

## **HCML Guideline for Obligation to Utilize Indonesian Rupiah "IDR" Currency ("Guideline")**

### References:

- Peraturan Bank Indonesia Nomor 17/3/PBI 2015 dated March 31, 2015 ("PBI 17/3")
- Circular Letter of Bank Indonesia No. 17/11/DKSP dated June 01, 2015
- Bank of Indonesia Letter to SKK Migas No 17/573/DKSP dated July 01, 2015
- SKK Migas Letter No. SRT-0905/SKKC1000/2015/S4 dated July 03, 2015
- SKK Migas Letter No. SRT-0823/SKKO0000/2015/S4 dated September 25, 2015
- HCML Guideline for Obligation to Utilize Indonesian Rupiah "IDR" Currency, dated October 5, 2015
- Bank Indonesia Letter No. 17/9/GBI dated October 30, 2015
- SKK Migas Letter No. SRT-0369/SKKC0000/2015/S4 dated November 17, 2015
- Bank Indonesia Letter No. 18/3/GBI-DKSP/Srt/B dated February 23, 2016

Based on the above references, General Manager decided as follows:

1. Bank Indonesia (BI) states that PSC's transaction can be categorized as follows:
  - Category 1: any transaction utilizing IDR
  - Category 2: any transaction that required further assessment utilizing foreign currency or IDR
  - Category 3: any transaction utilizing foreign currency
2. With reference to Bank Indonesia letter No. 18/3/GBI-DKSP/Srt/B dated February 23, 2016:
  - a. The contract under Category 3 transaction as attached may use foreign currency.
  - b. The invoice shall be made in foreign currency and the payment shall be made in the same currency, accordingly. However even though the contract, invoice and its payment instruction made in foreign currency, the payment Bank may convert it to and pay in IDR.
  - c. The obligation to use IDR currency in contract for most of Category 3 transaction as stated item 2.a above is postponed for maximum 10 years from 23 March 2016 or otherwise stipulated by the said letter.
3. Provisions for Category 1:
  - a. Any contract under Category 1A Transaction (list attached) executed before October 1, 2015 and Category 1B Transaction (list attached) executed before November 18, 2015, shall remain as is until the expiry date of contract.
  - b. If amendment made to the contract such as extension of the period and/or changes of the party, goods and/or services price, and/or object of contract after October 1, 2015 (for Category 1A) and after November 18, 2015 (for Category 1B), such contract shall be amended as of February 23, 2016 using the mandatory currency based on their category currency. Otherwise, HCML will pay directly to contractor by IDR currency which converted as per invoice date.
4. For the exception of Category 3 implementation, BI will coordinate with related ministry for transaction that related to other ministry authorization i.e. service/rental vessel transaction to

support operation, service/rental charter flight, and freight forwarding service. In the absence of further decision by BI on such implementation, the said exceptional Category 3 Transaction shall use IDR.

5. In the event conversion of US Dollar into IDR required, then the exchange rate shall refer to Jakarta Interbank Spot Dollar Rate (JISDOR) at Bank of Indonesia website ([www.bi.go.id](http://www.bi.go.id)) at the date of contract amendment date.
6. Any agreement and/or minutes of meeting signed by authorized person regarding the implementation of PBI 17/3 to a specific contract that has been agreed prior the issuance of this Guideline will still prevail, however any agreement and/or minutes of meeting regarding the implementation of PBI 17/3 to unspecified contract is revoked and shall follow this Guideline.

