

ADDITIONAL INFORMATION AND/OR AMENDMENT ON ABRIDGED PROSPECTUS



PT CHANDRA ASRI PETROCHEMICAL Tbk

Main Business Activity:
Petrochemical

Domiciled in West Jakarta, Indonesia
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LIMITED PUBLIC OFFERING II TO THE COMPANY'S SHAREHOLDERS WITH RESPECT TO THE CAPITAL INCREASE WITH PREEMPTIVE RIGHTS ("RIGHTS ISSUE")

The Company shall offer 279,741,494 (two hundred and seventy nine million seven hundred and forty one thousand four hundred and ninety four) New Shares with par value of Rp1,000 (one thousand Rupiah) per share. Indicative Right to Old Share Ratio is each holder of 47 (forty seven) existing shares whose name is registered in the Company's Shareholder Register on 25 August 2017, at 16.00 Western Indonesian Time shall be entitled to 4 (four) Rights, whereas each 1 (one) Preemptive Right shall provide the holder with the right to purchase 1 (one) New Share at the rights exercise price ("Exercise Price") of Rp18,000 (eighteen thousand Rupiah) which shall be paid in full upon submission of the subscription exercise of Preemptive Rights. The total proceeds which will be obtained by the Company in this Rights Issue shall be of Rp5,035,346,892,000 (five trillion thirty five billion three hundred and forty six million eight hundred and ninety two thousand Rupiah). The Rights Issue is conducted by The Company in order to comply with listing requirement, whereby the number of shares owned by non-controlling shareholders and non-principal shareholders shall be at least 50,000,000 (fifty million) shares and at least 7.5% (seven point five percent) of issued and fully paid capital, based on Article V.1 of the Indonesia Stock Exchange ("IDX") Rule No. I-A concerning The Listing of Shares and Non-Share Equity Securities Issued by Listed Companies.

The number of shares offered in this Rights Issue by way of Preemptive Rights issuance shall be the maximum number of shares to be issued from portfolio and listed on the Indonesia Stock Exchange, with due considerations to the prevailing laws and regulations. New Shares from the Rights Issue shall have equal and similar rights in all respects to the Company's other paid-up shares, including the right to receive dividend. Any fraction of Preemptive Right shall be rounded down. In accordance with POJK No. 32/2015, the fraction result shall be sold to the Company and the proceeds of which shall be deposited to the Company's account.

PT Barito Pacific Tbk, Marigold Resources Pte Ltd, and Prajogo Pangestu will not exercise their Preemptive Rights in Rights Issue amounted to 183,246,431 (one hundred and eighty three million two hundred and forty six thousand four hundred and thirty one) Preemptive Rights, in which the Preemptive Rights shall be sold to PT Mandiri Sekuritas, Deutsche Bank AG (Hongkong Branch), BNP Paribas (acting through Singapore Branch), CLSA Limited and Credit Suisse (Singapore) Limited, as detailed in Chapter 1 of the Prospectus.

Some or all of the Preemptive Rights will be converted into New Shares by each of the buyers as long as the New Shares could be offered to domestic and international investors through limited public offering. This limited offering is conducted in order to comply with listing requirement, whereby the number of shares owned by public shall be at least 7.5% (seven point five percent) of the Company's issued and fully paid capital.

In addition, the Company's other principal shareholder, namely SCG Chemicals, intends to exercise all of its rights to fully subscribe, in accordance with its current portion of shares ownership (proportionally) within the Company, in this Rights Issue amounted to 85,517,102 (eighty five million five hundred seventeen thousand one hundred and two) New Shares.

In the event that the New Shares offered in this Rights Issue are not entirely subscribed by the holders of Preemptive Rights, the remaining shall be allocated to other Preemptive Rights holders whose subscriptions exceed their respective rights as stated in the Rights Certificate or the Excess Application Form in proportion to the exercised rights. In the event of unsubscribed rights after additional share allotment, according to the Standby Purchase Agreement dated 7 August 2017 which was made by and between the Company and PT Mandiri Sekuritas ("Standby Buyer"), the Standby Buyer is obliged to purchase the remaining rights of public portion. Standby buyer portion does not include the portion of private placement.

The Exercise Price that has been determined by the Board of Directors of the Company and the Standby Buyer is Rp18,000 (eighteen thousand Rupiah), and the Discount to Theoretical Ex-Right Price ("TERP") is expected to be 31% (thirty one percent) to TERP, in which TERP is Rp26,041 (twenty six thousand and forty one Rupiah) as of the price fixing date. TERP refers to Theoretical Ex-rights Price, calculated by summing The Company's shares market capitalization prior to Rights Issue and gross proceed from Rights Issue, altogether will be divided by number of shares (excluding treasury shares) subsequent to the Rights Issue.

THIS RIGHTS ISSUE SHALL BECOME EFFECTIVE UPON APPROVAL OF THE COMPANY'S ANNUAL GENERAL MEETING OF SHAREHOLDERS, WHICH CONVENED ON 2 MAY 2017, AND THE REGISTRATION STATEMENT FROM OJK HAS BECOME EFFECTIVE ON 14 AUGUST 2017.

THE PREEMPTIVE RIGHTS SHALL BE LISTED ON PT BURSA EFEK INDONESIA ("IDX") THE PREEMPTIVE RIGHTS SHALL BE TRADABLE EITHER ON OR OUTSIDE OF THE IDX FOR A PERIOD THAT SHALL BE NO LESS THAN 5 (FIVE) BUSINESS DAYS COMMENCING ON 29 AUGUST 2017 UP TO 5 SEPTEMBER 2017. NEW SHARES RESULTING FROM THE PREEMPTIVE RIGHTS SHALL BE REGISTERED ON THE IDX ON 29 AUGUST 2017. THE LAST PREEMPTIVE RIGHTS EXERCISE DATE SHALL BE 5 SEPTEMBER 2017 THEREFORE PREEMPTIVE RIGHTS THAT ARE NOT EXERCISED UP TO SUCH DATE SHALL BE NO LONGER VALID.

