



Disclosure Of Report on the Sale and Transfer of Shares Owned by PT Provident Agro Tbk. (“Company”) and PT Transpacific Agro Industry (“TPAI”) in PT Nakau

Name of Issuer or Listed Company : PT Provident Agro Tbk.
 Business : Palm Oil Plantation Business
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1.	Date of Event	27 December 2016
2.	Type of Material Information or Fact	On 27 December 2016, the Company and TPAI have entered into a sale and transfer of all of their shares in one of the subsidiary company which are directly and indirectly owned by the Company, namely PT Nakau, a limited liability company duly established pursuant to the Laws of the Republic of Indonesia, domiciled in North Lampung (“ NAK ”), with PT Sinar Jaya Agro Investama (“ SJAI ”) and Mr. Suparto in accordance to the prevailing laws and regulations and such sale and transfer of shares in NAK does not fall under the definition of a material transaction and/or affiliated transaction as governed under the prevailing laws and regulations.
3.	Disclosure of Material Information or Fact	<p><u>Relevant Parties Under the Transaction:</u> The sale and transfer of all the shares owned by the Company and TPAI in NAK were carried out as follows: (i) The Company as the holder of 54,999 (fifty four thousand nine hundred and ninety nine) shares, has sold and transferred all of its shares to SJAI as the buyer. (ii) TPAI as the holder of 1 (one) share, has sold and transferred all of its shares to Mr. Suparto as the buyer.</p> <p><u>Relationship of the Parties</u> NAK is one of the Company’s subsidiary whose shares are directly and indirectly owned by the Company, whereby all of the shares issued by NAK are owned by the Company and TPAI, which is also one of the Company’s subsidiary whose shares are directly and indirectly owned by the Company, whereas the Company owns 54.999 (fifty four thousand nine hundred ninety nine) shares or representing 99.99% (ninety nine point ninety nine percent) of the total issued and paid-up shares in NAK and TPAI owns 1 (one) shares or representing 0.01% (zero point zero one percent) of the total issued and paid-up shares in NAK. Therefore, NAK is a Controlled Company of the Company as governed under Bapepam and LK Regulation No. IX.E.1,</p>

		<p>attachment to Decision of Bapepam and LK Chairman No. Kep-412/BL/2009 dated 25 November 2009 on the Affiliated Transaction and Conflict of Interest Transaction ("Regulation No. IX.E.1").</p> <p><u>Relationship of the Parties Under the Transaction</u> SJAI and Mr. Suparto who are the buyers under the sale and transfer of all shares in NAK are not parties with affiliated relationship with the Company and TPAI as governed under the prevailing regulations in the capital market sector, including but not limited to Law No. 8 of 1995 on Capital Market and Regulation No. IX.E.1.</p> <p><u>Transaction Value</u> The price of the sale and transfer of shared in NAK is IDR 273,210,000,000 (two hundred seventy three billion two hundred ten million Rupiah).</p> <p><u>Purpose of Transaction</u> The sale and transfer of all of the shares in NAK is believed to bring benefit and positive impact to the Company, stakeholders and the shareholders of the Company.</p>
4.	Impact of the material information or fact to the operational, legal or financial activities, or the business sustainability of the Issuer or Listed Company	The sale and transfer of shares in NAK does not have any impact to the Company's sustainability. The Company gains additional funding which may be utilized to strengthen the Company's cash flow and capital.
5.	Miscellaneous Information	-

The Board of Commissioners and the Board of Directors of the Company hereby declare that all material information have been disclosed and such information are not misleading.