



**INVESTORS' RELEASE – 2 May 2017
PT SURYA CITRA MEDIA Tbk.**

SCM Q1 2017 RESULTS ANNOUNCEMENT

(All figures are un-audited and in Rupiah billion unless otherwise stated)

PT Surya Citra Media Tbk (“SCM”), its wholly owned television subsidiaries PT Surya Citra Televisi (“SCTV”) and PT Indosiar Visual Mandiri (“IVM”), its 72% owned content and production company PT Indonesia Entertainment Grup (“IEG”), and its 51% owned production house subsidiary PT Screenplay Produksi (“Screenplay”) are pleased to announce their consolidated results for Q1 2017.

Audience Share

SCTV’s All Time average audience share for Q1 2017 increased by 3.3 points to 15.1% compared to the previous corresponding period. IVM’s average All Time audience share decreased by 2.5 points to 11.6%. The resulting combined average audience share for SCM was 26.7%, showing an increase of 0.8 points over the previous corresponding period. SCTV held the No. 3 All Time spot in Q1 2017 due to increasing share. IVM held the No. 4 Prime Time spot over the same period.

Figure 1: Average Audience Shares - All Demographics 5+

Channel/Year	Q1 2016	Q1 2017	% Change
SCTV	11.8	15.1	28.0%
RCTI	19.6	18.1	-7.7%
IVM	14.1	11.6	-17.7%
TRANS	6.6	6.7	1.5%
MNCTV	10.7	10.4	-2.8%
ANTV	14.9	18.5	24.2%
TRANS7	8.6	7.3	-15.1%
TVONE	3.8	3.6	-5.3%
GTV	6.1	5.3	-13.1%
METRO	2.4	2.0	-16.7%

In Q1 2017 SCTV’s Prime Time average audience share was 16.9% versus 11.6% in Q4 2016, for a strong increase of 5.3 points.

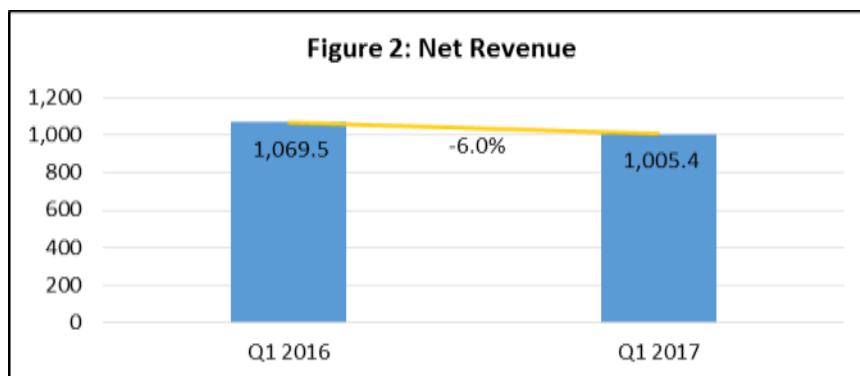
SCTV and IVM ranked No. 2 and 4 respectively amongst television stations in Indonesia for the average Prime Time All 5+ Demographics during Q1 2017, with SCTV holding the No. 1 position for All Time in March 2017.



Revenue Growth

SCTV achieved net revenues of Rp 510.4 billion for Q1 2017, a decrease of 14.9% from Q1 2016, while IVM achieved revenues of Rp 453.4 billion, a decrease of 2.2% from Q1 2016. This has driven the total consolidated net revenue decrease of 6.0%. SCTV contributed 53.0% of SCM's net television revenue versus 47.0% for IVM.

The revenue performance of SCM was broadly in line with market conditions and the audience share changes in the previous year, with SCTV prime time audience share only beginning to improve from 20 February 2017 onwards. Revenue improvement is expected to catch up with audience share improvement as of Q2 2017.

