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Kepada Yth.
Kepala Eksekutif Pengawas Pasar Modal
Otoritas Jasa Keuangan ("OJK")
Gedung Soemitro Djojohadikusumo
Jl. Lapangan Banteng Timur No. 2-4
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Hal : **Laporan dan Pengumuman Informasi atau Fakta Material**

Dengan hormat,

Dengan ini, kami untuk dan atas nama perusahaan menyampaikan Laporan dan Pengumuman Informasi atau Fakta Material sebagai berikut:

Nama Emiten atau Perusahaan Publik : PT Indosat Tbk.
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1.	Tanggal Kejadian	16 Maret 2017
2.	Jenis Informasi atau Fakta Material	Pemeringkatan atas Korporasi.
3.	Uraian Informasi atau Fakta Material	Untuk informasi lebih lanjut, silakan melihat laporan dari Moody's Investors Service terlampir.
4.	Dampak kejadian, informasi atau fakta material tersebut terhadap kegiatan operasional, hukum, kondisi keuangan, atau kelangsungan usaha Emiten atau Perusahaan Publik	Untuk informasi lebih lanjut, silakan melihat laporan dari Moody's Investors Service terlampir.
5.	Keterangan lain-lain	Untuk informasi lebih lanjut, silakan melihat laporan dari Moody's Investors Service terlampir.

Demikian disampaikan. Atas perhatiannya kami ucapkan terima kasih.

Hormat kami,

Corporate Secretary

Eka Sezio Perdana Syam

Tembusan :

1. Yth. Deputy Komisioner Pengawas Pasar Modal II
2. Yth. Direksi PT Bursa Efek Indonesia
3. Yth. Indonesian Capital Market Electronic Library (CaMel)
4. Yth. PT Bank Rakyat Indonesia Tbk. (sebagai Wali Amanat)

Announcement: Moody's: Solid FY2016 Results Support Ba1 Rating and Positive Outlook

Global Credit Research - 16 Mar 2017

Hong Kong, March 16, 2017 -- Moody's Investors Service says that Indosat Tbk. (P.T.)'s (Indosat Ooredoo) strong financial performance in 2016 was in line with expectations and continues to support its Ba1 corporate family rating and positive outlook.

Revenue for 2016 grew 9% year on year (YoY) to IDR29.2 trillion, primarily driven by solid growth (47% YoY) in data revenues, leading to 10% growth in cellular revenues. The cellular business remains the key contributor to the company's revenue base, contributing 83% of total revenue in 2016.

"We expect revenue to grow at 7%-8% in 2017, supported by a continued increase in the contribution from data revenue with the increase in subscribers utilizing its 3G and 4G services," says Annalisa Di Chiara, a Moody's Vice President and Senior Credit Officer.

The company's subscriber base grew by 22.8% YoY to 85.7 million in 2016. This increase was driven by marketing campaigns, which included generous mobile data allowances, and also targeted prospective subscribers outside the main Indonesian island of Java.

While these initiatives resulted in a slight contraction in ARPU, adjusted EBITDA margin actually increased to around 51% in 2016 from 49% in 2015 due to tighter cost controls around selling, general and administrative expenses in 2016.

"The company's positive outlook reflects the company's continued strengthening of its operational metrics and ongoing stability in its financial profile including lower leverage levels," adds DiChiara, also the lead analyst for Indosat Ooredoo.

Leverage -- as measured by adjusted debt to EBITDA -- declined to around 2.1x in 2016 from 2.6x in 2015 -- reflecting both lower debt levels and higher EBITDA.

In addition, the company's US dollar debt exposure declined to 12% from around 20% in 2015. Moody's expect a further reduction to a mid-single digit percentage over the next 12-18 months as the company continues to refinance its US dollar revolvers with rupiah bonds.

Given the continued investments needed to enhance its 3G and 4G LTE networks, Moody's also expects Indosat Ooredoo's cash capex in 2017 to remain in line with its capex for 2016 of IDR7.3 trillion, which was towards the higher-end of management's capex guidance of about IDR6.5-7.5 trillion for the year.

Moody's estimates the company's cash sources comprising of cash balance of IDR1.9 trillion and projected operating cash flow of around IDR9.5-10.0 trillion over the next 12 months, will not be sufficient to cover IDR7.0-7.5 trillion in capex, IDR550 billion in dividends, and IDR8.0 trillion of scheduled debt maturities over the same period.

However, Moody's considers refinancing risk over the next 12 months to be limited, given the company's strong access to local bank and bond markets, as exhibited by its issuance of around IDR10 trillion local currency bonds in the last two years.

The positive outlook reflects our expectation that Indosat Ooredoo will continue to grow and de-lever and that the competitive and regulatory environments remain benign.

The rating could be upgraded over the next 6 months if the company maintains strength in its operating profile and competitive position such that such that adjusted gross debt/EBITDA remains below 2.5x and retained cash flow / adjusted debt remains above 30%-35%.

The outlook could return to stable if there is a material deterioration in its underlying credit strength, arising from diminishing operating margins, weaker operating cash flows, or rising foreign-exchange risk; all of which

may be reflected in (1) adjusted debt/EBITDA rising above 2.5x, or (2) retained cash flow / adjusted debt falling below 30% on a sustained basis. In addition, the one-notch uplift -- based on expected support from parent company, Ooredoo Q.S.C. (A2 stable) -- could be removed if its stake falls below 50%, or if it indicates that Indosat Ooredoo is no longer a core asset.

The principal methodology used in this rating was Telecommunications Service Providers published in January 2017. Please see the Rating Methodologies page on www.moodys.com for a copy of this methodology.

Indosat Tbk. (P.T.) is a fully integrated telecommunications network and services provider in Indonesia. The company is the second-largest cellular operator in the country in terms of revenue and active subscribers, as well as the leading provider of international call services. It also provides multi-media, data communications, and internet services. The company is 65% owned by Ooredoo Q.S.C.

This publication does not announce a credit rating action. For any credit ratings referenced in this publication, please see the ratings tab on the issuer/entity page on www.moodys.com for the most updated credit rating action information and rating history.

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