

## Corporate Information

### **BUMI'S RIGHT ISSUE AND MCB PLAN – ADDITIONAL INFORMATION**

**Jakarta, 12 May 2017**

The Company confirms having provided an additional explanation to IDX on its proposed Rights Issue and Mandatory Convertible Bonds. Your attention is drawn to the attached letter, posted on IDX website this morning.

We provide an overview of the Company's Rights Issue and MCB Issue structure to enable provide a complete understanding to the public.

### **BUMI RIGHTS ISSUE& MCB COMPUTATION – AN OVERVIEW**

	Debt Restructured	IDR/1USD (in IDR)	No. of New Shares	IDR/Share	#of shares
<b>Total Rights Issue</b>	\$2,011,924,522	13,235	26,627,821,052,243	926.16	28,750,928,802
<b>MCB</b>	\$639,000,000	13,235	8,457,165,000		N/A

#### **FOR RIGHTS ISSUE**

Share outstanding	36,627,020,427	shares
Rights Issue	28,750,928,802	shares
Preemptive Right	0.785	New shares/ 1 existing shares
Preemptive Right	78	New shares/ 100 existing shares (per one lot)
Preemptive Right	78	New shares/ 100 existing shares (per one lot)

**Every 100 existing shares have the preemptive rights to purchase 78 new shares issued via the rights issue**

#### **For MCB**

Share outstanding	36,627,020,427	shares
MCB to issue	8,457,165,000,000	IDR face value
Unit price	1.00	IDR/unit MCB
MCB units	8,457,165,000,000	units
Preemptive Right	230.8996	Units MCB/ 1 existing share
Preemptive Right	23,089	Units MCB/ 100 existing share (per one lot)

**Every 100 existing shares have the preemptive rights to purchase 23089 units MCB at IDR 1 per unit MCB**

MCB's have limited Convertibility over tenor of 7 years based on an agreed formula in the Court approved debt Composition Plan.

### **MCB's – A COMPANY VIEW**

MCB's should be viewed as an entitlement offered by the Company to existing shareholders to enable them prevent future dilution of their stake.

This will give them the right to purchase 23089 units of OWK rights (at a denomination of Rp1/OWK unit) for every 100 share (1 lot) they hold.

The proceeds then enable the Company to settle the outstanding MCB's.

The recording date for OWK rights is 26 May'17 for the proposed AGM' 16 planned for 16 June'17.

*For further information, please contact:*

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# PT BUMI ResourceS Tbk.

No.: 170/BR-BOD/V/17

Jakarta, 12 May 2017

## PT INDONESIA STOCK EXCHANGE

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Up. : **Bpk. Samsul Hidayat**  
*Director of Company Evaluation*

**Bpk. I Gede Nyoman Yetna**  
*Division Head for Evaluation of Group 1 Companies*

***Regarding: Additional Explanations of PT Bumi Resources Tbk ("the Company" or "BUMI") with respect to Mass Media New Story***

*Referring to letter of PT Bumi Resources Tbk ("the Company") No.: 161/BR-BOD/IV/17 dated 9 May 2017 regarding the Explanation of PT Bumi Resources Tbk., we wish to furnish further explanation in respect of the previous letter of explanation, as follows:*

- *Each holder of 100 shares would obtain 78 Series A RIGHTS wherein 1 Series A RIGHT would be entitled to purchase 1 Series B New Share at an Exercise Price of Rp926.16 per share or totaling Rp26,627,821,052,243; and*
- *Each holder of 100 shares would obtain 25 Series B RIGHTS wherein each 1 Series B RIGHT would be entitled to purchase 1 unit of MCB at an Exercise Price of Rp926.16 or totaling Rp8,457,165,000,000. The MCB would be issued in scrip form.*

***MCB must be converted into Series B Common Shares (1) at Conversion Price of Rp1,204 in the first year and second year, (2) in third year, conversion price is: (i) Rp926.16 (ii) average share price of the Company for the previous six-month period prior to the first day of the third year, whichever is lower; and (3) in the fourth year, conversion price: (i) Rp926.16 (ii) average share price of the Company for the previous six-month period prior to the first day of 4th year; whichever is lower; (4) in the 5th year, conversion price: (i) Rp926.16 (ii) average share price of the Company for the previous six-month period prior to the first day of the 5th year; whichever is lower;***

Since the Company finally decided to issue MCB in scripless form and then held further discussions with KSEI (Indonesia's Central Securities Depository) in respect of the mechanism of distribution of the Company's MCB in scripless form, KSEI asked the Company to change the denomination from the initial Rp926.16 to Rp1 per unit of MCB in order to conform to the currently available KSEI system.

In order to conform to the above process, the structure of LPO of the Company will be as follows:

- Each holder of 100 shares will obtain 78 Series A RIGHTS wherein each 1 Series A Right is entitled to purchase 1 Series B New Share at an Exercise Price of Rp926.16 per share or totalling Rp26,627,821,052,243; and
- Each holder of **100 shares will obtain 23,089 Series B RIGHTS** wherein each **1 Series B RIGHT is entitled to purchase 1 unit of MCB at an Exercise Price of Rp1 at nominal value of Rp1 per unit of MCB** or totaling Rp8,457,165,000,000. MCBs will be issued without physical form ("in scripless form").

**MCB must be converted into Series B Common Shares** (1) at Conversion Price of Rp1,204 in the first year and second year, (2) in the third year, conversion price: (i) Rp926.16 (ii) average share price of the Company for the previous six-month period prior to the first day of the third year, whichever is lower; and (3) in the fourth year, conversion price: (i) Rp926.16 (ii) average share price of the Company for the previous 6 month-period prior to the first day of 4th year; whichever is lower; (4) in the 5th year, conversion price: (i) Rp926.16 (ii) average share price of the Company for the previous six-month period prior to the first day of the 5th year; whichever is lower;

The change of issuance of MCB from scrip from into scripless form will result in the structure of MCB in LPO V of the Company being adjusted as follows:

	<b>Ratio of Series B RIGHTS</b>	<b>Exercise Price of Series B RIGHTS into MCB (Nominal Value of MCB)</b>	<b>Total units of MCB</b>	<b>Total Nominal Value of MCB offered (IDR)</b>
<b>Before</b>	100: 25	Rp 926.16	9,131,477,499	Rp8,457,165,000,000
<b>After</b>	100:23.089	Rp 1	8,457,165,000,000	Rp8,457,165,000,000

We hope the above clarifies, and we highly appreciate your kind attention and good cooperation.

Sincerely yours,

**Dileep Srivastava**  
Director & Corporate Secretary