



L O N S U M

EXPLANATION OF ITEMS ON THE AGENDA
THE ANNUAL GENERAL MEETING OF SHAREHOLDERS
AND
THE EXTRAORDINARY GENERAL MEETING OF SHAREHOLDERS
OF PT PP LONDON SUMATRA INDONESIA Tbk

In connection with the plan of holding the Annual General Meeting of Shareholders ("AGMS") and the Extraordinary General Meeting of Shareholders ("EGMS") of PT PP London Sumatra Indonesia Tbk (the "Company") which will be held electronically (e-RUPS) on Thursday, August 26, 2021 through the Electronic General Meeting System KSEI ("eASY.KSEI") facility provided by PT Kustodian Sentral Efek Indonesia, domicile in South Jakarta (the "e-RUPS Provider"), the following is explanation of each agenda:

AGM:

Item 1 of the Agenda

Acceptance and approval of the annual report of the Board of Directors on the activities and financial results of the Company for the year ended December 31, 2020.

Explanation:

The Board of Directors of the Company will submit the annual report of the Board of Directors on the activities and financial results of the Company for the year ended December 31, 2020 to seek the approval from AGMS. Such report mostly described in the Annual Report prepared by the Board of Directors as further assessed by the Board of Commissioners of the Company, which is available in pdf format which can be downloaded from the Company's website. The Annual Report of the Company also contained the report on the supervisory duty of the Board of Commissioners of the Company for the year ended December 31, 2020.

Item 2 of the Agenda

Approval of the Company's Balance Sheet and Income Statement for the year ended December 31, 2020.

Explanation:

The Board of Directors of the Company will propose to AGM to accept and to approve the Company's Financial Statements including Balance Sheet and Income Statement for the year ended December 31, 2020, which were audited by Public Accounting firm "Purwantono, Sungkoro & Surja" who expressed unmodified opinion as stated in the Report No. 00110/2.1032/AU.1/01/0685-1/1/II/2021 dated February 24, 2021, which presented in and is part of the Annual Report of the Company.

Item 3 of the Agenda

Determination of the use of net profit of the Company for the year ended December 31, 2020.

Explanation:

The Board of Directors of the Company will propose to AGMS the use of net profit of the Company for the year ended December 31, 2020.

Item 4 of the Agenda

Determination of the remuneration of all members of the Board of Commissioners and members of the Board of Directors of the Company.

Explanation:

The Board of Directors of the Company will propose to AGMS the recommendation from the Nomination and Remuneration Committee of the Company for the total remuneration of the Board of Commissioners and the Board of Directors of the Company from January 1, 2021 to December 31, 2021.

Item 5 of the Agenda

Appointment of the Public Accountant of the Company and give authorization to the Board of Directors to determine the fees and other terms of engagement of the Public Accountant.

Explanation:

The Board of Directors of the Company will submit the recommendation from the Board of Commissioners and Audit Committee of the Company which proposes the AGMS to appoint Public Accountant which incorporated in the Public Accounting Firm "Purwantono, Sungkoro & Surja" to audit the Company's Consolidated Financial Statements for the year ended December 31, 2021 and authorize the Board of Directors of the Company to determine the honorarium and other terms.

EGM

The Agenda

Amendment of the entire Articles of Association of the Company in order to comply with the provisions of the Financial Services Authority Regulation No. 15/POJK.04/2020 dated April 20, 2020 regarding Planning and Holding of the General Meeting of Shareholders of the Listed Company.

Explanation:

The Board of Directors of the Company will propose to EGMS to approve the amendment of the entire Articles of Association of the Company in order to comply with the Financial Services Authority Regulation No. 15/POJK.04/2020 dated April 20, 2020 regarding Planning and Holding of the General Meeting of Shareholders of the Listed Company.

The proposed of the entire amendment of the Company's Articles of Association are available and can be accessed through the Company's website.