-REGISTERED BONDS II 2016 PHASE I

WITH A TOTAL BOND PRINCIPAL OF Rp1,250,000,000,000.- (ONE TRILLION TWO HUNDRED FIFTY BILLION RUPIAH)

("SHELF-REGISTERED BONDS II PHASE I")

MEDCO ENERGI INTERNATIONAL SHELF-REGISTERED BONDS II 2016 PHASE II

WITH A TOTAL BOND PRINCIPAL OF Rp1,250,000,000,000.- (ONE TRILLION TWO HUNDRED FIFTY BILLION RUPIAH)

("SHELF-REGISTERED BONDS II PHASE II")

MEDCO ENERGI INTERNATIONAL SHELF-REGISTERED BONDS II 2016 PHASE III

WITH A TOTAL BOND PRINCIPAL OF Rp274,000,000,000 (TWO HUNDRED SEVENTY FOUR BILLION RUPIAH)

("SHELF-REGISTERED BONDS II PHASE III")

MEDCO ENERGI INTERNATIONAL SHELF-REGISTERED BONDS II 2016 PHASE IV

WITH A TOTAL BOND PRINCIPAL OF Rp388,000,000,000 (THREE HUNDRED EIGHTY EIGHT BILLION RUPIAH)

("SHELF-REGISTERED BONDS II PHASE IV")

and

With regard to the Shelf Registration Public Offering II referred to above, the Company has issued and offered:

MEDCO ENERGI INTERNATIONAL SHELF-REGISTERED BONDS II 2017 PHASE V

WITH A MAXIMUM TOTAL BOND PRINCIPAL OF Rp1,300,000,000,000.- (ONE TRILLION THREE HUNDRED BILLION RUPIAH)

("SHELF-REGISTERED BONDS II PHASE V")

The Shelf-Registered Bonds II Phase V shall consist of 3 (three) series, namely the A Series, B Series and C Series, which shall be issued scrippless, amounting to Rp1,082,500,000,000 (one trillion eighty two billion five hundred million Rupiah), underwritten in Full Commitment, as described below:

- A Series : The A Series Shelf-Registered Bonds II Phase V having a total principal of Rp248,500,000,000.- (two hundred forty eight billion five hundred million Rupiah) with a fixed interest rate of 8.75% (eight point seven five percent) per annum and having a maturity of 370 (three hundred seventy) days from the Issue Date. The principal payment of the A Series Shelf-Registered Bonds II Phase V shall be made in full on the Principal Payment Date of A Series Shelf-Registered Bonds II Phase V, which shall fall on June 24, 2018;
- B Series : The B Series Shelf-Registered Bonds II Phase V having a total principal of Rp129,500,000,000.- (one hundred twenty nine billion five hundred million Rupiah) with a fixed interest rate of 10.8% (ten point eight percent) per annum and having a maturity of 3 (three) years from the Issue Date. The principal payment of the B Series Shelf-Registered Bonds II Phase V shall be made in full on the Principal Payment Date of B Series Shelf-Registered Bonds II Phase V, which shall fall on June 14, 2020;
- C Series : The C Series Shelf-Registered Bonds II Phase V having a total principal of Rp704,500,000,000.- (seven hundred four billion five hundred million Rupiah) with a fixed interest rate of 11.3% (eleven point three percent) per annum and having a maturity of 5 (five) years from the Issue Date. The principal payment of the C Series Shelf-Registered Bonds II Phase V shall be made in full on the Principal Payment Date of C Series Shelf-Registered Bonds II Phase V, which shall fall on June 14, 2022;

The remaining Principal of Shelf-Registered Bonds II Phase V, which shall be offered at a maximum amount of Rp217,500,000,000 (two hundred seventeen billion five hundred million Rupiah) shall be underwritten on a Best Effort basis.

The Shelf-Registered Bonds II Phase V shall be offered at 100% (one hundred percent) of the Principal of the Shelf-Registered Bonds II Phase V. The interest of Shelf-Registered Bonds II Phase V shall be paid every 3 (three) months in accordance with the Interest Payment Date of Shelf-Registered Bonds II Phase V, commencing on the Issue Date. The first interest payment of the Shelf-Registered Bonds II Phase V shall be made on September 14, 2017, whereas the last interest payment of Shelf-Registered Bonds II Phase V shall be made on the respective Principal Payment Date of Shelf-Registered Bonds II Phase V of each series of Shelf-Registered Bonds II Phase V. The repayment of Shelf-Registered Bonds II Phase V shall be paid in full (bullet payment) upon maturity.

SHELF-REGISTERED BONDS II PHASE VI AND/OR FURTHER PHASES (IF ANY) SHALL BE DETERMINED IN THE FUTURE.

IMPORTANT NOTICE

THE SHELF-REGISTERED BONDS II PHASE V ARE NOT SECURED WITH SPECIFIC COLLATERALS IN THE FORM OF OBJECTS OR REVENUES OR OTHER ASSETS OF THE COMPANY IN ANY FORM AND ARE NOT SECURED BY ANY OTHER PARTY WHATSOEVER. ALL OF THE COMPANY'S ASSETS, BOTH MOVABLE AND IMMOVABLE ASSETS, WHETHER THOSE THAT HAVE EXISTED OR WILL EXIST IN THE FUTURE, IN ACCORDANCE WITH THE PROVISIONS OF ARTICLE 1131 AND 1132 OF THE CIVIL CODE, SHALL SERVE AS COLLATERALS FOR ALL OF THE COMPANY'S DEBTS TO ALL ITS CREDITORS THAT ARE NOT SECURED WITH SPECIFIC COLLATERALS OR THOSE WITHOUT PREFERENCE, INCLUDING THESE SHELF-REGISTERED BONDS II PHASE V, WHICH SHALL RANK *PARI PASSU*.

THE BUYBACK OF THE SHELF-REGISTERED BONDS II PHASE V MAY BE CONDUCTED AFTER 1 (ONE) YEAR SUBSEQUENT TO THE ALLOTMENT DATE, ON WHICH THE COMPANY MAY BUY BACK A PORTION OR ALL OF THE SHELF-REGISTERED BONDS II PHASE V PRIOR TO THE PRINCIPAL PAYMENT DATE OF THE SHELF-REGISTERED BONDS II PHASE V. THE COMPANY SHALL HAVE THE RIGHT TO TREAT SUCH BUYBACK AS REPAYMENT OF SHELF-REGISTERED BONDS II PHASE V OR TO BE HELD WITH DUE CONSIDERATIONS TO THE PROVISIONS OF THE TRUSTEE AGREEMENT AND THE PREVAILING LAWS AND REGULATIONS. INFORMATION CONCERNING THE BUYBACK IS AVAILABLE IN CHAPTER I OF THIS SUPPLEMENTARY INFORMATION.

THE COMPANY SHALL ONLY ISSUE THE SHELF-REGISTERED BONDS II PHASE V JUMBO CERTIFICATE THAT SHALL BE REGISTERED UNDER THE NAME OF PT KUSTODIAN SENTRAL EFEK INDONESIA ("KSEI"), WHICH SHALL BE DISTRIBUTED ELECTRONICALLY AND ADMINISTERED IN THE COLLECTIVE DEPOSITORY OF KSEI.