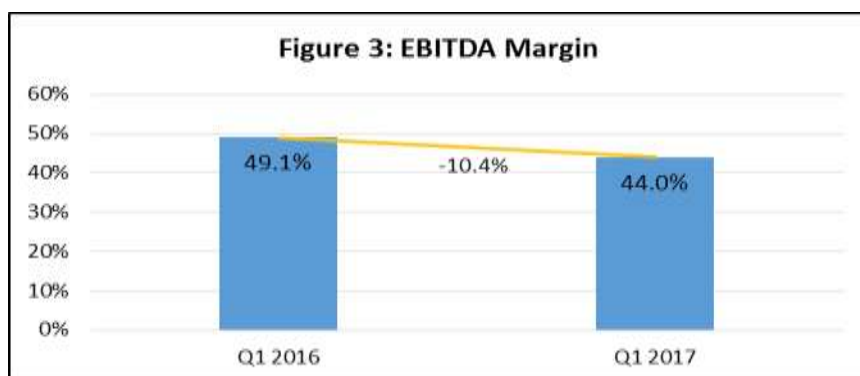


Profit Growth

SCM's gross profit in Q1 2017 decreased to Rp 600.8 billion, down 12.1% from Q1 2016. The decrease in gross profit is greater than the decrease in revenue of 6.0% due to the program costs increasing by 4.7%. SCTV experienced 6.8% lower program costs in Q1 2017, whilst IVM experienced an increase in program costs of 28.6% versus the same corresponding period last year.

The Q1 2017 gross margin achieved by SCTV was 53.0% and for IVM it was 57.7%.

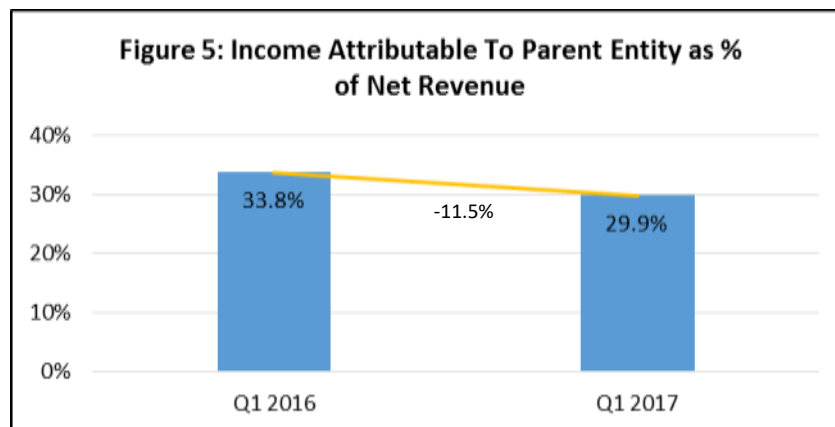
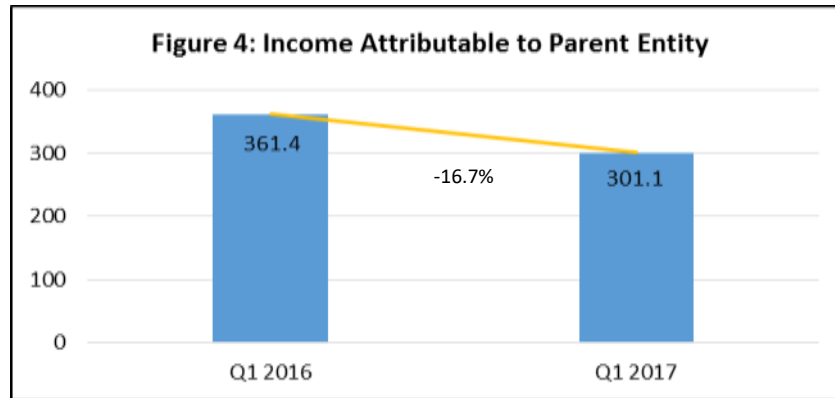
SCM's EBITDA for Q1 2017 decreased by 15.9% to Rp 442.0 billion from Rp 525.3 billion in Q1 2016. As shown in Figure 3 below, the achieved EBITDA margin in Q1 2017 was 44.0%, versus 49.1% the corresponding period last year.





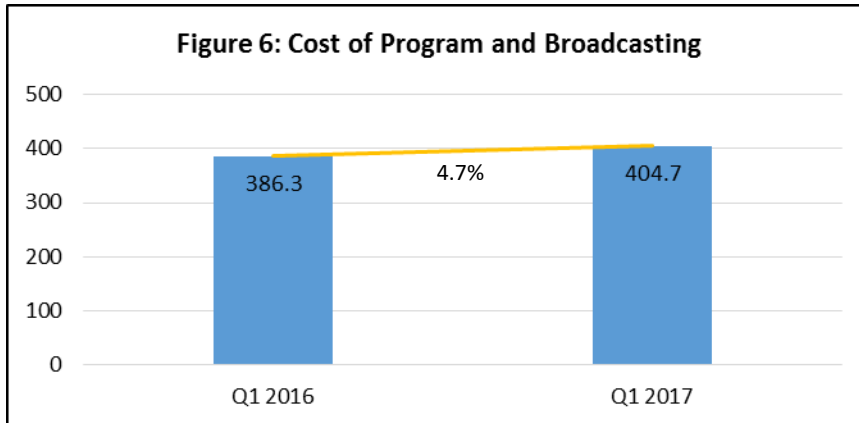
Depreciation and amortization increased 3.7% to Rp 37.0 billion. This relates to the investment in replacing and upgrading broadcasting and transmission equipment and towers and building refurbishment at transmission sites.

