

**AMENDMENT AND/OR ADDITIONAL INFORMATION ON
INFORMATION DISCLOSURE TO SHAREHOLDERS OF
PT KRAKATAU STEEL (PERSERO) TBK
IN COMPLIANCE WITH FINANCIAL SERVICES AUTHORITY REGULATION
NO. 17/POJK.04/2020 CONCERNING MATERIAL TRANSACTIONS**

THE INFORMATION CONTAINED IN THIS INFORMATION DISCLOSURE IS IMPORTANT AND NEEDS TO BE CONSIDERED BY THE SHAREHOLDERS OF PT KRAKATAU STEEL (PERSERO) TBK ("COMPANY") IN CONNECTION WITH THE APPROVAL OF THE COMPANY'S PLAN TO CONDUCT AN INCREASE OF CAPITAL INJECTION IN THE FORM OF HOT STRIP MILL #2 FACTORY TO PT KRAKATAU POSCO (HEREINAFTER REFERRED TO AS "PROPOSED TRANSACTION").

THIS INFORMATION DISCLOSURE TO SHAREHOLDERS IS PROVIDED BY THE COMPANY IN COMPLIANCE WITH THE FINANCIAL SERVICES AUTHORITY REGULATION ("OJK") NO. 17/POJK.04/2020 REGARDING MATERIAL TRANSACTIONS AND ALTERATION OF BUSINESS ACTIVITIES ("POJK 17/2020").

THE COMPANY'S BOARD OF COMMISSIONERS AND BOARD OF DIRECTORS STATE THAT THE COMPANY'S PROPOSED TRANSACTION IS A MATERIAL TRANSACTION FOR THE COMPANY AS INTENDED IN POJK 17/2020.

IF YOU HAVE DIFFICULTIES IN UNDERSTANDING THE INFORMATION AS SET FORTH IN THIS INFORMATION DISCLOSURE, YOU SHOULD CONSULT WITH A LEGAL COUNSEL, A PUBLIC ACCOUNTANT, A FINANCIAL ADVISOR OR ANY OTHER PROFESSIONAL.



PT KRAKATAU STEEL (PERSERO) TBK

Business Activities:

Engaged in Iron and Steel Base Metal

Domiciled di Cilegon, Indonesia

Head Office:

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Cilegon, Banten 42435, Indonesia

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THE BOARD OF COMMISSIONERS AND THE BOARD OF DIRECTORS OF THE COMPANY, EITHER SOLELY OR JOINTLY, ARE ENTIRELY RESPONSIBLE FOR THE ACCURACY AND COMPLETENESS OF THE INFORMATION AS DISCLOSED IN THIS INFORMATION DISCLOSURE. THE COMPANY'S BOARD OF COMMISSIONERS AND THE BOARD OF DIRECTORS STATE THE COMPLETENESS OF THE INFORMATION AS DISCLOSED IN THIS INFORMATION DISCLOSURE AND AFTER CONDUCTING CAREFUL RESEARCH, CONFIRM THAT THE INFORMATION CONTAINED IN THIS INFORMATION DISCLOSURE IS CORRECT AND THERE ARE NO IMPORTANT AND RELEVANT MATERIAL FACTS THAT ARE NOT DISCLOSED OR OMITTED IN THIS INFORMATION DISCLOSURE, CAUSING THE INFORMATION PROVIDED IN THIS INFORMATION DISCLOSURE TO BE INCORRECT AND/OR MISLEADING.

This Information Disclosure was published on 17 May 2022

DEFINITION AND ABBREVIATION

MITPA Addendum	:	Addendum to MITPA which was signed on 29 March 2022.
MOLHR	:	The Ministry of Law and Human Rights of the Republic of Indonesia.
MLHR	:	The Minister of Law and Human Rights of the Republic of Indonesia.
MITPA	:	Memorandum of In-Kind Transaction Procedure Agreement dated 31 December 2021.
OJK	:	Financial Services Authority, an independent institution as referred to in Law No. 21 of 2011 regarding the Financial Services Authority, whose duties and authorities include regulating and supervising financial service activities in the sector of banking, capital market, insurance, pension funds, financing institutions and other financial institutions.
JVA	:	Joint Venture Agreement entered into by and between the Company and POSCO dated 4 August 2010.
The Company	:	PT Krakatau Steel (Persero) Tbk, a limited liability company established under the laws of the Republic of Indonesia, domiciled at Jalan Industri No. 5 P.O. Box 14, Cilegon, Banten 42435, Indonesia.
Publicly-Traded Company	:	Issuer that already made public offerings of equity securities or a Public Company.
Controlled Company	:	A company that is controlled directly or indirectly by a Publicly-Traded Company.
ECA Loan	:	Financing loan for the Development of Hot Strip Mill #2 between the Company and Commerzbank Aktiengesellschaft dan AKA Ausfuhrkredit-Gesellschaft mbH (" Commerzbank-AKA ").
POJK 17/2020	:	Financial Services Authority Regulation No. 17/POJK.04/2020 dated April 20, 2020 regarding Material Transactions and Alteration of Business Activities.
POJK 42/2020	:	Financial Services Authority No. 42/POJK.04/2020 dated 2 July 2020 regarding Affiliated Transactions and Conflict of Interest Transactions.
POSCO	:	A company incorporated under the laws of the Republic of Korea (currently established as POSCO HOLDINGS INC.)

PTKP	:	Stands for PT Krakatau Posco.
Proposed Transaction	:	Approval of the Company's Plan to Increase Capital Injection in the form of a Hot Strip Mill #2 Business Factory to PT Krakatau Posco.
Capital Market Law	:	Law No. 8 of 1995 regarding Capital Market.

I. PRELIMINARY

The information as stated in this Information Disclosure is made in order to fulfill the Company's obligations under POJK 17/2020.

The Company and POSCO have established a joint venture company named PTKP which was established in 2010 and is domiciled in Cilegon, Banten which is engaged in the iron/steel industry within the territory of the Republic of Indonesia with a capacity of 3,000,000 (three million) Metric Tonnes ("MT"). Currently, the Company's share ownership structure in PTKP is 30% (thirty percent) and POSCO is 70% (seventy percent).

Based on an agreement dated 12 May 2016, 6 August 2020, and MITPA as well as MITPA Addendum, the Company and POSCO plan to increase cooperation in order to create the "Cilegon 10 Million MT Steel Cluster Road Map" through a plan where the Company will make a non-cash capital injection in the form of the Company's Hot Strip Mill #2 Factory To PTKP ("**Proposed Transaction**"). The Proposed Transaction is also part of Company's Restructurisation Program which has obtained support and approval from Ministry of State Own Enterprise based on letter No S-313/MBU/05/2022 dated 17 May 2022 regarding Inkind Transaction of Hot Strip Mill#2 Facility of PT Krakatau Steel (Persero) Tbk.