IMPORTANT INFORMATION TO SHAREHOLDERS

EXISTING SHAREHOLDERS WHO DO NOT EXERCISE THEIR RIGHTS TO SUBSCRIBE THE NEW SHARES OFFERED IN THIS RIGHTS ISSUE IN ACCORDANCE WITH THEIR RESPECTIVE PREEMPTIVE RIGHTS SHALL EXPERIENCE DILUTION IN THEIR SHARE OWNERSHIP PERCENTAGE UP TO A MAXIMUM AMOUNT OF 5.5% (FIVE POINT FIVE PERCENT).

THE MAIN RISK FACED BY THE COMPANY IS THE CYCLICALITY OF PETROCHEMICAL INDUSTRY THAT MAY HAVE MATERIALLY AND ADVERSELY AFFECTS COMPANY'S PROFITABILITY. RISK THAT MAY BE FACED BY INVESTORS IS RISK RELATED TO THE TRADING PRICE AND ILLIQUIDITY OF THE SHARES. FURTHER DESCRIPTION ON THE BUSINESS RISKS ARE PRESENTED IN CHAPTER VI OF THE PROSPECTUS.

THE COMPANY SHALL NOT ISSUE A COLLECTIVE SHARE CERTIFICATE IN THIS RIGHTS ISSUE, HOWEVER, THE SHARES SHALL BE ELECTRONICALLY DISTRIBUTED AND ADMINISTERED IN THE COLLECTIVE DEPOSITORY OF PT KUSTODIAN SENTRAL EFEK INDONESIA.

STANDBY BUYER

PT Mandiri Sekuritas

The Disclosure of Information is issued in Jakarta on 15 August 2017

RIGHTS ISSUE SCHEDULE

| | |
|---|---------------------|
| Date of Annual General Meeting of Shareholders | 2 May 2017 |
| Date of Preemptive Rights Effective Statement from the Financial Services Authority | 14 August 2017 |
| Last Recording Date to obtain Preemptive Rights | 25 August 2017 |
| Last Trading Date of Shares with Preemptive Rights (<i>Cum-Right</i>) | |
| - Regular Market and Negotiated Market | 22 August 2017 |
| - Cash Market | 25 August 2017 |
| First Trading Date of Share without Preemptive Rights (<i>Ex-Right</i>) | |
| - Regular Market and Negotiated Market | 23 August 2017 |
| - Cash Market | 28 August 2017 |
| Distribution of Preemptive Rights Certificate | 28 August 2017 |
| Listing Date on the Indonesia Stock Exchange | 29 August 2017 |
| Preemptive Rights Trading Period | 29-5 September 2017 |
| Preemptive Rights Registration, Payment and Exercise Period | 29-5 September 2017 |
| Period of Delivery of Rights Shares | 7 September 2017 |
| Last Payment Date for Additional Share Subscriptions | 7 September 2017 |
| Allotment Date | 8 September 2017 |
| Subscription Fund Refund Date | 8 September 2017 |
| Date on which Standby Buyers Exercise Their Obligations | 11 September 2017 |

The Company has submitted the Registration Statement in connection with the Rights Issue with respect to the issuance of Pre-emptive Rights to the OJK in its letter No. 002/LGL/CAP/V/2017 dated May 24, 2017 in accordance with the requirements set forth in OJK Regulation No. 32/POJK.04/2015 dated December 22, 2015, concerning Additional Capital of Public Companies with Pre-emptive Rights (“**POJK No. 32/2015**”) and OJK Regulation No. 33/POJK.04/2015 dated December 22, 2015, concerning the Form and Content of Prospectus in Connection with Capital Increase of Public Companies with Pre-emptive Rights (“**POJK No. 33/2015**”), which are the implementing regulations of the Law of the Republic of Indonesia No. 8 of 1995 dated 10 November 1995 concerning the Capital Markets, as contained in State Gazette of the Republic of Indonesia No. 64 of 1995, Supplement No. 3608 (hereinafter referred to as “**Capital Market Law**”) and the implementing regulations thereof.

The Company and all Capital Market Supporting Institutions and Professionals referred to in the Prospectus with regards to the Rights Issue shall be fully responsible for the data presented in accordance with their functions and positions, in accordance with the provisions of the laws and regulations in the Capital Markets as well as their respective code of ethics, norms and professional standards.

With respect to this Rights Issue, any affiliated parties are prohibited from providing any information or issuing any statements whatsoever concerning data or matters that are not disclosed in the Prospectus without the Company's prior written approval.

The Capital Market Supporting Institutions and Professionals in this Rights Issue are not affiliated to the Company, whether directly or indirectly, within the meaning defined in the Capital Market Law.

If the shares offered in the Rights Issue are not entirely subscribed by the shareholders or the holders of Rights evidence, then the remaining shares shall be allocated to the other Rights holders who have applied to subscribe shares for more than their entitlement proportionately based on the amount of Rights exercised by each shareholder who applied for increase of securities based on Exercise Price. The shares resulting from Rights Issue have the same and equal rights in all respects including rights on dividend similar with other fully paid up shares.

Pursuant to the provisions of POJK No. 32/2015, in the event that shareholders own Pre-emptive Rights in the form of a fraction, the rights over such fraction of securities must be sold by the Company, and the proceeds of such sales shall be deposited to the Company's account.

Any change or addition of information concerning Rights Issue will be announced no later than 2 (two) Business Days since the effective of Registration Statement.

