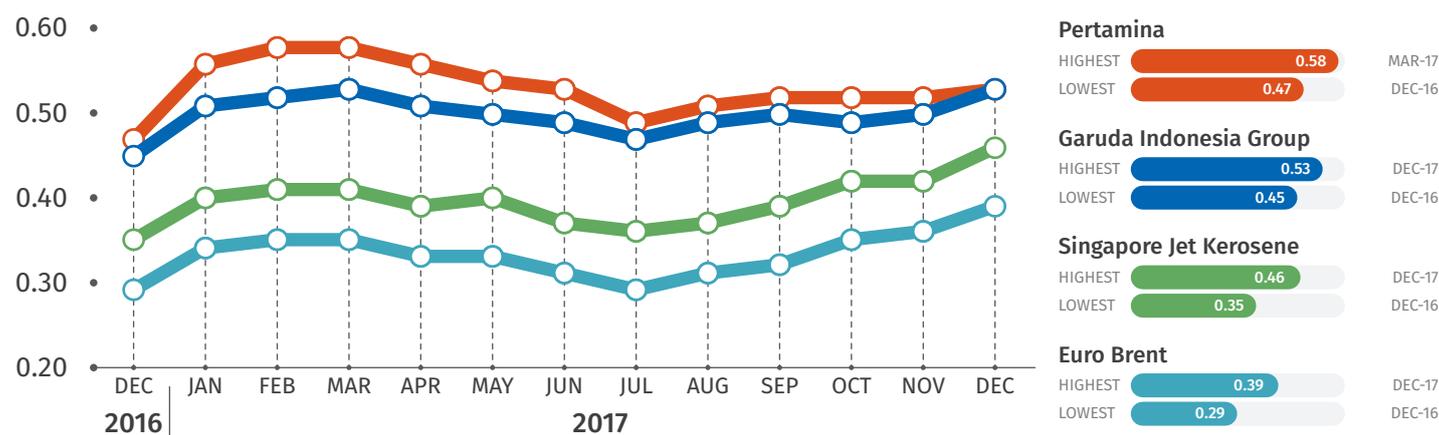


Hedging Disclosure

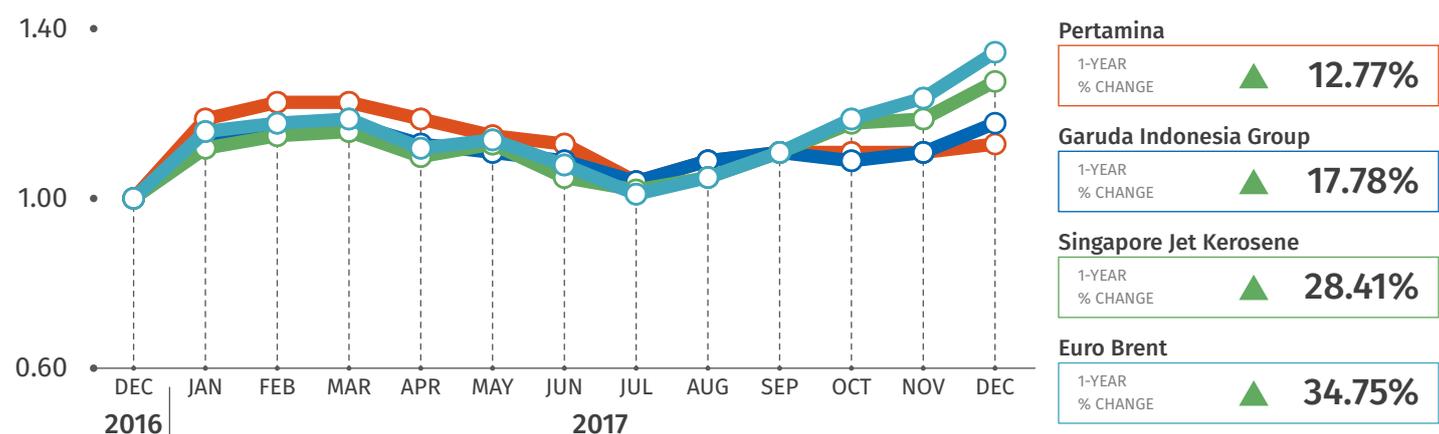
December 2017

PRICE COMPARISON

Source: Bloomberg, December 2017



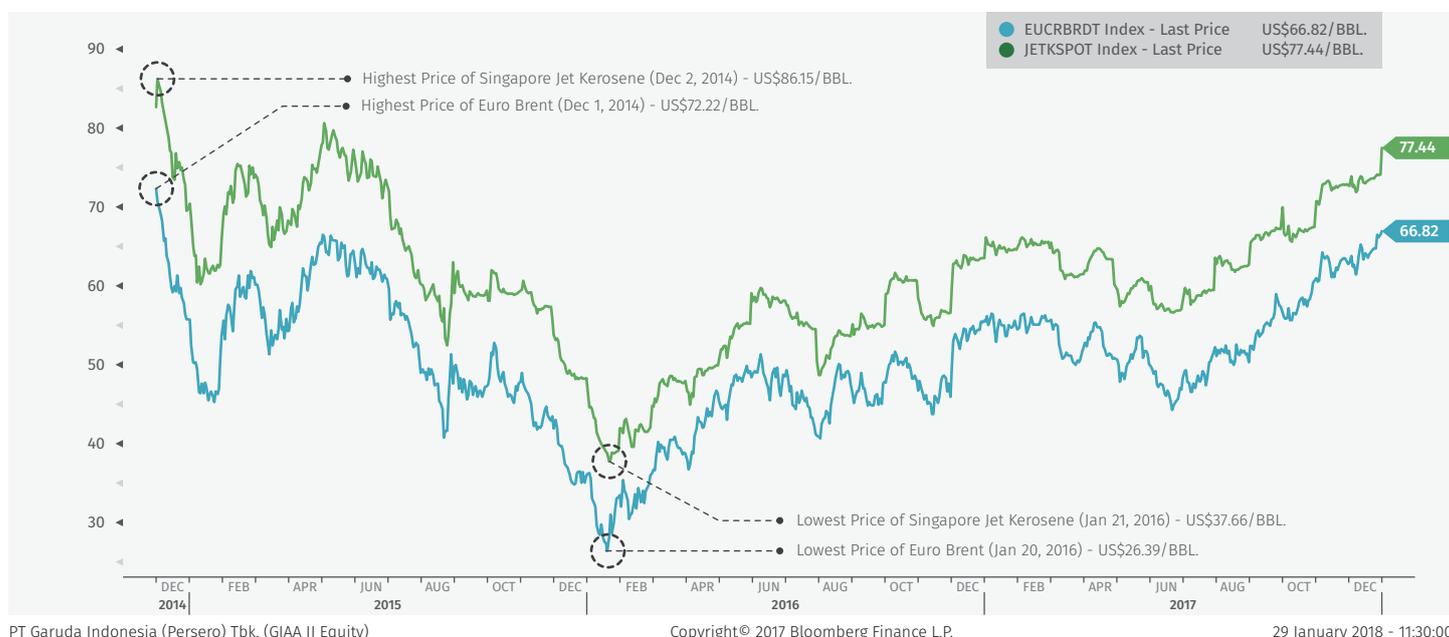
INDEX	UNITS	2016												2017														
		DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	
Euro Brent	US\$/L	0.29	0.34	0.35	0.35	0.33	0.33	0.31	0.29	0.31	0.32	0.35	0.36	0.39	0.29	0.31	0.32	0.35	0.36	0.39	0.40	0.37	0.36	0.37	0.39	0.42	0.42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



PERIODE	PERTAMINA		VS. EURO BRENT		VS. SINGAPORE JET KEROSENE		
	US\$/L	US\$/L	Δ (US¢)	Δ (%)	US\$/L	Δ (US¢)	Δ (%)
December 2017	0.53	0.39	13.64	34.65	0.46	7.46	16.39
Average 2017	0.54	0.34	19.50	57.06	0.41	13.10	32.30
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	DEC-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.	72.40	66.95	8.14	62.70	15.47	59.30	22.09	56.38	28.41
Euro Brent	US\$/BBL.	62.58	57.62	8.61	51.37	21.82	50.08	24.96	46.44	34.75

FUEL HEDGING

Garuda Indonesia has hedged 4.35 million bbl. or equivalent 29% of the estimated of total fuel consumption in 2017 which 2.45 million bbl. already 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 budget price. The other 1.9 million bbl. will due in 2018. Therefore Garuda Indonesia only executes 58% of the amount that eligible to be a hedge in accordance with Garuda Indonesia's Fuel Hedging Policy for 2017.

It can be concluded that oil price 2017 closes on bullish price. One of contributing factors is refinery maintenance has not peaked in US, Europe, and the Middle East while the amount of demand has risen sharply from October until December 2017. To mitigate the increase in oil prices, Garuda Indonesia decided not to execute any transactions along December 2017. Nevertheless, Garuda Indonesia keeps assessing the price movements throughout 2018 to determine the right time to execute subsequent transactions.

FX HEDGING

The strengthening of global currencies and pressure on USD give the positive impact on IDR along December 2017. Therefore, to maintain Garuda Indonesia's cash flow along December 2017, FX transactions is better done with the instrument of value today.

Within the period of December 2017, 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.

At the end of the month in accordance with Bank Indonesia regulation, Garuda Indonesia decide to enter call option transactions in order to protect Garuda Indonesia's book value against the translation risk of USD/IDR movement. However, Garuda Indonesia decides to not execute the transaction by taking current cash flow and USD/IDR movement into account.