Following the completion of the Proposed Transaction, the Company's share ownership in PTKP will increase to 50% (fifty percent) of the total shares issued by PTKP. Apart from the change in the composition of PTKP, the completion of the Proposed Transaction will not result in a change of control in PTKP, where PTKP will still be controlled by POSCO. Therefore, the Proposed Transaction is not subject to the provisions of the acquisition of shares based on the prevailing laws and regulations in Indonesia.

The proforma of PTKP's capital after the implementation of the Proposed Transaction is as follows:

Shareholders	PTKP							
	Before the Proposed Transaction				After the Proposed Transaction			
	Number of Shares	Par Value (USD)	Capital (USD)	%	Number of Shares	Par Value (USD)	Capital (USD)	%
POSCO - Series A	739,900	1,000	739,900,000	70%	739,900	1,000	739,900,000	50%
The Company - Series A - Series B	317,100	1,000	317,100,000	30%	317,100 422,800	1,000 516	317,100,000 218,164,800	21% 29%
Total	1,057,000		1,057,000,000	100%	1,479,800		1,275,164,800	100%

The Proposed Transaction is deemed as a material transaction as referred to in POJK 17/2020, pursuant to which the Proposed Transaction value exceeds the material transaction value threshold, which is more than 50% (fifty percent) of the Company's equity value or equivalent to 59% (fifty nine percent) of the Company's equity value based on the Company's Consolidated Financial Statements as of 31 December 2021, where the Company's equity value is USD522 million (five hundred twenty two million United States Dollars).

In connection with the Proposed Transaction above, in accordance with the provisions of the applicable laws and regulations, in particular the provisions of POJK 17/2020, Board of Directors of the Company hereby announces the Information Disclosure with a view to providing explanations, considerations and reasons for the Proposed Transaction to the shareholders of the Company. as part of the fulfillment to the provisions of POJK 17/2020.

II. DESCRIPTION OF THE TRANSACTION

A. Transaction Object

On 31 December 2021, the Company has signed the MITPA as lastly amended based on the MITPA Addendum, in which the Company plans to increase its capital injection in the PTKP in the form of an HSM#2 factory, which consists of:

1. A plot of land with an area of 610 m², ownership of which evidenced by Right to Build Certificate ("SHGB") Number 5 under the name of the Company located in Samang Raya Sub-district, Ciwandan District, Cilegon City, Banten Province;
2. A plot of land with an area of 210 m², ownership of which evidenced by SHGB Number 7 under the name of the Company located in Samang Raya Sub-district, Ciwandan District, Cilegon City, Banten Province;
3. A plot of land with an area of 81,782 m², ownership of which evidenced by SHGB Number 28 under the name of the Company located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province;
4. A plot of land with an area of 90,337 m², ownership of which evidenced by SHGB Number 43 under the name of the Company located in Samang Raya Sub-district, Citangkil District, Cilegon City, Banten Province;
5. A plot of land with an area of 74,755 m², ownership of which evidenced by SHGB Number 44 under the name of the Company located in Samang Raya Sub-district, Citangkil District, Cilegon City, Banten Province;
6. HSM #2 Factory along with all equipment, facilities, infrastructure, operational activities or other things that are standing on the lands as contained in SHGB Number 5, SHGB Number 7, SHGB Number 28, SHGB Number 43, and SHGB Number 44, and

henceforth Number 1 – 6 above will be referred to as **"HSM#2 Facility"** atau **"The Transaction Object"**.

That the HSM#2 Facility is currently being secured to Commerzbank-AKA in relation to the HSM #2 project finance facility with a receivable value of the loan facility amounting to USD246,987,322 (two hundred and forty-six million nine hundred eighty-seven thousand three hundred and twenty-two United States Dollars) ("**Company's Obligations**"). In relation to the Proposed Transaction, the Company has obtained a letter from Commerzbank-AKA on 30 March 2022 which essentially supports the Proposed Transaction and will conduct further discussions regarding the mechanism and further provisions related to the assignment of debt payment liabilities from the Company to PTKP. . The Company believes that the approval from Commerzbank-AKA to assign all of the Company's debt payment liabilities to PTKP based on the ECA HSM#2 Loan from the Company to PTKP will be obtained prior to the signing of the in-kind transaction deed.

The implementation of the Proposed Transaction is subject to the fulfilment of the following preliminary requirements:

- a. Corporate approval of the Company, POSCO, and PTKP;
- b. Approval from the Company's Creditors, including Commerzbank-AKA regarding the assignment of debt payment obligations referred to in the above;
- c. PTKP's Creditor Approval;
- d. PTKP's due diligence on HSM#2 Facility; and
- e. JVA Amendments.

Furthermore, based on MITPA, as amended based on the MITPA Addendum, the Company and PTKP have agreed (after considering further discussions with Commerzbank and AKA), that the Company and PTKP will sign a separate agreement which outlines that PTKP will fulfill the Company's Obligations ("**Company-PTKP Agreement**").

Under the Company-PTKP Agreement, it will also be regulated that PTKP will provide funds for the Company in accordance with the payment schedule that has been agreed by the Company with Commerzbank and AKA and do everything needed by the Company in fulfilling the Company's Obligations. Thus, the credit/financing risk of the Company's Obligations will be assigned from the Company to PTKP.

B. Transaction Value

The value of the Proposed Transaction is USD308,164,800 (three hundred eight million one hundred sixty four thousand eight hundred United States Dollars). With the implementation of the Proposed Transaction, the Company will acquire 422,800 new Series B shares with a nominal value of USD516. The value for the new 422,800 Series B shares is USD218,164,800 (two hundred eighteen million one hundred sixty four thousand eight hundred United States Dollars) ("**Deposit Value**"). With the acquisition of the new Series B shares, the Company's share ownership in PTKP will increase to 50%, from the previous 30%. The difference between the value of the Proposed Transaction and the Deposit Value will be compensated in the form of cash compensation from PTKP in the amount of USD90,000,000 (ninety million United States Dollars).

C. Parties to the Transaction

Company as the subscriber to the increase of capital injection

The Company was established based on Deed No. 34 dated 23 October 1971, drawn up before Tan Thong Kie, Notary in Jakarta which has been approved by the Minister of Justice

of the Republic of Indonesia based on the Declaration Letter dated 31 December 1971 No. J.A.5/224/24.

The Company's Articles of Association have been amended several times, most recently by Deed No. 107 dated 29 July 2021, drawn up by Jose Dima Satria, S.H., M.Kn., Notary in Jakarta, and the notification has been received by the Minister of Law and Human Rights of the Republic of Indonesia based on Letter Number: AHU.AH.01.03-0441077 dated 26 August 2021.

