

23 August 2007

Indirect Acquisition of Shares of PT. Medco Energi Internasional Tbk.

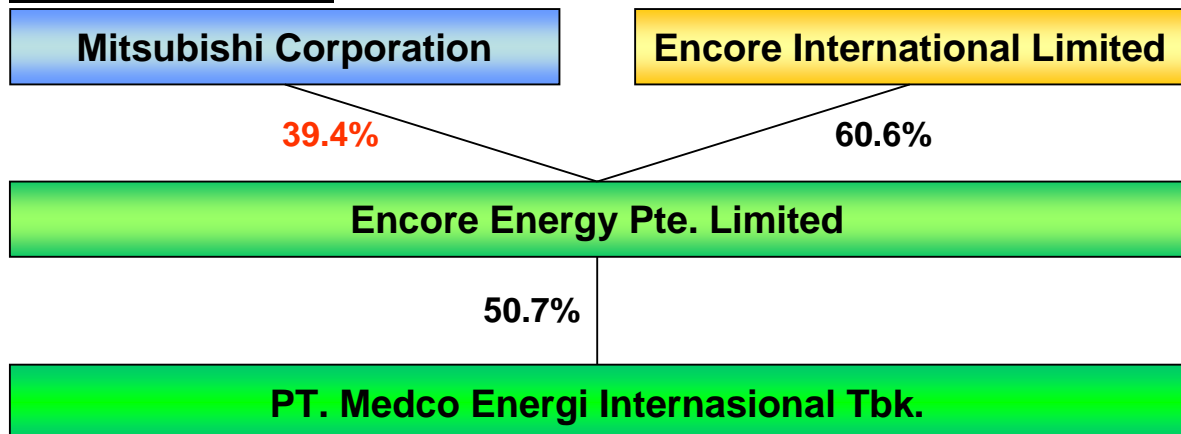
Mitsubishi Corporation (“Mitsubishi”) today announced that it has agreed to indirectly acquire approximately 19.97% of the issued shares of Indonesia’s PT. Medco Energi Internasional Tbk. (“MedcoEnergi”) one of Asia’s largest publicly owned energy companies engaged in exploration and production (“E&P”) of oil and gas as its core business in Indonesia and overseas.

Mitsubishi has acquired 39.4% of the shares in Encore Energy Pte. Limited (a company incorporated in the Republic of Singapore which directly holds approximately 50.7% of the issued shares of MedcoEnergi) for USD 352 million, from Encore Int’l Limited.

In connection with Mitsubishi’s indirect acquisition of MedcoEnergi shares, Mitsubishi has also signed a Strategic Alliance Agreement (“SAA”) with MedcoEnergi, whereby both companies will look to expand and reinforce the business relationship with a view to enhancing their respective presence in the jurisdictions in which they operate in both the upstream oil and gas industry and drilling and rig businesses and downstream, power generation, chemical and bio-ethanol markets.

As one of the strategically important business segments for the company, Mitsubishi is engaged in E&P of oil and gas in West Africa, US Gulf of Mexico, North Africa, UK North Sea and Indonesia. Mitsubishi is committed to exploring and developing new opportunities to expand its E&P portfolio.

Acquisition Structure



PT. Medco Energi Internasional Tbk.

MedcoEnergi was established in 1980 and was the first Indonesian company operating in the oil and gas E&P business to be listed on the Jakarta Stock Exchange in 1994. MedcoEnergi's head office is located in Jakarta, Indonesia and it employs a workforce of approximately 2,500 people.

MedcoEnergi holds working interests in various E&P blocks in Indonesia and overseas, producing more than 20 million barrels of oil and 56 billion cubic feet of gas annually. Additionally, MedcoEnergi holds interests in the rig, chemicals and power businesses.

MedcoEnergi's Indonesian operations span from Aceh in Indonesia's western border to Papua in the eastern territory and continues to expand its operations, from the current working areas in the United States, North Africa, Middle East and South East Asia.



Medco's Rimau Block in the Middle Area of
Sumatra Indonesia