

No: 041/MDKA-JKT/CORSEC/IV/2019

Jakarta, 1 April 2019

To:

**Executive Chairman of Capital Market Supervision
 Financial Services Authority of the Republic of Indonesia (“OJK”)**
 Gedung Soemitro Djojohadikusumo
 Jl. Lapangan Banteng Timur No. 2-4
 Jakarta 10710

Attn. : **Director of Real Corporate Sector Financial Assessment**

Re. : **Disclosure of Material Information or Facts of PT Merdeka Copper Gold Tbk**

Dear Sirs or Madam,

In reference to the provisions under BAPEPAM and LK Regulation No. IX.E.2 on Material Transaction and Change of Main Business Activities, Attachment to the BAPEPAM and LK Chairman Decision No. Kep-614/BL/2011 dated 28 November 2011 (“**Regulation No. IX.E.2**”), Financial Services Authority Regulation No. 31/POJK.04/2015 on the Disclosure of Material Information or Facts by Issuers or Public Companies (“**POJK No. 31/2015**”), and the Decision of Board of Directors of PT Bursa Efek Indonesia No. Kep-306/BEJ/07/2004 dated 19 July 2004 regarding Regulation Number I-E on the Obligation to Submit Information (“**BEI Regulation No. I-E**”), we hereby submit the disclosure report of material information or facts as follows:

Name of Issuer : PT Merdeka Copper Gold Tbk (“the **Company**”)
 Main Business Activities : Trade, mining, construction, transportation and services.
 Telephone : 021-29880393
 Facsimile : 021-29880392
 E-mail address : corporate.secretary@merdekacoppergold.com

1.	Date of event	This agreement is executed on 28 March 2019
2.	Type of Material Information or Facts	<p>The acquisition of material contract in the form of financing facility provision to the Company based on the USD100,000,000 Single Currency Term Facilities Agreement executed by and between Company and Barclays Bank PLC on 28 March 2019 (“Facility Agreement”).</p> <p>The financing facility obtained by the Company pursuant to the Facility Agreement constitutes as a Material Transaction as governed under Regulation No. IX.E.2 as the financing obtained by the Company possesses a value of more than 20% but less than 50% of the Company’s equity. However, as stipulated under point 3 letter a.(3) and a.(4) of Regulation No. IX.E.2, the Company is excluded from the obligation to make information disclosure pursuant to point 2 of Regulation No. IX.E.2 as the Facility Agreement entered into by the Company falls within the definition of exception on loans that are directly obtained by the Company from the bank along with the securities provided to the bank in relation to such loan.</p> <p>Therefore, the Company make such disclosure of information in order to comply with the provisions as governed under point 3 letter b of Regulation IX.E.2 and POJK No. 31/2015.</p>

	<p>3. Description of Material Information or Facts</p>	<p>a. <u>The Parties</u></p> <p>(1) The Company; and</p> <p>(2) Barclays Bank PLC ("Barclays"), a company engaged within the field of banking in which it possesses a head office in 1 Churchill Place London E14 5HP, United Kingdom.</p> <p>b. <u>Nature and Relation of the Parties</u></p> <p>The Company and Barclays are not parties with an Affiliated relationship as governed under Article 1 number 1 of Law No. 8 of 1995 on Capital Market.</p> <p>c. <u>Type of contract</u></p> <p>The Facility Agreement entered into by the Company and Barclays is a financing facility agreement provided by Barclays to the Company, whereby the Company receives financing with a maximum amount of USD100,000,000 (one hundred million United States Dollar) with a period of 18 months.</p> <p>In addition, the Company pursuant to the Facility Agreement is also required to provide securities for the loan facility provided by Barclays which includes, among others:</p> <p>(1) pledge over shares owned by the Company in Eastern Field Developments Limited, a 99.9% (ninety-nine point nine percent) owned subsidiary of the Company ("EFDL") which will be executed in the future;</p> <p>(2) pledge over shares owned by EFDL in Finders Resources Limited, a subsidiary which is indirectly owned by the Company through EFDL ("Finders") which will be executed in the future; and</p> <p>(3) pledge over onshore account in relation to the dividend collection account of the Company that shall be opened in relation to the Facility Agreement and pledged after the occurrence of an event of default with the terms and conditions as set out in the Facility Agreement.</p> <p>d. <u>Contract value</u></p> <p>A maximum value of USD100,000,000.</p> <p>e. <u>Reason of contract acquisition</u></p> <p>The Company intends to utilise the amounts borrowed by it pursuant to the Facility Agreement for among others:</p> <p>(1) The repayments, in full, of all indebtedness owed by EFDL to Standard Chartered Bank pursuant to the term loan facility agreement between EFDL and Standard</p>
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		<p>Chartered Bank (Singapore Branch) dated 17 April 2018 and EFDL's indebtedness to PT Saratoga Investama Sedaya Tbk. pursuant to the term loan facility agreement;</p> <p>(2) The acquisition of shares in Finders (that are not currently legally or beneficially owned by the Company's Group); and</p> <p>(3) Capital expenditure and general corporate purposes of the Company's group.</p>
4.	The impact of event, material information or facts on the Company's operational, legal, financial condition, or business continuity activities	The financing received by the Company pursuant to the Facility Agreement shall positively impact the financial liquidity of the Company which ultimately will support the Company's operational activities through the subsidiaries, and on the other hand will cause an increase to the Company's obligation.
5.	Other information	-

In evidence thereof, this letter is drawn up to OJK. We hereby thank you for your cooperation and understanding.

Best regards,
PT Merdeka Copper Gold Tbk

Tri Boewono
President Director

Copied into:
Head of Group Company Assessment Division I PT Bursa Efek Indonesia