April 5, 2016

Approved by



Huang Chunlin

General Manager

  
RZ / JP / BA / WAY / LD



# LIST OF CATEGORY 3 TRANSACTION

| No                                                                                         | Transaksi Transaction                | Penjelasan Kementerian ESDM<br>Ministry of ESDM Explanation                                                                                                                                                                                                                                                                      | Keterangan Remarks                    |                    | Jangka Waktu Period | Keterangan Remarks                                                                                                                                                                                                                                               |
|--------------------------------------------------------------------------------------------|--------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|--------------------|---------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                                                                                            |                                      |                                                                                                                                                                                                                                                                                                                                  | Kuotasi/Kontrak<br>Quotation/Contract | Pembayaran Payment |                     |                                                                                                                                                                                                                                                                  |
| Transaksi dalam rangka pelaksanaan APBN/Transaction in order to the implementation of APBN |                                      |                                                                                                                                                                                                                                                                                                                                  |                                       |                    |                     |                                                                                                                                                                                                                                                                  |
| 1                                                                                          | Over/Under Lifting                   | Penyelesaian Over/Under Lifting antara Kontraktor dan Pemerintah akibat adanya selisih/variance antara actual lifting dengan entitlement Kontraktor dalam suatu periode pelaporan, sesuai ketentuan PSC Section Valuation of Crude Oil and Natural Gas dan peraturan perundangan / ketentuan terkait yang berlaku                | Valas                                 | Valas              |                     |                                                                                                                                                                                                                                                                  |
|                                                                                            |                                      | Settlement Over/Under Lifting between the Contractor and the Government due to the variance between the actual lifting of the entitlement of the Contractor within a reporting period, in accordance with the PSC Section Valuation of Crude Oil and Natural Gas and prevailing relevant regulations                             | Foreign Currency                      | Foreign Currency   |                     |                                                                                                                                                                                                                                                                  |
| 2                                                                                          | Domestic Market Obligation (DMO) Fee | Fee/kompensasi yang dibayarkan oleh Pemerintah kepada Kontraktor atas penyerahan minyak dan/atau gas bumi bagian Kontraktor untuk memenuhi kebutuhan dalam negeri, sesuai ketentuan PSC Section Rights and Obligations of the Parties dan peraturan perundangan/ketentuan yang berlaku                                           | Valas                                 | Valas              |                     |                                                                                                                                                                                                                                                                  |
|                                                                                            |                                      | Fee/compensation paid by the Government to the contractor on the delivery of oil and / or gas is part of the contractor to meet domestic demand, in accordance with Section PSC Rights and Obligations of the Parties and prevailing regulations                                                                                 | Foreign Currency                      | Foreign Currency   |                     |                                                                                                                                                                                                                                                                  |
| 3                                                                                          | Bonus                                | Bonus yang dibayarkan Kontraktor kepada Pemerintah, antara lain Signature Bonus, Production Bonus, Compensation Bonus, Development Bonus, sesuai ketentuan PSC Section Bonus, and Assistance dan peraturan/perundangan/ketentuan terkait yang berlaku                                                                            | Valas                                 | Valas              |                     | Dikecualikan dari ketentuan kewajiban penggunaan Rupiah Sesuai Pasal 4 huruf a PBI No. 173/PBI/2015 tentang Kewajiban Penggunaan Rupiah di Wilayah negara Kesatuan Republik Indonesia                                                                            |
|                                                                                            |                                      | Bonuses given by the Contractor to the Government, such as Signature Bonus, Production Bonus, Bonus Compensation, Development Bonus, pursuant to Section PSC bonuses, and Assistance and prevailing relevant regulation/legislation/provisions                                                                                   | Foreign Currency                      | Foreign Currency   |                     | Merupakan Transaksi dalam rangka pelaksanaan APBN berdasarkan Surat No. 708/06/DMB/2016 tanggal 19 Januari 2016 perihal Pemberlakuan Peraturan Bank Indonesia No. 173/PBI/2015 tentang Kewajiban Penggunaan Rupiah di Wilayah negara Kesatuan Republik Indonesia |
| 4                                                                                          | Firm Commitment                      | Pencairan jaminan pelaksanaan (performance bond) atas Komitmen Pasti (Firm Commitment), atau pembayaran sisa estimasi investasi (expenditures) atas Komitmen Pasti yang tidak terlaksana, sesuai ketentuan PSC Section Work Program and Budgets dan Section Termination dan peraturan perundangan/ketentuan terkait yang berlaku | Valas                                 | Valas              |                     | Is a transaction in order to the implementation of APBN by letter No. 708/06/DMB/2016 dated January 19, 2016 regarding Obligations to Utilize IDR within Indonesia's Territory                                                                                   |
|                                                                                            |                                      | Disbursement of performance bond on Firm Commitment, or the payment of the remainder of the estimated investments (expenditures) on Firm Commitment that is not made, in accordance with Section PSC Work Program and Budgets and Section Termination and prevailing relevant regulation/legislation/provisions                  | Foreign Currency                      | Foreign Currency   |                     | Excluded from the obligations to utilize IDR in accordance to Article 4 point a PBI No. 173/PBI/2015 regarding Obligations to Utilize IDR within Indonesia's Territory                                                                                           |

# LIST OF CATEGORY 3 TRANSACTION

|               |                                                                                         |                                                                                                                                                                                                                                                                             |                  |                  |          |
|---------------|-----------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|------------------|----------|
| 5             | Transaksi Penjualan Migas Revenue Stream                                                | Revenue Stream atas transaksi penjualan minyak mentah, kondensat, gas, LNG, LPG dan produk turunan/sampungan dari hulu migas yang merupakan transaksi Pemerintah dan Kontraktor dalam USD yang tidak dapat dipisahkan                                                       | Valas            | Valas            |          |
|               |                                                                                         | Merupakan investasi yang dibiayai Kontraktor dari Korporasinya sehingga revenue stream yang diterima oleh Kontraktor perlu tetap diterima dalam mata uang asing untuk repatriasi ke korporasi                                                                               | Foreign Currency | Foreign Currency |          |
|               | Transaction Oil & Gas Sales Revenue Stream                                              | Revenue Stream on sale of crude oil, condensate, gas, LNG, LPG and derivative products / byproducts from upstream oil and gas which is the Government and the Contractor transactions in USD are inseparable                                                                | Foreign Currency | Foreign Currency |          |
| 6             | VAT Reimbursement                                                                       | An investment financed from corporate contractors that revenue stream received by the Contractor should be accepted in foreign currency for repatriation to the corporation                                                                                                 | Valas            | Valas            |          |
| 7             | Fee Kegiatan Usaha Hulu Migas<br>Fee of Upstream Oil and Gas Activity                   | -                                                                                                                                                                                                                                                                           | Foreign Currency | Foreign Currency |          |
| Barang/Goods  |                                                                                         |                                                                                                                                                                                                                                                                             |                  |                  |          |
| 8             | Barang yang menggunakan Rencana Kebutuhan Barang Impor (RKB)/Master List                | Barang yang dibutuhkan untuk kegiatan usaha hulu migas yang berdasarkan tuntutan teknis dan/atau persyaratan teknologi, keahlian tertentu, kepentingan operasi tidak tersedia di dalam negeri - Menggunakan daftar Rencana Kebutuhan Barang Impor (RKB)/Masterlist          | Valas            | IDR              | 10 Tahun |
|               | Goods using Goods Importation Plan (RKB)/Masterlist                                     | Goods needed for the upstream oil and gas activities are based on the technical demands and / or technological requirements, specific expertise, operations that are not available in the country - Using the Goods Importation Plan (RKB)/Masterlist                       | Foreign Currency |                  | 10 Years |
| Jasa/Services |                                                                                         |                                                                                                                                                                                                                                                                             |                  |                  |          |
| 9             | Kontrak Jasa & barang yang menggunakan Rencana Kebutuhan Barang Impor (RKB)/Master List | Jasa dan barang yang dibutuhkan untuk kegiatan usaha hulu migas yang berdasarkan tuntutan teknis dan/atau persyaratan teknologi, keahlian tertentu, kepentingan operasi tidak tersedia di dalam negeri - Menggunakan daftar Rencana Kebutuhan Barang Impor (RKB)/Masterlist | Valas            | IDR              | 10 Tahun |
|               | Services and goods contract using Goods Importation Plan (RKB)/Masterlist               | Services and goods needed for the upstream oil and gas activities are based on the technical demands and / or technological requirements, specific expertise, operations that are not available in the country - Using the Goods Importation Plan (RKB) / Masterlist        | Foreign Currency |                  | 10 Years |
| 10            | Jasa penyediaan bahan kimia untuk produksi                                              | Bahan baku belum dapat diproduksi di dalam negeri antara lain Four Point Depressant, H2S Scavenger, demulsifier, corrosion inhibitor. Teknologi tinggi, tenaga ahli dari luar negeri                                                                                        | Valas            | IDR              | 10 Tahun |
|               | Provision of chemicals for production                                                   | The raw materials can not be produced locally yet, among others Four Point Depressant, H2S Scavenger, demulsifier, corrosion inhibitor. High technology, experts from abroad                                                                                                | Foreign Currency |                  | 10 Years |
| 11            | Drilling Rig Offshore (Jack-up Rig Offshore/Drill Ship/Submersible Rig, etc)            | Teknologi tinggi dan barang masih impor - Menggunakan daftar Rencana Kebutuhan Barang Impor (RKB)/Masterlist                                                                                                                                                                | Valas            | IDR              | 10 Tahun |
|               |                                                                                         | High technology and goods are imported - Using Goods Importation Plan (RKB) / Masterlist                                                                                                                                                                                    | Foreign Currency |                  | 10 Years |