IN CONNECTION WITH THE Shelf-Registered Bonds II Phase V ISSUE, THE COMPANY HAS OBTAINED THE FOLLOWING RATING ON MEDCO ENERGI INTERNASIONAL SHELF-REGISTERED BONDS II WITH A MAXIMUM AMOUNT OF Rp5,000,000,000,000 FROM PT PEMERINGKAT EFEK INDONESIA ("PEFINDO"):

A+(Single A Plus)

THE COMPANY'S MAIN RISK EXPOSURES ARE RISKS RELATED TO OIL & GAS EXPLORATION AND PRODUCTION. INVESTORS MAY ALSO BE SUBJECT TO OTHER RISK, I.E. INVESTORS PURCHASING THE SHELF-REGISTERED BONDS II PHASE V MAY FACE THE RISK THAT THE SHELF-REGISTERED BONDS II PHASE V OFFERED IN THIS PUBLIC OFFERING MAY NOT BE LIQUID, WHICH, AMONG OTHERS, MAY BE DUE TO THE FACT THAT THE SHELF-REGISTERED BONDS II PHASE V ARE GENERALLY PURCHASED AS LONG-TERM INVESTMENTS.

THE SHELF-REGISTERED BONDS II PHASE V SHALL BE ENTIRELY LISTED ON PT BURSA EFEK INDONESIA ("IDX")

JOINT LEAD UNDERWRITERS AND UNDERWRITERS



PT CIMB SEKURITAS INDONESIA



PT DANAREKSA SEKURITAS



PT MANDIRI SEKURITAS



PT SAMUEL SEKURITAS INDONESIA

TRUSTEE

PT Bank Mega Tbk

This Supplementary Information is issued in Jakarta on June 9, 2017

SCHEDULE

Effective Date	:	June 28, 2016
Offering Period	:	June 9, 2017
Allotment Date	:	June 12, 2017
Payment Date by Investor	:	June 13, 2017
Bonds Electronic Distribution Date (Issue Date)	:	June 14, 2017
Bonds Listing Date on the Indonesia Stock Exchange	:	June 15, 2017

SHELF REGISTERED PUBLIC OFFERING

Title of the Bonds

Medco Energi Internasional Shelf-Registered Bonds II 2017 Phase V (“Shelf-Registered Bonds II Phase V”).

Type of Bonds

The Shelf-Registered Bonds II Phase V shall be issued scripless, except for the Shelf-Registered Bonds II Phase V Jumbo Certificate, which shall be issued to be registered under the name of KSEI as debentures for the benefit of the Holders of Shelf-Registered Bonds II Phase V through the Account Holders, and shall be registered on the date the Shelf-Registered Bonds II Phase V Jumbo Certificate is submitted by the Company to KSEI. The evidence of ownership of the Shelf-Registered Bonds II Phase V for the Holders of the Shelf-Registered Bonds II Phase V shall be the Written Confirmation issued by KSEI or the Account Holders.

Offer Price

The Shelf-Registered Bonds II Phase V shall be offered at 100% (one hundred percent) of the Principal of the Shelf-Registered Bonds II Phase V on the Issue Date.

Bond Principal Amount, Bond Interest, and Maturities

The Shelf-Registered Bonds II Phase V shall be issued with a maximum Principal of Shelf-Registered Bonds II Phase V of Rp1,300,000,000,000 (one trillion three hundred billion Rupiah) as described below:

- a. A total of Rp1,082,500,000,000 (one trillion eighty two billion five hundred million Rupiah) shall be underwritten in Full Commitment, consisting of:
 - i. The A Series Shelf-Registered Bonds II Phase V having a total principal of Rp248,500,000,000.- (two hundred forty eight billion five hundred million Rupiah) with a fixed interest rate of 8.75% (eight point seven five percent) per annum and having a maturity of 370 (three hundred seventy) Calendar Days from the Issue Date.
 - ii. The B Series Shelf-Registered Bonds II Phase V having a total principal of Rp129,500,000,000.- (one hundred twenty nine billion five hundred million Rupiah) with a fixed interest rate of 10.8% (ten point eight percent) per annum and having a maturity of 3 (three) years from the Issue Date.
 - iii. The C Series Shelf-Registered Bonds II Phase V having a total principal of Rp704,500,000,000.- (seven hundred four billion five hundred million Rupiah) with a fixed interest rate of 11.3% (eleven point three percent) per annum and having a maturity of 5 (five) years from the Issue Date.
- b. A maximum of Rp217,500,000,000 (two hundred seventeen billion five hundred million Rupiah) shall be underwritten on a Best Effort basis.

The aforementioned Interest Rate of Shelf-Registered Bonds II Phase V shall be the percentage per annum of the nominal value, calculated based on the elapsed Calendar Days whereas 1 (one) year shall consist of 360 (three hundred sixty) days and 1 (one) month shall consist of 30 (thirty) days. The Interest of Shelf-Registered Bonds II Phase V shall be paid on a Quarterly basis commencing on the Issue Date on the Interest Payment Date of Shelf-Registered Bonds II Phase V.

The Shelf-Registered Bonds II Phase V shall be paid in the sum equal to the Principal of the Shelf-Registered Bonds II Phase V stated on the Written Confirmation owned by the Holders of the Shelf-Registered Bonds II Phase V, with due considerations to the Shelf-Registered Bonds II Phase V Jumbo Certificate and the provisions of the Trustee Agreement.

The Interest Payment schedule of the Shelf-Registered Bonds II Phase V is set forth in the following table:

Interest No-	Interest Payment Date of Shelf-Registered Bonds II Phase V		
	A Series	B Series	C Series
1	September 14, 2017	September 14, 2017	September 14, 2017
2	December 14, 2017	December 14, 2017	December 14, 2017
3	March 14, 2018	March 14, 2018	March 14, 2018
4	June 24, 2018	June 14, 2018	June 14, 2018

5	September 14, 2018	September 14, 2018
6	December 14, 2018	December 14, 2018
7	March 14, 2019	March 14, 2019
8	June 14, 2019	June 14, 2019
9	September 14, 2019	September 14, 2019
10	December 14, 2019	December 14, 2019
11	March 14, 2020	March 14, 2020
12	June 14, 2020	June 14, 2020
13		September 14, 2020
14		December 14, 2020
15		March 14, 2021
16		June 14, 2021
17		September 14, 2021
18		December 14, 2021
19		March 14, 2022
20		June 14, 2022

Bond interest payment procedures

The Principal Repayment of Shelf-Registered Bonds II Phase V and Interest Payment of Shelf-Registered Bonds II Phase V from the Company to the Bondholders through the Account Holders shall be made through KSEI as the Paying Agent in accordance with the terms and conditions set forth in the Paying Agent Agreement and in accordance with the respective payment schedule set forth in the Trustee Agreement. In the event that the date of Principal Repayment of Shelf-Registered Bonds II Phase V and/or the Interest Payment of Shelf-Registered Bonds II Phase V falls on other than the Exchange Day, such payment shall be made on the next Exchange Day.

