



Press Release PT Chandra Asri Petrochemical Tbk

Jakarta, 24 March 2017 - PT CHANDRA ASRI PETROCHEMICAL TBK (the "Company" or "CAP") today announced its intention to conduct a rights issue, with net proceeds from the rights issue to be used for the Company's capital expenditures in line with its medium-term business plan for the expansion of its production capacity and diversification of its product portfolio. The rights issue is also intended to satisfy the minimum 7.5% free-float requirement (ie, shares owned by non-controlling and non-principal shareholders) introduced by the Indonesia Stock Exchange (IDX).

Commenting on the rights issue, President Director of the Company, Erwin Ciputra, said "The transaction will allow us to raise funds to execute the capital expenditures necessary for the continued growth of the company in our journey to be "Indonesia's Leading and Preferred Petrochemical Company". In addition, we believe that the increase in free-float and more diverse investor base post-transaction will result in improved trading liquidity, greater visibility to investors in Indonesia and abroad, and increase our access to domestic and international capital markets."

The rights issue is subject to shareholder approval at the annual general meeting of shareholders ("AGMS"), scheduled to be held on **2 May 2017**, as well as obtaining an effective letter from the Financial Services Authority ("Otoritas Jasa Keuangan/OJK") with respect to a registration statement to be submitted by the Company. The rights issue is anticipated to be completed by the third quarter of 2017. The terms of the rights issue, including the offering price of the shares and the final number of shares to be offered, will be announced by the Company in due course.

About PT CHANDRA ASRI PETROCHEMICAL TBK

The Company is an integrated petrochemical company. The Company produces olefins (ethylene, propylene, butadiene and derivative products such as pygas and mixed C4), ethylene derivative products such as polyethylene, styrene monomer and other derivative products such as ethyl benzene, toluene, and benzene toluene mixture, and propylene derivative products such as polypropylene. Pursuant to the articles of association of the Company, the Company is engaged in industrial, petrochemical, trade, transportation and services businesses. The Company has a plant located at Jl. Raya Anyer Km. 123, Ciwandan, Cilegon, Banten 42447. The Company's subsidiaries are PT Styrimo Mono Indonesia ("SMI"), PT Petrokimia Butadiene Indonesia ("PBI"), Altus Capital Pte. Ltd ("Altus"), and PT Redeco Petrolin Utama ("RPU"), which are engaged in production of styrene monomer and ethylbenzene, butadiene industry, financial services, and storage tanks services, respectively. The businesses of SMI and PBI are closely related to the petrochemical business of the Company. Altus was established to provide financing services to the Company and its subsidiaries and RPU provides storage tank services and pipelines and jetty management services.





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