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|----|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|-----|----------|
| 12 | Drilling Rig Onshore, di atas 1500 HP atau yang menggunakan Rencana Kebutuhan Barang Impor (RKB)/Masterlist                                                                                                                                                                                                                                              | Teknologi tinggi dan barang masih impor - Menggunakan daftar Rencana Kebutuhan Barang Impor (RKB)/Masterlist                                                                                                                                                                                       | Valas            | IDR | 10 Tahun |
|    | Onshore Drilling Rig, above 1500 HP or using Using Goods Importation Plan (RKB) / Masterlist                                                                                                                                                                                                                                                             | High technology and goods are imported - Using Goods Importation Plan (RKB) / Masterlist                                                                                                                                                                                                           | Foreign Currency |     | 10 Years |
| 13 | Drilling & Well Services Offshore & Onshore                                                                                                                                                                                                                                                                                                              | Perlengkapan utama yang dibutuhkan di industri Migas dan belum ada produksi dalam negeri, barang yang digunakan masih impor dan memerlukan teknologi tinggi<br>Main equipment needed in the oil and gas industry and there is not produced locally, goods are imported and require high technology | Valas            | IDR | 10 Tahun |
|    | EPCI (Engineering, Procurement, Construction and Installation/Jasa Konstruksi Terintegrasi) untuk Fasilitas Produksi Minyak & Gas Onshore dan Offshore                                                                                                                                                                                                   | Pekerjaan yang bersifat kompleks, memiliki teknologi tinggi/atau risiko tinggi, menggunakan peralatan dengan design khusus dan software (impor)                                                                                                                                                    | Foreign Currency |     | 10 Years |
| 14 | EPC (Engineering, Procurement, Construction and Installation / Integrated Construction Services) for Production Facilities Oil & Gas Onshore and Offshore                                                                                                                                                                                                | Work that is complex, having a high technology / or high risk, using equipment with a special design and software (import)                                                                                                                                                                         | Valas            | IDR | 10 Tahun |
|    | Jasa Survey Seismic G&G (Geological & Geophysical)                                                                                                                                                                                                                                                                                                       | Khusus offshore (Teknologi tinggi dan software impor)                                                                                                                                                                                                                                              | Foreign Currency |     | 10 Years |
| 15 | Seismic Survey Services G & G (Geological & Geophysical)                                                                                                                                                                                                                                                                                                 | Offshore (high technology and imported software)                                                                                                                                                                                                                                                   | Valas            | IDR | 10 Tahun |
|    | Jasa FEED (Front End Engineering Design) yang menggunakan teknologi tinggi & Pekerjaan Bersifat Kompleks                                                                                                                                                                                                                                                 | Teknologi tinggi, Pekerjaan Bersifat Kompleks, software impor, tenaga ahli dari luar negeri                                                                                                                                                                                                        | Foreign Currency |     | 10 Years |
| 16 | FEED Services (Front End Engineering Design) using high technology and Complex Works                                                                                                                                                                                                                                                                     | High technology, Works Complex Characteristically, the imported software, experts from abroad                                                                                                                                                                                                      | Valas            | IDR | 10 Tahun |
|    | Lindung Lingkungan & K3/LU Health, Safety & Environment                                                                                                                                                                                                                                                                                                  | Pengadaan jasa belum ada di Indonesia, masih memerlukan tenaga ahli dari luar negeri serta menggunakan teknologi tinggi<br>Services are not available in Indonesia, still requires expertise from abroad as well as the use of high technology                                                     | Foreign Currency |     | 10 Years |
| 17 | a. Emergency Response (mis: penanganan Blow Out, emergency evacuation, dll)<br>Emergency Response (eg Blow Out handling, emergency evacuation, etc.)<br>b. Mercury handling & treatment /pengolahan dan yang teknologinya belum ada di Indonesia<br>Mercury handling and treatment / other processing which technology is not available in Indonesia yet | Pengadaan jasa belum ada di Indonesia, masih memerlukan tenaga ahli dari luar negeri serta menggunakan teknologi tinggi<br>Services are not available in Indonesia, still requires expertise from abroad as well as the use of high technology                                                     | Valas            | IDR | 10 Tahun |
| 18 | Inspeksi dan Pekerjaan Bawah Laut/Sungai                                                                                                                                                                                                                                                                                                                 | Kapal bendera asing & ROV (Remotely Operated Underwater Vehicle) masih impor, teknologi tinggi                                                                                                                                                                                                     | Foreign Currency |     | 10 Years |
|    | Underwater/River Inspection and Works                                                                                                                                                                                                                                                                                                                    | Foreign-flag vessels and ROV (Remotely Operated Underwater Vehicle) is imported, high technology                                                                                                                                                                                                   | Valas            | IDR | 10 Tahun |
| 19 | Jasa Konsultan untuk servis yang menggunakan teknologi tinggi & lisensi teknologi dari luar negeri/<br>Consulting Services for services that use high technology and technological license from abroad                                                                                                                                                   | Teknologi tinggi, software impor, tenaga ahli dari luar negeri<br>High technology, imported software, experts from abroad                                                                                                                                                                          | Foreign Currency |     | 10 Years |
| 20 | IT (Information Technology) License & International Software                                                                                                                                                                                                                                                                                             | Software dan lisensinya masih berasal dari luar negeri - spesifik untuk kegiatan operasional hulu migas<br>Software and licenses are still from abroad - specifically for the upstream oil and gas operational activities                                                                          | Valas            | IDR | 10 Tahun |
| 21 | Perawatan Peralatan Engine (seperti Turbomachinery)<br>Maintenance Engine (such as Turbomachinery)                                                                                                                                                                                                                                                       | Teknologi tinggi, belum diproduksi dalam negeri dan menggunakan software impor<br>High-technology, not produced locally and using imported software                                                                                                                                                | Foreign Currency |     | 10 Years |