Transfer unit and minimum subscription

The unit of transfer of the Shelf-Registered Bonds II Phase V shall be Rp1 (one Rupiah) or any multiple thereof.

Subscription Unit

The minimum subscription of the Shelf-Registered Bonds II Phase V shall be no less than Rp5,000,000 (five million Rupiah) and/or any multiple thereof.

Collaterals

The Shelf-Registered Bonds II Phase V are not secured by any specific collaterals, but secured by all of the Company's assets, both movable and immovable assets, whether those existing or will exist in the future, which shall serve as collaterals for the holders of the Shelf-Registered Bonds II Phase V in accordance with the provisions set forth in Article 1131 and 1132 of the Civil Code. The rights of the holders of Shelf-Registered Bonds II Phase V shall rank *pari passu* without preference with all of the Company's other creditors, whether those existing or will exist in the future, except for the rights of the Company's creditors that are specifically secured by the Company's assets, whether those existing or will exist in the future.

Bond buyback

Further information concerning the repurchase (buyback) shall be described in Chapter I of the Supplementary Information concerning the Shelf Registration Public Offering

Allowance for Bond Principal Repayment Fund (sinking fund)

The Company does not form a sinking fund for the Shelf-Registered Bonds II Phase V based on the consideration to optimize the use of proceeds from the Shelf-Registered Bonds II Phase V Shelf-Registered Public Offering in accordance with the purpose of use of proceeds from the Shelf-Registered Bonds II Phase V Shelf-Registered Public Offering.

Covenants and Obligations of the Company

Further information concerning the Company's covenants and obligations shall be described in Chapter I of the Supplementary Information concerning the Shelf Registration Public Offering.

Rights of the Bondholders

Further information concerning the rights of the holders of the Shelf-Registered Bonds II Phase V shall be described in Chapter I of the Supplementary Information concerning the Shelf Registration Public Offering.

Governing Law

All agreements with regard to this Shelf-Registered Bonds II Phase V are based on and subject to the laws prevailing in Indonesia.

Rating Result

According to Regulation No. IX.C.1 and Regulation No. IX.C.11, the Company has obtained the rating with respect to the Medco Energi Internasional Shelf-Registered Bonds II Phase V issue, which was performed by Pefindo. Pursuant to Letter No. RTG-043/PEF-DIR/V/2017 dated May 26, 2017, Medco Energi Internasional Shelf-Registered Bonds II Phase V 2017 are rated:

^{idA+}
idA+(Single A Plus)

USE OF PROCEEDS FROM THE BONDS SHELF REGISTRATION PUBLIC OFFERING

The Company plans to use the proceeds from the Shelf-Registered Bonds II Phase V Public Offering, net of issuance cost, as follows:

- 60% shall be used to partially pay the liabilities arising from Medco Energi Intenasional Shelf-Registered IDR Bonds I 2012 Phase I totaling Rp500,000,000,000, which shall fall due in December 2017, and partially pay the liabilities arising from Medco Energi Intenasional Shelf-Registered Bonds I 2013 Phase III totaling Rp1,500,000,000,000, which shall fall due in March 2016.
- 40% shall be used for capital expenditures, including capital expenditures arising from future asset acquisition.

INDEBTEDNESS

As of December 31, 2016, the Company had a total consolidated liabilities of USD2,707 million, consisting of consolidated current liabilities of USD861 million and consolidated non-current liabilities of USD1,846 million.

Description	(In USD) Total (Rp)
CURRENT LIABILITIES	
Short-term bank loans	16,000,000
Trade payables	
- Related parties	-
- Third Parties	104,920,029
Other payables	
- Related parties	-
- Third Parties	102,524,904
Taxes payable	32,378,526
Liabilities directly associated with the non-current assets classified as held for sale	62,177,436
	75,492,247
Employee benefits - current portion	3,956,404
Derivative payables	63,767,824
Current maturities of long-term debt	
- Bank Loans	228,476,617
- Rupiah Bonds	148,700,823
- US Dollar Bonds	17,841,893
Advances from customers	
- Related parties	354,509
- Third Parties	3,969,070
TOTAL CURRENT LIABILITIES	860,560,282
NON-CURRENT LIABILITIES	
Long-term debt - net of current maturities	
- Bank Loans	1,009,552,427
- Rupiah Bonds	316,889,775
- Singapore Dollar Bonds	68,334,183
- Medium Term Notes	127,544,863
Other payables	55,477,230
Deferred tax liabilities	104,718,481
Employee benefits - current portion	41,571,976
Derivative payables	67,505,001
Asset abandonment and site restoration obligations and other provisions	54,467,529
TOTAL NON-CURRENT LIABILITIES	1,846,061,465
TOTAL LIABILITIES	2,706,621,747

Liabilities that will mature within 3 (three) months from the issuance of the Supplementary Information are Rp1,500,000,000,000 and USD86,000,000, consisting of:

1. Rupiah Bonds III 2012 totaling Rp1,500,000,000,000, which shall mature on June 19, 2017.
2. Credit Facility from HSBC totaling USD16,000,000, which shall mature on June 16, 2017.
3. Medco 2013 Shelf-Registered Bonds I Phase III Public Offering totaling USD20,000,000, which shall mature on August 1, 2017.
4. Special Term Loan III from Bank Mandiri totaling USD50,000,000, which shall mature on August 29, 2017.

The liabilities shall be paid by the Company using the Company's internal cash flows and cash flows from financing activities of the Company's Group.

Total liabilities of the Subsidiaries that will mature within 3 (months) from the issuance of the Supplementary Information is nil.

SUPPLEMENTARY INFORMATION OF THE COMPANY

1. Brief History of the Company

The Company was established within the framework of Domestic Capital Investment pursuant to the Law No. 6 of 1968, as amended by the Law No. 12 of 1970, which was last amended by the Law No. 25 of 2007 concerning Capital Investment, based on the Deed of Establishment No. 19 dated June 9, 1980 as amended by the Deed of Amendment No. 29 dated August 25, 1980, and the Deed of Amendment No. 2 dated March 2, 1931, the three of which were drawn up before Imas Fatimah, S.H., a Notary in Jakarta, the deeds of which were approved by the Minister of Law and Human Rights by virtue of Decree No. Y.A.5/192/4 dated April 7, 1981, and were registered in Jakarta District Court under No. 1348, No. 1349, and No. 1350, respectively, dated April 16, 1981, and were announced in the State Gazette of the Republic of Indonesia No. 102 dated December 22, 1981, Supplement No. 1020/1981.

Subsequent to the Shelf-Registered Public Offering of Shelf-Registered Bonds II 2017 Phase V, the Company has made further amendment to its Articles of Association and the last amendment of the Company's Articles of Association is set forth in the Deed of Meeting Resolutions No. 110 dated September 30, 2016, drawn up before Leolin Jayanti, S.H., M.Kn., a Notary in Jakarta, which was approved by the Minister of Law and Human Rights as stated in the Decree No. AHU-0018110.AH.01.02.Tahun 2016 dated October 5, 2016, and was registered in the Company Register at the Ministry of Law and Human Rights under No. AHU-0116863.AH.01.11.Tahun 2016 dated October 5, 2016 ("Deed No. 110/2016"). Pursuant to the Deed No. 1102016, the Company's shareholders have approved the increase of the Company's authorized capital, and therefore amended the provisions of Article 4 paragraph (1) of the Company's Articles of Association.

