

**DISCLOSURE OF
MATERIAL INFORMATION OR FACTS
ABOUT
JOINT VENTURE
BETWEEN
PT. ALPHA AUSTENITE
AND
PT. STAHLINDO ENGINEERING**

In order to comply with the provisions of OJK Rule No.31/POJK.04/2015 on Disclosure of Material Information or Facts, in particular Article 7 paragraph (1), then we hereby inform that the company has been done the establishment of Joint Venture (Joint Venture) between PT. ALPHA AUSTENITE (a controlled company whose financial statements are consolidated with PT TIRA AUSTENITE TBK) and PT. STAHLINDO ENGINEERING.

The Joint Venture Company was established under the name "PT. TIRA STAHLINDO INDONESIA "on August 2, 2017 before Notary Jana Hanna Waturangi, SH, and according to the plan will be engaged in Ferrous Foundry especially Steel Casting Product.

The company authorized capital amounted to Rp. 6.250.000.000, divided into 25.000 shares, each share is nominal Rp. 250.000, whereas the issued and paid-up capital amounted to Rp.1.562.500.000, divided into 6.250 shares, each share is nominal Rp. 250.000, with the following composition:

1. Limited Liability Company PT. ALPHA AUSTENITE, domiciled in Bogor, having 3.125 shares with total nominal value of Rp. 781. 250.000
2. Limited Liability Company PT. STAHLINDO ENGINEERING, domiciled in Tangerang City, having 3,125 shares with total nominal value of Rp.781.250.000

PT. TIRA STAHLINDO INDONESIA will operate and domicile on Jl. Raya Narogong Km. 23,85 Komplek Menara Permai Cileungsi, Bogor. This Joint Venture will be a Domestic Investment (PMDN) and will be carried out the management of permits to the relevant government agencies.

Regarding the company PT. STAHLINDO ENGINEERING

PT. STAHLINDO ENGINEERING, a company incorporated and subject to Indonesian law, having its office at Jl. Tekno I, Kav B2j Industrial Estate Jababeka III Tekno Park North Cikarang, lead by Mr. Muhamad Nurtono, in his capacity as Director of PT. STAHLINDO ENGINEERING.

PT Stahlindo Engineering (Stahlindo) is a fabricator company engaged in engineering construction And in Mold and Industrial Dies (vacuum mold, injection mold), has experience in investment casting and this company has market and potential market for steel casting.

PT. ALPHA AUSTENITE is a company engaged in manufacturing and producing Non Ferrous Foundry and Maintenance Electrode, But because of the increasingly fierce competition, The two products are not much developed, so it is necessary to think of a new product that can still be competitive and growing without having to increase investment and change existing production facilities, and the choice is to go to Ferrous Foundry especially Steel Casting.

With the effectiveness of PT. TIRA STAHLINDO INDONESIA, It will have the following benefits:

1. The development of prospective business expansion so that it can become one of the momentum to get added value or incremental (economic benefit) in the form of dividend.
2. The creation of marketing development on the diversification of brands / products more broadly including its market segment.

The establishment of the Joint Venture does not contain a Conflict of Interest from the Board of Directors, the Board of Commissioners and the Shareholder of the Company and the value is not material that is less than 20% of the equity, so the procedure as set out in Regulation No. IX.E.1 and IX.E.2 do not need to be implemented.

Jakarta, August 4, 2017
PT. TIRA AUSTENITE Tbk
Board of Directors