

050/Intiland/CS/RH/II/2018

21 February 2018

To:

Kepala Eksekutif Pengawas Pasar Modal (Executive Head of Capital Market)

Otoritas Jasa Keuangan (Financial Services Authority, OJK)

Gedung Soemitro Djojohadikusumo Dep-Keu RI

Jl. Lapangan Banteng Timur No. 1-4

Jakarta, 10710

Dear Sir/Madam,

Disclosure: Proposed Affiliated Transaction Entered Into by PT Intiland Development Tbk

We wish to inform you that a subsidiary of PT Intiland Development (“Company”) is considering to enter into a transaction with an affiliated party, as follows:

1.	Object and Value of Transaction	Signing of a memorandum of understanding to cooperate in operating a hotel at the Spazio Tower. Pursuant to the memorandum of understanding, both parties will set forth the points of cooperation into a more detailed cooperation agreement.
2.	Parties to the Transaction	PT Intiland Grande, a subsidiary of the Company that develops the Spazio Tower, and Artanti International Pte. Ltd., the brand owner-operator of the Kayumanis Hotel.
3.	Description of the Affiliation	Artanti International Pte. Ltd. is owned by Hendro S. Gondokusumo, the Company’s President Director. The other party entering the transaction is the Company’s subsidiary, thus the cooperation agreement between both parties is an affiliated transaction.
4.	Consideration to Enter Into the Transaction	The Company and its subsidiary is a developer in Indonesia that focuses on property development. Artanti International Pte. Ltd., a license holder of the Kayumanis Hotel, is a leading hotel operator in terms of guest management, tour

		<p>and event planning, and hospitality management.</p> <p>With Kayumanis managing the hotel at the Spazio Tower, the hotel will have unique strengths not found in other hotel operators. This measure must be carried out in a prudent manner given the fierce competition in the hotel business in Surabaya. Kayumanis' strengths are key considerations for the Company's decision, after reviewing bids from two other hotel operators.</p>
5.	Additional Information	<p>This Transaction: (i) is not a conflict of interest transaction for the Company as referred to in Regulation IX.E.1; and, (ii) is not a material transaction for the Company as referred to in Regulation of the Bapepam (Capital Market and Financial Institution Supervisory Agency) - LK No. IX.E.2 on Material Transaction and Change of Primary Business Sector.</p>
6.	Statement of the Directors and Board of Commissioners	<p>The Company's Directors and Board of Commissioners are fully responsible for the correctness of all material information presented in this Disclosure and that all material information has been disclosed and that the information is not misleading.</p>

We thank you for your kind attention.

Yours faithfully,

[signed]

Ricky Holil
Director

CC: PT Bursa Efek Indonesia (Indonesia Stock Exchange)

DISCLAIMER:

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