



No : AE/142/XI-16/MP/aps
Attachment : --

Jakarta, November 28, 2016

To:
**Chief Executive of the Capital Market Supervisory
Financial Services Authority**
Gedung Sumitro Djohadikusumo
Jl. Lapangan Banteng Timur No. 2-4
Jakarta 10710

**President Director
PT Bursa Efek Indonesia**
Gedung Bursa Efek Indonesia, Tower I
Jl. Jend. Sudirman Kav. 52-53
Jakarta 12190

Subject : **Report on Facts or Material Information**

Dear Madam/Sir,

We, for and on behalf of the company, hereby submit Report of Facts or Material Information as follows:

Name of Public Company: PT Adaro Energy Tbk
Sector: Mining and energy
Phone: +62 21 2553 3000
Fax: +62 21 5794 4709
e-mail address: corporate.secretary@adaro.com

1.	Date	November 24, 2016
2.	Facts or Material Information	Acquisition of an important contract related to financing of PT Tanjung Power Indonesia ("TPI") for 2x100MW coal fired power plant in Tabalong Regency, South Kalimantan ("the Project")
3.	Explanation of Facts or Material Information	TPI, a company formed by a consortium of PT Adaro Power ("AP"), a wholly owned subsidiary of PT Adaro Energy Tbk ("the Company"), 65%, and PT EWP Indonesia, a wholly owned subsidiary of Korea East West Power Co Ltd, 35%, has signed financing agreements for the Project with a total investment of approximately US\$545million. However, there are certain conditions that must be met by TPI to achieve Financing Close, as defined in the Power Purchase Agreement between TPI and PT Perusahaan Listrik Negara (Persero) ("PPA"). Pursuant to the agreement, after the fulfillment of

		<p>the above conditions, TPI will receive financing for the Project valued approximately US\$409million from six syndication of commercial banks, which are Korea Development Bank, the Bank of Tokyo-Mitsubishi UFJ, Ltd., Jakarta Branch, DBS Bank Ltd., Mizuho Bank, Ltd., Sumitomo Mitsui Banking Corporation, Singapore Branch, as Mandated Lead Arranger, and HSBC, as Lead Arranger (“Lenders”).</p> <p>AP, as the sponsor in forming consortium of TPI has signed a sponsor support agreement with Lenders on November 24, 2016, where AP agreed to support (related to its capital investments in TPI) the Project through loan or equity investments in accordance with AP’s ownership in TPI.</p> <p>To support its main business activities, the Company guaranteed the support by AP as described above, the Company also provide guarantee, as much as its indirect ownership in TPI for the Project with total contingent liabilities approximately US\$88million.</p>
4	The impact of the event, fact, or material information to the operational activity, legal, financial condition, or the business sustainability of the Issuer or Public Company	<p>No material adverse impact to the operational activity, legal, financial condition, or the business sustainability.</p> <p>The electricity generated from the Project will be sold to PT Perusahaan Listrik Negara (Persero) under the PPA for 25 years from the completion of Project construction.</p>

In addition, the above transaction is neither a material transaction as stipulated in Bapepam Regulation No. IX.E.2, nor an affiliated transaction or conflict of interest transaction as stipulated in Bapepam No.IX.E.1.

Thank you for your kind attention.

Kind regards,
PT ADARO ENERGY TBK



Mahardika Putranto
 Corporate Secretary

Cc: - PT Adaro Energy Tbk Board of Directors.