Pursuant to the Articles of Association, the aims and objective of the Company are to engage in the exploration, mining and production, industry, general trade, agency and/or representative, and contractor business. To achieve the aims and objectives referred to above, the Company may carry out its main business activities, namely (i) to engage in the exploration, mining and production of oil and gas and other energies, (ii) to engage in the drilling of oil and gas and other energies, (iii) to engage in the construction, maintenance of infrastructures, and distribution and other necessary businesses necessary in the mining of oil and gas and other energies, and (iv) to engage in general trade, including the trading of oil and gas and other energies, whether import, export, local and inter-island trading, whether independently or based on commission on behalf of other parties, as well as trading as suppliers, wholesalers and distributors.

The Company carries out the following business activities through (i) MEPI for the exploration and production of oil and gas - Indonesia; (ii) MSS for the exploration and production of oil and gas - international; (iii) MPI and MPGI as electric power business units; (v) MEMI as a coal mining business unit; (v) MEGI as a gas distribution business unit; (vi) Medco LNG as an oil and gas downstream sector business unit; (vii) EPI as a drilling equipment leasing service business unit; (viii) AMG as a building leasing business unit and (ix) AMNT as a gold and copper mining service business unit. The said companies further carry out their business activities, whether directly or indirectly, through investment in other companies engaged in similar business fields.

2. The Company's Share Ownership Development

2017

Pursuant to the Deed of Meeting Resolutions No. 95 dated November 25, 2015, drawn up before Leolin Jayanti, S.H., a Notary in Jakarta, which was notified to the Minister of Law and Human Rights as stated in the Receipt of Notification of Amendment to Articles of Association No. AHU-AH.01.03-0983580 dated November 27, 2015, which

was registered in the Company Register at the Ministry of Law and Human Rights under No. AHU-3585501.AH.01.11.Tahun 2015 dated November 27, 2015 (“Deed No. 95/2015”) and the Deed No. 110/2016, and the Company’s shareholder composition based on the Shareholder Register as of April 28, 2017, issued by the SAB, the Company's shareholder composition is as follows:

Description and Information	Nominal Value Rp100 per Share		
	Number of Shares	Total Nominal (Rp)	(%)
Authorized Capital	4,000,000,000	400,000,000,000	
Issued and Fully Paid-up Capital			
Encore Energy Pte. Ltd.	1,190,177,373	119,017,737,300	35.71
Credit Suisse AG SG Trust Account Client	690,813,800	69,081,380,000	20.73
Mitsubishi UFJ Sec S/A Mitsubishi Corporation	332,810,422	33,281,042,200	9.99
PT Medco Daya Abadi Lestari	166,405,211	16,640,521,100	4.99
PT Medco Duta	8,305,500	830,550,000	0.25
PT Multifabrindo Gemilang	2,000,000	200,000,000	0.06
Public (each below 5%)	876,032,944	87,603,294,400	26.29
	3,266,545,250	326,654,525,000	98.02
Treasury Stock	65,906,200	6,590,620,000	1.98
Total Issued and Fully Paid-up Capital	3,332,451,450	333,245,145,000	100.00
Shares in Portfolio	667,548,550	66,754,855,000	

KEY FINANCIAL HIGHLIGHTS

The following tables present the key consolidated financial highlights of the Company and its Subsidiaries, which figures are derived from the Company's and its Subsidiaries' consolidated financial statements for the years ended December 31, 2016, 2015, 2014, 2013, and 2012.

The key financial highlights of the consolidated statements of profit and loss and other comprehensive income of the Company and its Subsidiaries for the years ended December 31, 2013, 2014, 2015, and 2016, and the key financial highlights of the consolidated statements of financial position of the Company and its Subsidiaries as of such dates, were derived from the audited consolidated financial statements of the Company and its Subsidiaries for the periods, which are entirely presented in this Information Memorandum and have been audited by the Registered Public Accountant Purwantono, Sungkoro & Surja, an independent public accountant, with Susanti as the partner in-charge, based on the auditing standards established by the Indonesian Institute of Public Accountants (*Institut Akuntan Publik Indonesia*, “IAPI”), with unqualified opinion, whereby the audited consolidated financial statements as of December 31, 2014, and January 1, 2014/December 31, 2013, were restated with regard to the implementation of certain Statement of Financial Accounting Standards that were effective since January 1, 2015, whether applied prospectively or retrospectively, (“2015 SFAS Implementation”) and certain accounts were reclassified, the reports of which are presented in this Information Memorandum.

The key financial highlights of the consolidated statements of profit and loss and other comprehensive income of the Company and its Subsidiaries for the year ended December 31, 2012, and the key financial highlights of the consolidated statements of financial position of the Company and its Subsidiaries are derived from the audited consolidated financial statements of the Company and its Subsidiaries for the periods, which have been audited by the Registered Public Accountant Purwantono, Suherman & Surja, an independent public accountant, with Feniwati Chendana, CPA, as the partner in-charge, based on the auditing standards established by IAPI, with unqualified opinion, which reports are not presented in this Prospectus.

STATEMENTS OF FINANCIAL POSITION

(In USD)

STATEMENTS OF FINANCIAL POSITION	December 31				
	2012*	2013*	2014*	2015	2016
CURRENT ASSETS					
Cash and cash equivalents	523,651,774	263,973,998	206,639,912	463,175,233	164,560,884
Short-term investments	311,668,012	253,437,152	268,628,303	225,930,397	66,885,629
Restricted time deposit and cash in banks	1,343,426	5,593,518	-	3,174,701	-
Trade Receivables					
- Related Parties	32,701,117	18,982,522	12,442,828	20,220,257	694,960

- Third Parties	114,428,181	124,651,998	89,150,954	78,320,827	182,511,820
Other receivables					
- Related Parties	-	-	80,850	2,227,846	250,745,343
- Third Parties	79,157,762	75,940,543	112,207,591	120,596,059	100,868,158
Inventories	36,503,594	37,164,353	42,410,834	40,067,047	70,290,770
Non-current assets classified as					
held for sale	-	24,989,685	7,290,112	1,237,635	266,355,418
Prepaid taxes	9,379,589	11,413,219	10,608,117	10,141,018	4,244,739
Prepaid expenses	4,066,007	3,758,125	3,393,600	3,538,317	4,741,217
Advance for investment	30,080,481	1,380,823	-	75,000,000	-
Other current assets	1,682,237	160,194	1,364,760	1,233,939	22,361,847
Total Current Assets	1,144,662,180	821,446,130	754,217,861	1,044,863,276	1,134,260,785

