

DISCLOSURE OF INFORMATION
IN FULFILLMENT OF OJK REGULATION No.02/POJK.04/2013
IN CONNECTION WITH THE COMPANY'S PLAN TO CONDUCT SHARES BUYBACK
DUE TO HIGHLY FLUCTUATIVE MARKET CONDITION



PT BANK RAKYAT INDONESIA (PERSERO) Tbk

Domiciled in Central Jakarta, Indonesia

Business Activity:

Banking

Head Office:

Gedung BRI I

Jl. Jend Sudirman No.44-46

Jakarta 10210

Tel: (021) 2510244, 2510254, Fax: (021) 2500065, 2500077

Website: www.bri.co.id

INFORMATION TO SHAREHOLDERS
IN CONNECTION WITH THE COMPANY'S PLAN TO CONDUCT SHARES BUYBACK
DUE TO HIGHLY FLUCTUATIVE MARKET CONDITION

PT Bank Rakyat Indonesia (Persero) Tbk (The "Company") plans to conduct a buyback of up to Rp2.500.000.000.000,- (two trillion five hundred billion Rupiah) of its shares that are currently listed on the Indonesia Stock Exchange ("IDX"), in accordance with the regulation of Otoritas Jasa Keuangan ("OJK") No.02/POJK.04/2013 dated 23 August 2013 regarding Buyback of Shares Issued by an Issuer or Public Company During Highly Fluctuative Market Conditions ("OJK Regulation No.02/POJK.04/2013") and OJK Circular Letter No.22/SEOJK.04/2015 dated 21 August 2015 regarding Other Conditions Classified as Highly Fluctuative Market Condition in Buyback of Shares ("OJK Circular No.22/SEOJK.04/2015"). In accordance with OJK Circular No.22/SEOJK.04/2015, the number of shares to be repurchased back will not exceed 20% (twenty percent) of the Company's fully paid up capital, and the Company's free float is no less than 7,5% (seven point five percent) of the Company's fully paid up capital. The Shares Buyback will be conducted in stages starting from 12 October 2015 until 12 January 2016. The Shares Buyback will be conducted through the IDX and based on the judgment of the Board of Directors

This Disclosure of Information is published in di Jakarta on 9 October 2015

INDICATIVE TIMETABLE

- | | | |
|----|--|---------------------------------------|
| 1. | Notification to OJK and IDX on the Shares Buyback Plan, and Announcement of Disclosure of Information on IDX's website | 9 October 2015 |
| 3. | Shares Buyback Period | 12 October 2015 until 12 January 2016 |

GENERAL

Due to the poor performance of the Jakarta Stock Exchange Composite Index during the past 5 (five) months and general economic slowdown from the beginning of 2015 up until the mid of 3Q2015, which was established by OJK as Other Condition as mentioned in Article 1 point 1 letter b of OJK Regulation No.02/POJK.04/2013, the Company has been presented with the opportunity to conduct partial buyback of its shares in accordance to prevailing regulations.

The Company plans to conduct a buyback on its shares that are currently listed on the IDX, to the maximum amount of Rp2.500.000.000.000,- (two trillion five hundred billion Rupiah). In accordance to OJK Circular No.22/SEOJK.04/2015, the number of shares to be repurchased will not exceed 20% (twenty percent) of the Company's fully paid up capital, with the condition that the Company's freefloat is at least 7,5% (seven point five percent) of the Company's fully paid up capital. The Shares Buyback will be conducted through the IDX and based on the judgment of the Board of Directors.

The Board of Directors is confident that the Shares Buyback will not affect the financial condition of the Company, since up until the announcement of this Disclosure of Information, the Company has adequate working capital to support its business operations.

ESTIMATION ON BUYBACK COST AND AMOUNT OF SHARES TO BE PURCHASED BACK

Total Shares Buyback Cost is estimated to be no greater than Rp2.500.000.000.000,- (two trillion five hundred billion Rupiah), to be financed by the Company's cash reserves, not inclusive of buyback fees, brokerage commissions and other fees relating to purchase of shares through IDX.

In accordance to OJK Circular No.22/SEOJK.04/2015, the number of shares to be repurchased will not exceed 20% (twenty percent) of the Company's fully paid up capital, with the condition that the Company's freefloat is at least 7,5% (seven point five percent) of the Company's fully paid up capital.

POTENTIAL DECLINE OF THE COMPANY'S NET INCOME AS A RESULT OF THE EXECUTION OF THE SHARES BUYBACK AND IMPACT ON THE COMPANY'S FINANCING

With the assumption that the Shares Buyback is wholly financed by the Company's cash reserves to the amount of Rp2.500.000.000.000,- (two trillion five hundred billion Rupiah), the total assets and total equity of the Company will be reduced by Rp2.500.000.000.000,- (two trillion five hundred billion Rupiah) plus shares buyback transactional costs. The transaction will not give a material impact on the operating costs of the Company, hence profitability of the Company is expected to be in line with the Company's projections. Furthermore, the potential loss from the transfer of cash into Treasury Stock will not significantly impact the Company's income. The Company is confident that the Shares Buyback will not adversely impact the Company's business operations, considering that the Company still have adequate working capital and cash flow levels to support the buy back and normal business operations at the same time.