CAPITAL INCREASE WITH PREEMPTIVE RIGHTS

| | | |
|----------------------------|---|---|
| Offering Type | : | Preemptive Rights |
| No. Of Shares | : | 279,741,494 (two hundred seventy nine million seven hundred forty one thousand four hundred ninety four) New Shares |
| Par Value | : | Rp1,000 (one thousand Rupiah) |
| Exercise Price | : | Rp18,000 (eighteen thousand Rupiah) |
| Rights Issue Nominal Value | : | Rp5,035,346,892,000 (five trillion thirty five billion three hundred and forty six million eight hundred and ninety two thousand Rupiah) |
| Conversion Ratio | : | 47 (forty seven) Old Shares whose name is registered in the Company's Shareholder Register on 25 August 2017, at 16.00 Western Indonesian Time shall be entitled to 4 (four) Preemptive Rights, whereas each 1 (one) Preemptive Right shall provide the holder with the right to purchase 1 (one) New Share at the Exercise Price which shall be paid in full upon submission of the subscription exercise of preemptive rights |
| Dilution of Ownership | : | 5.5% (five point five percent) |
| Listing | : | Indonesia Stock Exchange (“IDX”) |

Based on the closing price of the Company's shares on 4 August 2017, with exercise price of Rp18,000 (eighteen thousand Rupiah), the theoretical price of the Company's Preemptive Rights is Rp26,041 (twenty six thousand and forty one Rupiah).

The Company's capital structure and shareholder composition as of the date of issuance of the Prospectus are as follows:

| Description | Nominal Value Rp1,000 per Shares | | (%) |
|--|----------------------------------|---------------------------|---------------|
| | Number of Shares | Total Nominal Value(Rp) | |
| Authorized Capital | 12,264,785,664 | 12,264,785,664,000 | |
| Issued and Fully Paid Capital | | | |
| Barito Pacific* | 1,480,383,520 | 1,480,383,520,000 | 45.04 |
| SCG Chemicals Company Limited | 1,004,825,959 | 1,004,825,959,000 | 30.57 |
| Prajogo Pangestu | 503,399,869 | 503,399,869,000 | 15.32 |
| Marigold Resources Pte. Ltd. | 169,362,186 | 169,362,186,000 | 5.15 |
| Public (each less than 5% ownership) | 128,991,024 | 128,991,024,000 | 3.92 |
| Total Issued and Fully Paid Capital | 3,286,962,558 | 3,286,962,558,000 | 100.00 |
| Shares in Portfolio | 8,977,823,106 | 8,977,823,106,000 | |

*498,670,213 of PT Barito Pacific Tbk shares in the Company is being pledged for Bangkok Bank Public Company Limited based on Shares Pledge Agreement No. 36 dated 24 March 2017, made before Drs. Soebiantoro, S.H., Notary in Jakarta.

Based on letter dated 27 July 2017, Bangkok Bank Public Company Limited has granted an approval to Barito Pacific to waive certain requirement in the Facility Agreement for USD 250,000,000 Single Currency Term Facility dated 24 March 2017 in relation to Barito Pacific's plan to transfer its preemptive rights to other party and the change of control of the Company, whereby based on the agreement Barito Pacific has to, directly or indirectly, hold at least 51% Shares of the Company.

In the event of (i) all Preemptive Rights owned by Barito Pacific, Marigold, and Prajogo Pangestu are converted to New Shares, and offered to international or local investors through limited offering, (ii) one of the Company's existing shareholders, SCG, and public portion exercise their Preemptive Rights in this Rights Issue, the Company's proforma capital structure and shareholder composition subsequent to the Rights Issue shall be as follows:

| Description | Nominal Value Rp1,000 per Saham | | (%) |
|--|---------------------------------|---------------------------|---------------|
| | Number of Shares | Total Nominal Value(Rp) | |
| Authorized Capital | 12,264,785,664 | 12,264,785,664,000 | |
| Issued and Fully Paid Capital | | | |
| Barito Pacific* | 1,480,383,520 | 1,480,383,520,000 | 41.51 |
| SCG Chemicals Company Limited | 1,090,343,061 | 1,090,343,061,000 | 30.57 |
| Prajogo Pangestu | 503,399,869 | 503,399,869,000 | 14.11 |
| Marigold Resources Pte. Ltd. | 169,362,186 | 169,362,186,000 | 4.75 |
| Public (each less than 5% ownership) | 139,968,985 | 139,968,985,000 | 3.92 |
| New Shareholders | 183,246,431 | 183,246,431,000 | 5.14 |
| Total Issued and Fully Paid Capital | 3,566,704,052 | 3,566,704,052,000 | 100.00 |
| Shares in Portfolio | 8,698,081,612 | 8,698,081,612,000 | |

*498,670,213 of PT Barito Pacific Tbk shares in the Company is being pledged for Bangkok Bank Public Company Limited based on Shares Pledge Agreement No. 36 dated 24 March 2017, made before Drs. Soebiantoro, S.H., Notary in Jakarta.

Based on letter dated 27 July 2017, Bangkok Bank Public Company Limited has granted an approval to Barito Pacific to waive certain requirement in the Facility Agreement for USD 250,000,000 Single Currency Term Facility dated 24 March 2017 in relation to Barito Pacific's plan to transfer its preemptive rights to other party and the change of control of the Company, whereby based on the agreement Barito Pacific has to, directly or indirectly, hold at least 51% Shares of the Company