The composition of the Board of Commissioners is as stated in the Deed Number: 149 dated 29 July 2020, drawn up by Notary Jose Dima Satria, S.H., M.Kn., and the notification has been received by the MLHR based on Letter Number: AHU-AH.01.03-0371745 dated 27 August 2020. Furthermore, the composition of the Company's Board of Directors is as stated in the Deed Number: 124 dated 24 November 2020, drawn up by Notary Jose Dima Satria, S.H., M.Kn., as follows:

Board of Commissioners

President Commissioner : I Gusti Putu Suryawirawan
 Commissioner : Dadang Kurnia
 Independent Commissioner : Nana Rohana
 Independent Commissioner : David Pajung
 Commissioner : Suhanto
 Commissioner : Trisasongko Widiyanto

Board of Directors

President Director : Silmy Karim
 Director of Business Development : Purwono Widodo
 Director of Human Resources : Rahmad Hidayat
 Director of Finance : Tardi
 Director of Commercial : Melati Sarnita
 Director of Production : Djoko Muljono

The capital structure and share ownership of the Company as of the date of this Information Disclosure is as follows:

Description	Number of Shares	Nominal Value (Rupiah)	%
Authorized Capital	40,000,000,000	IDR20,000,000,000,000	
Issued and Paid Up Capital			
1. Series A Republic of Indonesia	1	IDR500	0.00
2. Series B Republic of Indonesia	15,477,117,519	IDR7,738,558,759,500	80.00
3. Public	3,869,279,380	IDR1,934,639,690,000	20.00
Total Issued and Paid Up Capital	19,346,396,900	9,673,198,450,000	100.00
Shares in Portfolio	20,653,603,100	10,326,801,550,000	

In accordance with Article 3 of the Company's Articles of Association, the purpose and objective of the Company are to conduct business in the iron and steel base metal industry as well as optimize the utilization of the Company's resources to produce high quality and highly competitive goods and/or services and pursue profits in order to increase the value of the Company. by applying the principles of a limited liability company.

PTKP as recipient of the increase to the capital injection

PTKP was established based on Deed No. 74 dated 26 August 2010, drawn up before Mala Mukti, S.H., LL.M., Notary in Jakarta, which has been ratified by the Decree of the MLHR based on Decree No. AHU-45583.AH.01.01.Tahun 2010 dated 27 September 2010.

PTKP's Articles of Association have been amended several times, most recently by Deed No. 2 dated 3 July 2020, drawn up before Dr. Hapendi Harahap, SH., MH., Notary in Cilegon, who has received approval from the MLHR based on Decree Number: AHU-0045300.AH.01.02.Tahun 2020 dated 3 July 2020.

The composition of the Company's Board of Commissioners and Board of Directors at the time this Information Disclosure is published is as stated in Deed No. 2 dated 11 March 2022 drawn up before Hapendi Harahap S.H., M.H., SPN, Notary in Cilegon which has been reported to the MLHR as stated in the Letter of Acceptance of Notification of the MLHR No. AHU-AH.01.03-0185787 dated 21 March 2022 as follows:

Board of Commissioners

President Commissioner : H. Salman El Farisiy
Commissioner : Hendro Martowardoyo
Commissioner : Eom, Gi-Chen
Commissioner : Ma, Jae So

Board of Directors

President Director : Kim, Kwang-Moo
Director of Production : Lee, Sang-Ho
Director of Finance : Jang, Won-Joon
Director of Commercial : Kim, Kyung-Nam
Director of Human Resources & : Gersang Tarigan
General Affairs
Director of Technology & Business : Zaenal Arifin Muslim
Development

The capital structure and share ownership of PTKP as of the date of this Information Disclosure are as follows:

Description	Number of Shares	Nominal Value (Rupiah)	%
Authorized Capital	2,018,932	IDR18,075,498,196,000	
Issued and Paid Up Capital			
1. POSCO	739,900	IDR6,624,324,700,000	70
2. PT Krakatau Steel (Persero) Tbk	317,100	IDR2,838,996,300,000	30
Total of Issued and Paid Up Capital	1,057,000	IDR9,463,321,000,000	100.00

In accordance with Article 3 of the articles of association of PTKP, the aim and purpose of PTKP is to engage in the steel/iron industry.

PTKP Financial Data

Important financial data of PTKP that have been audited for the end of 31 December 2021 and 31 December 2020 are as follows:

Accountant's Opinion : fair, in all material aspects

Name of the Public : Siddharta Widjaja & Partners

Accountant Office

Accountant's Name : Severinus Indra Wijaya. S.E, CPA

Statement of Financial Position (in USD)

Description	31 December 2021	31 December 2020
ASSETS		
Current Assets	816,735,249	462,399,924
Non-Current Assets	2,194,664,902	2,377,411,367
TOTAL ASSETS	3,011,400,151	2,839,811,291
LIABILITIES AND EQUITY		
Liabilities		
Short-Term Liabilities	975,414,402	1,582,955,456
Long-Term Liabilities	1,499,490,958	1,137,100,389
Total Liabilities	2,474,905,360	2,720,055,845
Total Equity	536,494,791	119,755,446
TOTAL LIABILITIES AND EQUITY	3,011,400,151	2,839,811,291

Profit and Loss and Comprehensive Income Statement (in USD)

Description	31 December 2021	31 December 2020
Income	2,355,216,655	1,432,758,678
Gross Profit	544,930,169	(29,391,138)
Profit (Loss) before Tax	415,181,606	(170,067,566)
Profit (Loss) for Period	415,181,606	(170,067,566)
Other Comprehensive Income During the Period	1,577,739	(613,725)
Total Comprehensive Profit (Loss) for the Current Period	416,739,345	(170,681,291)

POSCO as PTKP's shareholder

POSCO (currently established as POSCO HOLDINGS INC.) South Korean steel making company with a head office located in Pohang, South Korea which was founded on 1 April 1968. POSCO currently operates two integrated steel mills in South Korea, in Pohang and Gwangyang.

The management structure of POSCO is as follows:

Outside Director

Chairman of BOD : Chang, Seung-Wha
Chairman of the ESG Committee : Kim, Shin-Bae
Chairman of the Director Candidate Recommendation Committee : Chung, Moon-Ki
Chairman of the Audit Committee : Kim, Sung-Jin
Chairman of the Evaluation and Compensation Committee : Pahk, Heui-Jae

Chairman of the Finance Committee : Kwon, Tae-Kyun
Member of the ESG Committee : Yoo, Young-Sook

Inside Director

CEO & Chairman : Choi, Jeong-Woo
Vice Chairman : Kim, Hag-Dong
President : Chon, Jung-Son
President : Jeong, Tak
Senior Executive Vice President : Chung, Chang-Hwa

III. EXPLANATION, CONSIDERATION, AND REASON FOR THE MATERIAL TRANSACTION AND THE IMPACT OF THE TRANSACTION ON THE COMPANY'S FINANCIAL CONDITION

A. Background and Reason

The background for this Proposed Transaction started from the meeting between the leadership of the government of the Republic Indonesia and South Korea in [2016][regarding *], which was then followed up and documented in the Memorandum of Agreement on 12 May 2016, Equity Agreement on 6 August 2020, MITPA, and MITPA Addendum where the Company and POSCO plan to increase cooperation in order to create a “Cilegon 10 Million MT Steel Cluster Road Map” through non-cash Capital Injection in the form of the Company's Hot Strip Mill #2 Factory to PTKP.