Income for the period attributable to the parent entity decreased by 16.7% year-on-year to Rp 301.1 billion at a lower margin of 29.9%, down from 33.8%.

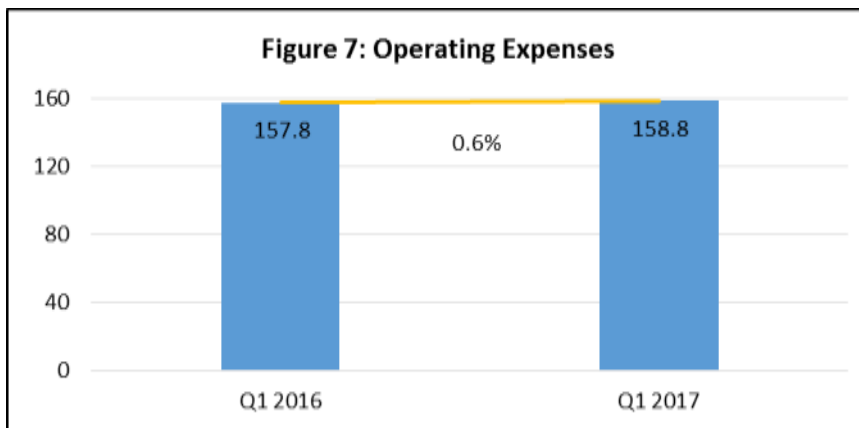


Costs and Expenses

As shown in Figure 6 below, Cost of Program and Broadcasting increased 4.7% year-on-year. The increase in the cost of program and broadcasting in Q1 2017 versus Q1 2016 is mainly due to the President’s Cup, which was broadcast across both of our channels in Q1 2017, as well as investing in new and fresh programming on IVM to shore up audience share.

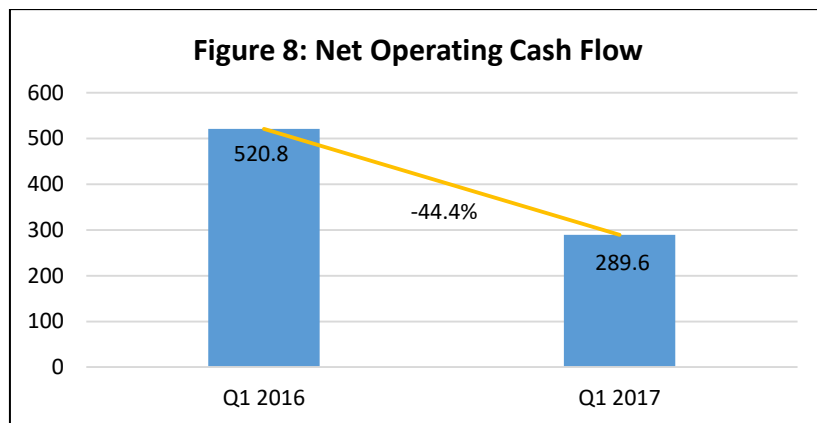


Operating expenses increased by 0.6% year-on-year as shown below in Figure 7. Operating expenses as a percentage of net revenues increased by 1.0 points to 15.8% as they increased more than revenue growth. Employee salaries and benefits costs were just over 69.3% of the operating expenses.



Cash Flow

Net operating cash flow decreased by 44.4% year-on-year to Rp 289.6 billion. The decrease primarily resulted from higher payments to purchase the sports programs and down payment for several movies and series as compared to Q1 2016 and also from slower collections.





The net investment cash outflow increased by 225.3% to Rp 405.1 billion. This relates primarily to the acquisition of the production house PT Sinemart Indonesia.

The free cash flow for Q1 2017 was Rp -115.5 billion, 129.1% lower than Q1 2016.

