



**PT. INDAH KIAT PULP & PAPER Tbk  
("The Company")  
ANNOUNCEMENT  
SUMMARY OF THE MINUTES OF  
ANNUAL GENERAL MEETING OF SHAREHOLDERS**

Board of Directors of the Company hereby informed to the shareholders that the Annual General Meeting of Shareholders of the Company ("Meeting") has been convened on June 27<sup>th</sup>, 2018 at Hotel Le Grandeur, 2<sup>nd</sup> Floor, Puri Pertiwi Ballroom 1, Jalan Mangga Dua Raya, Central Jakarta. The Meeting was started at 10.15 AM Western Indonesian Time until 11.05 AM Western Indonesian Time.

The Meeting was attended by the shareholders and the legitimate shareholders proxies amounting to 4,096,340,015 shares or equal to 74,87% of the total valid voting rights which have been issued by the Company until the date of the Meeting amounting to 5,470,982,941 shares.

The meeting was also attended by the member of the Board of Commissioners and the Board of Directors of the Company as follows:

1. Saleh Husin, SE, MSi as President Commissioner
2. Arthur Tahija as Commissioner
3. Sukirta Mangku Djaja as Commissioner
4. Kosim Sutiono as Commissioner
5. Drs. Pande Putu Raka, MA as Independent Commissioner
6. DR. Ir. Deddy Saleh as Independent Commissioner
7. DR Ramelan, SH. MH. as Independent Commissioner
8. Hendra Jaya Kosasih as President Director
9. Suhendra Wiradinata as Director
10. Agustian Rachmansjah Partawidjaja as Director
11. Kurniawan Yuwono as Director
12. Heri Santoso, Liem as Director/Corporate Secretary
13. Suryamin Halim as Independent Director

**The Agenda of the Meeting were as follows:**

1. To submit the annual report of the Company by the Board of Directors and ratification of the Company's Consolidated Financial Statements for the financial year ending December 31<sup>st</sup>, 2017 as well as to submit the Supervisory Report by the Board of Commissioner for the financial year ending December 31<sup>st</sup>, 2017 and grant full release and discharged of responsibility (*acquit et de charge*) to the Board of Directors and Commissioner of the Company over any management and supervision actions conducted by them during the financial year ending December 31<sup>st</sup>, 2017.
2. To approve the Company's profits appropriation for the financial year ending December 31<sup>st</sup>, 2017.
3. To appoint the Independent Public Accountant as registered at OJK to audit the Company's financial report for the year 2018 and authorise the Boards of Directors to determine the fees of the appointed Independent Public Accountant.
4. To determine the salary, honorarium, and/or allowances for the Board of Commissioners and the Board of Directors of the Company for financial year 2018.
5. To approve the changes of the composition of the members of the Board of Directors and the Board of Commissioners of the Company.

Copies of the rules of the Meeting were distributed to shareholders and/or their proxies before they entered the Meeting room and the rules were announce before the meeting began.

The Chairperson of the Meeting was Mr. Saleh Husin, SE, MSi, who was appointed by the Board of Commissioners. Before starting the Meeting, the Chairperson of the Meeting stated the General conditions of the Company.

During the discussion of each of the agenda of the Meeting, the shareholders and/or their proxies were given the opportunity to ask questions, or to give opinions, suggestion or advice relating to the agenda of the Meeting, before the voting in respect of the resolutions.

All resolutions were taken by deliberation and consensus. Failure in reaching such mutual consensus, then the resolutions shall be decided by voting rights.

The resolution mechanism of the Meeting was conducted verbally by asking shareholders and/or their proxies to raise their hand for those who were abstained or who were against the resolution, while those who were agreed to the resolution were requested not to raise their hand. Abstained vote was considered equal to the vote of the majority of shareholders.

Agendum of the Meeting	Number of Shareholders and/or their proxies who asked questions / suggestions	Voting Result		
		For	Against	Abstain
1	1 (one)	4,093,493,915	none	2,864,100
2	None	4,096,340,015	none	none
3	None	4,059,926,104	36,413,911	none
4	None	4,092,031,815	1,094,800	3,213,400

The Resolutions that have been taken at the Meeting were as follows :

1. a. Approved and accepted the Annual Reports of the Board of Directors of the Company and the supervision report of Board of Commissioners for fiscal year ended on December 31<sup>st</sup>, 2017; and
- b. Approved and ratified the Company's Financial Statements for fiscal year ended on December 31<sup>st</sup>, 2017 audited by the Public Accounting Firm Y. Santosa & Rekan; and
- c. Granted full release and discharge of responsibility (*acquitt et de charge*) to the Board of Directors and Board of Commissioners of the Company over any management and supervision conducted by them during the fiscal year ended on December 31<sup>st</sup>, 2017.