In the event of (i) all Preemptive Rights owned by Barito Pacific, Marigold, and Prajogo Pangestu are converted to New Shares, and offered to international or local investors through limited offering, (ii) one of the Company's existing shareholders, SCG, exercise its rights in this Rights Issue, and (iii) public shareholders do not exercise their rights, the Company's proforma capital structure and shareholder composition subsequent to the Rights Issue shall be as follows:

| Description | Nominal Value Rp1,000 per Saham | | (%) |
|--|---------------------------------|---------------------------|---------------|
| | Number of Shares | Total Nominal Value(Rp) | |
| Authorized Capital | 12,264,785,664 | 12,264,785,664,000 | |
| Issued and Fully Paid Capital | | | |
| Barito Pacific* | 1,480,383,520 | 1,480,383,520,000 | 41.51 |
| SCG Chemicals Company Limited | 1,090,343,061 | 1,090,343,061,000 | 30.57 |
| Prajogo Pangestu | 503,399,869 | 503,399,869,000 | 14.11 |
| Marigold Resources Pte. Ltd. | 169,362,186 | 169,362,186,000 | 4.75 |
| Public (each less than 5% ownership) | 128,991,024 | 128,991,024,000 | 3.61 |
| Standby Buyer | 10,977,961 | 10,977,961,000 | 0.31 |
| New Shareholders | 183,246,431 | 183,246,431,000 | 5.14 |
| Total Issued and Fully Paid Capital | 3,566,704,052 | 3,566,704,052,000 | 100.00 |
| Shares in Portfolio | 8,698,081,612 | 8,698,081,612,000 | |

*498,670,213 of PT Barito Pacific Tbk shares in the Company is being pledged for Bangkok Bank Public Company Limited based on Shares Pledge Agreement No. 36 dated 24 March 2017, made before Drs. Soebiantoro, S.H., Notary in Jakarta.

Based on letter dated 27 July 2017, Bangkok Bank Public Company Limited has granted an approval to Barito Pacific to waive certain requirement in the Facility Agreement for USD 250,000,000 Single Currency Term Facility dated 24 March 2017 in relation to Barito Pacific's plan to transfer its preemptive rights to other party and the change of control of the Company, whereby based on the agreement Barito Pacific has to, directly or indirectly, hold at least 51% Shares of the Company.

USE OF PROCEEDS

The Company intends to use all net proceeds from this Rights Issue, after deducting selling and underwriting fees and commissions and other estimated expenses related to the Rights Issue and the Offerings to partially fund capital expenditures which expected to cost more than USD1 billion. The capital expenditure is required by the Company to increase its production capacity and/or to diversify its product to increase the business scale of the Company. In the event the proceed is less than amount required, the Company would propose to obtain fund from third party and internal cash to fund the financing requirement.

The proceeds of the Rights Issue would be used to finance several projects, such as: butadiene plant expansion, polyethylene new plant construction, naphtha cracker furnace revamp, polypropylene plant expansion, methyl tert-butyl ether (MTBE) and butene-1 new plant construction, and early phase cost of second petrochemical complex construction.

The following table describes the abovementioned projects:

| Plant | Total Estimated Cost (US\$ Million) | Planned Commercial Date (1) |
|---|--|--------------------------------|
| Appropriated | | |
| Butadiene expansion | 42.0 | Q2 2018 |
| Naphtha cracker furnace revamp | 45.0 | Q1 2020 |
| New polyethylene plant construction | 356.0 | Q4 2019 |
| Projection | | |
| Polypropylene plant expansion | 15.0 | Q3 2019 |
| New MTBE dan Butene-1 construction | 100.0 | Q3 2020 |
| Second petrochemical complex (early phase expenditures) | 455.0 | - |

⁽¹⁾ Refers to estimated new plant commercial date and fully function date of old plant.

Capital expenditure which has been planned is aligned with the Company's business strategy in order to increase its production capacity and efficiency and to widen product variance through downstream product integration to maintain the position of the Company as the leader of Indonesia petrochemical market.

SUPPORTING INSTITUTION AND PROFESSIONS

The Capital Market Supporting Institution and Profession who participate in the Rights Issue shall be as follows:

| | | |
|----------------------------------|---|--|
| Public Accountant | : | Satrio Bing Eny & Rekan (member of Deloitte Touche Tohmatsu Limited) |
| Legal Consultant | : | Assegaf Hamzah & Partners |
| Notary | : | Fathiah Helmi, S.H. |
| Securities Administration Agency | : | PT Raya Saham Registra |

THE CAPITAL MARKET SUPPORT PROFESSION HAS COMPLIED WITH THE PROVISIONS UNDER THE GOVERNMENT REGULATION NO. 11 OF 2011 ON FINANCIAL SERVICES AUTHORITY CHARGES.

INFORMATION OF STANDBY BUYER

In accordance to the Standby Purchase Agreement dated 7 August 2017 between the Company and PT Mandiri Sekuritas:

In the event that the New Shares offered in this Rights Issue are not entirely subscribed by the holders of the public Preemptive Rights portion, the remaining shall be allocated to other public Preemptive Rights holders whose subscriptions exceed their respective rights as stated in the Rights Certificate or the Excess Application Form, in proportion to the exercised rights.

In the event there are still remaining Shares which have not been subscribed, the entire portion with maximum amount of 10,977,961 (ten million nine hundred seventy seven thousand nine hundred sixty one) ordinary shares, at the exercise price of Rp18,000 (eighteen thousand Rupiah) would be subscribed by PT Mandiri Sekuritas. The remaining shares which shall be subscribed do not include shares from private placement.

SUBSCRIPTION REQUIREMENTS

INFORMATION OF THE PREEMPTIVE RIGHTS

The Shares offered in Rights issue are issued based on the Preemptive Rights to be issued by the Company to the rightful shareholders. The Preemptive Rights may be traded during the trading period through the transfer of Preemptive Rights ownership by Preemptive Rights transfer system among Securities Account Holders in KSEI.

1. Form of the Rights Certificate

For shareholders of the Company whose Shares have not been included in the Collective Custody system in KSEI, the Company will issue Rights Certificate which includes the name and address of the Preemptive Rights holder, the number of shares owned, the amount of Preemptive Rights that may be used to purchase the Preemptive Rights Shares, the amount of Preemptive Rights Shares to be purchased, the price to be paid, the amount of additional Preemptive Rights Shares subscription, the endorsement column and any other information required.

For shareholders whose Shares are in the Collective Custody system in KSEI, the Company will not issue the Rights Certificate, but will credit the Preemptive Rights to the securities account on behalf of the Custodian Bank or appointed Exchange Members by each shareholder in KSEI.