Financing cash outflows of Rp 54.7 billion is an increase of 110.0% from 26.0 billion in the previous corresponding period.

Other Matters

National FTA license renewal

In October 2016, SCTV and IVM received a renewal on their National FTA licenses (IPP). The IPP period is 10 (ten) years, and therefore IPPs for SCTV and IVM's are effective up to October 2026.

Digital Television Broadcasting

As advised in the Q1 2015 Investors' Release dated March 30th 2015, SCM's subsidiaries together with the Ministry of Communication and Information ("Ministry") and other TV stations filed an appeal to the Administrative High Court in order to protect their interests in relation to the issuance of multiplex licenses to operate digital terrestrial broadcast. On 5th August 2015 SCM's subsidiaries received notice of the Decision of the Administrative High Court upholding the earlier decision of the Administrative Court of Jakarta to postpone the implementation of all of the Ministry's decisions that issued the multiplex licenses to operate Digital free to air television, which were declared null and void. SCM's subsidiaries together with the Ministry and other TV stations filed cassation to Supreme Court on September 22, 2015 and later on March 14, 2017 received the Cassation Decision Letter that declined the cassation request that was submitted. Up to date of completion of the consolidated financial statements, SCM's subsidiaries, the Ministry and other television stations are still in discussion and have not yet decided on the next steps to be taken. There is no contingent liability for SCM's subsidiaries as a result of this decision by the Administrative High Court.

Update on Tax Case

As informed previously in FY2014 Investors' Release dated March 30, 2015, the Company has won the case in the Tax Court, High Administrative Court and Supreme Court.

However on July 12, 2016, the Company received the Judicial Review Petition filed by DGT to the Supreme Court in response to the Tax Court Award and also on July 14, 2016, the Company received the judicial review memory filed by DGT through the State Administrative Court in response to the Supreme Court Award.



On August 5, 2016, the Company submitted the judicial review contra memory to response the judicial review memory filed by DGT through the State Administrative Court in response to the Supreme Court Award. Furthermore, on August 8, 2016, the Company also submitted the judicial review contra memory in response to the judicial review memory filed by DGT to the Supreme Court in response to the Tax Court Award.

On December 8, 2016, for the judicial review submitted by DGT through the State Administrative Court on the Cassation Decision by the Supreme Court, has been decided by the panel of judge in the Supreme Court with decision to grant the judicial review as announced in the Supreme Court official website (the Company has not yet received formal notification on this decision). Up to the date of completion of these consolidated financial statements, judicial review submitted by DGT for the Tax Court Award is still in process at the Supreme Court.

Update on Sinemart

On April 13, 2017, AFS Partnership as the attorney of PT Rajawali Citra Televisi Indonesia ("RCTI") published in Sindo's daily news a notice regarding a court order in relation to the shares and programs of PT Sinemart Indonesia, pursuant to West Jakarta District Court's Decision No. 9/PDT.G/2017/PN.JKT.BRT dated March 16, 2017 against Mr. Leo Sutanto (as defendant 1) and PT Sinemart Indonesia (as defendant 2).



PT Surya Citra Media Tbk and Subsidiaries
Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Three-Month Period Ended March 31, 2017
(Expressed in Millions of Rupiah, Except Earnings per Share)

	Q1 2017	Q1 2016	% change
Net Revenues	1,005,429	1,069,467	-6.0%
Program and Broadcasting Expenses	404,654	386,337	4.7%
Gross Profit	600,775	683,130	-12.1%
<i>as % of Net Revenue</i>	59.8%	63.9%	
Operating Expenses	158,786	157,822	0.6%
<i>as % of Net Revenue</i>	15.8%	14.8%	
EBITDA	441,989	525,308	-15.9%
<i>as % of Net Revenue</i>	44.0%	49.1%	
Depreciation & Amortization	36,987	35,653	3.7%
EBIT	405,002	489,655	-17.3%
<i>as % of Net Revenue</i>	40.3%	45.8%	
Interest Income/(Expenses)	(3,227)	3,249	-199.3%
Other Operating Income/(Expenses)	(2,228)	(5,222)	-57.3%
EBT	399,547	487,682	-18.1%
<i>as % of Net Revenue</i>	39.7%	45.6%	
Income Tax Expense	96,577	122,419	-21.1%
Income For The Period	302,970	365,263	-17.1%
<i>as % of Net Revenue</i>	30.1%	34.2%	
Other Comprehensive Income	(92)	(748)	-87.7%
Total Comprehensive Income for the Period	302,878	364,514	-16.9%
<i>as % of Net Revenue</i>	30.1%	34.1%	
Other Comprehensive Income		-	0
Total Comprehensive Income For The Period	302,878	364,514	-16.9%
<i>as % of Net Revenue</i>	30.1%	34.1%	
Income for the Period Attributable to:			
Parent Entity	301,108	361,404	-16.7%
Non-Controlling Interests	1,862	3,858	-51.8%
	29.9%	33.8%	
Total Comprehensive Income For The Period Attributable to:			
Parent Entity	301,104	360,744	-16.5%
Non-Controlling Interests	1,773	3,770	-53.0%
EPS (Rp. Per share) - full amount	20.59	24.72	-16.7%



