



No. 183/A00-A0Q/FIN/19

July 8, 2019

To:
Chief Executive of Capital Market Supervisory
Financial Services Authority ("OJK")
Soemitro Djohadikusumo Building
Jl. Lapangan Banteng Timur No. 2-4
Jakarta 10710

Re : **Report and Announcement of Material Information or Fact**

Dear Sir/Madam,

We hereby for and on behalf of the company submit the Report and Announcement on Material Information of Fact as follows:

Name of Issuer or Public Company : PT Indosat Tbk.
Type of Business : Telecommunication
Phone : +6221 3000 3001
Fax : +6221 3000 3757
Email : investor@indosatooredoo.com

1.	Date of event	July 4, 2019
2.	Type of Material Information or Fact	Rating of Debt Securities and Sukuk
3.	Elucidation on Material Information or Fact	PT Pemeringkat Efek Indonesia ("PEFINDO") has affirmed its "idAAA" rating for PT Indosat Tbk (ISAT)'s Shelf Registered Bond I Phase IV Year 2016 Seri B of IDR1,047 billion and "idAAA(sy)" rating for ISAT's Shelf Registered Sukuk Ijarah I Phase IV Year 2016 Seri B of IDR61 billion that will mature on September 2, 2019.
4.	Impact of such material fact to the operational activities, legal, financial condition, or business continuity of the Issuer or Public Company	For further information, please see the attached press release from PEFINDO.
5.	Other information	For further information, please see the attached press release from PEFINDO.

Thank you for your kind attention.

Sincerely,

Corporate Secretary

Gilang Hermawan

Copies to:

1. Deputy Commissioner of Capital Market Supervisory II of OJK
2. Board of Directors of PT Bursa Efek Indonesia
3. Indonesian Capital Market Electronic Library (ICaMel)
4. PT Bank Rakyat Indonesia Tbk. (as Trustee)

PT Indosat Tbk

Analysts: Niken Indriarsih / Ayuningtyas Nur Paramitasari

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Mar-2019	Dec-2018	Dec-2017	Dec-2016
Corporate Rating	<i>idAAA/Stable</i>		(Limited Review)	(Audited)	(Audited)	(Audited)
Rated Issues		Total Adjusted Assets [IDR Bn]	54,067.8	51,568.6	49,064.2	49,398.5
Shelf Reg. Bond I/2016 Phase IV Seri B		Total Adjusted Debt [IDR Bn]	34,686.4	31,946.0	26,970.7	28,115.0
	<i>idAAA</i>	Total Adjusted Equity [IDR Bn]	10,297.8	10,565.2	13,218.7	12,736.9
Shelf Reg. Sukuk Ijarah I/2016 Phase IV Seri B	<i>idAAA(sy)</i>	Total Sales [IDR Bn]	6,046.2	23,139.6	29,926.1	29,184.6
		EBITDA [IDR Bn]	2,156.7	6,500.1	12,762.8	12,863.8
		Net Income after MI [IDR Bn]	(292.5)	(2,403.8)	1,135.8	1,105.0
Rating Period		EBITDA Margin [%]	35.7	28.1	42.6	44.1
July 2, 2019 – September 2, 2019		Adjusted Debt/EBITDA [X]	*4.0	4.9	2.1	2.2
		Adjusted Debt/Adjusted Equity [X]	3.4	3.0	2.0	2.2
Rating History		FFO/Adjusted Debt [%]	17.5	13.3	36.9	36.2
DEC 2018	<i>idAAA/Stable</i>	EBITDA/IFCCI [X]	*3.3	3.1	6.0	5.7
MAR 2017-2018	<i>idAAA/Stable</i>	USD Exchange Rate [IDR/USD]	14,244	14,481	13,548	13,436
SEP 2014-2016	<i>idAAA/Stable</i>					
2010-2014	<i>idAA+/Stable</i>					

FFO = EBITDA – IFCCI + gross interest income – current tax expense
EBITDA = operating profit + depreciation expense + amortization expense
IFCCI = gross interest expense + other financial charges + capitalized interest; (FX loss not included)
*MI = minority interest * = Annualized*
The above ratios have been computed based on information from the company and published accounts. Where applicable, some mites have been reclassified according to PEFINDO's definitions.

PEFINDO affirms its "idAAA" and "idAAA(sy)" ratings for Indosat's maturing bond and sukuk

PEFINDO has affirmed its "idAAA" rating for PT Indosat Tbk (ISAT)'s Shelf Registered Bond I Phase IV Year 2016 Seri B of IDR1,047 billion and "idAAA(sy)" rating for ISAT's Shelf Registered Sukuk Ijarah I Phase IV Year 2016 Seri B of IDR61 billion that will mature on September 2, 2019. ISAT should be able to repay the maturing bond and sukuk using its unused credit facilities from several banks. As of March 31, 2019, it had cash balance of IDR2.2 trillion, while its unused credit facilities as of April 30, 2019 amounted to IDR3.91 trillion from several banks.

A debt security rated *idAAA* has the highest rating assigned by PEFINDO. The obligors' capacity to meet its long-term financial commitments on the debt security, relative to that of other Indonesian obligors, is superior.

The suffix (sy) means the rating mandates compliance with Islamic principles.

ISAT is one of the top three telecommunications and information service operators in Indonesia providing cellular; multimedia, internet and data communication (MIDI); and fixed telecommunication services. As of March 31, 2019, it was 65.0% owned by Ooredoo Asia, Pte Ltd, followed by the Government of Indonesia (14.3%), and the public (20.7%).

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