Furthermore, the Proposed Transaction does not have the potential to cause disruption to the Company's business, taking into account the following:

- 1) This Proposed Transaction supports and is part of the synergy of the 10 million tonnes Steel Cluster Road Map.
- 2) The Company gets a proportional increase in the contribution of PTKP performance
- 3) The Company may reduce the financial burden on the assignment of debt payment liabilities under the ECA Loan.
- 4) The Company will receive a cash fund of USD90,000,000.

B. Transaction Benefits

The benefits that are expected to be obtained by the Company by carrying out this Proposed Transaction are:

- i. Increase the Company's share ownership in PTKP so that it has the potential to get income from increasing PTKP performance in accordance with the Company's share ownership in PTKP from 30% to 50%
- ii. Reducing the Company's financial burden by assigning all of the Company's debt payment liabilities to PTKP based on the ECA Loan amounting to USD246,987,322 (two hundred forty-six million nine hundred eighty-seven thousand three hundred and twenty-two United States Dollars); and

- iii. Obtain cash compensation from PTKP in the amount of USD90,000,000 (ninety million United States Dollars) which can be utilized by the Company in restructuring to support the Company's future plans;

The Proposed Transaction has an impact on the Company's financial condition, with the following Proforma:

Financial Ratio	31 December 2021	Proposed Transaction Proforma
<i>Net Working Capital (USD 000)</i>	(513.697)	(436.915)
<i>Current Ratio</i>	65,45	71,03
<i>Debt to Equity Ratio</i>	6,23	5,76
<i>Debt to Asset Ratio</i>	0,86	0,85

Based on the table above, if the Company carried out the Proposed Transaction, it will improve the Company's financial performance, from a negative Net Working Capital of USD513,697 thousand to negative USD436,915 thousand, this improvement is also followed by an improvement in the Company's Debt to Equity Ratio from 6,23 to 5,76 times. .

C. Nature of Material Transactions

The Proposed Transaction carried out by the Company is a material transaction whose value exceeds 50% of the Company's equity, as regulated in POJK 17/2020, therefore the Company is required to use an appraiser to determine the fair value of the material Transaction Object and/or the fairness of the transaction and requires approval from the General Meeting of Shareholders ("**GMS**").

The Company in this case will hold an Extraordinary GMS ("**EGMS**") on 19 May 2022 in order to obtain approval from the shareholders at the EGMS.

IV. ASSETS APPRAISAL OF THE TRANSACTION OBJECT AND SUMMARY OF HSM #2 ASSETS APPRAISAL REPORT

A. Identity of Appraiser

Ruky, Safrudin, and Partners Public Appraisal Service Officer ("**KJPP Ruky, Safrudin, and Partners** ") who have a business license from the Ministry of Finance of the Republic of Indonesia No. 2.11.0095 and based on the Decree of the Minister of Finance No. 533/KM.1/2016 dated 16 June 2016 and registered as a Capital Market Supporting Professional at the Financial Services Authority (OJK) with a Capital Market Supporting Professionals Registration Certificate No. STTD.PP-28/PM.2/2018, has carried out HSM #2 in connection with the Proposed Transaction in accordance with the report Number: 001116/2.0095-04/PI/02/0090/1/IV/2022 dated 25 April 2022.

B. Appraisal Object

The Appraisal towers the Appraisal Object conducted by KJPP KJPP Ruky, Safrudin dan Rekan is in the form of the Company's assets that is HSM #2, which consists of a land area of 247,694 m², a building covering an area of 85,679,85 m² and complementary facilities, machinery and equipment, and spare parts, which is located in Cilegon Industrial Estate Area (KIEC), Jalan Afrika, Samang Raya Sub-district, Ciwandan District, Cilegon City, Banten Province.

C. Appraisal Purpose

The purpose of the appraisal carried out by the Company is to provide a Market Value opinion that will be used to estimate the Market Value of assets, in connection with the Proposed Transaction and comply with the applicable capital market regulations in connection with the Proposed Transaction in a Publicly-Traded Company.

D. Assumptions and Limiting Conditions

Assumptions and Limiting Conditions, namely:

1. This appraisal report is a non-disclaimer opinion
2. The appraiser has reviewed the documents used in the appraisal process
3. The data and information obtained are sourced from or validated by the Association of Appraisers (especially for Capital Market purposes).
4. This appraisal report is open to the public unless there is confidential information that may affect the company's operations.
5. The appraiser is responsible for the property appraisal report, and the value conclusion
6. The appraiser has identified the legal status of the appraisal object.
7. Properties covered in this appraisal are deemed to be under legal ownership.

E. Approach and Method of Appraisal

The appraisal approach and method used is the Cost Approach for the Company (HSM #2) for land, buildings and complementary facilities, namely the Cost Approach with Addition Method. In this case, the land component is assessed based on the market data approach, the building components and complementary facilities are assessed based on the cost approach, and the two components are added together to obtain the market value of the object. As for machinery and equipment and spare parts, the Appraiser uses the Cost Approach with the Reproduction Cost Method with the reasons for the above application because the appraiser does not find comparable and similar market data and the asset is specially designed. Based on Financial Services Authority Regulation Number 28/POJK 04/2021 article 34 point 1 and circular letter Number 33/SEOJK.04/2021 that property appraisers can use one appraisal approach. And the assets assessed are industrial properties where machinery and equipment, land and/or buildings are classified as operational properties which are an inseparable part of the production process.

F. Value Conclusion

Whereas based on the report on the results of the appraisal of KJPP Ruky, Safrudin dan Rekan according to the report Number: 00116/2.0095-04/PI/02/0090/1/IV/2022 dated 25 April 2022, it is IDR6,858,937,640,000,- equivalent to USD480,687,871.

V. ASSETS APPRAISAL OF THE TRANSACTION OBJECT AND SUMMARY OF PTKP ASSETS APPRAISAL REPORT

A. Identity of Appraiser

KJPP Ruky, Safrudin dan Rekan who have a business license from the Ministry of Finance of the Republic of Indonesia No. 2.11.0095 and based on the Decree of the Minister of Finance No. 533/KM.1/2016 dated 16 June 2016 and registered as a Capital Market Supporting Professional at the Financial Services Authority (OJK) with a Capital Market Supporting Professional Registration Certificate No. STTD.PP-28/PM.2/2018, has conducted a PTKP Appraisal in connection with the Proposed Transaction in accordance with its report Number: 001117/2.0095-04/PI/02/0090/1/IV/2022 dated 25 April 2022.

