



**ANNOUNCEMENT
TO THE SHAREHOLDERS REGARDING
THE RESOLUTION OF ANNUAL AND EXTRAORDINARY GENERAL MEETING OF SHAREHOLDERS
PT SINAR MAS AGRO RESOURCES AND TECHNOLOGY Tbk. (the "Company")**

We hereby inform the Shareholders that the Annual and Extraordinary General Meeting of Shareholders was convened on 03 June 2014 in Le Grandeur Hotel, Puri Pertiwi Ballroom 1, 2nd Floor, Mangga Dua Raya Street, Central Jakarta 10730, and the following matters had been resolved:

ANNUAL GENERAL MEETING OF SHAREHOLDERS

1. To approve the Annual Report of Board of Directors of the Company for fiscal year ended on 31 December 2013;
2. To approve and legalise the Company's Annual Account for fiscal year ended on 31 December 2013 which had been audited by Mulyamin Sensi Suryanto & Lianny Public Accountant Firm, as set forth in its report dated 17 February 2014, number 02331014SA, with unqualified opinion and give a full acquittal of responsibility (*acquitt et de charge*) to the Board of Directors and Board of Commissioners of the Company over any management and supervision conducted by them during the fiscal year ended on 31 December 2013, to the extent such management and supervision are reflected in the aforesaid Annual Report;
3. To approve the appropriation of the Company's Profit for the fiscal year ended on 31 December 2013 as follows:
 - a. To distribute final dividend amounting to IDR 5,- per share, therefore total dividend distributed shall be in the amount of IDR 14,360,966,830,-;
 - b. Not to establish additional reserved fund because it has reached the minimum amount of reserved fund as regulated in Article 70 Law No. 40 year 2007 on Limited Liability Company; and
 - c. The remaining balance of the Company's retained earnings of IDR 3,787,236,320,096,- shall be recorded as unappropriated retained earnings.

The dividend payment will be carried out with the following schedule and procedure:

A. SCHEDULE OF CASH DIVIDEND DISTRIBUTION

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| a. Cum dividend in the Regular and Negotiation Market | 8 August 2014 |
| b. Ex dividend in the Regular and Negotiation Market | 11 August 2014 |
| c. Cum dividend in the Cash Market | 13 August 2014 |
| d. Ex dividend in the Cash Market | 14 August 2014 |
| e. Recording date entitled to the cash dividend | 13 August 2014 |
| f. Cash dividend payment | 27 August 2014 |

B. PROCEDURE OF CASH DIVIDEND PAYMENT

- a. This announcement shall constitute a formal notice from the Company and the Company does not issue any specific notice to the Shareholders.
- b. The Cash Dividend shall be given to the Shareholders whose names are registered in the Company's Register of Shareholders (*recording date*) on 13 August 2014 until 16.00 WIB (Western Indonesian Time).
- c. For the Shareholders whose shares are recorded in the collective deposit of PT Kustodian Sentral Efek Indonesia (KSEI), the cash dividend will be received through the Account Holder in KSEI. Written confirmation concerning the result of cash dividend distribution will be delivered by KSEI to the respective securities company and/or custodian bank, thereafter, the Shareholders will receive information about their stock balance from the securities company and/or custodian bank at which the Shareholders open their accounts.
- d. For the Shareholders whose shares are not recorded in KSEI (or using script), the Company will pay the dividend through electronic banking transfer to the account of the relevant Shareholders. Therefore, the aforesaid Shareholders shall give notice in writing about their Banking Account Numbers, not later than 13 August 2014, to the Share Registrar of the Company:
 PT Sinarutama Gunita
 Sinar Mas Land Plaza Tower I 9th Floor,
 Jln. M.H. Thamrin No. 51, Central Jakarta 10350
 Ph. : (021) 3922332 Fax. : (021) 3923003
- e. Against the payment of such cash dividend, Income Tax will be imposed subject to the prevailing Tax Regulation. The amount of tax to be imposed shall be borne by the relevant Shareholders and withheld from the cash dividend of the relevant Shareholders.
- f. For the Shareholder who is an Assessable Domestic Corporation which has not yet submitted its Taxpayer Identification Number (NPWP), shall be required to submit its NPWP to the KSEI or the Share Registrar (BAE) PT Sinarutama Gunita not later than 13 August 2014 until 16.00 WIB (Western Indonesian Time). Without the NPWP, the cash dividend will be imposed an Income Tax of 30%.
- g. For the Shareholder who is an Assessable Foreigner where the tax withholding of which will use an adjusted Tariff determined by the Agreement on Double Tax Avoidance (Tax Treaty) shall be obliged to comply with the requirements of Article 26 of Income Tax Act No. 36/2008 and submit its Certificate of Domicile (SKD) having been legalised to KSEI or BAE not later than 13 August 2014 until 16.00 WIB (Western Indonesian Time). Without any abovementioned SKD, the cash dividend will be imposed an Income Tax of Article 26 of 20%.
- h. Receipt of dividend Tax Withholding may be taken in:
 - i. KSEI through the Account Holder appointed by the Shareholder (for the Shareholders whose shares are available/recorded in the collective custodian);
 - ii. The Company's BAE : PT Sinarutama Gunita, Sinar Mas Land Plaza Tower I 9th Floor, Jl. M.H. Thamrin No. 51, Central Jakarta 10350, Phone : (021) 3922332 Fax: (021) 3923003 (for the Shareholders whose shares are not recorded in KSEI or using script).
4. To approve the granting of a power of attorney to the Board of Directors to appoint the Independent Public Accountant to audit the Company's financial books for the fiscal year ended on 31 December 2014 and to grant the authority to the Board of Directors of the Company to determine the honorarium of such Independent Public Accountant and other requirements of the appointment therefor.

EXTRAORDINARY GENERAL MEETING OF SHAREHOLDERS

To approve the granting of power and authorities to the Board of Directors of the Company in the framework to assign the Company's assets or to encumber it for the Company's liabilities, constituting more than 50% (fifty percent) of total amount of the Company's net assets in 1 (one) transaction or more, either in relation to one another or not.

Jakarta, 04 June 2014
PT SINAR MAS AGRO RESOURCES AND TECHNOLOGY Tbk.
(PT SMART Tbk)
 Board of Directors