2. Request to Split the Rights Certificate

For holders of Rights issue who wish to sell or transfer any portion of their Preemptive Rights, the relevant Preemptive Rights holder may contact the Company's Registrar to obtain the desired Preemptive Rights denomination. The Preemptive Rights holders may split the Preemptive Rights starting from 29 August 2017 until 5 September 2017.

Each split will be charged a fee to be borne by the applicant, amounting to Rp3,000 (three thousand Rupiah) or minimum Rp10,000 (ten thousand Rupiah) per new Rights Certificate of split result. The fee does not include Value Added Tax.

Rights Certificate of the split result may be collected within 1 (one) Exchange Day after the application is received completely by the Company's Registrar.

3. Value of the Preemptive Rights

The value of the Preemptive Rights offered by the legitimate Preemptive Rights holders will vary from one Preemptive Rights to another based on the demand and supply from the existing market.

For example, the Preemptive Rights value calculation below is one way of calculating the Preemptive Rights value, but it does not guarantee that the calculated Preemptive Rights value is the real Preemptive Rights value.

The descriptions below are expected to provide an overview for calculating Preemptive Rights value:

| | | |
|---|---|---|
| - Shares closing price on the last trading day before the Preemptive Rights Trading | = | Rp a |
| - Rights Issue Exercise Price | = | Rp b |
| - Total Shares outstanding before the Rights Issue | = | A |
| - Total Shares issued in the Rights Issue | = | B |
| - Total Shares outstanding after the Rights Issue | = | A + B |
| - Theoretical Preemptive Rights Shares price | = | $\frac{(Rp a \times A) + (Rp b \times B)}{(A+B)}$ |
| | = | Rp c |

Thus, theoretically the Preemptive Rights price per share is = Rp a - Rp c

4. Use of Rights Certificate

Rights Certificate is proof of rights granted by the Company to holders of Preemptive Rights to buy Preemptive Rights Shares. Rights Certificate is issued only to eligible shareholders who have not converted their Shares and are used to subscribe for the Preemptive Rights Shares. Rights Certificate will not be valid in the form of photocopy. The Rights Certificate cannot be exchanged for money or any other form to the Company. Proof of Preemptive Rights ownership for the Preemptive Rights holders in the Collective Custody in KSEI will be provided by KSEI through its Exchange Member or its Custodian Bank.

5. Denomination of Rights issue

In accordance with POJK No. 32/2015, in the event that the shareholders have Preemptive Rights in the form of denominations, the rights to the denominations of the securities shall be sold by the Company and the proceeds will be included in the Company's account.

6. Miscellaneous

Any costs incurred in relation to the transfer of Preemptive Rights shall be borne by the Holders of the Preemptive Rights or the prospective Preemptive Rights holders.

SHARES SUBSCRIPTION PROCEDURES

The Company has appointed the Securities Administration Agency, PT Raya Saham Registra as the Share Administration Managing Implementer and as the Company's Rights Issue Implementing Agent, in accordance with the Deed of Share Administration Management Agreement and Implementing Agent in the Public Offering for Capital Increase with Preemptive Rights II No. 87 dated 23 May 2017 drawn before Fathiah Helmi, S.H., Notary in Jakarta.

1. Procedures for the Issuance and Submission of Preemptive Rights Evidence

For shareholders whose shares are in the Collective Custody system at KSEI, the Rights issue shall be distributed electronically to the securities account at KSEI through the securities account of each Stock Exchange Member or Custodian Bank at KSEI no later than 1 (one) Trading Day following the date of listing in the Shareholder Register entitled to the Rights issue, i.e. on 25 August 2017 at 16.00 Western Indonesian Time. The Prospectus and implementing guidelines thereof shall be distributed by the Company through KSEI, which may be obtained by the shareholders of the Company from each of the Stock Exchange Member or Custodian Bank thereof.

For shareholders whose shares are not included in the collective custody at KSEI, the Company shall issue the Rights Certificate in the name of the shareholders, which may be taken by the rightful shareholder or proxy thereof at Securities Administration Agency on such day and at such time starting from 29 August 2017 by bringing:

- a. Photocopy of valid personal identification (for individual shareholders) and photocopy of Articles of Association (for corporate/institutional shareholders). The shareholders must also show the original of such photocopy.
- b. The original copy of power of attorney (if authorized) complete with the photocopy of other valid personal identification for either the grantor or the agent (the original of identification of the grantor and the agent must be shown).

2. Criteria for Rightful Preemptive Rights Beneficiaries and Holders

The Shareholders whose names are listed in the Shareholder Register of the Company until 16.00 Western Indonesian Time on 25 August 2017 reserve the right to submit the Preemptive Rights Share subscription in relation to the Rights Issue provided that each existing shareholder who owns 47 (forty seven) Shares shall be entitled to 4 (four) Preemptive Rights where each 1 (one) Preemptive Rights shall reserve the right to purchase 1 (one) Preemptive Rights Share with the face value of Rp1,000 (one thousand Rupiah) per share with the Exercise Price of Rp18,000 (eighteen thousand Rupiah) per share.

Subscribers reserving the right to purchase New Shares shall be:

- a. The holders of Rights Certificate whose names are listed in the Rights Certificate or those obtaining the Preemptive Rights lawfully in accordance with the applicable laws and regulations; or
- b. The holders of electronic Rights issue registered in the Collective Custody at KSEI until the Preemptive Rights trading period.

Legitimate Preemptive Rights holders are:

- a. The shareholder of the Company whose name is registered legally in the Shareholders Register of the Company on 25 August 2017 until 16.00 whose Preemptive Rights is not sold until the end of the Preemptive Rights trading period.
- b. Preemptive Rights buyer whose name is listed in the Rights Certificate until the end of the Preemptive Rights trading period, or
- c. Holders of Preemptive Rights in KSEI collective custody up to the end of the Preemptive Rights trading period.

