



**INVITATION OF
EXTRAORDINARY GENERAL MEETING OF
SHAREHOLDERS
PT KRAKATAU STEEL (PERSERO) Tbk**
Domiciled in Cilegon

The shareholders ("**Shareholders**") of PT Krakatau Steel (Persero) Tbk ("**Company**") are hereby notified that the Company intend to convey an Invitation to the Extraordinary General Meeting of Shareholders ("**Meeting**") which will be held physically and electronically (e-GMS) in accordance with Financial Services Authority Regulation No. 16/POJK.04/2020 concerning the Electronic General Meeting of Shareholders of Public Companies ("**OJK Regulation 16/2020**") provided by using the Electronic General Meeting of Shareholders system ("**e-GMS**") of PT Kustodian Sentral Efek Indonesia ("**KSEI**") on:

Day/Date : Friday, February 25, 2022
Time : 14.00 Western Indonesian Time (WIB) – onward
Venue : Financial Hall, Graha CIMB Niaga Lantai 2, Jalan Jenderal Sudirman Kav. 58, Jakarta.

The agenda of the Meeting is as follows:

Approval of the Company's plan to cooperate in optimizing the Hot Strip Mill#2 production facility by adding capital participation in the form of the Company's fixed assets to PT Krakatau Posco.

Explanation:

The proposed agenda at the Meeting is in connection with the Company's plan to increase the Company's ownership in PT Krakatau Posco ("**PTKP**") wherein the addition of ownership is carried out by transferring the Company's assets namely the Hot Strip Mill#2 production facility to PTKP ("**Proposed Transaction**"). Furthermore, after the Proposed Transaction, the non-controlling share ownership of the Company in PTKP will increase to 50% (fifty percent). The Company's deposit in PTKP will be made in a non-cash form through the transfer of fixed assets, which consists of:

1. A plot of land with an area of 610 m² with proof of ownership of Building Use Rights Certificate ("**SHGB**") Number 5 in the name of PT Krakatau Steel (Persero) Tbk located in Samang Raya Sub-District, Ciwandan District, Cilegon, Banten Province;
2. A plot of land with an area of 210 m² with proof of ownership of SHGB Number 7 in the name of PT Krakatau Steel (Persero) Tbk located in Samang Raya Sub-District, Ciwandan District, Cilegon, Banten Province;
3. A plot of land with an area of 81,782 m² with proof of ownership of SHGB Number 28 on behalf of PT Krakatau Steel (Persero) Tbk located in Kubangsari Sub-District, Ciwandan District, Cilegon, Banten Province;
4. A plot of land with an area of 90,337 m² with proof of ownership of SHGB Number 43 in the name of PT Krakatau Steel (Persero) Tbk located in Samang Raya Sub-District, Citangkil District, Cilegon, Banten Province;
5. A plot of land with an area of 74,755 m² with proof of ownership of SHGB Number 44 on behalf of PT Krakatau Steel (Persero) Tbk located in Samang Raya Sub-District, Citangkil District, Cilegon, Banten Province; and
6. Factory HSM #2 along with all equipments, facilities, infrastructure or other things on the land with respect to SHGB Number 5, SHGB Number 7, SHGB Number 28, SHGB Number 43, and SHGB Number 44.

The Proposed Transaction value exceeds the material transaction value limit, which is more than 50% (fifty percent) of the Company's equity value or equivalent to 65% (sixty five percent) of the Company's equity value based on the Company's Consolidated Financial Statements for the period ending 30 June 2021. The

Company intends to obtain the approval from the Independent Shareholders for the cooperation plan to optimize the production facilities of the Company's Hot Strip Mill#2 to conduct additional capital participation in the form of the Company's fixed assets to PTKP.

The Proposed Transaction is a material transaction and affiliated party transaction that must obtain approval from the independent shareholders at the Meeting as regulated under Financial Services Authority Regulation No. 17/POJK.04/2020 concerning Material Transactions and Change of Business Activities and Financial Services Regulation No. 42/POJK.04/2020 concerning Affiliated Party and Conflict of Interest Transaction.

Information regarding the Proposed Transaction has been announced by the Company on the Company's website and the Indonesia Stock Exchange website.

