

AKR NEWS RELEASE



For Immediate release

November 26 '2021

AKRA Published EGM Notice for Stock Split Approval – Positive Outlook for Q4 2021

JAKARTA, 26 November 2021 – PT AKR Corporindo Tbk (IDX ticker code: AKRA.IJ) today published notice for Extraordinary General Meeting (EGM) on Dec 20, 2021.

EGM Schedule

Day/Date : Monday, December 20, 2021
Time : 4 p.m. (Western Indonesian Time) – finish
Venue : AKR Gallery West, Meeting Room P2 Floor,
Jl. Panjang No.5, Kebon Jeruk, Jakarta Barat 11530, Indonesia

With the following Agenda:

- 1) **Approval on the proposed Amendment of the Nominal Value of the shares of the Company (“Stock Split”) and amendment of the Article 4 of the Articles of Association of the Company in relation to the proposed Stock Split.**

With respect to above mentioned agenda, we will discuss the proposal for of Stock Split in the ratio of 1:5 with respect to the Company's shares from a nominal value of originally of Rp100 per share to become Rp20 per share.

This Stock Split aims to increase the liquidity of the Company's stock trading on the Indonesia Stock Exchanges. Through this Stock Split, the Company's share price will become more affordable, especially to for retail investors, which is expected to increase the number of shareholders of the Company.

The notice of EGMS is uploaded in www.akr.co.id also KSEI and IDX.

Link in AKR Website:

- 1) [Notice of EGMS](#)
- 2) [Power of Attorney](#)
- 3) [Stock Split – Disclosure of Information](#)

Company Performance Update – Positive Outlook in Q4 2021

We see more positive developments in AKRA business. AKRA is committed in delivering sustainable growth and creating shareholder value.

Continuing the solid performance during 9M 2021, when net profit grew by 20% to Rp797 bn and revenue up by 24%, driven by strong selling price and demand for petroleum and basic chemical, company continues to report strong demand during Q4 2021.

Petroleum demand for mining, general industry, also plantation continue to be strong in October/November 2021, with higher activity in Mining Industry and opening of the Economy subsequent to relaxation of covid restrictions. Based on current trends, AKRA is expected to reach its full year target with stable margin.

Demand for biodiesel is very strong due to higher commodity prices/economic activity. Bloomberg has quoted Energy Ministry that “Biodiesel consumption may exceed its allocation by 100,000 kiloliters from this year’s target of 9.2m kiloliters. Indonesia has consumed 7.66 kiloliters of biodiesel as of Nov. 9”. AKRA is a beneficiary of this strong demand, being the leading private sector company in the segment.

Chemical volumes continue to remain high in Q4 2021 and we expect to see increased demand. Volume growth YoY 2021 is expected to be in line with 9M 2021 volume growth which reached 22%.

We believe the full year company performance is expected to be sustained, and meeting analyst expectations.

JIPE Update

- 1) JIPE signed the Long-Term Land Lease Agreement and Port Requirement for Copper Smelter in JIPE SEZ. The groundbreaking ceremony for PT Freeport Indonesia's (PTFI) new copper smelter at JIPE was officiated by President RI Joko Widodo on 12 October 2021.
- 2) Further developments on Special Economic Zone status: JIPE was inaugurated as a Development and Management Entity (BUPP), and now process for appointment of administrator.
- 3) Focus on clean and renewable energy utilization. Beside gas fired power plant, KEK-JIPE has recently commissioned power generation from our first Rooftop Solar Power Panel (343kWp). This will be fully integrated with our power gridline on Jan 1, 2022.

This is a major step forward for us in generating Solar Power in JIPE. We aim to generate 60-100MW of Solar Power using Rooftop and Floating panels. The commissioning of first panel and its performance will help us finalize technical and financial framework for our planned Solar Power Generation Capacity.

KEK-JIPE is a Green Industrial Estate that has taken various ESG initiatives. These include zero water run-off, gas-based power generation, OHS Management according to ISO Standards etc. Addition of Solar Power Generation will both improve KEK-JIPE ESG profile and attract investments under the Industry 4.0 initiative.



Rooftop Solar Panel JIPE

**Division of Investor Relation
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 to industrial customers. The Company entered retail petroleum distribution since 2010 on being appointed by the Government of Indonesia to distribute subsidized petroleum. Since 2018, the Company has established joint ventures with BP for non-subsidized gasoline stations under BP-AKR retail in various locations in Java, established aviation fuel supply stations in eastern part of Indonesia. The Company has through a number of its subsidiaries also operates third party logistics services, manufacturing and trading and distribution of basic chemicals and lubricants.

The Company is developing Java Integrated Industrial Port Estate ("JIPE") in Gresik, East Java, one of the largest integrated industrial estates in the country with access to deep seaport, multimodal transportation and utilities to serve the needs of industrial customers. JIPE encompasses a total area of 3,000 ha comprising of 1,800 hectares of Industrial estate operated by company's subsidiary PT Berkah Kawasan Manyar Sejahtera ("BKMS"), 400 hectares of deep seaport developed by affiliate company PT Berlian Manyar Sejahtera ("BMS") and 800 hectares of residential estate developed by PT AKR Land Development (an affiliate of AKR). JIPE has been designated as Special Economic Zone (SEZ) by Government of Indonesia vide President Proclamation No 71 / 2021 which would enable industrial tenants and customers to avail various fiscal and non-fiscal benefits and other facilities which will improve ease of doing business in JIPE. The Company aims to build utilities including Power plants, water supply and other supporting infrastructures which will generate significant recurring income.

The Company is committed to implementing best practices for growth of its business in a sustainable manner and has undertaken various ESG initiatives covering areas of clean energy, Health & Safety, Human Rights, Environment, Energy use, Business Ethics and Integrity. AKR is now one of the constituent stocks in the IDX ESG leaders index and included in LQ 45 and other indices of the Indonesian stock exchange,

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