

Number: AE/111/X-19/MP/aps
Encl.: -

Jakarta, October 25, 2019

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

Up. Director of Corporate Financial Valuation Real Sector

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

Up. Director of Corporate Valuation

Re: **Report of Material Information or Facts**

Dear Sirs,

For and on behalf of PT Adaro Energy Tbk. (the "**Company**"), we herewith submit a Report of Material Information or Facts, as required under the Financial Services Authority (Otoritas Jasa Keuangan) Regulation No. 31/POJK.04/2015 on Disclosure of Material Information or Facts of Issuers or Public Companies, as follows:

Name of issuer or public company:	PT Adaro Energy Tbk.
Business sector:	Mining and Energy
Telephone:	+62 21 2553 3000
Facsimile:	+62 21 5794 4709
E-mail address:	corporate.secretary@adaro.com

1.	Date of Event	24 October 2019
2.	Type of Material Information or Facts	Other Material Information or Facts
3.	Description of Material Information or Facts	PT Adaro Indonesia ("AI"), a subsidiary of the Company, intends to issue a USD750 million (seven thousand and fifty million United States Dollar) principal amount of notes with 4.25% interest per annum due 2024, which will be guaranteed by the Company and will be listed on the Singapore Exchange Securities Trading Limited (the "Notes").

		<p>Pricing for the issuance of the Notes (as defined below) and the signing of Purchase Agreement between, AI, the Company as the guarantor, DBS Bank Ltd., Citigroup Global Markets Singapore Pte. Ltd., UBS AG, Singapore Branch, MUFG Securities Asia (Singapore) Limited and Oversea-Chinese Banking Corporation Limited as the initial purchasers (the "Initial Purchasers") (the "Purchase Agreement") has been conducted on 24 October 2019.</p> <p>The offering of the Notes does not constitute a public offering under Law No. 8 of 1995 on Capital Markets.</p> <p>AI received a rating of Ba1 from Moody's and a rating of BBB- from Fitch Ratings for the Notes, and both with stable outlook.</p> <p>The net proceed from the Notes issuance will be used to repay a portion of AI's existing indebtedness, for general corporate purposes and for capital expenditure.</p>
4.	The impact of the material event, information or facts on the issuer's or public company's operational activities, legal status, financial condition or business continuity	The Notes will make positive impact to the Company's financial position.
5.	Other information	<p>Pursuant to the Purchase Agreement, AI and the Company as the guarantor will execute Indenture with the Bank of New York Mellon as trustee ("Indenture").</p> <p>In addition to signing of Indenture, AI and the Company will execute other documents in relation to the issuance of Notes.</p> <p>The issuance of the Notes does not constitute a material transaction as it has a value of less than 20% of the Company's equity value based on the Company's Financial Statements as of 30 June 2019 along with the report of Public Accountant Office of Tanudiredja, Wibisana, Rintis & Rekan (member of PricewaterhouseCoopers) as the Company's Independent Accountant for the purpose of limited review as regulated in Regulation of Capital Market and Financial Institution Supervisory Agency ("Bapepam LK") No. IX.E.2, Annex of the Decree of Chief of Bapepam LK No. Kep-614/BL/2011 dated</p>

		<p>28 November 2011 concerning Material Transactions and Changes in Main Business Activities.</p> <p>Further, pursuant to Regulation of <i>Bapepam LK</i> No. IX.E.1, Annex of the Decree of Chief of Bapepam LK No. Kep-412/BL/2009 dated 25 November 2009 concerning the Transaction with Affiliated Parties and Conflict of Interest on Certain Transaction, the guarantee granted by the Company to AI constitutes Affiliated Transaction that is exempted from the obligation to perform disclosure information and reporting to <i>Otoritas Jasa Keuangan</i> as it is supporting the Company's main business activities.</p>
--	--	---

Thank you for your attention.

Sincerely yours,

PT ADARO ENERGY TBK



Mahardika Putranto
Corporate Secretary

Cc.:

- The Board of Directors of PT Adaro Energy Tbk