



## DISCLOSURE ON MATERIAL FACTS

This is to announce that PT Toba Bara Sejahtera Tbk (“**Company**”), the producer of thermal coal through its subsidiaries has signed an agreement on 1<sup>st</sup> April 2016 with details as follow:

Name of Public Company : PT Toba Bara Sejahtera Tbk  
 Business : Coal Mining through Subsidiaries  
 Telephone : (62-21) 5794 5779  
 Facsimile : (62-21) 5794 5778  
 Email : [corsec@tobabara.com](mailto:corsec@tobabara.com)

1.	Date	1 April 2016
2.	Type of Information or Material Fact	Acquisition of Material Contract
3..	Details of Information or Material Fact	<p><b>a. The Parties</b></p> <p>1. PT Indomining (“IM”), a thermal coal producer, which 99,99% of its shares owned by the Company through PT Toba Bumi Energi (“TBE”); and</p> <p>2. PT Cipta Kridatama (“CK”), a mining service company.</p> <p><b>b. The relation between the parties who perform the Agreement</b></p> <p>The Directors, Board of Commissioners and Shareholders of the Company, TBE and IM are not affiliated with the Directors, Board of Commissioners and Shareholders of CK.</p> <p><b>c. Type of Agreement</b></p> <p>Mining service contract for overburden removal in the area of 683 hectares of IM mining concession in Sangasanga, Kutai Kartanegara, East Kalimantan.</p> <p><b>d. Value of Agreement</b></p> <p>The value of agreement is IDR 1,137 billion or equal to US\$ 82 million.</p> <p><b>e. Reason for entering the Agreement</b></p> <p>The Agreement between IM and CK is to replace the previous mining service contractor, PT RPP Contractors Indonesia.</p>

4.	The impact of the activities, information or material fact to operational activities, law, financial condition, or business continuation of Public Company	The impact of IM-CK Contract for operational activities is the replacement of mining service contractors for overburden removal in IM's mining concession as of the effective date of the Contract. On financial side, cost efficiency shall be made due to the reducing of contractor's cost. By entering into this contract, it will improve Company's performance and competitiveness where the coal industries remained under pressure and the competition among the companies is more challenging.
5.	Others Information	The term of the Agreement is 5 (five) years.

Jakarta, 1<sup>st</sup> April 2016  
**PT Toba Bara Sejahtera Tbk**  
**The Board of Directors**