B. Appraisal Object

The classification of these appraisal objects is Non-Operational Assets. Non-Operational Assets are assets that are separated from the company's operations consisting of assets that will be used in the future, surplus assets, or investment assets in the form of:

1. Wasteland with an area of 267,304 m², located in Cilegon Industrial Estate Area (KIEC), Jalan Amerika II (PT Krakatau Posco Area), Warnasari Sub-district, Citangkil District, Cilegon City, Banten Province.
2. Wasteland with an area of 518,415 m², located in Cilegon Industrial Estate Area (KIEC), Jalan Afrika No. 2 (PT Krakatau Posco Area), Kubangsari Sub-district, Tegal Ratu Sub-district and Samangraya Sub-district, Ciwandan District dan Citangkil District, Cilegon City, Banten Province, where this land consists of several plots with the following details:
 - a. Land with an area 21,249 m² (part of HGB No. 12), located in Samang Raya Sub-district, Citangkil District, Cilegon City, Banten Province.
 - b. Land with an area of 49,369 m² (part of HGB No. 02), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.
 - c. Land with an area of 11,625 m² (part of HGB No. 02), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.
 - d. Land with an area of 71,608 m² (part of HGB No. 02), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.
 - e. Land with an area of 76,835 m² (part of HGB No. 02), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.
 - f. Land with an area of 31,803 m² (part of HGB No. 02), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.
 - g. Land with an area of 23,084 m² (part of HGB No. 02), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.

- h. Land with an area of 158,909 m² (part of HGB No. 02, 08, 09, 10, 11) located in Kubangsari Sub-district, and (HGB No. 383) Tegal Ratu Sub-district, Ciwandan District, Cilegon City, Banten Province.
- i. Land with an area of 23,741 m² (part of HGB No. 02, 07, and 09), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.
- j. Land with an area of 10,436 m² (part of HGB No. 02), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.
- k. Land with an area of 27,697 m² (part of HGB No. 02 and 05), located in Kubangsari Sub-district, Ciwandan District, Cilegon City, Banten Province.
- l. Land with an area of 12,059 m² (part of HGB No. 12 and 22), located in Samang Raya Sub-district, Citangkil District, Cilegon City, Banten Province.

C. Appraisal Purpose

The purpose of the appraisal carried out by the Company is to estimate the market value of PTKP's non-operational assets in relation to the proposed transaction and to comply with the applicable capital market regulations in relation to the proposed transaction in a publicly-traded company.

D. Assumptions and Limiting Conditions

Assumptions and Limiting Conditions, namely:

1. This appraisal report is a non-disclaimer opinion
2. The appraiser has reviewed the documents used in the appraisal process
3. The data and information obtained are sourced from or validated by the Association of Appraisers (especially for Capital Market purposes).
4. This appraisal report is open to the public unless there is confidential information that may affect the company's operations.
5. The appraiser has identified the legal status of the appraisal object.

E. Approach and Method of Appraisal

The approach and method of appraisal used is Location 1, Market Approach with Market Data Comparison Method, the reason for its use is because comparable and similar data is available with the appraisal object around the location with PPTI assumption of 80 Years. Location 2 uses a Market Approach with a Market Data Comparison Method, the reason for its use is that comparable and similar data is available with the appraisal object around the location.

F. Value Conclusion

Whereas based on the report on the appraisal result of KJPP Ruky, Safrudin dan Rekan according to the report Number: 00117/2.0095-04/PI/02/0090/1/IV/2022 dated 25 April 2022, it is IDR1,388,132,100,000,- equivalent to USD97,283,034.

VI. THE APPRAISAL OF HSM#2 BUSINESS AND THE APPRAISAL REPORT SUMMARY

A. Identity of Appraiser

KJPP Ruky, Safrudin dan Rekan who have a business license from the Ministry of Finance of the Republic of Indonesia No. 2.11.0095 and based on the Decree of the Minister of Finance No. 1131/KM.1/2011 dated 14 October 2011 and registered as a Capital Market Supporting Professional at the Financial Services Authority (OJK) with a Capital Market Supporting Professional Registration Certificate No. STTD.PP-23/PM.2/2018, has carried out the HSM#2 Business Appraisal in connection with the Proposed Transaction in accordance with the HSM#2 Business Appraisal Report Number: 00051/2.0095-00/BS/05/0269/1/IV/2022 which was signed and reissued by the Public Appraiser on 25 April 2022 to complete the Appraisal Report Number: 00036/2.0095-00/BS/05/0269/1/III/2022 dated 31 March 2022.

B. Appraisal Object

The appraisal object is HSM#2 business which includes fixed assets, tangible assets, other intangible assets (going concern value) including among others in the form of HSM#2 employees and business prospects as well as liabilities as of 31 December 2021.

C. Aim and Purpose of the Appraisal

The aim of the Appraisal conducted by KJPP Ruky, Safrudin dan Rekan is to estimate the Business Market Value of HSM #2 as of 31 December 2021 in connection with the Proposed Transaction and reporting obligations in the capital market, not for other forms of proposed transactions and not intended for banking purposes. and taxation.

The purpose of the Appraisal conducted by KJPP Ruky, Safrudin dan Rekan is to conduct a Business Appraisal of HSM #2 for transaction purposes in a publicly-traded company.

D. Assumptions and Limiting Conditions

The Appraisal Report of HSM#2 Business is a non-disclaimer opinion, the Appraiser has reviewed the documents used in the appraisal process, the data and information obtained come from both the Company's management and from other sources that can be trusted for accuracy.

The HSM#2 Business Appraisal Report is prepared using financial projections prepared by the Company's management by reflecting the fairness of the projections and the ability to achieve them (fiduciary duty).

The appraiser is responsible for the implementation of the financial projection appraisal that has been prepared by the Company's management.

The appraiser is responsible for the opinion generated in the Appraisal Report.

The Appraisal Report is open to the public, unless there is confidential information that may affect the operations of the Company's HSM#2 business unit.

The Appraiser has obtained information on the legal status of the Appraisal Object from the Company.

E. Approach and Method of Appraisal

To determine the Business Market Value of HSM#2, the Appraiser applies the income approach using the Discounted Cash Flow Method (DCF) with free cash flow to firm (FCFF) and the asset approach using the Excess Earning Method (EEM).