The subscribers may consist of individuals, Indonesian Citizens and/or foreigners and/or institutions and/or body corporate/business entities either Indonesian/foreign as provided in the Capital Market Law and the implementing regulations thereof.

In order to expedite and fulfill the schedule of eligible shareholder registration, then the shareholders holding the shares of the Company in the form of papers to be exercising their rights to obtain the Preemptive Rights and not yet recording the transfer of ownership of shares are advised to register with Securities Administration Agency prior to the deadline of shareholder registration on 5 September 2017.

3. Preemptive Rights Trading

The exercise of Preemptive Rights shall be performed starting from 29 August 2017 until 5 September 2017.

- a. The holders of Preemptive Rights in the Collective Custody at KSEI to be exercising their Preemptive Rights shall be required to submit the request for exercise through the Stock Exchange Member/Custodian Bank designated as the securities manager. Furthermore, the Stock Exchange Member/Custodian Bank shall perform the exercise request or instruction through the Central Depository - Book Entry Settlement System (C-BEST) in accordance with the procedures defined by the KSEI. In performing the exercise instruction, the Stock Exchange Member/Custodian Bank shall fulfill the following conditions:
 - i. The Preemptive Rights holder shall provide the Preemptive Rights exercise funds when submitting the request.

- ii. The adequacy of Preemptive Rights and payment funds for the exercise of Preemptive Rights shall have been readily available in the securities account of the Rights issue holder performing the exercise.

On the next business day, KSEI shall submit the Preemptive Rights Holder Register to the Collective Custody at KSEI exercising the rights and depositing the Preemptive Rights exercise payment funds to the bank account of the Company.

The Preemptive Rights Shares resulting from the exercise of Preemptive Rights shall be distributed by the Company/Securities Administration Agency of the Company in electronic form to the account designated by KSEI to be subsequently distributed to each securities account of the relevant Rights issue holder exercising the rights by KSEI. The Preemptive Rights Shares resulting from the exercise shall be distributed by the Company/Securities Administration Agency of the Company no later than 2 (two) Business Days upon receipt of the exercise request from KSEI and the payment funds have been received properly (in good funds) in the bank account of the Company.

- b. The holders of scrip Preemptive Rights /Rights Certificate to be exercising the Preemptive Rights shall submit the request for exercise of the Preemptive Rights to the Securities Administration Agency of the Company, by handing over the following documents:
 - i. The original of Rights Certificate duly signed and completed.
 - ii. The original of payment slip by means of transfer/giro/cheque/cash to the account of the Company from the bank to which the payment is deposited.
 - iii. The photocopy of valid Resident Identity Card/Passport/Limited Stay Permit (KITAS) (for individuals), or the photocopy of Articles of Association and the enclosed composition of the Board of Directors/officers (for institutions/body corporates).
 - iv. The original of valid power of attorney (if authorized), duly stamped Rp6,000 (six thousand Rupiah) and enclosed with the photocopy of Resident Identity Card/Passport/Limited Stay Permit (KITAS) of the grantor and the agent.
 - v. If the Preemptive Rights holder desires the Preemptive Rights Shares resulting from the exercise in electronic form, then the exercise request to the Securities Administration Agency of the Company through the Stock Exchange Member or Custodian Bank designed by handing over additional documents in the form of:
 - The original of power of attorney of Preemptive Rights holder to the Stock Exchange Member or the Custodian Bank to submit the Preemptive Rights exercise request and to perform the securities management over the shares resulting from the exercise of Preemptive Rights in the Collective Custody at KSEI in the name of the grantor.
 - The original of securities deposit form issued by KSEI duly completed and signed. The Company shall issue shares resulting from the exercise of Preemptive Rights in the physical form of Collective Share Certificate if the holder of Rights Certificate requests not to have the shares resulting from the exercise thereof inserted in the Collective Custody at KSEI.

Any and all conversion fees for the transfer of shares of the Company in paper form into electronic form and/or vice versa from electronic form into paper form shall be paid and fully borne by the relevant shareholders of the Company.

The registration of Rights Certificate exercise shall be performed at the office of Securities Administration Agency of the Company on the working day and hours (Monday to Friday, 09:00 - 15:00 Western Indonesian Time).

If the completion of Rights Certificate is not in accordance with the share subscription guidelines/terms set out in the Rights Certificate and the Prospectus, then this may result in rejected subscription. The Preemptive Rights shall only be deemed to have been exercised when the payment has been properly received (in good funds) in the bank account of the Company in accordance with the provisions set out in the terms of purchase.

4. Additional Share Subscription

Eligible Shareholders not selling their Preemptive Rights or Preemptive Rights buyers/holders whose names are listed in the Rights Certificate or Preemptive Rights holders in the Collective Custody at KSEI, may subscribe for additional shares exceeding the rights owned by means of filling in the additional share subscription field provided in the Rights Certificate and/or Additional Share Subscription Form in the amount of no less than 100 shares or the multiple thereof.

- a. The holders of scrip Preemptive Rights/Rights Certificate requesting to have their Preemptive Rights Shares resulting from allotment in electronic form must submit a request to the Securities Administration Agency of the Company through the Stock Exchange Member/Custodian Bank by handing over the following documents:
 - The original of Additional Share Subscription Form duly completed.
 - The original of power of attorney of the Preemptive Rights holder to the Stock Exchange Member or Custodian Bank to submit the request for additional Preemptive Rights Share subscription request and perform the securities management of Preemptive Rights Shares resulting from the allotment in the Collective Custody at KSEI and other powers that may be granted in relation to the additional Preemptive Rights Share subscription in the name of the grantor.