# LIST OF CATEGORY 3 TRANSACTION

| Transaksi keuangan terkait pelaksanaan Kontrak Kerja Sama/Financial transactions related to the implementation of Sharing Contract |                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                                                                                       |                  |          |  |
|------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|----------|--|
|                                                                                                                                    | Pembayaran atas tagihan biaya dari kantor pusat KKKS atau perusahaan afiliasi KKKS terkait barang/jasa yang disediakan oleh kantor pusat atau perusahaan afiliasi dalam rangka menunjang kegiatan operasional KKKS.                                                                          |                                                                                                                                                                                                                                                       |                  |          |  |
|                                                                                                                                    | Tergantung pembukuan pada kantor pusat atau perusahaan afiliasi yang menjadi dasar penagihan.                                                                                                                                                                                                |                                                                                                                                                                                                                                                       |                  |          |  |
|                                                                                                                                    | Transaksi inter-company merupakan transaksi lanjutan dari transaksi original dalam IDR dan non IDR. Pembukuan PSC adalah dalam USD dan transaksi inter-company merupakan bagian dari pembukuan PSC.                                                                                          | Valas                                                                                                                                                                                                                                                 |                  | 10 Tahun |  |
|                                                                                                                                    | Pemohonan pengecualian ini tidak termasuk transaksi dengan kantor pusat atau perusahaan afiliasi KKKS yang berkedudukan di luar negeri sebagaimana telah dikecualikan berdasarkan PBI No. 17/3/PBI/2015                                                                                      |                                                                                                                                                                                                                                                       | IDR              |          |  |
| 22                                                                                                                                 | Home Office & Inter-Company Charges                                                                                                                                                                                                                                                          | Payment of costs from PSC's headquarters or its affiliated companies regarding goods / services provided by the head office or its affiliated companies in order to support PSC's operational activity                                                |                  |          |  |
|                                                                                                                                    | Depends on the account at the head office or its affiliated companies are the basis for billing                                                                                                                                                                                              | Foreign Currency                                                                                                                                                                                                                                      |                  | 10 Years |  |
|                                                                                                                                    | Inter-company transactions is a continuation of the original transaction in IDR and non-IDR. PSC's Accounting is in USD and inter-company transactions are part of the PSC's Accounting                                                                                                      |                                                                                                                                                                                                                                                       |                  |          |  |
|                                                                                                                                    | This exception request does not include transactions with the head office or PSC's affiliated companies domiciled abroad as has been excluded by PBI No. 17/3 / PBI / 2015                                                                                                                   |                                                                                                                                                                                                                                                       |                  |          |  |
|                                                                                                                                    | Transaksi penjualan/pengalihan/penyerahan/pelepasan seluruh atau sebagian partisipasi interest (participating interest)-nya kepada pihak ketiga yang bukan merupakan perusahaan afiliasi, dengan persetujuan Pemerintah, sesuai ketentuan PSC Section Rights and Obligations of the Parties. | Valas                                                                                                                                                                                                                                                 |                  | 10 Tahun |  |
|                                                                                                                                    | Pemohonan pengecualian ini tidak termasuk transaksi dengan perusahaan yang berkedudukan di luar negeri sebagaimana telah dikecualikan berdasarkan PBI No. 17/3/PBI/2015                                                                                                                      |                                                                                                                                                                                                                                                       | IDR              |          |  |
| 23                                                                                                                                 | Transfer of participating interest                                                                                                                                                                                                                                                           | Sales transactions / diversion / submission / release of all or part of its participation interest to a third party who is not an affiliated company, with the approval of Government, pursuant to Section PSC Rights and Obligations of the Parties. | Foreign Currency | 10 Years |  |
|                                                                                                                                    | This exception request does not include transactions with companies domiciled abroad as has been excluded by PBI No. 17/3 / PBI / 2015                                                                                                                                                       |                                                                                                                                                                                                                                                       |                  |          |  |