PROFORMA EARNINGS PER SHARE AFTER THE EXECUTION OF THE BUYBACK PLAN, TAKING INTO CONSIDERATION THE DECREASE IN NET INCOME

Following is the proforma Net Income and ROE based on the Company's 30th June 2015 accounts, after taking into consideration the total buyback cost of Rp2.500.000.000.000,- (two trillion five hundred billion Rupiah) and transactional fees (brokerage and other fees).

	<i>(in millions Rupiah, except for EPS, ROA and ROE)</i>		
	For the period ending 30 June 2015		
	Without Shares Buyback	Impact	With Shares Buyback
Total Assets (Rp)	773.313.935	(2.500.000)	770.813.935
Total Equity (Rp)	102.200.618	(2.500.000)	99.700.618
Net Income For the Period (Rp)	11.945.865		11.945.865
EPS (Rp)*	484,24		490,12
Return on Asset (%)	3,910		3,912
Return on Equity (%)	29,22		29,37

Note): assuming that the maximum number of shares to be purchased back is 20% of the fully paid up capital*

The analysis above shows positive impact of Shares Buyback on the Company's ROA and ROE levels.

LIMITATION ON SHARES BUYBACK PRICE

The Shares Buyback will be done at a price that is lower or the same as the previous offer price.

SHARES BUYBACK PERIOD

The Shares Buyback will be done for the period of 3 months, starting from 12 October 2015 until 12 January 2016.

SHARES BUYBACK METHOD

The Company will conduct the Shares Buyback using the following method:

1. The purchase of shares will be done through IDX
The purchase transaction on IDX will be done by PT Bahana Securities as the securities brokerage appointed by the Company for the shares buyback program.

Every party who is either:

- a. Commissioner, Director, Employee and Controlling Shareholder;
- b. An Individual who due to their position or profession, or due to its business relation with the Company enables the individual to obtain inside information; or
- c. Parties who in the last 6 (six) months ceases to become parties as mentioned in point a and b above

are prohibited from making any transaction on the Company's shares during the Shares Buyback Period or on the same day of the sell-down of the buyback shares done through IDX.

MANAGEMENT DISCUSSION AND ANALYSIS ON THE IMPACT OF SHARES BUYBACK ON THE OPERATIONS AND GROWTH OF THE COMPANY

1. The Company's revenue is not expected to decrease as a result of the Shares Buyback.
2. The Shares Buyback is expected to have minimal impact on the financing costs of the Company.
3. The Total Assets and Total Equity of the Company will be reduced by the amount of Shares Buyback conducted. If the Company uses all the funds reserved for the Shares Buyback, the Total Assets and Total Equity of the Company will be reduced by Rp2.500.000.000.000,- (two trillion five hundred billion Rupiah)
4. The Company is confident that the Shares Buyback will not have an adverse impact on the business operations and future growth of the Company, considering that the Company still have adequate working capital and cash flow levels to finance the buy back, all business operations, and business development at the same time.

THE COMPANY'S PLAN ON THE REPURCHASED SHARES

The Company plans to keep the shares purchased through the Shares Buyback program as Treasury Stock for no longer than 3 (three) years after the end of the Shares Buyback. The transfer of the buyback shares will start 30 (thirty) days after the Shares Buyback Period ends or the end of the Shares Buyback. As defined in Article 6 (3) of OJK Regulation No.02/POJK.04/2013, the Company can decide to transfer the Buyback Shares through Management and/or Employee Stock Ownership Program. In the event that the stock ownership program is for the Management of the Company in the form of Long Term Incentive Program, the Company will conduct the program in accordance to Ministry of State Owned Enterprise Regulation No.PER-04/MBU/2014 regarding Guidelines for the Remuneration of Board of Directors, Coard of Commissioners and Supervisory Board of State Owned Enterprises ("PER-04/MBU/2014"). If the Management and/or Employee Stock Ownership Program is not approved by the General Meeting of Shareholders as required in PER-04/MBU/2014, the Company can sell the buyback shares through other methods specified in OJK Regulation No.02/POJK.04/2013.

The Buyback Shares can also be sold if the market price of the shares has increased, in this event the Company will get a positive gain from the sale of buyback shares. The sale of buyback shares can be done through both through regular transaction on IDX or not through regular transaction on IDX, in accordance with the prevailing regulations.

The shares that has been repurchased by the Company cannot be used to cast a vote in the General Meeting of Shareholders, and is not calculated in determining the quorum needed in accordance with the prevailing regulations. Moreover, the shares do not have any rights to dividends.

ADDITIONAL INFORMATION

For further information regarding the Shares Buyback, please contact:

Corporate Secretary
PT Bank Rakyat Indonesia (Persero) Tbk
Gedung BRI I
Jl. JendSudirman No.44-46
Jakarta 10210
Tel: (021) 2510244, 2510254, Fax: (021) 2500065, 2500077
Website: www.bri.co.id