



Announcement

In accordance with the provision of Article 44 paragraph (1) juncto Article 47 paragraph (1) of Law No. 40 of 2007 on Limited Liability Companies ("**Companies Law**"), The Board of Directors of PT Provident Agro Tbk, a public company incorporate under the laws of the Republic of Indonesia and domiciled in South Jakarta ("the Company), hereby announce and notify to all creditors of the Company that based on the Extraordinary General Meeting of Shareholders held on January 16, 2017, the Company's shareholders receive and approve the Company's and the Board of Directors' action of the proposed reduction of authorized, issued and paid-up capital of the Company as below:

- a) The reduction of the Company's authorized capital from Rp 1,000,000,000,000.00 (one trillion Rupiah) to become Rp 150,000,000.00 (one hundred and fifty billion Rupiah) with the same number of shares, with the amount of 10,000,000 (ten billion) shares; and
- b) The reduction of the Company's issued and paid-up capital from Rp 711,954,035,600,- (seven hundred and eleven billion nine hundred fifty four million thirty five thousand six hundred Rupiah) amounting to 7,119,540,356 (seven billion one hundred and nineteen million five hundred forty thousand three hundred and fifty six) shares to become Rp 106,793,105,340.00 (one hundred six billion seven hundred ninety three million one hundred five thousand three hundred forty Rupiah) with the same number of shares, amounting to 7,119,540,356 (seven billion one hundred and nineteen million five hundred forty thousand three hundred and fifty six) shares.

In accordance with the provision of Article 45 paragraph (1) Companies Law, within the period of 60 (sixty) days since the announcement date, Creditors may file objections in writing accompanied by the respective reasons on the Company's decision to conduct the capital reduction by the reduction of the shares nominal value with a copy to the Minister of Law and Human Rights of the Republic of Indonesia.

Jakarta, 18 January 2017

The Board of Directors