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| 24 | Transaksi antar KKKS, antara lain:  | Pembukuan dan pelaporan aset/material, biaya operasi dan pemeliharaan dalam mata uang USD, sesuai ketentuan PSC yang menjadi dasar tagihan ke KKKS lain. Pada prinsipnya tidak ada gain/loss antar KKKS.                                                                                                           |                  |                  |                  |                                                                                        |
|    | Transaksi antara KKKS, antara lain: | Sesuai dengan ketentuan PSC Section Title of Equipment, pada dasarnya peralatan yang dibeli oleh Kontraktor berdasarkan program kerja menjadi barang milik Negara.                                                                                                                                                 |                  |                  |                  |                                                                                        |
| 25 | Transaksi antara KKKS, antara lain: | Accounting and reporting of assets / material, operation and maintenance costs denominated in USD, in accordance with the PSC on which the PSC's bill to another. In principle there is no gain / loss between the PSC.                                                                                            |                  |                  |                  |                                                                                        |
|    | Transaksi antara KKKS, antara lain: | In accordance with the provisions of the PSC Section Title of Equipment, basically the equipment purchased by the Contractor under the work program became property of the state.                                                                                                                                  |                  |                  |                  |                                                                                        |
| 26 | a. Asset transfer                   | Pemindahan aset baik kategori Harta Benda Modal (HBM) maupun Harta Benda Inventaris (HBI) dari KKKS pengguna awal kepada KKKS berikutnya, yang dinilai sebesar nilai buku KKKS pengguna awal dalam mata uang USD. Tidak ada gain/loss antar KKKS.                                                                  | Valas            | Valas            | 10 Tahun         |                                                                                        |
|    | a. Asset transfer                   | Apabila KKKS pengguna adalah KKKS Eksplorasi maka pembayaran oleh KKKS berikutnya disetorkan ke kas Negara                                                                                                                                                                                                         | Valas            | Foreign Currency | 10 Years         |                                                                                        |
| 27 | b. Material transfer                | The transfer of assets of both categories of Property Capital (HBM) and Possessions Inventory (HBI) from initial PSC to the next, which is valued at initial PSC's book value in USD. There is no gain / loss between PSCs                                                                                         | Foreign Currency | Foreign Currency | 10 Years         |                                                                                        |
|    | b. Material transfer                | If the user PSC is an Exploration PSC subsequent payment by cash deposited into the State                                                                                                                                                                                                                          | Valas            | Valas            | 10 Tahun         |                                                                                        |
| 28 | c. Facility sharing                 | Pemindahan material/persediaan dari KKKS pengguna awal kepada KKKS berikutnya, yang dinilai sebesar nilai buku persediaan dalam mata uang USD. Tidak ada gain/loss antar KKKS.                                                                                                                                     | Valas            | Valas            | 10 Tahun         |                                                                                        |
|    | c. Facility sharing                 | Apabila KKKS pengguna adalah KKKS Eksplorasi maka pembayaran oleh KKKS berikutnya disetorkan ke kas Negara                                                                                                                                                                                                         | Foreign Currency | Foreign Currency | 10 Years         |                                                                                        |
| 29 | d. Other                            | The transfer of material/inventory from initial PSC to the next, which is valued at initial PSC's inventory book value in USD. There is no gain / loss between PSCs                                                                                                                                                | Valas            | Valas            | 10 Tahun         |                                                                                        |
|    | d. Other                            | If the user PSC is an Exploration PSC subsequent payment by cash deposited into the State.                                                                                                                                                                                                                         | Foreign Currency | Foreign Currency | 10 Years         |                                                                                        |
| 30 | e. Other                            | Pembebanan biaya operasi dan pemeliharaan (termasuk komponen biaya penyusutan) dari KKKS pemilik aset/operator kepada KKKS lainnya secara proporsional atas penggunaan fasilitas bersama.                                                                                                                          | Valas            | Valas            | 10 Tahun         |                                                                                        |
|    | e. Other                            | Pembukuan dalam mata uang USD sesuai ketentuan PSC. Tidak ada gain/loss antar KKKS (biaya yang ditagihkan at cost)                                                                                                                                                                                                 | Foreign Currency | Foreign Currency | 10 Years         |                                                                                        |
| 31 | f. Other                            | Imposition of operating and maintenance costs (including depreciation expense component) of asset owner / operator PSC to another PSC proportionally over the use of shared facilities. Accounting in USD in accordance with the PSC provision. There is no gain / loss between the PSC (charges invoiced at cost) | Valas            | Valas            | 10 Tahun         |                                                                                        |
|    | f. Other                            | Akan ada kajian khusus mengenai formulasi/kebijakan tarif pengangkutan oleh BPH Migas                                                                                                                                                                                                                              | Foreign Currency | Foreign Currency | 10 Years         |                                                                                        |
| 32 | Gas transportation fee              | There will be a specific study on the formulation/policy of freight rates by BPH Migas                                                                                                                                                                                                                             | Valas            | Valas            | s.d 30 Juni 2016 | sedang disusun kebijakan mengenai formulasi tarif pengangkutan gas bumi oleh BPH Migas |
|    | Gas transportation fee              | There will be a specific study on the formulation/policy of freight rates by BPH Migas                                                                                                                                                                                                                             | -                | -                | -                | Policy regarding freight rates of natural gas is being prepared by BPH Migas           |