NON-CURRENT ASSETS

Other receivables					
- Related Parties	101,615,237	142,600,440	159,313,967	29,620,713	-
- Third Parties	4,505,896	1,532,380	1,337,534	920,812	51,793,728
Restricted time deposit and cash in banks	10,898,277	7,834,751	6,344,031	3,958,521	2,401,983
Deferred tax assets	59,541,169	42,600,507	31,071,315	31,146,229	90,359,085
Long-term investments	200,989,319	296,766,938	302,447,510	208,691,221	924,497,143
Investment in project	30,324,414	30,324,414	30,324,414	22,709,840	22,674,035
Property, plant and equipment	120,410,982	85,700,769	88,513,473	68,961,789	5,170,315
Mining properties	708,795	610,264	2,282,185	-	-
Investment properties	-	-	-	361,520,701	351,258,964
Exploration and evaluation assets	104,354,484	121,201,467	140,882,632	81,739,073	70,439,368
Oil and gas properties	857,467,874	936,997,400	1,130,706,825	998,527,961	921,245,047
Goodwill	-	-	-	37,125,795	16,237,204
Derivative Assets	-	-	-	-	1,659,449
Other assets	17,881,308	21,371,961	20,320,983	20,022,897	5,133,497
Total Non-Current Assets	1,508,697,755	1,687,541,291	1,913,544,869	1,864,945,552	2,462,869,818
TOTAL ASSETS	2,653,359,935	2,508,987,421	2,667,762,730	2,909,808,828	3,597,130,603

LIABILITIES AND EQUITY

CURRENT LIABILITIES

Short-term bank loans	60,000,000	60,000,000	-	-	16,000,000
Trade payables					
- Related Parties	69,936	359,576	1,416,478	57,936	-
- Third Parties	95,194,668	94,193,530	90,488,378	77,324,045	104,920,029
Other payables					
- Related Parties	-	-	-	1,740,327	-
- Third Parties	43,589,966	50,795,338	41,152,140	72,809,232	102,524,904
Taxes payable	32,800,113	25,348,897	23,904,636	10,927,712	32,378,526
Liabilities directly associated with non-current assets classified as held for sale	-	3,393,361	9,003,687	8,724,108	62,177,436
Accrued expenses and other provisions	72,224,141	70,696,891	76,854,830	86,746,293	75,492,247
Employee benefits					
current portion	8,994,608	314,774	662,565	589,548	3,956,404
Derivative payables	-	10,520,221	35,856,281	-	63,767,824
Current maturities of long-term debts					

- Bank Loans	62,855,699	928,203	183,696,183	179,502,491	228,476,617
- Medium Term Notes	40,386,422	-	-	-	-
- Rupiah Bonds	-	80,768,414	-	-	148,700,823
- US Dollar Bonds	-	-	-	78,827,354	17,841,893
Advances from customers					
- Related Parties	-	-	-	305,149	354,509
- Third Parties	15,897,995	12,599,877	4,713,197	9,061,151	3,969,070
Total Non-Current					
Liabilities	432,013,548	409,919,082	467,748,375	526,615,346	860,560,282
NON-CURRENT LIABILITIES					
Long-term debt -					
net of current maturities					
- Bank Loans	654,384,407	374,867,214	544,669,226	908,214,456	1,009,552,427
- Rupiah Bonds	307,542,144	285,711,915	280,253,368	252,946,827	316,889,775
- US Dollar Bonds	99,334,607	98,466,256	97,406,084	18,742,971	-
- Singapore Dollar Bonds	-	-	-	69,973,057	68,334,183
- Related Parties	125,735,136	130,947,913	-	-	-
- Medium Term Notes	-	-	79,752,616	71,999,347	127,544,863
Other payables	13,849,625	9,698,707	9,121,822	11,610,868	55,477,230
Deferred tax liabilities	90,167,043	99,217,322	112,892,702	110,531,012	104,718,481
Long-term employee benefit					
liabilities	29,326,937	11,974,600	12,681,485	6,993,174	41,571,976
Derivative payables	17,985,673	162,135,400	113,762,545	157,631,685	67,505,001
Asset abandonment					
and site restoration obligations					
and other provisions	55,675,546	50,825,708	62,389,014	72,956,226	54,467,529
Total Non-Current					
Liabilities	1,394,001,118	1,223,845,035	1,312,928,862	1,681,599,623	1,846,061,465
TOTAL LIABILITIES	1,826,014,666	1,633,764,117	1,780,677,237	2,208,214,969	2,706,621,747
EQUITY					
Paid-up Capital	101,154,464	101,154,464	101,154,464	101,154,464	101,154,464
Treasury Stock	(5,574,755)	-	-	(1,122,893)	(2,000,541)
	95,579,709	101,154,464	101,154,464	100,031,571	99,153,923
Additional paid-in capital	108,626,898	183,439,833	183,439,833	181,487,838	180,657,446
Effects of changes in					
equity transactions					
Subsidiaries/Associates	(444,912)	(444,912)	(444,912)	9,400,343	9,508,620
Translation adjustments	(4,233,513)	(19,588,369)	(22,814,985)	(28,365,965)	(26,438,586)
Fair value adjustments					
on cash flow					
hedging instruments	(13,244,181)	(53,728,265)	(31,653,354)	(33,440,020)	(6,739,002)
Share of other comprehensive					
income (loss) of					
Associates and Joint Ventures	90,929	1,500,697	(8,860,750)	(2,713,819)	(26,860,021)
Remeasurement of					
defined benefit programs	7,455,447	12,866,024	18,032,738	23,580,468	27,010,208
Retained Earnings					
- Appropriated	6,492,210	6,492,210	6,492,210	6,492,210	6,492,210
- Unappropriated	618,870,217	631,984,002	632,189,553	440,010,031	624,767,587
Total Equity					
attributable to					
the equity holders of					
the parent company	819,192,804	863,675,684	877,534,797	696,482,657	887,552,385
Non-controlling					
interest	8,152,465	11,547,620	9,550,696	5,111,202	2,956,471
TOTAL EQUITY	827,345,269	875,223,304	887,085,493	701,593,859	890,508,856

TOTAL LIABILITIES AND EQUITY	2,653,359,935	2,508,987,421	2,667,762,730	2,909,808,828	3,597,130,603
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**restated*

CONSOLIDATED STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

(In USD)