2. Accepted and approved on the Company's profits appropriation for the fiscal year 2016, are as follows:
  - In amount of US\$ 1,000,000 or equivalent to Rp 13,951,000,000 at the Indonesian Central Bank middle rate as of May 31<sup>st</sup>, 2018 will be allocated for mandatory reserve as stipulated in Article 70 Law No 40 year 2007 regarding Limited Liability Company and will be used in related to Article 28 of Company's Articles of Association.
  - In amount of Rp 547,098,294,100 or equivalent to US\$ 39,215,704.54 at the Indonesian Central Bank middle rate as of May 31<sup>st</sup>, 2018 will be paid as dividend to the shareholders or every share will entitled to receive Rp 100 as dividend.
  - The remaining balance of the Company's Net income to be recorded as retained earnings.
  - Authorize the Board of Directors of the Company to carry out the dividend distribution and to do all necessary actions. The dividend payment will be made within the time frame as regulated by article 36 of POJK No 32 Year 2014 with due observance to the prevailing tax, Indonesia Stock exchange and other Capital Market regulations.

3. Approved:
  - a. To delegate the authority to the Board of Commissioners of the Company to appoint an Independent Public Accountant Firm to audit the Company's Consolidated Financial Statements for the financial year of 2018.
  - b. To delegate the authority to the Board of Directors of the Company to determine the amount of honorarium for the appointed Independent Public Accountant Firm.

4. Approved :
  - a. to delegate the authority to the Board of Commissioners of the Company to determine the salary, honorarium and/or allowances for the members of the Board of Directors of the Company for financial year of 2018,
  - b. to delegate the authority to the Board of Commissioners of the Company to determine the salary, honorarium and/or allowances for each members of the Board of Commissioners of the Company for financial year of 2018 is at least equal to that received in for financial year of 2017 based on recommendation from the Nomination and Remuneration Committee.

5 Due to no change in the composition of the Board of Directors and the Board of Commissioners of the Company, there was no need of discussions for the Fifth Agendum of the Meeting and nor does occurrence of Q&A and decision taking.

In connection with the abovementioned resolutions, the Meeting granted the power of attorney to the Board of Directors and/or Corporate Secretary of the Company, to reinstate the resolution of this Meeting in notarial deed. In relation to the second agenda of the Meeting, the following are the schedules and procedures for payments of dividends:

**A. SCHEDULE OF CASH DIVIDEND DISTRIBUTION**

Cum-dividend in the Regular and Negotiation Markets	: July 04, 2018
Ex-dividend in the Regular and Negotiation Markets	: July 05, 2018
Cum-Dividend in the Cash Market	: July 09, 2018
Ex-dividend in the Cash Market	: July 10, 2018
Recording date entitled to the cash dividend	: July 09, 2018
Cash dividends payment	: July 27, 2018

**B. PROCEDURE OF CASH DIVIDEND PAYMENT:**

1. This notice is an official notification from the Company and the Company does not issue a special notification to the Company shareholders
2. For the shareholders whose shares are recorded in the collective deposit of PT Kustodian Sentral Efek Indonesia (KSEI), the cash dividend will be received through the Account Holder in KSEI. Written confirmation concerning the result of cash dividend distribution will be delivered by KSEI to the respective securities company and/or custodian bank, thereafter, the Shareholders will receive information about their stock balance from the securities company and/or custodian bank where the Shareholders open their accounts.
3. For the Shareholders whose shares are using script, the Company will pay the dividend through electronic banking transfer to the account of the relevant Shareholders. Therefore, the aforesaid Shareholders shall give written notice about their Banking Account Numbers, not later than July 09, 2018, to the Share Registrar of the Company (BAE):

PT Sinarjaya Gunita  
 Sinar Mas Land Plaza Tower I, 9<sup>th</sup> floor,  
 Jl. M.H. Thamrin No. 51, Central Jakarta 10350  
 Ph : (021) 3922332 Fax: : (021) 3923003

4. In relation with the payment of such cash dividend, income Tax will be imposed subject to the prevailing Tax Regulation. The amount of tax to be imposed shall be borne by the relevant Shareholders and withheld from the cash dividend of the relevant Shareholders.
5. For the Shareholder who is Assessable Domestic Corporation which has not yet submitted its Taxpayer Identification Number (NPWP), shall be required to submit its NPWP to the KSEI or the share Registrar (BAE) not later than July 09, 2018 until 16.00 WIB (Western Indonesian Time). Without the NPWP, the cash dividend will be imposed an income Tax of 30%.
6. For the Shareholder who is Assessable Foreigner where the tax withholding of which will use an adjusted Tariff determined by the Agreement of Double Tax Avoidance (Tax Treaty) shall be obliged to comply with the requirements of Article 26 of Income Tax Act No. 36/2008 and submit its Certificate of Domicile (SKD) having been legalized to KSEI of BAE not later than July 09, 2018 until 16.00 WIB (Western Indonesian Time). Without any abovementioned SKD, the cash dividend will be imposed an income Tax of 20%.

**The Company's Board of Directors**

Jakarta, June 29, 2018