

PT Sri Rejeki Isman Tbk Announces Pricing of US\$150 Million of Senior Notes

Jakarta, Indonesia, March 22, 2017 – PT Sri Rejeki Isman Tbk (“Sritex” or the “Parent Guarantor”) (**IDX:SRIL**) announced that its wholly-owned subsidiary, Golden Legacy Pte. Ltd. (the “Issuer”) has priced an offering of US\$150 million in aggregate principal amount of 6.875% senior notes due 2024 (the “Notes”) on March 20, 2017.

The Notes are being offered in a private offering that is exempt from registration under the U.S. Securities Act of 1933, as amended (the “Securities Act”). The Notes will be unconditionally and irrevocably guaranteed (the “Guarantees”) by Sritex and its subsidiary, PT Sinar Pantja Djaja (the “Subsidiary Guarantor” and together with the Parent Guarantor, the “Guarantors”). The obligations of the Issuer and the Parent Guarantor under the Notes and the Parent Guarantee will be secured by pledges by the Parent Guarantor of the shares of the Issuer and by the Issuer of the shares of Golden Mountain Textile and Trading Pte. Ltd. (“Golden Mountain”), a wholly-owned subsidiary of the Issuer (together, the “Shared Collateral”). The liens on the Shared Collateral will be *pari passu* with the liens on the Shared Collateral securing the obligations of the Issuer and the Parent Guarantor under the Issuer’s outstanding 9.00% senior notes due 2019 (the “2019 Notes”) and the Issuer’s outstanding 8.25% senior notes due 2021, and subject to an intercreditor agreement. The Notes and the Guarantees will be unsubordinated obligations of the Issuer and the Guarantors, respectively, and will rank *pari passu* in right of payment with all their other respective unsubordinated indebtedness.

The Issuer will use a portion of the net proceeds from the offering of the Notes to redeem all of the outstanding 2019 Notes at a redemption price of 104.50% of their principal amount plus accrued and unpaid interest, if any, to the redemption date. The Issuer will transfer the remaining net proceeds of this offering to Golden Mountain, by way of subscription of additional shares in the capital of Golden Mountain and/or grant of a shareholder loan to Golden Mountain, with the proceeds from the issuance of the Notes that have been applied to redeem the 2019 Notes treated as a deemed contribution and/or loan to Golden Mountain. Golden Mountain will then on-lend the proceeds of such transfer (including amounts from the deemed contribution and/or loan from the Issuer to Golden Mountain) to the Parent Guarantor pursuant to an intercompany loan. The Parent Guarantor will use the net proceeds from the intercompany loan (i) to refinance certain existing indebtedness; (ii) to repay the US\$30.0 million Medium Term Notes issued by the Parent Guarantor at their maturity in October 2017; and (iii) any remaining proceeds for general corporate purposes to support the business of the Parent Guarantor.

The Notes and the Guarantees have not been and will not be registered under the Securities Act and may not be offered or sold within the United States (as defined in Regulation S under the Securities Act), except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. Accordingly, the Notes are being offered and sold only (1) to qualified institutional buyers in reliance on the exemption from the registration requirements of the Securities Act provided by Rule 144A under the Securities Act, and (2) outside the United States in reliance on Regulation S under the Securities Act.

This press release is for informational purposes only and shall not constitute an offer to sell or a solicitation of an offer to buy the Notes or any other securities. The Notes offering is not being

made to any person in any jurisdiction in which the offer, solicitation or sale is unlawful. Any offers of the Notes will be made only by means of an offering memorandum.

About Sritex

Sritex is one of the largest vertically integrated textile manufacturers in Southeast Asia. It produces a variety of midstream and downstream products, including yarn, greige (or raw fabric), finished fabric and apparel, including uniforms and retail clothing. Sritex sells its products domestically in Indonesia and internationally in over 50 countries. Its customers include some of the world's largest downstream textile manufacturers including in India and China, as well as major global retailers and corporations. For more information, please visit Sritex's website at www.sritex.co.id. Information on Sritex's website is not incorporated by reference into, and does not form a part of, this press release.

Disclaimer

Nothing in this press release constitutes an offer to buy, or a solicitation of an offer to sell, securities in the United States or any other jurisdiction in which such offer or solicitation would be unlawful. Securities may not be offered or sold in the United States or to, or for the account or benefit of, U.S. persons absent registration pursuant to the Securities Act, or an exemption from registration under the Securities Act. Any public offering of securities to be made in the United States will be made by means of an offering memorandum that will contain detailed information about Sritex and its management, as well as financial statements.

This press release contains forward-looking statements within the meaning of Section 27A of the Securities Act and Section 21E of the Securities Exchange Act of 1934, as amended (the "Exchange Act"). These statements are subject to known and unknown risks, uncertainties and other factors which may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. You should understand that these statements are not guarantees of performance or results and are preliminary in nature. Statements preceded by, followed by or that otherwise include the words "believes," "expects," "anticipates," "intends," "projects," "estimates," "plans," "may increase," "may result," "will result," "may fluctuate" and similar expressions or future or conditional verbs such as "will," "should," "would," "may" and "could" are generally forward-looking in nature and not historical facts.

All forward-looking statements are expressly qualified in their entirety by this cautionary statement, and you should not place reliance on any forward-looking statement contained in this document. Sritex and its affiliates undertake no obligation to publicly update or revise any forward-looking statements, whether as a result of new information or future events or for any other reason.

This press release does not constitute a public offering in Indonesia under Law Number 8 of 1995 regarding Capital Market and its implementing regulations (the "Indonesian Capital Market Law"). Any securities may not be offered within the territory of the Republic of Indonesia or to Indonesian citizens using mass media (which includes newspapers, magazines, film, television, radio and other electronic media, letter and brochures as well as any printed matter)

or offered to more than 100 Indonesian parties and/or sold to more than 50 Indonesian parties or Indonesian residents, wherever they are domiciled, whether in or outside Indonesia within a certain time, in a manner which constitutes a public offering under the Indonesian Capital Market Law.