- The photocopy of valid Resident Identity Card/Passport/Limited Stay Permit (KITAS) (for individuals), or the photocopy of Articles of Association and the enclosed composition of the Board of Directors/officers (for institutions/body corporates).
 - The original of payment slip by means of transfer/giro/cheque/cash to the bank account of the Company from the bank to which the payment is deposited.
 - The original of securities deposit form issued by KSEI duly completed for the purpose of distribution of shares resulting from the exercise by the Securities Administration Agency.
- b. The holders of scrip Preemptive Rights/Rights Certificate requesting to have their Preemptive Rights Shares resulting from allotment stay in paper form/physical Collective Share Certificate must submit a request to the Securities Administration Agency of the Company through the Stock Exchange Member/Custodian Bank by handing over the following documents:
- The original of Additional Share Subscription Form duly completed.
 - The photocopy of valid Resident Identity Card/Passport/Limited Stay Permit (KITAS) (for individuals), or the photocopy of Articles of Association and the enclosed composition of the Board of Directors/officers (for institutions/body corporates).
 - The original of valid power of attorney (if authorized), duly stamped Rp6,000 (six thousand Rupiah) and enclosed with the photocopy of Resident Identity Card/Passport/Limited Stay Permit (KITAS) of the grantor and the agent.
 - The original of payment slip by means of transfer/giro/cheque/cash to the bank account of the Company from the bank to which the payment is deposited.
- c. The holders of Preemptive Rights in the Collective Custody at KSEI shall complete and submit the Additional Share Subscription Form distributed by enclosing the following documents:
- The original of exercise instruction settled through C-BEST in the name of the Rights issue holder (specifically for the holders of Rights issue in the Collective Custody at KSEI already exercising their rights through the C-BEST system).
 - The original of securities deposit form issued by KSEI duly completed for the purpose of distribution of Preemptive Rights shares resulting from the exercise by the Securities Administration Agency.
 - The original of payment slip by means of transfer/giro/cheque/cash to the account of the Company from the bank to which the payment is deposited.

The payment of such additional subscription may be performed and shall have been received in the bank account of the Company no later than 7 September 2017 in good funds. Any subscription failing to follow the instruction in accordance with the subscription terms may result in rejected subscription.

5. Allocation of Additional Share Subscription in the Rights Issue

The allocation for additional share subscription shall be determined 8 September 2017 with the following conditions:

- a. If the total number of shares subscribed, including the additional share subscription, is not in excess of the total number of shares offered in this Rights Issue, then the entire additional share subscription shall be fulfilled;
- b. If the total number of shares subscribed, including the additional share subscription, is in excess of the total number of shares offered in the Rights Issue, then the subscribers performing the additional share subscription shall be subject to the proportional allotment system according to the additional subscription of Rights issue exercised by each shareholder requesting for the additional share subscription.

6. Terms of Payment for the Holders of Rights Certificate (Outside the Collective Custody of KSEI) and Additional Preemptive Rights Share Subscription

The payment of share subscription in the Rights Issue of which subscription request is directly submitted to the Securities Administration Agency of the Company shall be paid in full (in good funds) in Rupiah or USD at the time of subscription submission by cash/cheque/bilyet giro/transfer by specifying the Number of Rights Certificate or the Number of Additional Share Subscription Form and the payment shall be transferred to the bank account of the Company ("Bank of the Company") as follows:

Rupiah Account
PT Bank DBS Indonesia
Branch: Ciputra World 1
Account No.: 3320064886
PT Chandra Asri Petrochemical Tbk.

USD Account
PT Bank DBS Indonesia
Branch: Ciputra World 1
Account No.: 3320064895
Swift Code: DBSBIDJA
PT Chandra Asri Petrochemical Tbk.

Payment in USD shall be based on Bank Indonesia median rate at the Recording Date to obtain Preemptive Rights (Recording Date). Payment in Rupiah would be converted by the Company to USD at the time of subscription fund refund date.

All cheques and bank drafts shall be cashed upon acceptance. In the event that upon cashing, the cheque or bank draft is rejected by the relevant bank, then the Preemptive Rights share subscription shall be invalidated. If the payment is made by cheque/transfer/bilyet giro, then the date of payment shall be calculated on the basis of acceptance of cheque/transfer/bilyet giro accepted (in good funds) in the account of the Bank of the Company above.

For the additional Preemptive Rights Share subscription, the payment shall be made on the subscription day in which the payment shall have been received in good funds in the account of the Bank of the Company above no later than 7 September 2017.

All costs likely arising from the share subscription in the framework of the Rights Issue shall be borne by the subscriber. Any share subscription failing to fulfill the terms of payment shall be invalidated.

7. Receipt Evidence of Subscription of Shares Purchase

The Company through the Registrar of the Company receiving the subscription for the purchase of the Preemptive Rights Shares will submit the receipt of the Shares subscription that has been stamped and signed to the subscriber as evidence of subscription for the purchase of the Preemptive Rights Share for then be a proof in collecting the Preemptive Rights Shares. For the holder of the Preemptive Rights in Collective Custody at KSEI will receive confirmation on the application for the exercise of the Rights issue from C-BEST in KSEI through the Account Holder in KSEI.

8. Cancellation of Shares Subscription

The Company reserves the right to cancel the subscription of the Preemptive Rights Shares, either partially or in whole with due regard to the applicable requirements. Notice of cancellation of the Preemptive Rights Shares will be delivered by a notification letter of allotment and refund of the subscription to member of the Shares exchange/custodian bank/shareholder in scrip form.

Matters which may result in the cancellation of the Preemptive Rights Shares are among others:

- The filling of Rights Certificate or Additional FPPS not in accordance with the instructions/requirements of the Preemptive Rights Shares subscription listed in the Rights Certificate and the Prospectus;
- Unfulfilled terms of payment;
- Unfulfilled requirements of the application documents completeness.

In the event that there are parties which, although not permitted to exercise the Preemptive Rights, because the exercise of the Preemptive Rights to the Shares is prohibited by applicable law but still subscribing of Shares and making payment on the subscription, the Company shall be entitled to treat the Preemptive Rights or other Preemptive Rights documentation submitted by such party in the subscription of New Shares as invalid and refund all the paid amount of the subscription in Rupiah by transferring it to the bank account in the name of the subscriber. Refund by the Company will be made no later than 2 (two) Business Days after the allotment date. Refund made up to that date will not include interest.