The appraiser applies DCF from the income approach because based on the results of the analysis, the HSM#2 income factor from the sale of HRC products is one of the main value drivers of the Company's HSM#2 Business. The HSM#2 business has increased the Company's HRC production capacity which already has a Hot Strip Mill (HSM) business which has been operating since 1983. HSM#2 produces HRC steel products with certain thickness size specifications that complement the Company's HRC existing steel product portfolio. Therefore, the appraisal is carried out using the DCF-FCFF method of the income approach as the main appraisal approach.

The appraiser applies the EEM of the asset approach as the second appraisal approach in the appraisal of the HSM#2 business because the HSM#2 business is part of the Company which is an operating company with relatively stable income and profit growth rates, where the Company's HSM#2 income is a result of the productivity of tangible assets and intangible assets.

F. Value Conclusion

The indication of HSM#2 Business Market Value by applying the DCF method from the income approach is USD378,320 thousand and by applying EEM from the asset approach is equal to USD389,482 thousand.

The HSM#2 Business Market Value is then determined by giving weight to each appraisal method, which is 70% for the DCF method from the income approach and 30% for the EEM from the asset approach. The appraiser applies a Discount for Lack of Marketability (DLOM) of 20%.

By using the income approach and the asset approach, in the opinion of the Appraiser, the Business Market Value of HSM#2 as of 31 December 2021 is USD305,335,000.00 (Rounded up). By using the exchange rate as of 31 December 2021, IDR14,269 per USD, equivalent to IDR4,356,825,115,000.

VII. APPRAISAL OF PTKP SHARES AND SUMMARY OF PTKP SHARES APPRAISAL REPORT

A. Identity of Appraiser

KJPP Ruky, Safrudin dan Rekan who have a business license from the Ministry of Finance of the Republic of Indonesia No. 2.11.0095 based on the Decree of the Minister of Finance of the Republic of Indonesia No. 1131/KM.1/2011 dated 14 October 2011 and registered as a Capital Market Supporting Professional at the Financial Services Authority (OJK) with a

Capital Market Supporting Professional Registration Certificate No. STTD.PB-23/PM.2/2018, has carried out an Appraisal toward 422,800 PTKP Non-Controlling Shares in connection with the Proposed Transaction in accordance with the Appraisal Report of 422,800 PTKP Non-Controlling Shares Number: 00052/2.0095-00/BS/05/0269/1/IV/2022 which has been signed and reissued by the Public Appraiser on 25 April 2022 to complete the Appraisal Report Number: 00037/2.0095-00/BS/05/0269/1/III/2022 dated 31 March 2022.

B. Appraisal Object

The Appraisal Object carried out by KJPP Ruky, Safrudin dan Rekan is 422,800 PTKP Non-Controlling Shares as of 31 December 2021.

C. Aim and Purpose of the Appraisal

The aim of the Appraisal conducted by KJPP Ruky, Safrudin dan Rekan is to estimate the Market Value of 422,800 PTKP Non-Controlling Shares as of 31 December 2021 in connection with the Proposed Transaction and reporting obligations in the capital market, not for other forms of proposed transactions and not intended for the benefit of banking and taxation.

The Appraisal Purpose carried out by KJPP Ruky, Safrudin dan Rekan is to conduct an Appraisal of 422,800 PTKP Non-Controlling Shares for the purpose of transactions in a publicly-traded company.

D. Assumption and Limiting Conditions

The Appraisal Report of 422,800 PTKP Non-Controlling Shares is a non-disclaimer opinion, the Appraiser has reviewed the documents used in the appraisal process, the data and information obtained come from both the Company's management and from other sources that can be trusted for accuracy.

The Appraisal Report of 422,800 PTKP Non-Controlling Shares is prepared using financial projections prepared by the Company's management by reflecting the fairness of the projections and the ability to achieve them (fiduciary duty).

The appraiser is responsible for the implementation of the financial projection appraisal that has been prepared by the Company's management.

The appraiser is responsible for the opinion generated in the Appraisal Report.

The Appraisal Report is open to public, unless there is confidential information that may affect the Company's operations.

The appraiser has obtained information on the legal status of the Appraisal Object from the Company.

E. Approach and Method of Appraisal

To determine the Market Value of PTKP Non-Controlling Shares, the Appraiser applies the income approach using the Discounted Cash Flow (DCF) with free cash flow to firm (FCFF) and the market approach using the Guideline Publicly Traded Company Method (GPTCM).

Based on the results of the analysis conducted, PTKP has been operating for more than 1 (one) year and PTKP has good business prospects, where the income factor is one of the main value drivers of the company. Therefore, the appraisal is carried out using the DCF-FCFF method of the income approach as the main appraisal approach. Appraisal of PTKP Non-Controlling Shares also applies the GPTCM from the market approach as a second appraisal approach because there are a number of comparison companies that have characteristics commensurate with and comparable to PTKP.

F. Value Conclusion

Indication of Market Value of 100% of PTKP Shares by applying the DCF method from the income approach is USD1,091,556 thousand and by applying the GPTCM from the market approach is USD1,164,940 thousand.

Market Value of 100% PTKP is determined by giving the weight of 70% for DCF method from income approach and 30% for GPTCM from the market approach. The appraiser applies a 30% Discount for Lack of Marketability (DLOM).

Market Value of 100% PTKP Non-Controlling Shares as of 31 December 2021 (with a total number of issued and paid up shares is 1,057,000 shares) according to the appraiser is USD545,650.000,00 (Rounded up) or USD516.23 Per Share.

PTKP plans to issue 422,800 Shares to be acquired by the Company, so the Market Value of 422,800 PTKP Non-Controlling Shares as of 31 December 2021 is USD218,260,000. Using the exchange rate as of 31 December 2021 in the amount of IDR14,269 per USD, equivalent to: IDR3,114,351,940,000.

VIII. APPRAISAL OF THE FAIRNESS OF TRANSACTION

A. Identity of Appraiser

KJPP Ruky, Safrudin dan Rekan who have a business license from the Ministry of Finance of the Republic of Indonesia No. 2.11.0095 based on the Decree of the Minister of Finance of the Republic of Indonesia No. 1131/KM.1/2011 dated 14 October 2011 and registered as a Capital Market Supporting Professional at the Financial Services Authority (OJK) with a Capital Market Supporting Professional Registration Certificate No. STTD.PB-23/PM.2/2018, has prepared a fairness opinion report in relation to the Proposed Transaction with Report Number: 00053/2.0095-00/BS/05/0269/1/ IV/2022 which has been signed and reissued by the Public Appraiser on 25 April 2022 to complete the Appraisal Report Number: 00039/2.0095-00/BS/05/0269/1/III/2022 dated 1 April 2022.

B. Appraisal Object

The object of the fairness analysis is the Company's plan to carry out joint capital injection by in-kind contribution in the form of the HSM#2 Facility business which consists of fixed assets, employees, and liabilities including its business prospects to PTKP.