# LIST OF CATEGORY 1A TRANSACTION

| No. | General Activities                                             | Remarks/Description                                                                                                                                                  |
|-----|----------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|     | <b>Employee Relation</b>                                       |                                                                                                                                                                      |
| 1   | Audit Services-Domestic                                        | Audit services that performed by domestic services provider                                                                                                          |
| 2   | Financial Advisor-Domestic                                     | Financial consultant Services that performed by domestic service provider                                                                                            |
| 3   | Inspection Services                                            | Inspection Services by third party                                                                                                                                   |
| 4   | Other Consultant-Domestic                                      | Other consultant services that performed by domestic service provider                                                                                                |
| 5   | Legal Services-Domestic                                        | Legal consultant services that performed by domestic service provider                                                                                                |
| 6   | Manpower Services                                              | Manpower services that performed by domestic service provider                                                                                                        |
| 7   | Medical-Domestic                                               | Medical services by domestic service provider                                                                                                                        |
| 8   | Medical and Safety Equipment-Non Masterlist                    | Purchase of medical and safety equipment without master list                                                                                                         |
| 9   | Membership Fee-Domestic                                        | Membership fee, such as sports facility for manpower                                                                                                                 |
| 10  | Recruiter Services-Domestic                                    | Manpower recruitment services by domestic service provider                                                                                                           |
| 11  | Training-Domestic                                              | Domestic training fee                                                                                                                                                |
|     | <b>Employee Salary &amp; Benefit</b>                           |                                                                                                                                                                      |
| 12  | Employee Income Tax, Withholding Tax, VAT                      | Employee income tax, withholding tax, PPN                                                                                                                            |
| 13  | Salary & Benefit for National Employees                        | Salary & benefit for National employees                                                                                                                              |
|     | <b>General Services</b>                                        |                                                                                                                                                                      |
| 14  | Airline Ticket-Domestic                                        | Airline ticket domestic                                                                                                                                              |
| 15  | Building Maintenance Services & Utilities                      | Building maintenance services and supporting/utilities fee such as electricity, water, and telephone                                                                 |
| 16  | Car Rental-Domestic                                            | Car rental services by domestic rental provider                                                                                                                      |
| 17  | Catering and Housekeeping Services                             | Catering and housekeeping services                                                                                                                                   |
| 18  | Domestic Courier Service                                       | Domestic courier service                                                                                                                                             |
| 19  | Facility Management (non-production)                           | Non production facility management services                                                                                                                          |
| 20  | Furniture                                                      | Purchase of furniture and office equipment                                                                                                                           |
| 21  | Hotel-Domestic                                                 | Domestic hotel services                                                                                                                                              |
| 22  | Public Relation Services                                       | Public relation services such as promotion activity, sponsorship, public relation event in domestic                                                                  |
| 23  | Confection Services-Domestic                                   | Confection services                                                                                                                                                  |
| 24  | Delivery Services (Freight Forwarding/Cargo- Domestic)         | Domestic delivery services                                                                                                                                           |
| 25  | Logistic Provider Services-Domestic                            | Domestic logistic provider services                                                                                                                                  |
| 26  | Event Organizer Services                                       | Event organizer services                                                                                                                                             |
| 27  | Operational Support Activity in order to Social Responsibility | Operational support activity in order to social responsibility, such as construction of physical facilities for ease of public access around the operations location |
| 28  | News Monitoring Services                                       | News broadcast via media (email, SMS)                                                                                                                                |
|     | <b>Office Supply</b>                                           |                                                                                                                                                                      |
| 29  | Purchase of Office Supplies                                    | Purchase of office supplies                                                                                                                                          |
| 30  | Official House Rental                                          | Official House Rental                                                                                                                                                |
| 31  | Office Building Rental                                         | Office Building Rental                                                                                                                                               |
| 32  | Printing & Bindery Services                                    | Printing & Bindery Services                                                                                                                                          |
| 33  | Permits and Formalities Services                               | Permits and formalities services                                                                                                                                     |
| 34  | Property Services                                              | Building/House rental maintenance services                                                                                                                           |



| No. | General Activities                                           | Remarks/Description                                                                                                                                                |
|-----|--------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 35  | Subscriptions of Magazine/Newspaper, Translation             | Subscriptions of magazine/newspaper and translation                                                                                                                |
| 36  | Warehouse/Storage Rental                                     | Warehouse/storage rental                                                                                                                                           |
|     | <b>IT Services</b>                                           |                                                                                                                                                                    |
| 37  | Internet Services                                            | Internet services                                                                                                                                                  |
| 38  | IT Consultant-Domestic                                       | Domestic IT Consultant services                                                                                                                                    |
| 39  | IT Hardware Supply-Domestic                                  | Domestic IT hardware supply                                                                                                                                        |
| 40  | IT Maintenance Services (Hardware)-Domestic                  | Domestic IT hardware maintenance services                                                                                                                          |
| 41  | IT Maintenance Services (Software)-Domestic License          | Domestic IT software maintenance services/ domestic IT license                                                                                                     |
| 42  | IT Manpower-Domestic                                         | Domestic IT Manpower services                                                                                                                                      |
| 43  | IT Storage Service-Domestic                                  | IT storage services from domestic services provider                                                                                                                |
| 44  | LAN and Peripheral                                           | Network provider services                                                                                                                                          |
| 45  | Read Out data download CVR and FDR-Domestic                  | Domestic data download services                                                                                                                                    |
|     | <b>Construction</b>                                          |                                                                                                                                                                    |
| 46  | Construction Services - Domestic                             | Construction Services - Domestic                                                                                                                                   |
| 47  | Construction Supervision Services - Domestic                 | Construction Supervision Services - Domestic                                                                                                                       |
| 48  | Construction Planning Services - Domestic                    | Construction Planning Services - Domestic                                                                                                                          |
|     | <b>Operation</b>                                             |                                                                                                                                                                    |
| 49  | Comprehensive general Liability                              | Comprehensive General Liability Insurance                                                                                                                          |
| 50  | Contract Penalty to Third Party                              | Receipts penalty from vendor adjusted with the contracts currency                                                                                                  |
| 51  | Credit Life Insurance (HOP Insurance old version)            | Insurance guaranteeing repayment of the debt if the borrower dies.                                                                                                 |
| 52  | HSE                                                          | Services related to environmental protection and work safety, not included emergency response handling such as oil spill, blow-out, mercury handling and treatment |
| 53  | Management of Platform Maintenance                           | Platform maintenance services                                                                                                                                      |
| 54  | Marine Vessel Service (Indonesian Flag)                      | Marine Vessel Service (Indonesian Flag)                                                                                                                            |
| 55  | Operation Support Services by National Expert                | Operation Support Services by National expert                                                                                                                      |
| 56  | Drilling Waste Management                                    | Drilling waste management                                                                                                                                          |
| 57  | Waste Management                                             | Waste management                                                                                                                                                   |
| 58  | Personnel Accidents Insurance (OJT, Visitors Ensemble & SCS) | Insurance that provides protection if the insured had an accident that results in death or permanent disability all or part of body.                               |
| 59  | Storage & Utilization Insurance for Material                 | Storage & Utilization Insurance for Material                                                                                                                       |
| 60  | UPL/UKL Study                                                | Environment management efforts and environment monitoring efforts study services                                                                                   |
| 61  | Transportation                                               | land transportation provider services                                                                                                                              |
| 62  | Workman Compensation-Work Accident Insurance                 | Insurance that guarantees the inability to work due to work accidents or illness faced by workers in their works                                                   |