Notes:

1. This Invitation constitutes an official invitation for the Shareholders. Therefore, the Company will not send separate letters to the Shareholders.
2. Shareholders who are entitled to attend or be represented at the Meeting are the independent shareholders whose names are recorded in the Company's Shareholders Register or according to the securities account balance at KSEI on February 2, 2022 at the close of share trading on the Indonesia Stock Exchange (IDX).
3. As a measure to prevent the spread of Covid-19, as well as complying with Article 27 of Financial Services Authority Regulation No. 15/POJK.04/2020 concerning the Planning and Holding of General Meeting of Shareholders of Public Companies ("**OJK Regulation 15/2020**") OJK Regulation concerning GMS, the Company urges Shareholders to attend the Meeting by granting power of attorney to the Company's Securities Administration Bureau (*Biro Administrasi Efek*) "**BAE**", namely PT BSR Indonesia, through the eASY.KSEI facility (<https://akses.ksei.co.id>) which has been provided by KSEI as an electronic authorization mechanism.
4. In connection with the Implementation of Restrictions on Community Activities (*Pemberlakuan Pembatasan Kegiatan Masyarakat*) "**PPKM**") and Article 9 of OJK Regulation 16/2020, the Company limits the physical presence of shareholders at the Meeting. Shareholders who wish to attend the Meeting can attend the Meeting electronically using the KSEI system using the eASY.KSEI application. To use the eASY.KSEI application, Shareholders can access the eASY.KSEI menu, eASY.KSEI Login submenu located in AKSes facility (<https://akses.ksei.co.id/>).
5. Shareholders who can attend in person electronically as mentioned in point 4 are local individual shareholders whose shares are kept in the KSEI collective custody.
6. Prior to determining participation in the Meeting, Shareholders are required to read the provisions conveyed through this Invitation as well as other provisions related to the implementation of the Meeting based on the authority determined by the Company. Other provisions can be seen through the attachment on the 'Meeting Info' feature on the eASY.KSEI application.
7. Shareholders who will physically attend the Meeting or Shareholders who will exercise their voting rights through the eASY.KSEI application, may inform their attendance or appoint their proxies, and/or submit their vote in the eASY.KSEI application.
8. The deadline for submitting a declaration of attendance or power of attorney and vote in the eASY.KSEI application is by 12.00 Western Indonesian Time (WIB) 1 (one) business day prior to the date of the Meeting.
9. Shareholders who will attend or provide power of attorney electronically to the Meeting through the eASY.KSEI application must pay attention to the following matters:
 - a. Mechanism of Shareholders Attendance via e-GMS:
 - i. Shareholders who will attend the Meeting using the e-GMS and e-Voting modules in the eASY.KSEI application, must register one day prior to the Meeting through www.access.ksei.co.id;
 - ii. Shareholders and its Proxy receive e-mail notification 1 (one) day prior to the Meeting via webinar;
 - iii. Shareholders and Proxy are required to have an account in AKSes to be able to access

