

# AKR NEWS RELEASE



For Immediate Release

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## JIPE Received The Certificate of Operational as SEZ Gresik- Ready to Attract More Investors and Contribute to the Economy

JAKARTA, November 23th, 2022– PT AKR Corporindo (IDX stock code: AKRA.IJ) is pleased to announce that on November 20' 2022, the subsidiary of AKRA (PT.BKMS/PT.BMS) which operates Special Economic Zone Gresik - Java Integrated Industrial and Port Estate (SEZ JIPE) officially received operational certificate based on the Decree of the Chairman of the Board National Special Economic Zone (SEZ) No 1 of 2022 concerning the Establishment of SEZ Gresik Operational approved by The Coordinating Minister for Economy - Airlangga Hartarto as The Chairman of National Council.



*The Certificate of Operational Establishment as Special Economic Zone Gresik (SEZ JIPE)*

SEZ JIPE Gresik is viewed capable to provide multiple effects whose can contributes to the national economy. This assessment was decided by the SEZ National Council in a Council meeting of SEZ East Java together with the National Council for Special Economic Zones (SEZ) through stages of evaluating and assessing locations, land, infrastructure, facilities, as well as the development of management in SEZ JIPE Gresik. SEZ JIPE Gresik, which just received status as Special Economic Zone Gresik one year ago, has met requirements for location of activities, land, infrastructure etc.so that it has carried out SEZ function as one of strategies to develop economy and officially be able to operate.



*The Certificate of Operational Establishment for Special Economic Zone Gresik (KEK) was submitted at JIPE office, Gresik*

The Certificate of Operational Establishment of the Number 1 of 2022 was submitted by SEZ National Council through the Deputy for Regional Development and Spatial Planning of the Coordinating Ministry for Economic Affairs, Wahyu Utomo and Acting Secretary General of the National KEK Council, Elen Setiadi to the Main Director of PT. BKMS, Bambang Soetiono as the Gresik SEZ Builder and Management Business Entity at JIPE office, Gresik.

On this occasion, Deputy Coordinating Minister for the Economy for Regional Development and Spatial Planning Wahyu Utomo appreciated JIPE's readiness in optimizing its function as a SEZ. According to him, this is in accordance with President Joko Widodo's instructions which encourage SEZs as one of strategies to boost economy.

In addition, to ensure the readiness of investment in SEZ JIPE Gresik, the government has prepared several incentives including financial facilities as stated in PP 40 of 2021 which is highlighting government's commitment to provide fiscal support. SEZ JIPE Gresik has provided world-class utility facilities needed by industry, as well as special port which potentially boosts the regional economy of Gresik as well as East Java

"East Java is the province with the largest GRDP which is must continuously maintained and improving contribution to national economy. We hope that this will be special attractiveness for SEZ Gresik development in the future. We hereby declare that SEZ JIPE Gresik is ready to operate, and we always support its potential development in attracting more investors into the region" he said.

Elen Setiadi, Acting Secretary General of the SEZ National Council added, "The Secretary General of SEZ National Council has discussed with PT Freeport Indonesia as the anchor tenant in SEZ JIPE Gresik, and received information that the development target has reached 40%, and the target of end December 2023 will be in accordance with working plan. All supporting facilities needed by this project are relatively ready, we will continuously monitor its progress to ensure the spatial completeness around JIPE," said Elen.

On the same occasion, the President Director of PT BKMS as the SEZ JIPE Gresik Management, Bambang Soetiono expressed his gratitude for support given by government to SEZ Gresik. "In the course of one year after the SEZ Gresik status was received, the attractiveness of SEZ JIPE Gresik has been improving. We see several potential tenants from within and outside the country who are interested and will come to JIPE soon, we hope it is a sign of optimism in driving the East Java economy," he said.

By having full support from Central and Regional Governments, the accelerated development in SEZ JIPE Gresik will be more optimal. Policy coordination within the region will also improve, which will accelerate activities in SEZ JIPE Gresik.

## **Corporate Secretary PT AKR Corporindo Tbk**

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### **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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