| No.        | General Activities                                                                  | Remarks/Description                                                                          |
|------------|-------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|
|            | <b>Others</b>                                                                       |                                                                                              |
| 63         | CIF Vessel Operating Cost Audit Fee-Domestic                                        | Domestic vessel inspection services fee                                                      |
| 64         | Cargo Independent Surveyor Fee in Domestic Port                                     | Inspection services fee in domestic port                                                     |
| 65         | Custom Bond Handling Fee                                                            | PPJK Agency fee                                                                              |
| 66         | Crew & Shipmater Services-Domestic                                                  | Domestic pilotage port fee                                                                   |
| 67         | Procurement of Fresh Water                                                          | Fresh water provider services                                                                |
| 68         | Sales of flight re-fueling into air craft for domestic route/domestic uplift        | Sales of flight re-fueling into air craft for domestic route/domestic uplift                 |
| 69         | Fuel sales for Domestic Bunker Route                                                | Fuel sales for Domestic Bunker Route                                                         |
| <b>No.</b> | <b>General Activities</b>                                                           | <b>Remarks/Description</b>                                                                   |
| 70         | Port Charges Agency-Domestic                                                        | Domestic mooring fee, berthing port                                                          |
| 71         | Study-Domestic                                                                      | Other study services from domestic services provider                                         |
| 72         | PLN                                                                                 | Electricity services by PLN                                                                  |
| 73         | Every single PLN Transaction are using IDR, except which are already approved by BI | Electricity services by PLN                                                                  |
|            | <b>Security</b>                                                                     |                                                                                              |
| 74         | Security Services (Manpower)                                                        | Manpower services for security                                                               |
| 75         | Procurement of Safety Equipment-Domestic                                            | Provision of safety equipment services from domestic services provider and domestic material |
|            | <b>Survey Seismic GG</b>                                                            |                                                                                              |
| 76         | Survey Seismic GG - Onshore Service                                                 | Survey Seismic GG - Onshore Service                                                          |

**Note:** The marked activities is not available in Category 1B Transaction



**LIST OF CATEGORY 1B TRANSACTION**

| <b>No.</b>                           | <b>General Activities</b>                                      | <b>Remarks/Description</b>                                                                                                                                           |
|--------------------------------------|----------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Employee Relation</b>             |                                                                |                                                                                                                                                                      |
| 1                                    | Audit Services-Domestic                                        | Audit services that performed by domestic services provider                                                                                                          |
| 2                                    | Financial Advisor-Domestic                                     | Financial consultant Services that performed by domestic service provider                                                                                            |
| 3                                    | Inspection Services                                            | Inspection Services by third party                                                                                                                                   |
| 4                                    | Other Consultant-Domestic                                      | Other consultant services that performed by domestic service provider                                                                                                |
| 5                                    | Legal Services-Domestic                                        | Legal consultant services that performed by domestic service provider                                                                                                |
| 6                                    | Manpower Services                                              | Manpower services that performed by domestic service provider                                                                                                        |
| 7                                    | Medical-Domestic                                               | Medical services by domestic service provider                                                                                                                        |
| 8                                    | Medical and Safety Equipment-Non Masterlist                    | Purchase of medical and safety equipment without master list                                                                                                         |
| 9                                    | Membership Fee-Domestic                                        | Membership fee, such as sports facility for manpower                                                                                                                 |
| 10                                   | Recruiter Services-Domestic                                    | Manpower recruitment services by domestic service provider                                                                                                           |
| 11                                   | Training-Domestic                                              | Domestic training fee                                                                                                                                                |
| <b>Employee Salary &amp; Benefit</b> |                                                                |                                                                                                                                                                      |
| 12                                   | Employee Income Tax, Withholding Tax, VAT                      | Employee income tax, withholding tax, PPN                                                                                                                            |
| 13                                   | Salary & Benefit for National Employees                        | Salary & benefit for National employees                                                                                                                              |
| <b>General Services</b>              |                                                                |                                                                                                                                                                      |
| 14                                   | Airline Ticket-Domestic                                        | Airline ticket domestic                                                                                                                                              |
| 15                                   | Building Maintenance Services & Utilities                      | Building maintenance services and supporting/utilities fee such as electricity, water, and telephone                                                                 |
| 16                                   | Car Rental-Domestic                                            | Car rental services by domestic rental provider                                                                                                                      |
| 17                                   | Catering and Housekeeping Services                             | Catering and housekeeping services                                                                                                                                   |
| 18                                   | Domestic Courier Service                                       | Domestic courier service                                                                                                                                             |
| 19                                   | Facility Management (non-production)                           | Non production facility management services                                                                                                                          |
| 20                                   | Furniture                                                      | Purchase of furniture and office equipment                                                                                                                           |
| 21                                   | Hotel-Domestic                                                 | Domestic hotel services                                                                                                                                              |
| 22                                   | Public Relation Services                                       | Public relation services such as promotion activity, sponsorship, public relation event in domestic                                                                  |
| 23                                   | Confection Services-Domestic                                   | Confection services                                                                                                                                                  |
| 24                                   | Delivery Services (Freight Forwarding/Cargo- Domestic)         | Domestic delivery services                                                                                                                                           |
| 25                                   | Logistic Provider Services-Domestic                            | Domestic logistic provider services                                                                                                                                  |
| 26                                   | Event Organizer Services                                       | Event organizer services                                                                                                                                             |
| 27                                   | Operational Support Activity in order to Social Responsibility | Operational support activity in order to social responsibility, such as construction of physical facilities for ease of public access around the operations location |
| 28                                   | News Monitoring Services                                       | News broadcast via media (email, SMS)                                                                                                                                |
| <b>Office Supply</b>                 |                                                                |                                                                                                                                                                      |
| 29                                   | Purchase of Office Supplies                                    | Purchase of office supplies                                                                                                                                          |



