



**ANNOUNCEMENT OF SUMMARY OF MINUTES OF
EXTRAORDINARY GENERAL MEETING OF SHAREHOLDERS
PT MNC KAPITAL INDONESIA TBK**

The Board of Directors of PT MNC Kapital Indonesia Tbk., (the "Company"), hereby announces that the Company has convened the Extraordinary General Meeting of Shareholders (the "Meeting") on:

Day/Date : Thursday, August 16, 2018
Time : 10.26 – 11.00 Indonesia Western Standard Time
Place : iNews Tower 3rd Floor
Jl. Kebon Sirih No.17-19, Central Jakarta 10340

The Meeting was convened with the following agendas:

1. Approval to increase of the Company's authorized capital by amending Article 4 of the Company's Article of Association.
2. Approval to the distribution of bonus shares derived from Company's additional paid-in capital.
3. Approval of stock split by amending Article 4 of the Company's Article of Association.
4. Approval to amend the provision of the authority of the Directors on Article 15 of the Company's Article of Association concerning Duty, Responsibility and Authority of the Directors.

A. Board of Commissioners and the Board of Directors who attended the Meeting were:

BOARD OF COMMISSIONERS

- President Commissioner & Independent Commissioner : Mr. Nelson Tampubolon
- Commissioner : Mr. Darma Putra
- Commissioner : Mrs. Tien
- Commissioner : Mr. Henry Suparman
- Independent Commissioner : Mr. A.J. Benny Mokalu

BOARD OF DIRECTORS

- President Director : Mr. Wito Mailoa
- Director : Ms. Jessica Herliani Tanoesoedibjo
- Director : Mrs. Natalia Purnama
- Independent Director : Mr. Mahjudin

B. The Meeting was attended by shareholders and/or their authorized proxies representing 5,364,683,354 shares with valid voting rights, equivalent to 97,46% of a total of 5,504,483,888 shares with valid voting rights that were issued by the Company.

C. In the Meeting, the Company gave the opportunities to the shareholders and/or their authorized proxies to raise questions and/or to give opinion in every agenda of the Meeting, but there were no shareholders and/or their authorized proxies who raised questions and/or give any opinion.

D. The resolution mechanism in the Meeting was as follow:
Resolutions of the Meeting were resolved in an amicable deliberation manner. In the event that no amicable decision was reached, the resolutions would be resolved by way of voting.

E. The results of the Resolution:
- The resolution of First Agenda and Second Agenda has been approved by unanimously through amicable deliberation manner and no abstain nor disagree.
- The resolution of Third Agenda and Fourth Agenda for each, agree votes were 5,274,883,854 shares (98,33% from total shares which valid and attended the Meeting), disagree votes were 89,799,500 shares (1,67% from total shares which valid and attended the Meeting) and no abstain.

F. The results of the Resolution :

First Agenda :

1. Approved to increase the Company's Authorized Capital from previously 15,000,000,000 (fifteen billion) shares with the total nominal value Rp1,500,000,000,000 (one trillion five hundred billion Rupiah) to 150,000,000,000 (one hundred fifty billion) shares with the nominal value of Rp100 (one hundred Rupiah), thus the total nominal share value will be equivalent to Rp15,000,000,000,000 (fifteen trillion Rupiah).
2. Granted the authority and power of attorney with the substitution right to the Company's Board of Directors to incorporate the resolution of the amendment of the Articles of Association in the Notarial deed, hereinafter ask for the approval and/or provide report to the authority, to register on Company's Register and to perform all necessary actions related to the resolution with regard to the prevailing laws and regulations.