	December 31				
	2012*	2013*	2014*	2015*	2016
CONTINUING OPERATIONS					
SALES AND OTHER					
OPERATING REVENUE					
Net oil and gas sales	873,031,964	826,842,368	701,426,544	575,275,962	583,027,141
Revenue from services	17,842,472	16,719,719	13,155,844	-	-
Revenue from leases	-	-	-	-	17,324,687
Revenue from coal	9,085,540	42,959,147	36,148,131	-	-
TOTAL SALES AND OTHER OPERATING REVENUE	899,959,976	886,521,234	750,730,519	575,275,962	600,351,828
COST OF SALES AND OTHER DIRECT COSTS					
Production and lifting costs	(326,942,634)	(307,763,720)	(281,479,367)	(215,265,607)	(205,051,669)
Depreciation, depletion and amortization	(82,776,970)	(101,609,714)	(96,973,184)	(113,813,926)	(119,774,199)
Cost of crude oil purchases	(43,166,575)	(44,378,789)	(26,309,259)	(21,278,975)	(13,307,007)
Exploration expenses	(17,306,526)	(14,079,817)	(24,385,209)	(6,811,268)	(7,016,432)
Cost of leases	-	-	-	-	(3,990,206)
Cost of services	(24,408,947)	(29,717,463)	(24,539,712)	(813,253)	(634,781)
Coal production costs	(7,838,219)	(24,179,183)	(26,087,257)	-	-
TOTAL COST OF SALES AND OTHER DIRECT COSTS	(502,439,871)	(521,728,686)	(479,773,988)	(357,983,029)	(349,774,294)
GROSS PROFIT	397,520,105	364,792,548	270,956,531	217,292,933	250,577,534
Selling, general and administrative expenses	(137,936,985)	(113,276,461)	(115,267,422)	(112,059,517)	(97,767,360)
Finance costs	(95,352,726)	(77,063,769)	(71,448,789)	(77,230,553)	(106,475,205)
Interest income	21,572,559	11,677,650	10,438,876	4,278,018	6,221,362
Gain on discounted purchases	-	-	-	-	551,655,417
Gain on business combination achieved in stages	-	-	-	50,247,693	-
Final tax	-	-	-	-	(2,473,613)
Loss on Fair value measurement net of cost of sale	-	-	-	-	(11,924,603)
Share of net income of Associates and Joint Ventures	1,188,018	8,742,792	7,067,272	7,206,901	(27,202,127)
Loss on impairment of assets	(12,149,708)	(27,175,300)	(16,428,117)	(217,246,599)	(311,927,861)
Other income (expenses)	16,237,462	28,245,207	20,713,017	4,585,783	9,614,629
PROFIT (LOSS) BEFORE INCOME TAX FROM					

CONTINUING OPERATIONS	196,441,448	195,942,667	106,031,368	(122,925,341)	260,298,173
INCOME TAX EXPENSE	(156,339,016)	(153,825,846)	(97,719,507)	(31,257,289)	(62,781,870)
PROFIT (LOSS) FOR THE YEAR FROM CONTINUING OPERATIONS	40,102,432	42,116,821	8,311,861	(154,182,630)	197,516,303
DISCONTINUED OPERATIONS					
PROFIT (LOSS) AFTER INCOME TAX EXPENSE FROM OPERATIONS	(17,592,298)	(22,272,551)	530,134	(31,990,911)	(10,467,324)
PROFIT (LOSS) FOR THE YEAR	22,510,134	19,844,270	8,841,995	(186,173,541)	187,048,979
OTHER COMPREHENSIVE INCOME THAT WILL BE RECLASSIFIED TO PROFIT AND LOSS					
Translation adjustments	(4,209,656)	(15,354,856)	(3,226,616)	(5,550,980)	1,927,379
Fair value adjustments on cash flow hedging instruments	(13,244,181)	(40,484,084)	22,074,911	(1,786,666)	26,701,018
Share of other comprehensive income of Associates and Joint Ventures	(39,734)	1,409,768	(10,348,166)	5,924,578	(24,152,180)
OTHER COMPREHENSIVE INCOME THAT WILL NOT BE RECLASSIFIED TO PROFIT AND LOSS					
Share of other comprehensive income of Associates and Joint Ventures	57,580	-	(13,281)	222,353	5,978
Remeasurement of employment benefit program	(23,725,772)	5,433,056	5,196,699	5,574,795	3,723,354
Income tax related to the account that will not be reclassified	9,369,160	(22,479)	(29,985)	(27,065)	(293,614)
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE YEAR	(9,282,469)	(29,174,325)	22,495,557	(181,816,526)	194,960,914
PROFIT (LOSS) ATTRIBUTABLE TO					
Equity holders of the parent company					
Profit (loss) for the year from continuing operations	33,841,663	38,721,666	4,708,785	(156,143,136)	195,224,880
Profit (loss) for the year from discontinued operations	(17,592,298)	(22,272,551)	530,134	(31,990,911)	(10,467,324)
Profit (loss) for the year attributable to the equity holders of the parent company	16,249,365	16,449,115	5,238,919	(188,134,047)	184,757,556
Profit (loss) for the year from continuing operations distributed to non-controlling interest	6,260,769	3,395,155	3,603,076	1,960,506	2,291,423

	22,510,134	19,844,270	8,841,995	(186,173,541)	187,048,979
COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO					
Equity holders of the parent company					
Comprehensive income (loss) for the year from continuing operations	2,049,060	(10,296,929)	18,362,347	(151,786,121)	203,136,815
Comprehensive income (loss) for the year from discontinued operations	(17,592,298)	(22,272,551)	530,134	(31,990,911)	(10,467,324)
Comprehensive income (loss) for the year attributable to equity holders of the parent company	(15,543,238)	(32,569,480)	18,892,481	(183,777,032)	192,669,491
Comprehensive income for the year attributable to non-controlling interest	6,260,769	3,395,155	3,603,076	1,960,506	2,291,423
	(9,282,469)	(29,174,325)	22,495,557	(181,816,526)	194,960,914
BASIC EARNINGS (LOSS) PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	0.0055	0.00533	0.00157	(0.05658)	0.05649
<i>*restated</i>					

FINANCIAL RATIOS (UNAUDITED)

	December 31				
	2012*	2013*	2014*	2015	2016
Cash ratio	1.21x	0.64x	0.44x	0.88x	0.19x
Current ratio	2.65x	2.00x	1.61x	1.98x	1.32x
Debt to equity ratio	1.63x	1.18x	1.34x	2.25x	2.17x
Net debt to equity ratio	1.00x	0.88x	1.10x	1.59x	1.99x
Total liabilities to total equity ratio	2.21x	1.87x	2.01x	3.15x	3.04x
Return on assets	0.85%	0.79%	0.33%	-6.40%	5.20%
Return on equity	2.72%	2.27%	1.00%	-26.54%	21.00%
Net oil and gas assets to total assets ratio	0.32x	0.37x	0.42x	0.34x	0.26x
Net Sales and revenues to total assets ratio	0.34x	0.35x	0.28x	0.20x	0.17x
Net working capital to sales ratio	0.79x	0.46x	0.38x	0.90x	0.46x
Sales growth to growth of net cash flows provided by operating activities ratio	0.89x	-0.24x	1.34x	3.55x	-0.36x
Net cash flows provided by operating activities to net profit ratio	9.29x	13.33x	18.47x	-0.61x	0.24x
EBITDA to finance costs ratio	4.68x	5.43x	4.17x	3.02x	2.73x

BOND UNDERWRITING

Pursuant to the terms and conditions stipulated in the Securities Underwriting Agreement, the Joint Lead Underwriters and Underwriters, which names are listed below, have agreed to offer the Shelf-Registered Bonds II Phase V to the Public, in a maximum amount of Rp1,300,000,000,000 (one trillion three hundred billion Rupiah), where a total of Rp1,082,500,000,000 (one trillion eighty two billion five hundred million Rupiah) shall be underwritten in Full Commitment, and a maximum of Rp217,400,000,000 (two hundred seventeen billion five hundred million Rupiah) shall be underwritten on a Best Effort basis.