C. Appraisal Purpose

The purpose of the Fairness Opinion Report is to conduct capital injection by in-kind contribution in the form of HSM#2 Facility business which consists of fixed assets, employees, and liabilities including business prospects to PTKP, as defined in this report in order to comply with the provisions of the Capital Market OJK regulations, not for taxation, banking and not for other forms of proposed transactions.

D. Assumptions and Limiting Conditions

The Fairness Opinion Report is a non-disclaimer opinion, the Appraiser has reviewed the documents used in the process of preparing the fairness opinion, the data and information obtained come from both the Company's management and from other sources that can be trusted for their accuracy.

The Fairness Opinion Report is prepared using Financial Projections prepared by the Company's management by reflecting the fairness of the projections and the ability to achieve them (fiduciary duty).

The appraiser is responsible for the implementation of the fairness analysis of the financial projections that have been prepared by the Company's management.

The appraiser is responsible for the opinion generated in the Fairness Opinion Report.

The Fairness Opinion Report is open to the public, unless there is confidential information that may affect the Company's operations.

The appraiser has obtained information on the legal status of the object of Fairness Opinion from the Company.

E. Approach and Method of Appraisal

In evaluating the fairness of the Proposed Transaction, KJPP Ruky, Safrudin dan Rekan uses the following analytical methodology:

1. Analysis of the Proposed Transaction: identification of the parties involved in the Joint Venture, analysis of the benefit and risk of the Proposed Transaction;
2. Qualitative Analysis: analysis of the Proposed Transaction background, explanation summary of the relevant business activities, industry analysis, operational analysis, business prospect, advantages and disadvantages of the Proposed Transaction;
3. Quantitative Analysis: historical analysis, proforma financial analysis and incremental analysis;
4. Price Fairness Analysis; dan
5. Analysis of other relevant factors.

F. Fairness Analysis

Proposed Transaction Analysis

Relevant parties in the Proposed Transaction is the Company as the party that makes capital injection and assign HSM#2 Facility business, PTKP as the party who receives the HSM#2 Facility business and provide cash compensation to the Company, and POSCO as PTKP shareholder.

Based on the information from the Company's management, the Proposed Transaction includes Material Transaction as referred to in POJK 17/2020, because the Proposed Transaction value is 50% above the consolidated book value of the Company's equity.

The benefits that are expected to be received by the Company based on the Company's management explanation and analysis of the Proposed Transaction benefit, among others (i) By increasing the Company's shares in the PTKP, there is an increase revenue from the investment in the subsidiary, (ii) By assigning all of the Company's Obligations to PTKP towards Commerzbank-AKA, the Company can improve the Company's financial performance by decreasing the solvency ratio. This shows an increase in the Company's ability to pay its liabilities for the implementation of the Proposed Transaction, (iii) Obtain cash compensation from PTKP in the amount of USD 90,000,000 (ninety million United States dollars) which will be utilized by the Company in its restructuring program.

Meanwhile, the risks that may be faced by the Company based on the Company's management explanation are: (i) the Company does not obtain tax waiver for the facility assignment, the exemption of import duty, and VAT incentives received by the Company to PTKP and (ii) not achieving potential synergy within the Company's group.

In order to prevent the risk of payment of Import Duty and VAT payable along with fines on all imports of capital goods, machinery and equipment for the HSM#2 Project from happening, the Company's efforts are to apply for the assignment of the Import Duty Exemption facility to the Director General of Customs & Excise as stipulated in the Director General of Customs & Excise Regulation Number 13 of 2019.

Qualitative Analysis

The steel industry is one of the most important industries on a regional and global scale due to the high demand for steel structures for the main materials for the construction of the infrastructure, automotive, property or electronics sectors.

Based on Statista data, the global production of crude steel during 2017-2021 experienced an increase in Compound Annual Growth Rate (CAGR) of 2.97%. The highest increase in crude steel production occurred in 2018 which was 5.24% from 2017 in the amount of 1,735 million tonnes to 1,826 million tonnes. In 2021, the total global crude steel production will be 1,951 million tonnes.

The future prospects of the steel industry in Indonesia are related to the development of various other industries, namely construction, manufacturing, mining, oil and gas, agro-industry and transportation services. In the National Medium-Term Development Plan (RPJMN) for 2020 – 2024, the Government of Indonesia has determined 41 strategic priority projects, of which 19 priority projects in the form of toll road construction, bridge construction, industrial estate development, port construction, and so on will become market potential for the steel industry in Indonesia.

Quantitative Analysis

With the implementation of the Proposed Transaction, the Company's revenue is projected to decrease, where at the end of the projection period, in 2028, with the implementation of the Proposed Transaction, it is projected to be lower without implementing the Proposed Transaction. The decrease occurred due to the assignment of the HSM#2 Facility to PTKP PTKP which is one of the Company's revenue generators. However, by carrying out the proposed transaction, in terms of a restructuring strategy, the Company has the opportunity to remain as the majority shareholder in PT KSI which can provide a higher profit margin for the Company. This is indicated by the projected net profit which is better than the projection without conducting a proposed transaction so that in the long term the Company's business continuity is better maintained.

With the implementation of the Proposed Transaction, the Company's net profit for the period 2022-2028 is projected to increase. In line with the transaction benefits that will be obtained by the Company, the increase in the Company's net profit comes from the increase in profit contribution from PTKP and PT KSI which are still majority owned by the Company. With the implementation of the Proposed Transaction, the Company's net profit margin for the period 2022-2028 is projected to increase due to the increasing net profit of the Company. With the implementation of the Proposed Transaction, net profit attributable to the parent during the period of 2022-2028 is projected to increase with a downward trend due to increasing non-controlling interests.

With the implementation of the Proposed Transaction, the Company's total assets are projected to experience an increasing trend. The increase in the Company's total assets was based on the increase in the Participation account, the Cash Balance account which was driven by the increasing performance of the Company's Subsidiaries, as well as the increase in the Fixed Assets account from 2022 to 2028.

With the implementation of the Proposed Transaction, the total liabilities as a whole are projected to be lower than without implementing the Proposed Transaction, one of which comes from a decrease in the Company's interest-bearing debt.

In accordance with the Company's Obligations on the debt payment schedule, the Company has several payment stages that are due until 2028. With the Proposed Transaction which is one part of the restructuring plan, the Company will receive funds of USD90 million which will be used to fulfill the Company's Obligations, which these funds will affect other restructuring plans. Therefore, with this proposed transaction and the restructuring plan that will be carried out, the Company can fulfill its liabilities until 2028.

With the implementation of the Proposed Transaction, the Company's total equity during the period 2022-2028 is projected to increase due to the increasing retained earnings of the Company which comes from the increase in profit contributions from PTKP and PT KSI which are still majority owned by the Company.