| No.                 | General Activities                                           | Remarks/Description                                                                                                                                                |
|---------------------|--------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 30                  | Official House Rental                                        | Official House Rental                                                                                                                                              |
| 31                  | Office Building Rental                                       | Office Building Rental                                                                                                                                             |
| 32                  | Printing & Bindery Services                                  | Printing & Bindery Services                                                                                                                                        |
| 33                  | Permits and Formalities Services                             | Permits and formalities services                                                                                                                                   |
| 34                  | Property Services                                            | Building/House rental maintenance services                                                                                                                         |
| 35                  | Subscriptions of Magazine/Newspaper, Translation             | Subscriptions of magazine/newspaper and translation                                                                                                                |
| 36                  | Warehouse/Storage Rental                                     | Warehouse/storage rental                                                                                                                                           |
| <b>IT Services</b>  |                                                              |                                                                                                                                                                    |
| 37                  | Internet Services                                            | Internet services                                                                                                                                                  |
| 38                  | IT Consultant-Domestic                                       | Domestic IT Consultant services                                                                                                                                    |
| 39                  | IT Hardware Supply-Domestic                                  | Domestic IT hardware supply                                                                                                                                        |
| 40                  | IT Maintenance Services (Hardware)-Domestic                  | Domestic IT hardware maintenance services                                                                                                                          |
| 41                  | IT Maintenance Services (Software)-Domestic License          | Domestic IT software maintenance services/ domestic IT license                                                                                                     |
| 42                  | IT Manpower-Domestic                                         | Domestic IT Manpower services                                                                                                                                      |
| 43                  | IT Storage Service-Domestic                                  | IT storage services from domestic services provider                                                                                                                |
| 44                  | LAN and Peripheral                                           | Network provider services                                                                                                                                          |
| 45                  | Read Out data download CVR and FDR-Domestic                  | Domestic data download services                                                                                                                                    |
| <b>Construction</b> |                                                              |                                                                                                                                                                    |
| 46                  | Construction Services - Domestic                             | Construction Services - Domestic                                                                                                                                   |
| 47                  | Construction Supervision Services - Domestic                 | Construction Supervision Services - Domestic                                                                                                                       |
| 48                  | Construction Planning Services - Domestic                    | Construction Planning Services - Domestic                                                                                                                          |
| <b>Operation</b>    |                                                              |                                                                                                                                                                    |
| 49                  | Comprehensive general Liability                              | Comprehensive General Liability Insurance                                                                                                                          |
| 50                  | Contract Penalty to Third Party                              | Receipts penalty from vendor adjusted with the contracts currency                                                                                                  |
| 51                  | Credit Life Insurance (HOP Insurance old version)            | Insurance guaranteeing repayment of the debt if the borrower dies.                                                                                                 |
| 52                  | HSE                                                          | Services related to environmental protection and work safety, not included emergency response handling such as oil spill, blow-out, mercury handling and treatment |
| 53                  | Management of Platform Maintenance                           | Platform maintenance services                                                                                                                                      |
| 54                  | Marine Vessel Service (Indonesian Flag)                      | Marine Vessel Service (Indonesian Flag)                                                                                                                            |
| 55                  | Operation Support Services by National Expert                | Operation Support Services by National expert                                                                                                                      |
| 56                  | Drilling Waste Management                                    | Drilling waste management                                                                                                                                          |
| 57                  | Waste Management                                             | Waste management                                                                                                                                                   |
| 58                  | Personnel Accidents Insurance (OJT, Visitors Ensemble & SCS) | Insurance that provides protection if the insured had an accident that results in death or permanent disability all or part of body.                               |
| 59                  | Storage & Utilization Insurance for Material                 | Storage & Utilization Insurance for Material                                                                                                                       |



| No.                      | General Activities                                                                  | Remarks/Description                                                                                              |
|--------------------------|-------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------|
| 60                       | UPL/UKL Study                                                                       | Environment management efforts and environment monitoring efforts study services                                 |
| 61                       | Transportation                                                                      | land transportation provider services                                                                            |
| 62                       | Workman Compensation-Work Accident Insurance                                        | Insurance that guarantees the inability to work due to work accidents or illness faced by workers in their works |
| <b>Others</b>            |                                                                                     |                                                                                                                  |
| 63                       | CIF Vessel Operating Cost Audit Fee-Domestic                                        | Domestic vessel inspection services fee                                                                          |
| 64                       | Cargo Independent Surveyor Fee in Domestic Port                                     | Inspection services fee in domestic port                                                                         |
| 65                       | Custom Bond Handling Fee                                                            | PPJK Agency fee                                                                                                  |
| 66                       | Crew & Shipmater Services-Domestic                                                  | Domestic pilotage port fee                                                                                       |
| 67                       | Procurement of Fresh Water                                                          | Fresh water provider services                                                                                    |
| 68                       | Sales of flight re-fueling into air craft for domestic route/domestic uplift        | Sales of flight re-fueling into air craft for domestic route/domestic uplift                                     |
| 69                       | Fuel sales for Domestic Bunker Route                                                | Fuel sales for Domestic Bunker Route                                                                             |
| 70                       | Port Charges Agency-Domestic                                                        | Domestic mooring fee, berthing port                                                                              |
| 71                       | Study-Domestic                                                                      | Other study services from domestic services provider                                                             |
| 72                       | PLN                                                                                 | Electricity services by PLN                                                                                      |
| 73                       | Every single PLN Transaction are using IDR, except which are already approved by BI | Electricity services by PLN                                                                                      |
| <b>Security</b>          |                                                                                     |                                                                                                                  |
| 74                       | Security Services (Manpower)                                                        | Manpower services for security                                                                                   |
| 75                       | Procurement of Safety Equipment-Domestic                                            | Provision of safety equipment services from domestic services provider and domestic material                     |
| <b>Survey Seismic GG</b> |                                                                                     |                                                                                                                  |
| 76                       | Survey Seismic GG - Onshore Service                                                 | Survey Seismic GG - Onshore Service                                                                              |

**Note:** The marked activities is not available in Category 1A Transaction.