

AKR NEWS RELEASE



For Immediate Release

Jan 27, 2017

BKMS wins The Best Financing Deal Awards South East Asia 2016

JAKARTA, 27th Jan 2017 –

We are proud to announce that PT BKMS (Berkah Kawasan Manyar Sejahtera) subsidiary of PT AKR Corporindo Tbk. which is developing the industrial estate in project JIPE (Java Integrated Industrial Port) was awarded The Best Financing Deal in The 10th Annual Best Deal & Solution awards South East Asia 2016 at Kuala Lumpur Malaysia on 25th January 2017.

The award instituted by Alpha Southeast Asia is granted to PT BKMS for the facility to finance the Power plant being developed in Java Integrated Industrial Port and Estate (JIPE) project. The facility granted by Bank Mandiri & Indonesia Exim bank has a tenor of 10 Years

Mr Hendra Lee, Manager – Treasury, AKR received the award along with Ms Elizabeth from Bank Mandiri and Mr.Arif Setiawan from Bank Exim

“ We are happy to receive recognition for this loan facility which being utilized to develop Captive Power plant facility in JIPE project. The 23 MW power plant which is expected to be commissioned by Mid 2017 will provide reliable, reasonably priced power to our industrial tenants in the JIPE project.” Said Mr Bambang Soetiono President Director BKMS

“ We thank our bankers who have provided a structured, innovative and viable financing option to support our plans to develop utilities in JIPE “ he added.



From Left to right – Mrs.Elizabeth (Bank Mandiri), Mr.Siddiq Bazarwala (Publisher & CEO of Alpha Southeast Asia), Mr.Hendra lee (AKR group), Mr.Arif Setiawan(Exim Bank)

About PT AKR Corporindo Tbk.**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 private company appointed by the Government of Indonesia to distribute subsidized petroleum. The Company is a renowned provider of logistics and infrastructure with areas of operations encompassing Indonesia and China. Through a number of subsidiaries it governs, the Company also operates in the areas of 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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