

**NOTICE RELATING TO THE OFFER TO REPURCHASE FOR CASH
OF UP TO US\$100,000,000 IN PRINCIPAL AMOUNT OF
THE OUTSTANDING US\$300,000,000 7.00% SENIOR NOTES DUE 2018 OF**



Indo Energy Finance B.V.

(incorporated in The Netherlands with limited liability)

Rule 144A Global Note: CUSIP No.:45578UAA8, ISIN No.: US45578UAA88, Common Code: 061711643
Regulation S Global Note: CUSIP No.: N44515AA7, ISIN No.: USN44515AA77, Common Code: 061619216

November 23, 2015 — Indo Energy Finance B.V. (the “**Company**”), a wholly owned subsidiary of PT Indika Energy Tbk (the “**Indika**”), today announced its offer (the “**Offer**”) to repurchase for cash up to US\$100,000,000 (as such amount may be increased, decreased or otherwise modified by the Company in its sole discretion, the “**Tender Cap**”) in principal amount of its outstanding US\$300,000,000 7.00% Senior Notes due 2018 (the “**Notes**”) upon the terms and subject to the conditions set forth in an offer to purchase memorandum dated November 23, 2015 (the “**Offer to Purchase Memorandum**”). The Offer is designed to reduce the Company’s overall indebtedness. The Company believes that the Offer provides an opportunity to holders of the Notes (the “**Noteholders**”) to gain liquidity with respect to the Notes (by tendering their Notes for purchase by the Company) that might not otherwise be available to such Noteholders.

The Offer will expire at 5:00 p.m. (New York City time) on December 21, 2015, unless extended by the Company (such date and time, as the same may be extended, the “**Expiration Date**”). Noteholders may participate in the Offer by validly tendering and not validly withdrawing their Notes at or before the Expiration Date. Noteholders who validly tender Notes not validly withdrawn at or before 5:00 p.m. (New York City time) on December 7, 2015 (the “**Early Tender Deadline**”) will be entitled to receive more consideration, equal to the Early Tender Premium as set forth below, than Noteholders who validly tender their Notes after the Early Tender Deadline but at or before the Expiration Date.

Description of the Notes	CUSIP/ISIN/Common Code	Outstanding Principal Amount	Minimum Offer Price ⁽¹⁾⁽²⁾	Maximum Offer Price ⁽¹⁾⁽²⁾	Early Tender Premium ⁽¹⁾
US\$300,000,000 7.00% Senior Notes due 2018	Rule 144A: 45578UAA8/US45578UAA88/061711643	US\$300,000,000	US\$600	US\$650	US\$50
	Regulation S: N44515AA7/USN44515AA77/061619216				

(1) Per US\$1,000 in principal amount of Notes.

(2) Includes the Early Tender Premium. The Early Tender Premium will only be payable under the circumstances described in the Offer to Purchase Memorandum.

Notes validly tendered and not validly withdrawn at or before the Early Tender Deadline that are accepted for repurchase will be eligible to receive the Repurchase Price, which will be determined by a “modified Dutch auction” procedure as described in the Offer to Purchase Memorandum, subject to any proration. In the event the Offer is fully subscribed as of the Early Tender Deadline, the Company reserves the right, at its option, not to accept any additional Notes tendered after the Early Tender Deadline. If the Offer is not fully subscribed as of the Early Tender Deadline, all Notes validly tendered at or before the Early Tender Deadline may be accepted without proration, provided the conditions to the Offer are satisfied or waived by the Company. Any Notes validly tendered after the Early Tender Deadline but at or before the Expiration Date may be subject to proration in accordance with the terms of the Offer in the event that the aggregate principal amount of all Notes tendered as of the Expiration Date exceeds the Tender Cap. The Company will also pay an amount equal to the accrued and unpaid interest in respect of such validly tendered and accepted Notes.

The Offer is subject to certain conditions, including a financing condition, which shall be deemed to have been satisfied as of the Expiration Date only if the Company has closed and received (or will close and receive substantially concurrently with the consummation of the Offer) net proceeds from new financing that, together with cash on hand available to the Company, will in aggregate be at least equal to the amount required to purchase the Tender Cap in principal amount of the Notes, as described in the Offer to Purchase Memorandum.

The Offer is being made solely pursuant to the Offer to Purchase Memorandum, which governs and more fully sets out the terms and conditions of the Offer as well as additional information about how to tender the Notes. The Offer to Purchase Memorandum contains important information that should be read carefully before any decision is made with respect to the Offer. The distribution of this announcement and the Offer to Purchase Memorandum in certain jurisdictions may be restricted by law. Persons into whose possession this announcement or the Offer to Purchase Memorandum comes are required by each of the Sole Dealer Manager, the Tender and Information Agent, the Company, Indika and the trustee to inform themselves about, and to observe, any such restrictions. Capitalized terms used in this announcement have the meanings ascribed to them in the Offer to Purchase Memorandum unless otherwise indicated.

If any Noteholder is in any doubt as to the action it should take, such Noteholder is advised to seek its own financial advice, including to any tax consequences, immediately from its stockbroker, bank manager, legal advisor, accountant or other independent financial advisor. Any individual or company whose Notes are held on its behalf by a broker, dealer, bank, custodian, trust company or other nominee must contact such entity if it wishes to tender Notes in the Offer. None of the Sole Dealer Manager, the Tender and Information Agent, the Company, Indika or the trustee makes any recommendation as to whether any Noteholder should participate in the Offer.

The Company has appointed Deutsche Bank AG, Singapore Branch as Sole Dealer Manager and D.F. King & Co., Inc. as the Tender and Information Agent for the Offer. Requests for documents or procedures for participating in the Offer may be directed to the Tender and Information Agent. Any other questions or requests for assistance regarding the Offer may be directed to the Sole Dealer Manager.

The Sole Dealer Manager for the Offer is:

Deutsche Bank AG, Singapore Branch
One Raffles Quay
#17-00 South Tower
Singapore 048583
Attn: Liability Management Group
Telephone (Singapore): +65 6423 5934
Telephone (London): +44 (0) 20 7545 8011
Email: liability.management@db.com

The Tender and Information Agent for the Offer is:

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No offer to buy, or solicitation of an offer to sell, is being made pursuant to this announcement. Nothing in this announcement constitutes an offer to buy, or a solicitation of an offer to sell, securities in the United States or any other jurisdiction in which such offer or solicitation would be unlawful. Securities may not be offered or sold in the United States or to, or for the account or benefit of U.S. persons absent registration pursuant to the U.S. Securities Act of 1933, as amended, or an exemption from registration. Any public offering of securities to be made in the United States will be made by means of a prospectus that will contain detailed information about the Company and its management, as well as financial statements.