

THIS NOTICE CONTAINS IMPORTANT INFORMATION THAT IS OF INTEREST TO THE REGISTERED AND BENEFICIAL OWNERS OF THE SUBJECT SECURITIES. IF APPLICABLE, ALL DEPOSITORIES, CUSTODIANS AND OTHER INTERMEDIARIES RECEIVING THIS NOTICE ARE REQUESTED TO EXPEDITE THE TRANSMITTAL TO BENEFICIAL OWNERS OF THE SECURITIES IN A TIMELY MANNER.



NOTICE TO NOTEHOLDERS

PT Sri Rejeki Isman Tbk
(the “Company”)

US\$225,000,000 7.25% Senior Notes due 2025 issued by PT Sri Rejeki Isman Tbk

CUSIP Number: 69408L AB2 / Y714AG AB8

ISIN: US69408LAB27 / USY714AGAB82

Common Code: 206596945 / 206597208

(the “Sritex Notes”)

US\$150,000,000 6.875% Senior Notes due 2024 issued by Golden Legacy Pte Ltd and unconditionally and irrevocably guaranteed by PT Sri Rejeki Isman Tbk

CUSIP Number: 38109KAC9 / Y2749KAC4

ISIN: US38109KAC99 / USY2749KAC46

Common Code: 157922092 / 157922718

(the “Golden Legacy Notes”)

Dear Holders:

We refer to our announcement dated 8 June 2021. We write to provide an update with respect to the restructuring efforts of the Sritex Group. Unless otherwise defined, capitalized terms used in this announcement have the meaning given to them in our announcement dated 8 June 2021.

Update on PKPU Proceeding

Creditors’ Meeting

In accordance with the announcement published by the independent administrators on 10 May 2021, a creditors’ meeting was convened on 10 June 2021 at the Commercial Court of the District Court of Semarang (the “**Creditors’ Meeting**”). At the Creditors’ Meeting, the financial advisor to the Sritex Group, PT AJCapital Advisory presented an update on the Sritex Group’s restructuring efforts and the process going forward (the “**10 June 2021 Presentation**”).

The 10 June 2021 Presentation is available at the request of holders by email to the Sritex Group’s international legal counsel at sritex@gibsondunn.com.

No PKPU Composition Plan Proposed

To debunk rumors in the market, the Sritex Group wishes to clarify that there was no PKPU composition plan proposed or put to vote at the Creditors' Meeting.

PKPU Extension Application

During the Creditors' Meeting, the Sritex Group informed the creditors of its request to the Indonesian Court for an extension of the PKPU Proceeding for an additional 120-day period (the "**PKPU Extension Application**"). The PKPU Extension Application was made as additional time is required by the Sritex Group and its advisors to carry out a comprehensive and holistic review of the Sritex Group's business and operations. The length of the extension of the PKPU Proceeding will be decided by the Indonesian Court on 21 June 2021.

Verification of the Sritex Notes

The Sritex Group is pleased to confirm that it has received confirmation from the independent administrators that they have accepted the Trustee's claim in relation to the Sritex Notes in the PKPU Proceeding.

This means that holders of the Sritex Notes will be able to vote on the PKPU composition plan to be proposed in the PKPU Proceeding.

Verification of the Golden Legacy Notes

As previously stated, there is currently a double claim lodged for verification by the independent administrators in relation to the Golden Legacy Notes in the PKPU Proceeding.

Firstly, the Trustee has submitted a claim for verification in relation to the Golden Legacy Notes in the PKPU Proceeding based on the corporate guarantee (the "**Trustee Claim**").

Secondly, Golden Mountain Textile and Trading Pte Ltd ("**Golden Mountain**") has submitted a claim for verification in relation to the US\$150,000,000 intercompany loan that represents the proceeds of the Golden Legacy Notes in the PKPU Proceeding (the "**Golden Mountain Claim**").

The Golden Mountain Claim was submitted in compliance with the orders of the General Division of the High Court of the Republic of Singapore dated 21 May 2021 (the "**Singapore Court Orders**"). The Singapore Court Orders require Golden Mountain to lodge (among others) the Golden Mountain Claim and vote the Golden Mountain Claim "*in a manner that reflects the voting instructions of each individual holder of the Golden Legacy Notes who cast its votes*".

Given the double claim, the Sritex Group understands that the independent administrators are in the process of verifying the Trustee Claim and the Golden Mountain Claim. In that regard, the independent administrators have requested the Sritex Group to provide copies of the Singapore Court Orders.

During the verification meeting on 3 June 2021, the Sritex Group notified the independent administrators that the Sritex Group accepted the indebtedness in relation to the Golden Legacy Notes. Accordingly, the Sritex Group has no doubt that the independent administrators will

accept the Trustee Claim or the Golden Mountain Claim. In either event, the holders of the Golden Legacy Notes would vote in the PKPU Proceeding.

Chapter 15 Petitions

The Sritex Group would like to update the holders that its subsidiaries in Indonesia and Singapore have filed petitions with the United States Bankruptcy Court at the Southern District of New York under Chapter 15 of the United States Bankruptcy Code on 7 June 2021 (the “**Chapter 15 Petitions**”). The Chapter 15 Petitions were filed to obtain recognition in the United States of the Indonesian PKPU Proceeding and the Singapore restructuring proceedings.

On 10 June 2021, the United States Bankruptcy Court granted a provisional moratorium in the United States (the “**US Moratorium**”) to protect the Sritex Group’s restructuring efforts prior to the approval of the Chapter 15 Petitions.

The US Moratorium was sought to align with the moratoria that are in effect in Indonesia and Singapore and to provide a stable environment in which the Sritex Group can undertake restructuring efforts which are in the best interests of all of its stakeholders.

Additional information

The Sritex Group will provide a further update when there are relevant developments and/or other matters contemplated by this announcement.

Holders of the Sritex Notes and the Golden Legacy Notes should direct any queries to the Sritex Group’s international restructuring advisor and international legal counsel at the contact details provided below:

PT AJCapital Advisory

International Restructuring Advisor

Geoffrey D. Simms, CEO and Partner (geoff.simms@ajcapital.co.id)

Fransiscus Alip, Partner (fransiscus.alip@ajcapital.co.id)

Gibson, Dunn & Crutcher LLP

International Legal Counsel

Troy Doyle, Partner, Co-Chair – Restructuring (sritex@gibsondunn.com)

Jakarta / Singapore

15 June 2021