The underwriting composition, portion and percentage of the Shelf-Registered Bonds II Phase V totaling

Rp1,082,500,000,000 (one trillion eighty two billion five hundred million Rupiah) underwritten in Full Commitment are as follows:

The composition, portion and percentage of the Underwriters are as follows:

No.	Underwriter	Underwriting Portion (Rp)			Total (Rp)	%
		A Series	B Series	C Series		
1.	PT CIMB Sekuritas Indonesia	20,000,000,000	-	100,000,000,000	120,000,000,000	11.1%
2.	PT Danareksa Sekuritas	21,000,000,000	14,500,000,000	206,500,000,000	242,000,000,000	22.4%
3.	PT Mandiri Sekuritas	11,000,000,000	14,000,000,000	283,000,000,000	308,000,000,000	28.5%
4.	PT Samuel Sekuritas Indonesia	196,500,000,000	101,000,000,000	115,000,000,000	412,500,000,000	38.1%
TOTAL		248,500,000,000	129,500,000,000	704,500,000,000	1,082,500,000,000	100.00

Other than this Bond Underwriting Agreement, there are no other agreements entered into by and between the Company, Joint Lead Underwriters and Underwriters, which contents are on the contrary to this Bond Underwriting Agreement.

The Underwriters participating in the Securities Underwriting Agreement further agreed to carry out their respective duties in accordance with Regulation No. IX.A.7 Annex to the Decree of Bapepam Chairman No. Kep-691/BL/2011 dated December 30, 2011, concerning the Securities Subscription and Allotment in a Public Offering ("Regulation No. IX. A.7").

The Joint Lead Underwriters and Underwriters in this Public Offering expressly state that they are not Affiliates of the Company, whether directly or indirectly, in accordance with the definition of Affiliate in the Capital Market Law.

SUPPORTING INSTITUTIONS AND PROFESSIONALS WITH RESPECT TO THE PUBLIC OFFERING

Trustee	PT Bank Mega Tbk
Legal Consultant	Assegaf Hamzah & Partners
Notary	Fathiah Helmi, S.H.

TERMS OF BOND SUBSCRIPTION

Eligible Subscribers

Individual Indonesian Citizens and individual Foreign Citizens, regardless of their place of residence, and Indonesian or foreign legal entities or institutions, regardless of their places of domicile, shall be entitled to purchase the Shelf-Registered Bonds II Phase V according to the provisions of local jurisdictions.

Bond Subscription

The subscription of Shelf-Registered Bonds II Phase V shall be submitted using the Bond Subscription Forms ("BSF") printed for such purpose, which shall be available at the office of the Underwriters stated in Chapter XIII of this Supplementary Information, and subscriptions that have been submitted cannot be canceled by the Subscribers. Subscriptions of Shelf-Registered Bonds II Phase V that are not in conformity to the terms referred to above shall not be processed.

The subscriptions must be accepted by the Allotment Manager if the following conditions are met: (i) subscriptions are made using the original BSF; and (ii) the subscriptions are submitted to the Securities Companies that are members of the securities underwriting syndicate and/or securities selling agent.

Minimum Subscription

The subscription of Shelf-Registered Bonds II Phase V shall be made in the sum of no less than one unit of trading, which shall be Rp5,000,000 (five million Rupiah) or its multiples.

Offering Period

The Public Offering Period shall commence and end on June 9, 2017 from 09.00 Western Indonesian Time up to 16.00 Western Indonesian Time.

Locations to File the Bond Subscription

During the Public Offering, the subscribers shall subscribe to the Shelf-Registered Bonds II Phase V by submitting the BSF during the normal working hours to the Underwriters as set forth in Chapter XIII of this Supplementary Information, at the location where the subscribers obtained the Supplementary Information and BSF.

Bond Subscription Receipt

The Underwriters receiving the subscriptions to the Shelf-Registered Bonds II Phase V shall return 1 (one) copy of the signed BSF to the Bond Subscriber as a receipt of subscription to Shelf-Registered Bonds II Phase V. Such receipt of the Shelf-Registered Bonds II Phase V subscription is not a guarantee that the bond subscription shall be fulfilled.

Bond Allotment

The allotment shall be performed in accordance with Regulation No. IX.A.7. In the event that the total Shelf-Registered Bonds II Phase V subscribed exceeds the total Shelf-Registered Bonds II Phase V offered, the allotment shall be determined according to the discretion of each Underwriter in accordance with their respective underwriting portion. The Allotment Date shall be June 12, 2017.

Each party is prohibited from, whether directly or indirectly, subscribing more than one subscription to the Shelf-Registered Bonds II Phase V in this Shelf-Registered Public Offering of Shelf-Registered Bonds II Phase V. In the event of oversubscription of Shelf-Registered Bonds II Phase V and it is proven that certain parties have submitted the Shelf-Registered Bonds II Phase V subscriptions through more than one subscription form for each Shelf-Registered Public Offering of Shelf-Registered Bonds II Phase V, whether directly or indirectly, then, for the purpose of allotment, the Allotment Manager shall include only one Shelf-Registered Bonds II Phase V subscription form that is first submitted by the concerned subscriber.

The Joint Lead Underwriters shall submit the Public Offering of Shelf-Registered Bonds II Phase V Report to the OJK by no later than 5 (five) Business Days following the allotment date in accordance with Regulation No. IX.A.2.

The Allotment Manager shall submit the Accountant Audit Report to the OJK concerning the fairness of the allotment with reference to Regulation No. VIII.G.12 Annex to the Decree of Bapepam Chairman No. Kep-17/PM/2004 dated April 13, 2004, concerning the Guidelines for Audit by Accountant on the Securities Subscriptions and Allotments or Bonus Shares Distributions and Regulation No. IX.A.7 by no later than 30 days from the closing of the Public Offering Period. The Allotment Manager for the Shelf-Registered Bonds II Phase V is PT CIMB Securities Indonesia.

Bond Subscription Payment

Immediately after receiving the notice of Shelf-Registered Bonds II Phase V allotment result, subscribers must immediately perform payments, which may be made in cash or transfer, directed to the Underwriters where the Subscribers filed their subscriptions. The fund shall be effective (in good funds) at the accounts of the Underwriters by no later than June 13, 2017, at 15.00 Western Indonesian Time. Subsequently, the Underwriters shall immediately make the payment to the Joint Lead Underwriters by no later than such date (in good funds), which shall be directed to the following accounts:

PT CIMB SEKURITAS INDONESIA	PT DANAREKSA SEKURITAS	PT MANDIRI SEKURITAS	PT SAMUEL SEKURITAS INDONESIA
PT Bank CIMB Niaga Tbk. Graha Niaga Branch Account Number: 800 043 680 000 under the name of PT CIMB SEKURITAS INDONESIA	PT Bank Permata Tbk. Sudirman Branch Account Number: 0701220099 under the name of PT DANAREKSA SEKURITAS	PT Bank Mandiri Tbk. Sudirman Branch Account Number: 102- 0005566028 under the name of PT MANDIRI SEKURITAS	PT Bank Mandiri Tbk. Bursa Efek Indonesia Branch Account Number: 104 0099 000437 under the name of PT SAMUEL SEKURITAS INDONESIA

All charges or bank provisions or transfer charges shall be borne by the Subscribers. Subscription shall be canceled in the event of failure to meet the terms of payment.

