INAUGURAL TRANSACTION : TLFF I

- On February 23rd, TLFF I Pte Ltd issued US$ 95,000,000 Secured Fixed Rate Notes (the “Sustainability Bonds”) to finance a sustainable natural rubber plantation in Jambi (Sumatra) and East Kalimantan, Indonesia.

- The Project, extending over 3 concessions with a total area of circa 88,000 hectares, aims to create natural habitat protection zones, including the creation of a critical buffer alongside the Bukit Tigapuluh National Park. Out of the circa 88,000 hectares, circa 45,000 hectares will be set aside for community livelihoods, land restoration and conservation corridors for the many iconic species in the adjacent national parks.

- The proceeds of the issuance of the Notes were applied towards providing a 15-year loan facility to Royal Lestari Utama (RLU) and its operating subsidiaries. RLU is owned 51% by Satria Cemerlang, an affiliate of a leading Indonesian conglomerate and 49% by Michelin.

- The Project involves collaboration with the World Wildlife Fund (“WWF”), which has worked with RLU to set aside remaining high carbon stock and high conservation value forest, as well as critical wildlife conservation and riparian areas.

- At maturity, the plantation is expected to provide approximately 16,000 jobs at minimum wage or better, providing a critical source of employment for local communities.

- The rubber plantation will also represent up to 10% of Michelin’s global natural rubber supply.

- The Project will be developed in phases and is expected to be completed by year 2024 with a total annual natural rubber production of over 55,000 metric tons (cup lumps or re-milled latex). The site is comprised of approximately 34,000 hectares of land in total for rubber plantation and the Borrowers have already planted until December 2017 approximately 18,076 hectares in rubber trees.

This summary is only intended to provide a limited overview of information described in more detail elsewhere in the Offering Circular. As it is a summary, it does not contain all of the information that may be important to investors. Prospective investors should therefore read the Offering Circular in its entirety before making any investment decisions.
Indonesia: world’s 3rd largest area of tropical forest
December 2014 – JV began; Execution of a Shareholders’ Agreement between PT Royal Lestari Utama and PT Satria Cemerlang and Compagnie Financière Michelin SCmA

Michelin (A-/A3/A-) was established in 1889; involved in the production of rubber since 1925. As the world leader in tyre production and the largest purchaser of natural rubber, Michelin is committed to ensure sustainable and responsible management of the natural rubber supply chain.

Natural rubber is a critical raw material for the tyre industry as it has great elasticity, good plasticity, high wear out resistance and high heat resistance.

In order to secure a strategic stable supply of high-quality natural rubber, Société des Matières Premières Tropicales Pte. Ltd. (SMPT, the sole natural rubber supplier for the Michelin group worldwide) entered into a Master Commercial Agreement pursuant to which SMPT shall purchase a target volume of the total production of remilled latex (75 per cent.).

Michelin assists RLU with agronomic know-how which helps to achieve the best agricultural management practices for RLU covering operational, environmental and social aspects. RLU has entered into a technical services agreement with SMPT pursuant to which SMPT will provide all the necessary technical support to RLU for the development of the plantation project.

At maturity, the rubber plantation will represent up to 10% of Michelin’s global natural rubber supply.
As one of the largest natural rubber buyers in the world, Michelin has been a leader in promoting sustainable natural rubber.
RLU PLANTATION AREA

18,076 HA PLANTED AS OF END 2017

Target Plantation Schedule to 2024

Source: RLU
**TLFF I PTE. LTD. MULTI-TRANCHE SUSTAINABILITY BONDS**

**USD95,000,000 Senior Secured Notes**

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### Terms & Conditions

<table>
<thead>
<tr>
<th>Issuer</th>
<th>TLFF I Pte. Ltd</th>
</tr>
</thead>
<tbody>
<tr>
<td>Borrowers:</td>
<td>PT Royal Lestari Utama (“RLU”) and subsidiaries</td>
</tr>
</tbody>
</table>