Second Agenda :

1. Approved to distribute bonus shares that were derived from the capitalization of Company's shares ago with the ratio of 1:6 by issuing new shares in a maximum of 33,026,903,328 (thirty three billion twenty six million nine hundred three thousand three hundred twenty eight) shares, each share with the nominal value of Rp100 (one hundred Rupiah) per share, therefore after distribution of bonus shares, the number of issued and paid up capital shall be Rp3,853,138,721,600 (three trillion eight hundred fifty three billion one hundred thirty eight million seven hundred twenty one thousand six hundred Rupiah) which is divided into 38,531,387,216 (thirty eight billion five hundred thirty one million three hundred eighty seven thousand two hundred sixteen) shares.
2. Approved the amendment of Article 4 paragraph (2) of the Company's Article of Association in relation to the distribution of the abovementioned bonus shares.
3. Granted the authority and power of attorney to the Company's Board of Commissioners to declare or to reaffirm the actual number of shares (final), with the issuance of new shares and the distribution of the amount of shares to the shareholders in accordance to the distribution of bonus shares.
4. Granted the authority and power of attorney with the substitution right to the Company's Board of Directors with the approval from the Company's Board of Commissioners to perform all necessary actions including but not limited to determine schedule and the procedure for the distribution of bonus share in accordance to applicable regulations, to make adjustment of the bonus share ratio and the value of premium share capitalization if necessary, to restate the resolution of bonus share distribution into Notarial Deeds and submit to authority to obtain approval and/or provide report to the authority, to register on Company's Register and performing all necessary action related to the abovementioned resolution with due regard to the prevailing laws and regulations.

Third Agenda :

1. Approved the Stock Split with the ratio of 1:2, thus the nominal value of each shares will decrease from Rp100 (one hundred Rupiah), to Rp50 (fifty Rupiah), and the number of shares issued and fully paid will increase from 38,531,387,216 (thirty eight billion five hundred thirty one million three hundred eighty seven thousand two hundred sixteen) shares to 77,062,774,432 (seventy seven billion six hundred twenty seven thousand seven hundred seventy four thousand four hundred thirty two) shares.
2. Approved the amendment of Article 4 paragraph (1) and (2) of the Company's Article of Association in relation to the Stock Split.
3. Granted the authority and power of attorney to the Company's Board of Commissioner to declare or to reaffirm the actual number of shares (final), with the issuance of new shares and its distribution to the shareholders in regards to the stock split.
4. Approved to grant power of attorney with substitution right to the Board of Director with the approval from the Company's Board of Commissioner, to:
 - a. Perform all necessary actions on executing stock split in accordance to prevailing law and regulations, including but not limited to determine schedule and the procedure for the nominal value of the stock split, to make necessary adjustment of the stock split ratio, to declare or to restate the number of nominal share value, and to make the adjustment of the amount of shares of MESOP and the Company's Capital Increase without Pre-emptive Rights that has been approved on the earlier EGMS which the implementation has not been completed yet.
 - b. Restate the resolution of stock split and at the same time to prepare and restate the entire terms of the Company's Article of Association into a Notarial Deed and submit to authority to obtain approval and/or provide report to the authority, register to Company's Register and perform all necessary action related to the abovementioned resolution in accordance to the prevailing laws and regulations.

- Fourth Agenda :**
1. Approved the amendment of Article 15 paragraph (8) of the Company's Article of Association.
 2. Granted the authority and power of attorney to the Company's Board of Directors to restate the Article 15 paragraph (8) and resolution of the amendment of Article of Association, into a Notarial Deed including the amendment (correction) as long as it is required by the authority, apply for the approval and conduct necessary registration to the authority and perform all necessary action related to the abovementioned resolution according to the prevailing laws and regulations.

Furthermore, the Meeting has approved to grant the authority and power of attorney with right of substitution to the Company's Board of Directors to perform all necessary actions with regard to the resolution of the Meeting including but not limited to make or cause to be made and to execute any deeds in relation to this resolutions of the Meeting.