Bond Electronic Distribution

The electronic distribution of Shelf-Registered Bonds II Phase V shall be conducted on June 14, 2017, the Company shall be obligated to issue the Shelf-Registered Bonds II Phase V Jumbo Certificate to be submitted to KSEI and instruct KSEI to credit the Shelf-Registered Bonds II Phase V to the Securities Accounts of the Joint Lead Underwriters at KSEI. With the execution of such instruction, the distribution of Shelf-Registered Bonds II Phase V shall solely become the responsibility of the Joint Lead Underwriters and KSEI. The Joint Lead Underwriters shall further instruct KSEI to perform a book-entry settlement to transfer the Shelf-Registered Bonds II Phase V from the Shelf-Registered Bonds II Phase V Securities Accounts of the Joint Lead Underwriters to the Securities Accounts of the Underwriters in accordance with the payments made by the Underwriters according to their respective underwriting portion. By the execution of the distribution of Shelf-Registered Bonds II Phase V to the Underwriters,

then the responsibility over the distribution of Shelf-Registered Bonds II Phase V shall solely become the responsibility of the respective Underwriters.

Postponement of Public Offering Period or Cancellation of Public Offering

Within the period from the effectiveness of the Registration Statement up to the end of the Public Offering Period, the Company may postpone the Public Offering Period for a maximum period of 3 (three) months following the effectiveness of the Registration Statement or cancel the Shelf-Registered Public Offering of Shelf-Registered Bonds II Phase V, subject to the following provisions:

- i. An event beyond the Company's ability and control has occurred, which includes the followings:
 - a. The IDX composite index declines by more than 10% (ten percent) for 3 (three) consecutive Exchange Days;
 - b. Natural disasters, war, riots, fire, strikes which significantly affect the Company's going concern; and/or
 - c. Other events that have significant effect to the Company's business continuity as stipulated by the OJK based on the Form No. No. IX.A.2-11 Annex 11; and
- ii. The Company shall comply with the following provisions:
 - a. announce the postponement of Public Offering Period or cancellation of the Public Offering in at least 1 (one) daily newspaper published in the Indonesian Language with national circulation by no later than 1 (one) business day following such postponement or cancellation. In addition to the obligation to issue an announcement in the newspaper, the Company may also issue such information in other mass media;
 - b. inform the postponement of Public Offering Period or cancellation of the Public Offering to the OJK on the same day as the announcement referred to in point a) above;
 - c. submit the proof of announcement referred to in point a) to the OJK by no later than 1 (one) business days subsequent to the said announcement; and
 - d. the Company postponing the Public Offering Period or canceling an ongoing Public Offering shall, in the event that Securities subscriptions have been paid, refund the Securities Subscription fund to the subscriber by no later than 2 (two) business days following such decision to postpone or cancel the Public Offering.

In the event of termination of the Shelf-Registered Bonds II Phase V Underwriting Agreement that results in the cancellation of the Shelf-Registered Public Offering of Shelf-Registered Bonds II Phase V, in which the Shelf-Registered Bonds II Phase V subscription payments have been received by the Joint Lead Underwriters and have not been paid to the Company, then, the Joint Lead Underwriters shall be obligated to refund such payment to the subscribers of Shelf-Registered Bonds II Phase V by no later than 2 (two) Business Days subsequent to the Allotment Date or the termination of the Shelf-Registered Bonds II Phase V Underwriting Agreement.

In the event of termination of the Shelf-Registered Bonds II Phase V Underwriting Agreement that results in the cancellation of the Shelf-Registered Public Offering of Shelf-Registered Bonds II Phase V, in which the Shelf-Registered Bonds II Phase V subscription payments have been received by the Company, then, the Company shall be obligated to refund such payment to the subscribers of Shelf-Registered Bonds II Phase V through KSEI by no later than 2 (two) Business Days subsequent to the date of cancellation or termination of the Shelf-Registered Bonds II Phase V Underwriting Agreement.

In the event of delay, the Joint Lead Underwriters or the Company responsible for such delay shall be obligated to pay a Penalty to the subscribers for each day of delay, whereas 1 (one) year shall consist of 360 (three hundred sixty) Calendar Days and 1 (one) month shall consist of 30 (thirty) Calendar Days.

If the refund for such Shelf-Registered Bonds II Phase V subscription is available, but the subscribers fail to collect such refund within 2 (two) Business Days subsequent to cancellation of the Shelf-Registered Public Offering of Shelf-Registered Bonds II Phase V, then the Company and/or Joint Lead Underwriters shall not be obligated to pay the interest and/or penalty to the subscribers of Shelf-Registered Bonds II Phase V. The Company shall not be liable for and is hereby released by the Joint Lead Underwriters and Underwriters from all claims arising from failure to perform the obligations which fall under the responsibilities of the Joint Lead Underwriters and Underwriters.

The Joint Lead Underwriters and Underwriters shall not be liable for and shall therefore be released by the Company from all claims arising from failure to perform the obligations which fall under the responsibilities of the Company.

Others

The Joint Lead Underwriters shall have the right to accept or reject the subscriptions of Shelf-Registered Bonds II Phase V, in whole or in part, with due considerations to the prevailing regulations.

PAYING AGENT
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DISTRIBUTION OF SUPPLEMENTARY INFORMATION AND BOND SUBSCRIPTION FORMS

The Supplementary Information and Bond Subscription Forms of Shelf-Registered Bonds II Phase V are available at the office of the Joint Lead Underwriters listed below:

JOINT LEAD UNDERWRITERS AND UNDERWRITERS

PT CIMB SEKURITAS INDONESIA	PT DANAREKSA SEKURITAS	PT MANDIRI SEKURITAS	PT SAMUEL SEKURITAS INDONESIA
Gedung Bursa Efek Indonesia, Tower II, 11 th Floor Jl. Jend. Sudirman Kav. 52-53 Jakarta 12190 Phone: (62 21) 515 4660 Fax: (62 21) 515 4661 www.cimb.com	Jl. Medan Merdeka Selatan No. 14 Jakarta 10110 Phone: (62 21) 29 555 777 Fax: (62 21) 350 1724 www.danareksa.com	Plaza Mandiri, 28 th Floor Jl. Jend. Gatot Subroto Kav. 36- 38 Jakarta 12190 Phone: (62 21) 526 3445 Fax: (62 21) 526 3507 www.mandirisekuritas.com	Menara Imperium 21 st Floor Jl. HR Rasuna Said Kav. 1 Jakarta 12980 Phone: (62 21) 2854 8385 Fax: (62 21) 8370 1610 www.samuel.co.id