The Company's EPS on average during the 2022-2028 period is projected to increase due to the increasing net profit of the Company.

Price Fairness Analysis

The fairness analysis is carried out on: i) comparative analysis of the Proposed Transaction Price against the market value of the HSM#2 business as of 31 December 2021; and ii) comparative analysis of the Company's transaction value in the form of PTKP shares, and cash compensation with the Business Market Value of HSM#2 Facility.

The following is a table of the fairness of the Proposed Transaction Price against the Market Value from an Independent Appraiser:

The Transaction Object	Business Market Value (in USD)	Proposed Transaction Price (in USD)		Price of The Proposed Transaction to Market Value	Fairness: Transaction Prices are in the Range of +/- 7.5% of Market Value
		Price of 422,800 PTKP's shares after Addition of HSM#2 Facility	Cash Compensation		
Hot Strip Mill 2 ("HSM#2") factory business consisting of fixed assets and liabilities	305.335.000	218.164.800	90.000.000	0,93%	Fair
		308.164.800			

The following is a table of the Company's Transaction Value compare to the Business Market Value of the HSM #2 Facility:

The Transaction Object	Business Market Value (in USD)	Transaction Value (in USD)		Value of The Proposed Transaction to Market Value	Fairness: Transaction Values are in the Range of +/- 7.5% of Market Value
		Market Value of 422,800 PTKP's shares after Addition of HSM#2 Facility	Cash Compensation		
Capital Injection on the form of Hot Strip Mill 2 ("HSM#2") which consists of fixed assets and liabilities	305.335.000	218.260.000	90.000.000	0,96%	Fair
		308.260.000			

With the results of the comparison of the HSM#2 Business Market Value from the Independent Appraiser against the Company's Transaction Value in the form of PTKP shares, and cash compensation, the Proposed Transaction is fair because the Company's Transaction Value is within the upper limit of the fair value of the Market Value of 7.5% in accordance with POJK 35 Article 48, b.

G. Fairness Opinion on Transaction

Taking into account the fairness analysis of the Proposed Transaction which includes analysis of the Proposed Transaction, qualitative analysis and quantitative analysis, analysis of the fairness of the transaction price and other relevant factors, in KJPP Ruky, Safrudin dan Rekan's opinion, the Proposed Transaction is fair.

IX. STATEMENT OF THE COMPANY'S BOARD OF COMMISSIONERS AND BOARD OF DIRECTORS

The Board of Commissioners and Board of Directors of the Company declare that they have carefully studied the information available in connection with the Proposed Transaction as described in this Information Disclosure, and all material information related to transactions has been disclosed in this Information Disclosure and the material information is true and not misleading, as well as The Proposed Transaction is not included in the category of affiliated transactions and does not contain a conflict of interest as referred to in POJK 42/2020. Furthermore, the Board of Commissioners and Board of Directors of the Company declare that they are fully responsible for the correctness of all information contained in this Information Disclosure.

X. EGMS IMPLEMENTATION PLAN

A. EGMS of the Company

For information, important dates that need to be considered in relation to the holding of the Company's EGMS are as shown in the following schedule table:

No.	Activities	Schedule
1.	Announcement of the EGMS Plan on the KSEI website, the Stock Exchange website and the Company's website	01 April 2022
2.	Announcement of the Information Disclosure of the Proposed Transaction	01 April 2022
3.	Shareholder's Recording Date	14 April 2022
4.	Invitation to the EGMS on the KSEI website, the Stock Exchange website and the Company's website	18 April 2022
5.	Reporting the EGMS Summons to OJK	20 April 2022
6.	EGMS	19 May 2022
7.	Summary of the Minutes of the EGMS on the Stock Exchange website and the Company's website	23 May 2022
8.	Reporting the Summary of the Minutes of the EGMS to OJK	18 June 2022

B. Place and Attendance of the Company's EGMS

The Company's EGMS will be held on Thursday, 19 May 2022 at 14.00 WIB, and the venue for the EGMS will be announced in the Invitation to the EGMS. Participants in the EGMS are Shareholders of the Company whose names are registered in the Shareholders Registry

("DPS") of the Company on 14 April 2022 and/or owners of shares of the Company's sub securities account at PT Kustodian Sentral Efek Indonesia ("KSEI") at the close of share trading on the Indonesian Stock Exchange on 14 April 2022 or their proxies as evidenced by a valid power of attorney and photocopy of Identity Card (KTP) or other identification submitted before entering the Meeting room. Meanwhile, for Shareholders of the Company in the form of a Legal Entity are required to bring a photocopy of the latest documents of the Articles of Association and the composition of the Company's management. The Company has provided an alternative for granting electronic authorization through the KSEI Electronic General Meeting System (eASY.KSEI) facility at the <https://access.ksei.co.id> link provided by KSEI. The electronic power of attorney is subject to the procedures, terms and conditions stipulated by KSEI. Based on the provision of Article 25 paragraph (13) of the Company's Articles of Association, members of the Board of Directors, members of the Board of Commissioners and Employees of the Company may act as proxies at the EGMS, but in voting for members of the Board of Directors, members of the Board of Commissioners and/or the Employees concerned are prohibited from acting as proxies of the Shareholders.

In the event that the Shareholders will physically attend the Meeting, the Shareholders can download the Power of Attorney form on the Company's website or can be obtained at the BAE office of PT BSR Indonesia, Gedung Sindo Lt. 3, Jl. Wahid Hasyim No. 38, Central Jakarta, phone +62 21 80864722. The completed Power of Attorney shall be sent to the Registrar of PT BSR Indonesia via email adm.efek@bsrindonesia.com no later than 18 May 2022 and the original documents are brought to the EGMS.

The Power of Attorney form can be obtained every working day from the date of the invitation to the EGMS, during working hours at the BAE PT BSR Indonesia office, Sindo Building Lt. 3, J.I. Wahid Hasyim No. 38, Central Jakarta, phone +62 21 80864722.

C. Agenda of the Company's EGMS

Based on the announcement of the EGMS which was made by the Company on the KSEI website, the Stock Exchange website and the Company's website on the same date as this information disclosure, the agenda for the Company's EGMS is Approval of the Company's Plan to Increase Capital Injection in the Form of Hot Strip Mill Factory # 2 To PT Krakatau Posco.

D. Quorum of the Company's EGMS

The EGMS can be held if the EGMS is attended by more than 3/4 (three quarters) of the total shares with valid voting rights and the resolution is valid if approved by more than 3/4 (three quarters) of the total shares with valid voting rights.

XI. ADDITIONAL INFORMATION

If you need further information, you can contact the Company, at the address below:

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Phone: 0254 392159, Fax: 0254 372246
Website: <https://www.krakatausteel.com>
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Thus, we convey this Information Disclosure, thank you for your attention