The Republic of Indonesia issues US$ 3,000,000,000
Dual-Tranche 5 and 10 year Sukuk

Jakarta, 29 March 2017 - The Republic of Indonesia (the "Republic") returned to the global Sukuk markets through its issuance of US$ 1.0 billion 5-year and US$ 2.0 billion 10-year Reg S/144A Trust Certificates due in 2022 and 2027, respectively (the "Wakala Sukuk"). The Wakala Sukuk is issued via Perusahaan Penerbit SBSN Indonesia III ("PPSI-III"), a legal entity established by the Republic solely for the purpose of issuing Shari'a compliant securities in foreign currencies in the international markets, and will be listed on the Singapore Stock Exchange and NASDAQ Dubai. The settlement date is 29 March 2017. The Wakala Sukuk tranches were priced on 22 March 2017 at par to yield 3.40% and 4.15%, respectively, and each tranche has been assigned a rating of Baa3 by Moody's Investors Service and BBB- by Fitch Ratings.

Notable features of this transaction are: the largest ever non-GCC US Dollar Sukuk transaction, and the largest ever US Dollar Sukuk issued by the Republic. This is the eighth US dollar denominated Sukuk issuance by the Republic and the sixth issuance under its Trust Certificate Issuance Program. The transaction is in line with the Republic's funding plan for 2017 and its ongoing objectives of strengthening the global Islamic financial market. It also further demonstrates the Republic's commitment to enhance its Islamic finance credentials and to continue setting liquid, on-the-run benchmarks in the global Sukuk arena.

The Sukuk are structured based on the Shari'a principle of Wakala. The Sukuk assets under this Wakala Sukuk issuance consist of (i) state-owned assets including land and buildings (51%) and (ii) project assets which are under construction or to be constructed (49%).

Following a series of investor meetings covering key financial centers in Asia, Europe and the Middle East, the transaction was well received globally and generated a large order book of over US$ 10.84 billion.

The Wakala Sukuk attracted interest from a diverse group of domestic and international investors, with the 5-year tranche generating a geographic distribution of 27% to Islamic investors (Middle East and Malaysia), 10% to Indonesia, 28% to Asia (excluding Indonesia and Malaysia), 21% to USA and 14% to Europe, while the 10-year tranche generated a geographic distribution of 29% to Islamic investors (Middle East and Malaysia), 10% to Indonesia, 23% to Asia (excluding Indonesia and Malaysia), 29% to USA and 9% to Europe.

By investor type, the distribution of the 5-year tranche was 43% to fund managers, 40% to banks, 12% to central banks and sovereign wealth funds, 3% to insurance companies and pension funds, and 2% to private banks, and for the 10-year tranche 48% to fund managers, 39% to banks, 8% to central banks and sovereign wealth funds, 4% to insurance companies and pension funds, and 1% to private banks.
Deutsche Bank, HSBC, Mandiri Securities, National Bank of Abu Dhabi, and Standard Chartered Bank acted as Joint Lead Managers and Joint Bookrunners. PT Bahana Securities, PT Danareksa Sekuritas, and PT Trimegah Sekuritas Indonesia Tbk acted as Co-Managers for this transaction.

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