PT Surya Citra Media Tbk and Subsidiaries
Interim Consolidated Statement of Financial Position
As of March 31, 2017
(Expressed in Millions of Rupiah)

	MAR 31, 2017	DEC 31, 2016
ASSETS		
Current Assets		
Cash & cash equivalents	339,156	454,732
Other current financial assets		
Trade receivables - net	1,447,553	1,484,303
Other receivables - net	57,276	49,209
Inventories	792,864	689,291
Advances & prepaid expenses	157,017	162,552
Prepaid taxes	15,109	112,094
Total Current Assets	2,808,974	2,952,181
Non-Current Assets		
Due from related party		
Advances for purchase of fixed assets	42,691	25,516
Deferred tax assets	100,185	87,653
Fixed assets - net	980,355	966,766
Intangible assets - net	988,028	457,208
Investment in associated companies	26,245	26,245
Long - term investment	98,624	98,624
Prepaid long-term rent	145,470	147,672
Estimated claims for income tax refund	54,010	26,189
Other non-current assets - net	36,565	32,558
Total Non-Current Assets	2,472,172	1,868,431
TOTAL ASSETS	5,281,146	4,820,612
LIABILITIES & EQUITY		
LIABILITIES		
Current Liabilities		
Trade payables	324,772	245,914
Other payables	116,858	139,504
Accrued expenses	298,511	279,686
Taxes payables	94,736	95,027
Dividend payable		
Current maturities of long-term liabilities:		
Due to a related party	155,462	206,227
Financing payables	1,797	619
Other current liabilities	15,288	23,490
Financing payables		
Total Current Liabilities	1,007,424	990,468
Non-Current Liabilities		
Long-term liabilities - net of current maturities :		
Due to a related party	-	-
Financing payables	3,246	470
Liabilities for employees benefits - net	131,407	124,266
Total Non-Current Liabilities	134,653	124,736
TOTAL LIABILITIES	1,142,077	1,115,204
EQUITY		
Share capital-issued & fully paid	731,080	731,080
Additional paid-in capital	278,633	278,633
Treasury stock	(41)	(41)
Other comprehensive income	28,808	28,900
Retained earnings	2,689,089	2,387,981
Non-controlling interests	411,500	278,855
TOTAL EQUITY	4,139,069	3,705,408
TOTAL LIABILITIES & EQUITY	5,281,146	4,820,612



PT Surya Citra Media Tbk and Subsidiaries
Interim Consolidated Statement of Cash Flows
For the Three-Month Period Ended March 31, 2017
(Expressed in Millions of Rupiah)

	Q1 2017	Q1 2016	% change
Net Cash Provided by Operating Activities	289,595	520,821	-44.4%
Net Cash Used in Investing Activities	(405,057)	(124,509)	225.3%
Free Cash Flow	(115,462)	396,312	-129.1%
Net Cash Used in Financing Activities	(54,683)	(26,040)	110.0%
Net Increase (Decrease) in Cash & Cash Equivalents	(170,145)	370,272	-146.0%
Cash & Cash Equivalents at Beginning of the Period	454,732	685,722	-33.7%
Cash of newly acquired subsidiaries at beginning	55,195	-	0.0%
Effect of changes in foreign exchange rates on cash & cash equivalents	(626)	(3,658)	-82.9%
Cash & Cash Equivalents at Ending of the Period	339,156	1,052,335	-67.8%

Investor Relations contact details:

Olle Wennerdahl
 Investor Relations, SCM
 E-mail: olle.wennerdahl@scm.co.id
 Phone: +62 21 7278 2066 ext. 8231
 Fax: +62 21 7278 2194
www.scm.co.id

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