9. Subscription Refund

In the event of non-fulfillment partly or wholly of additional Preemptive Rights Shares subscription or in the event of cancellation of Shares subscription, the Company shall refund part or all of the subscription payment in Rupiah by transferring it to the bank account in the name of the subscriber. Refund by the Company will be held on 11 September 2017 (no later than 2 (two) Business Days after the date of allotment. Refund which made as of 11 September 2017 will not include interest.

In the event of any delay of refund over 2 (two) Business Days after the allotment date, the amount refunded shall include a fine calculated from the 3rd (third) Business Day after the Allotment date up to the date of the refund calculated on the basis of the average interest rate of 1 (one) month deposit at the bank where the fund is placed. The Company shall not be fined for any delay in the refund of Shares subscription if such delay is caused by a mistake by the subscriber on the bank's name and bank account number.

For holders of Preemptive Rights in KSEI Collective Custody exercising their rights through KSEI, the refund of the subscription will be made by KSEI.

10. Submission of Shares as Result of Execution of Rights issue

Shares from the exercise of the Rights issue for any subscriber who exercises Preemptive Rights in accordance with their rights through KSEI shall be credited to the securities account within 2 (two) Business Days following the application of the Preemptive Rights exercise is received from KSEI and payment funds have been received in the Company's bank account.

Preemptive Rights Shares from the exercise of the Preemptive Rights for the holders of Preemptive Rights in the scrip form who carry out the Preemptive Rights according to their rights will earn Shares Collective Certificate or Shares in the scrip form no later than two (2) Business Days after the application is received by the Registrar of the Company and payment fund has been effective (in good funds) in the Company's bank accounts.

The Preemptive Rights Shares from the allotment of additional Preemptive Rights Shares subscription will be available for collection of the Shares Collective Certificate or will be distributed in electronic form in Collective Custody in KSEI not later than 2 (two) Business Days after allotment.

New Shares Collective Certificate from the exercise of Preemptive Rights can be collected on any Business Day (Monday - Friday from 9:00 to 15:00) starting on 7 September 2017. As for Shares Collective Certificate from the allotment of Shares can be collected starting on 7 September 2017. The collection shall be made at the Registrar office by showing/submitting the following documents:

- a. Original valid ID/passport/KITAS (for individuals); or
- b. Photocopy of articles of association (for institutions/legal entities) and composition of board of directors/board of commissioners or management that are still valid;
- c. Original valid power of attorney (for authorized institution/legal entity or person) stamped Rp6,000 (six thousand Rupiah) with photocopy of ID/passport/KITAS of the assignor and the assignee;
- d. Original proof of receipt of Shares subscription.

11. Allocation of Remaining Shares not Taken by the Holder of Rights issue

If the Shares offered in Rights Issue are not entirely subscribed or purchased by the holder of Preemptive Rights, the remainder will be allocated to other Preemptive Rights holders who have exercised their rights and have placed a subscription greater than their rights as stated in the Preemptive Rights, proportionally in accordance with the Preemptive Rights that has been exercised. If after allocation, there are still remaining Shares from the exercise of Preemptive Rights, then all remaining Shares from the exercise of Preemptive Rights shall be purchased by the Standby Buyer. The remaining Shares from the exercise of the Preemptive Rights that must be purchased by the Standby Buyer do not include Shares arising from the exercise of the Preemptive Rights of the Principal Shareholders in this Rights Issue.

DISTRIBUTION OF PROSPECTUS AND CERTIFICATE OF RIGHTS ISSUE

The Company has announced important information related to Rights Issue on IDX and the Company website.

1. For shareholders whose Shares are in the Collective Custody system at KSEI, the Preemptive Rights will be distributed electronically via the Securities Account of the Exchange Member or Custodian Bank respectively in KSEI no later than 1 (one) Business Day after the record date on Rights Issue Shareholders Register, that is on 28 August 2017. Prospectus and guidance are available at the Company's Registrar.
2. For shareholders whose shares are not in the Collective Custody system at KSEI, the Company will issue the Rights Certificate in the name of the shareholders and may collect the Rights Certificate, Prospectus, Additional FPPS and other forms starting on 29 August 2017 by showing the original valid identification (ID/Passport/KITAS) and submit the photocopies and original Power of Attorney for those who cannot collect their own on the Company's Registrar:

PT Raya Saham Registra
Gedung Plaza Sentral 2nd floor
Jl. Jend. Sudirman Kav. 7-48
Jakarta 12930
Indonesia
Telp. (021) 2525666
Fax. (021) 2525028

If the shareholders of the Company whose names are registered in the Shareholders Register on 25 August 2017 at 16:00 has not collected the Prospectus and Rights Certificate until 5 September 2017 and does not contact PT Raya Saham Registra as the Registrar of the Company, all losses is not the responsibility of PT Raya Saham Registra or the Company, but is the responsibility of the respective shareholders.

ADDITIONAL INFORMATION

If there are any unclear matters of the Prospectus or if the shareholders wish to obtain additional information in connection with this Rights Issue, the shareholders are welcome to contact:

PT CHANDRA ASRI PETROCHEMICAL Tbk
Head Office
Wisma Barito Pacific Tower A, 7th floor
Jl. Letjen. S. Parman Kav 62-63, Jakarta 11410
Telephone: (62-21) 530 7950
Facsimile: (62-21) 530 8930
Email: investor-relations@capcx.com
Website: <http://www.chandra-asri.com>

ALL POTENTIAL INVESTORS ARE ADVISED TO READ FURTHER THE DETAIL INFORMATION WITH REGARDS TO THE RIGHTS ISSUE WHICH AVAILABLE IN THE PROSPECTUS.