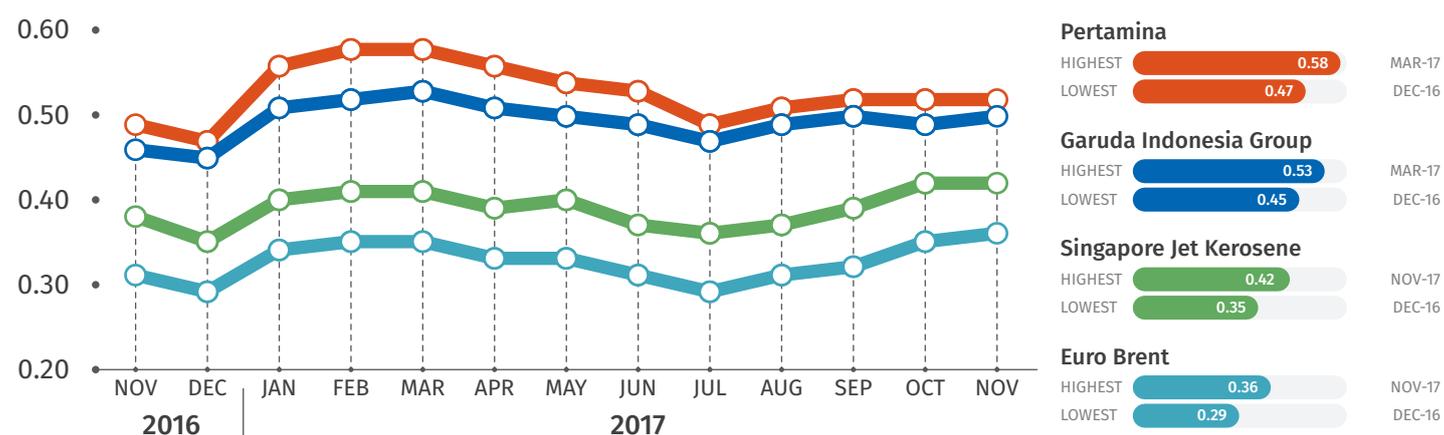


Hedging Disclosure

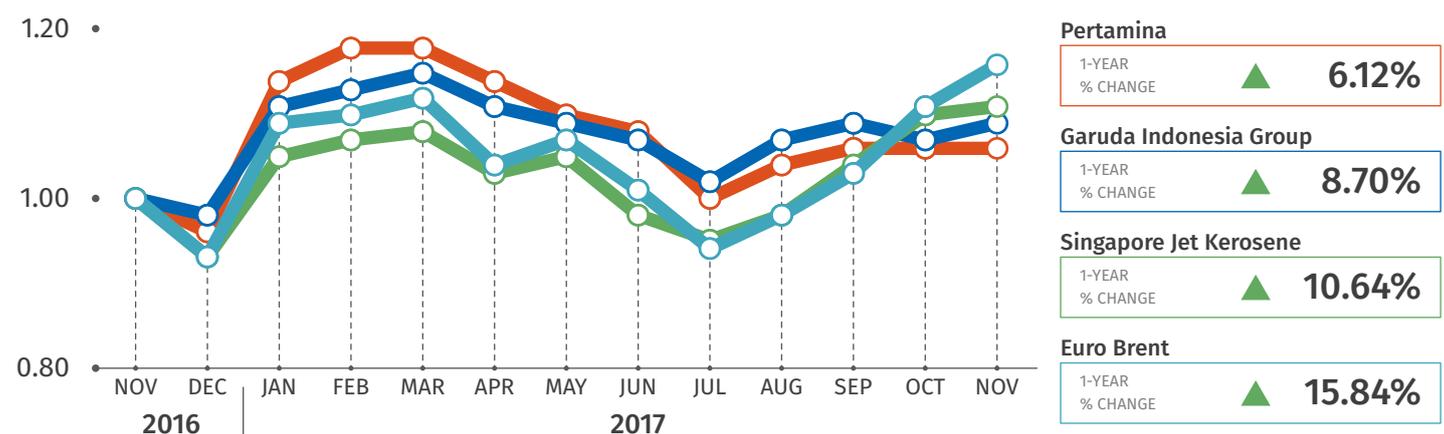
November 2017

PRICE COMPARISON

Source: Bloomberg, September 2017



INDEX	UNITS	2016					2017							
		NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV
Euro Brent	US\$/L	0.31	0.29	0.34	0.35	0.35	0.33	0.33	0.31	0.29	0.31	0.32	0.35	0.36
Singapore Jet Kerosene	US\$/L	0.38	0.35	0.40	0.41	0.41	0.39	0.40	0.37	0.36	0.37	0.39	0.42	0.42
Garuda Indonesia Group	US\$/L	0.46	0.45	0.51	0.52	0.53	0.51	0.50	0.49	0.47	0.49	0.50	0.49	0.50
Pertamina	US\$/L	0.49	0.47	0.56	0.58	0.58	0.56	0.54	0.53	0.49	0.51	0.52	0.52	0.52