#### Tenor, Issuance Size and Coupon:

<table>
<thead>
<tr>
<th>Class</th>
<th>Amount (in USD million)</th>
<th>Repayment type</th>
<th>Expected Maturity/WAL (in years)</th>
<th>Rating (Moody’s)</th>
<th>Coupon p.a. (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>30</td>
<td>Amort.</td>
<td>15 / 9.2</td>
<td>Aaa(sf)</td>
<td>4.136%</td>
</tr>
<tr>
<td>B1a</td>
<td>20</td>
<td>Amort.</td>
<td>15 / 12.9</td>
<td>-</td>
<td>9.000%</td>
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<tr>
<td>B1b</td>
<td>15</td>
<td>Bullet</td>
<td>5</td>
<td>-</td>
<td>8.375%</td>
</tr>
<tr>
<td>B1c</td>
<td>15</td>
<td>Bullet</td>
<td>7</td>
<td>-</td>
<td>8.875%</td>
</tr>
<tr>
<td>B2</td>
<td>15</td>
<td>Bullet</td>
<td>15</td>
<td>-</td>
<td>2.000%</td>
</tr>
</tbody>
</table>

#### Closing date

- 23 February 2018

#### Legal Maturity Date

- 23 February 2034

#### Interest Payments

- Quarterly in arrears

#### Denominations

- The Notes were issued to non-US persons (under Regulation S) in registered form and in minimum denominations of US$200,000 and integral multiples of US$1,000

#### Clearing System and Listing

- Clearstream and Euroclear
- Singapore (SGX-ST)

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### Key Aspects

- ADM Capital acts as Facility Manager in respect of the Loan Facility
- BNP Paribas acted as the Sole Arranger and Lead Manager, Facility Agent and Back-up Facility Manager
- USAID provides a partial guarantee (capped at US$33.25M) to the US$95,000,000 Loan Facility between the Issuer and the Borrowers
- The Class A Notes were assigned a “Aaa” rating by Moody’s
- The Borrowers commit to adhering with the TLFF ESG Standards. The Facility Manager is responsible for ongoing monitoring of compliance with TLFF ESG Standards, with annual reporting based on a pre-agreed ESAP
- Vigeo Eiris acted as Sustainability Bond Second Opinion Provider and confirmed that the Notes are ‘Sustainability Notes’ with positive contribution to sustainable development, aligned with the ICMA Sustainability Bond Guidelines

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TRANSACTION DIAGRAM

Facility Manager
(ADM Capital)

Facility Agent
(BNPP)

Transaction Administrator
(Citibank)

Principal Paying Agent,
Transfer Agent, Notes
Trustee(Citibank)

Provided by the Sponsors

Keepwell Support Deed

Comfort Letters

Facility Guarantor

RLU and its subsidiaries
(Borrowers Indonesia)

Issuance of Class A, B1 & B2 Notes

TLFF I
(Issuer/Lender - Singapore)

Class A
US$30 M
Class A Senior Notes

Class B
US$20 M
Class B1a Senior Notes
US$15 M
Class B1b Senior Notes
US$15 M
Class B1c Senior Notes

US$15 M Class B2 Notes

Security Package

Security Trustee
(Citibank)

Security Trustee holds security package on trust for the Notes Secured Parties including the Noteholders

US$95 M Loan Facility

Facility Guarantee (50 percent of the Lender’s net losses of principal with respect to the US$70M portion of the Loan Facility, capped at US$33.25M)
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USD 95 million Secured Notes

USD 95 million Loan Facility

TLFF I Pte. Ltd

Class A
- Class A
  - US$30M

Class B
- Class B1a
  - US$20M
- Class B1b
  - US$15M
- Class B1c
  - US$15M
- Class B2 (Purchased by Sponsors)
  - US$15M

Interest Pre-funded Account covering 3 years of Interest

First Loss Reserve Account: US$4,750,000 (5% of US$95M)

Reserve Account (incl. 10.53 months of interest, other fees and expenses payable by TLFF and USAID utilization fees)

Contingency Cash Reserve Account
  - US$644,740

Refinancing Amount – US$31M

Funding Account

Escrow Account

Royal Lestari Utama