- the Meeting link;
 - iv. The webinar link can be reached through AKSes Web and AKSes Mobile;
 - v. On the date of the Meeting, Shareholders who will participate in the Meeting using the e-GMS and e-Voting modules must conduct self-registration electronically at eASY.KSEI via www.access.ksei.co.id.
- b. Registration Process:
- i. Local individual shareholders who have not provided a declaration of attendance or power of attorney in the eASY.KSEI application by the time limit in point 8 and wish to attend the Meeting electronically are required to register attendance in the eASY.KSEI application on the date of the Meeting until the electronic registration period for the Meeting is closed by the Company;
 - ii. Local individual shareholders who have provided a declaration of attendance but have not cast a minimum vote for 1 (one) Meeting agenda in the eASY.KSEI application until the time limit in point 8 and wish to attend the Meeting electronically are required to register attendance in the eASY application. KSEI on the date of the Meeting until the electronic registration period of the Meeting is closed by the Company;
 - iii. Shareholders who have given power of attorney to the proxies provided by the Company (Independent Representative) or Individual Representative but the shareholders have not cast a minimum vote for 1 (one) Meeting agenda in the eASY.KSEI application until the time limit in point 8, then, proxies representing the shareholders is required to register attendance in the eASY.KSEI application on the date of the Meeting until the electronic registration period of the Meeting is closed by the Company;
 - iv. Shareholders who have given power of attorney to the participant/Intermediary proxy (Custodian Bank or Securities Company) and have cast their vote in the eASY.KSEI application until the time limit in point 8, then the representative of the proxy who is registered in the eASY.KSEI application is required to register attendance in the eASY.KSEI application on the date of the Meeting until the electronic registration period of the Meeting is closed by the Company;
 - v. Shareholders who have given a declaration of attendance or given power of attorney to the proxy provided by the Company (Independent Representative) or Individual Representative and have cast a minimum vote for 1 (one) or all Meeting agenda in the eASY.KSEI application no later than the time limit in point 8, the shareholders or proxies do not need to register attendance electronically in the eASY.KSEI application on the date of the Meeting. Share ownership will be automatically calculated as the attendance quorum and the votes that have been cast will be automatically taken into account in the Meeting vote;
 - vi. Any delay or failure in the electronic registration process as referred to in numbers i – iv for any reason will result in the shareholders or their proxies being unable to attend the Meeting electronically, and their share ownership will not be counted as the attendance quorum at the Meeting.
10. In the event that the Shareholders will physically attend the Meeting, the Shareholders may download the Power of Attorney form on the Company's website or obtain such form at the BAE PT BSR Indonesia office, Sindo Building, 3rd Floor, J.I. Wahid Hasyim No. 38, Central Jakarta, phone +62 21 80864722. The completed Power of Attorney will be sent to the BAE PT BSR Indonesia via email at adm.efek@bsrindonesia.com no later than February 18, 2022, and the original documents must be brought to the Meeting.
11. Shareholders or their proxies who will physically attend the Meeting are requested to submit a photocopy of their Identity Card or other identifications before entering the Meeting room. Shareholders in the form of Legal Entities are required to bring a photocopy of the latest Articles of Association and the composition of the company's management. Shareholders in KSEI's collective custody are required to submit a Written Confirmation for the Meeting, which can be obtained at the BAE office or custodian bank. where Shareholders open their securities accounts. Registration of Shareholders or their Proxies at the Meeting venue is closed 30 minutes before the Meeting starts or at 13.30 Western Indonesia Time (WIB).
12. Materials on the Meeting Agenda are not provided physically and can be accessed and downloaded

on the Company's website and/or e-GMS (eASY.KSEI) since the date of the Meeting Invitation dated February 3, 2022, until the Meeting is held in accordance with Article 18 paragraphs (1) and (2) of OJK Regulation 15/2020.

13. Shareholders or their proxies who will remain physically present at the Meeting are required to follow the directives and health procedures for Covid-19 prevention set out at the Meeting venue and the following PPKM provisions:
 - a. Be present at the meeting place at least 30 minutes before the meeting starts and wear a mask during the Meeting.
 - b. Fill out and sign the Health Statement which is available on the Company's website to be submitted during registration.
 - c. According to the detection and monitoring, having body temperature not more than 37.3°C.
 - d. Following the direction of the Meeting Committee on implementing the physical distancing policy, either before, on, or after the Meeting. Therefore, due to the physical distancing policy, the Meeting Committee may limit the capacity of the Meeting room.
 - e. Following the procedure and protocol of avoiding the spread or infection of Covid-19 as may be determined by the Company.
 - f. Has been vaccinated against Covid-19 (at least the first dose of vaccination), except for those who are still within a grace period of 3 months from being confirmed by Covid-19 as evidenced by laboratory results and those who contraindicate Covid-19 vaccination based on the results of a medical examination with evidence of a doctor's certificate.
 - g. In the event that the provisions of letter a to letter f above are not met, attendance in the Meeting is not allowed.
 - h. For health reasons, the Company does not provide food and drinks to the Shareholders and their proxies who are present at the Meeting.
14. The Company may re-announce if there are changes and/or additional information regarding the procedures for conducting the Meeting by referring to the latest conditions and developments related to integrated handling and control to prevent the spread and transmission of Covid-19.
15. The government or the competent authority may at any time issue a policy prohibiting the implementation of the Meeting or prohibiting the Shareholders of the Company from attending the Meeting in person, before or on the appointed day of the Meeting, including restrictions on Meeting participants in the Meeting room, this is completely outside the responsibility and authority of the Company.

Jakarta, February 3, 2022
PT Krakatau Steel (Persero) Tbk
Board of Directors