PERIODE	PERTAMINA		VS. EURO BRENT		VS. SINGAPORE JET KEROSENE		
	US\$/L	US\$/L	Δ (US¢)	Δ (%)	US\$/L	Δ (US¢)	Δ (%)
November 2017	0.52	0.36	15.76	43.48	0.42	9.89	23.49
Average Year to Date 2017	0.54	0.34	20.12	59.88	0.40	13.68	34.15
Average 2016	0.46	0.28	17.56	62.68	0.33	12.20	36.55

Notes:

"Pertamina" is the average value of domestic in to plane fuel prices paid to Pertamina, meanwhile "Garuda Indonesia Group" is the average value of domestic and international in to plane fuel prices paid to suppliers. And due to Pertamina's one-month late price adjustments, Euro Brent and Sin Jet Kerosene prices used are adjusted one-month behind.



INDEX	UNITS	NOV-17	Δ 1-MONTHS		Δ 3-MONTHS		Δ 6-MONTHS		Δ 12-MONTHS	
		Average	Average	% Chg.	Average	% Chg.	Average	% Chg.	Average	% Chg.
Singapore Jet Kerosene	US\$/BBL.	66.95	66.73	0.33	59.13	13.23	63.54	5.37	60.51	10.64
Euro Brent	US\$/BBL.	57.62	55.16	4.46	48.69	18.34	52.98	8.76	49.74	15.84

FUEL HEDGING

According to Garuda Indonesia hedging policy, it is allowed for the company to hedge with the proportion up to 50% or 7.5 million bbl. from fuel consumption along 2017 which estimated 15 million bbl. which cover fuel consumption from Garuda Indonesia and Citilink. Targeted market fuel price along 2017 is 44.27 US\$/liter and fuel hedging activities through the swap will be conducted to maintain the average uplifting price at 54.27 US\$/liter.

Looking at the outlook for the fuel as we are approaching the end of this year, the company believes there will not be any significant movement up until the end of this year. OPEC meeting has produced the output that has been expected by the market so far. Hence the company will look forward to the 2018 year whereas predicted by most of the market participants will be pretty much bullish. Some volume in 2018 have already been hedged and the company is assessing the market condition and market outlook in order to set up a comprehensive and good strategy against the fuel price movement in 2018.

The company also transform its way in conducting fuel hedging by adopting Bloomberg's commodity electronic trading workflow (RFQC). This puts Garuda Indonesia as the very first airline in the Asia Pacific to adopt RFQC and manages to do fuel hedge with real-time price quotes and bring more effective fuel hedging through minimizing operational risks which inherent with manual hedging transaction processes. Thus as November 17, Garuda Indonesia has hedged 4.35 million bbl. in total which 2.45 million bbl. will be due within 2017. Specifically, 16% has been hedged from 2017 fuel consumption, which mostly covers fuel consumption of second half on 2017, with 9% of the hedged amount at the effective price below 2017's budget price.

Meanwhile, the percentage of 2018 fuel consumption has been hedged with the level of the effective price is lower than the effective hedging price in 2017 (different by 4.06 US\$/liter).

FX HEDGING

Given the stability of the IDR movement throughout November, the company focuses more on the external factor towards the movement of USD/IDR, particularly of the geopolitical risk involving North Korea and the United States. If the tension goes higher, the tendency of higher demand for the safe haven assets will eventually depreciate the IDR and brings a higher exposure to the company's cash flow aspect.

Within the period of November, the company utilizes both the value today and short-term period forward in order to capture the short-term trend of either when IDR depreciates or appreciates. The flexibility in utilizing either one of both instrument regarding the market trend will make the company better-off in both cash flow and value aspects. Moreover, it also leads to the less urgency of executing the cross currency swap transactions in order to protect the book value of the company against the translation risk of USD/IDR movement.