



For Immediate Release

June 20, 2016

## JIPE Gets Approval For Captive Power Plants & Distribution

**JAKARTA** – The Board of Directors of PT AKR Corporindo Tbk (“The Company”) is pleased to announce that Indonesian Investment Coordinating Board (BKPM) on June 17, 2016, has granted approval to Java Integrated Industrial & Port Estate (JIPE) to produce, distribute and manage its power requirements within the Industrial Estate. This approval frees up the entire business area of JIPE (~3,139 ha) for generating, distributing and managing power on its own.

The power supply will be used by the tenants of the industrial estate, port facilities, residential and general infrastructure facilities of JIPE.

This captive supply and consumption will ensure quality and uninterrupted supply of power to the end-users. This is in line with the vision of JIPE to provide efficient energy distribution as part of integrated industrial and port estate.



### 3 Phases of Power Plant Development at JIPE

The power plant will be developed in 3 phases with the 1<sup>st</sup> phase (23MW) to be developed and ready for operations by next year.

Mr Haryanto Adikoesoemo, President Director of AKRA, one of the majority shareholders of BKMS which partners with Pelindo 3 in developing JIPE industrial estate said “We are sure that this landmark development which is one of its kind under the new regulations, will enable us to attract more investors, tenants, partners to JIPE in the upcoming quarters. This milestone also marks an important step in delivering a modern and fully functional industrial estate with efficient logistics, utilities and energy” said Haryanto.

The news release is also available on the Company’s website <http://www.akr.co.id/>

**About PT AKR Corporindo Tbk**

PT AKR Corporindo Tbk (the Company) was formally established in Surabaya in 1977 and was listed on the Indonesian Stock Exchange in 1994. The Company is Indonesia's leading integrated supply chain solutions provider and largest private sector distributor of petroleum and basic chemicals. The Company is also the first national private company assigned by the Government of Indonesia to distribute subsidized petroleum in Indonesia. The Company is a renowned provider of logistics and infrastructure in Indonesia with areas of operations encompassing Indonesia and China. Through a number of subsidiaries it governs, the Company also operates in logistic services, manufacturing and coal mining and trading.

**Java Integrated Industrial Port Estate**

Java Integrated Industrial Port Estate ("JIPE") is a project that is designed to be one of the largest integrated industrial, residential and deep sea port estates with development area totaling 2,933.3 ha. This project through PT Berkah Kawasan Manyar Sejahtera ("BKMS") will develop the industrial estate, while its sister company PT Berlian Manyar Sejahtera ("BMS") will handle the sea port operations and PT AKR Land Development (an affiliate of AKR) will develop the residential estate. AKR indirectly owns 60% of the company through UEPN, while Pelindo III indirectly owns 40% through BJTl.

JIPE aims to become a strategically-located industrial estate, complete with supporting facilities and infrastructure. In addition to a deep water port in the complex, the location has direct access to the major toll road network that connects most cities in East Java, arterial road, railway system and air transport access (Juanda International Airport). The estate is also located 30 kilometers from the city of Surabaya, the second largest city in Indonesia. According to the master plan, the total area of the industrial estate is 1,761 ha.

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