G. Schedule, Procedure and Process of the Bonus Shares Distribution

In accordance to the result of the Second Agenda mentioned above, the Company's Board of Directors shall announce the schedule and procedure of Bonus Share distribution as follows:

1. Schedule of Bonus Shares Distribution

No	Activities	Date
1	Extraordinary General Meeting Of Shareholders (EGMS)	August 16, 2018
2	Announcement of the results of EGMS in newspapers along with announcement of schedule and procedure for Bonus Shares distribution on the IDX website and Company's website	August 21, 2018
3	Cum Bonus Shares in the Regular and Negotiated Market	September 10, 2018
4	Ex Bonus Shares in the Regular and Negotiated Market	September 12, 2018
5	Recording Date of Shareholders who entitled to Bonus Shares	September 14, 2018
6	Cum Bonus Shares in Cash Market	September 14, 2018
7	Ex Bonus Shares in Cash Market	September 17, 2018
8	Distribution of Bonus Shares	September 28, 2018

2. Procedure and Process of Bonus Shares Distribution

Announcement

This announcement is an official notification from the Company, and the Company does not issue separate notification letter to the Shareholders.

Entitled Shareholders

Shareholders who are entitled to receive Bonus Shares are Shareholders who are registered in the Company's Shareholders Register on September 14, 2018 (Recording Date), with due regard to ownership of shares by the shareholder obtained based on trading on the IDX no later than September 10, 2018 (Cum Bonus).

Bonus Shares Distribution Ratio

Each ownership of 1 (one) share by shareholders recorded on September 14, 2018 (Recording Date) will obtain 6 (six) Bonus Shares from the share's ago. Bonus Shares are new ordinary shares to be issued by the Company from the portfolio with a nominal value of Rp100,- (one hundred Rupiah) per share.

Rounding

In the event Shareholders receive Bonus Shares in fraction (less than one share), it will be rounded up either for each fraction more or less, than half (> 0.5 or <0.5). The shortfall on the shares due to rounding shall be taken from the Company's outstanding balance of ago.

Distribution of Bonus Shares

- a. Shareholders whose shares are included in the collective custody of PT Kustodian Sentral Efek Indonesia (KSEI), Bonus Shares will be distributed through securities accounts in the sub securities account on Shareholders name on September 28, 2018.
- b. Shareholders whose shares in script form, may obtain Bonus Shares from September 28, 2018 through the Company's Share Registrar:

PT BSR INDONESIA
High End Building 3rd floor
Jl. Kebon Sirih Kav 17-19 Jakarta 10340
Phone: (021) 8086 4722; Facsimile: (021) 8061 5575

By providing the following documents:

- Individuals :
 - Original valid identity document (KTP).
 - If authorized, provide original power of attorney signed on stamp duty with attaching copy of identity document of the authorized person and valid original identity document of authorizer.
- Legal Entity :
 - Copy of article of association and the latest changes on Board composition.
 - If authorized, original power of attorney signed on stamp duty with attaching copy of identity document of the authorized person and valid original identity document of authorizer.

TAX TREATMENT ON BONUS SHARES

Referring to Government Regulation Number 94 of 2010 dated December 30, 2010 concerning Calculation of Taxable Income and Repayment of Income Tax in Current Year stated that Bonus Shares are not taxable as long as the nominal value of shares held by the shareholders after the distribution of Bonus Shares does not exceed the amount of capital paid. Conversely, if the total nominal value of shares owned by the shareholders after the distribution of Bonus Shares exceeds the amount of capital paid, the distribution of Bonus Shares can be subject to tax which must be calculated and paid by each respective shareholder.

Acceptance of Bonus Shares from the conversion of the share's ago does not change the total value of the share investment or the total price of the shares acquisition, but decreases the value or historical price of the acquisition per unit of shares due to an increase in the amount of shares without paid. Therefore, if the Bonus Shares are sold, to calculate the amount of profit due to the sale of such shares, the acquisition price is assessed on the basis of historical value calculated by average in accordance with the principles adopted in Article 10 paragraph (3) of the Income Tax Law.

Income in the form of Bonus Shares must be reported in the Annual Income Tax of the shareholders, provided that the recognition of income on Bonus Shares derived from conversion of ago is at the time of sale, because it has not been included as income upon receipt.

This Meeting Summary also available and accessible in Company's website (www.mncfinancialservices.com).

Jakarta, August 21, 2018
PT MNC Kapital Indonesia Tbk
Board of Directors