



For Immediate Release

JIIPE Update : PT XINYI GLASS INDONESIA signs Binding Land Sale and Purchase Agreement for building Glass Production Factory in JIIPE SEZ

JAKARTA, 25 August 2022

*This announcement is made by the Board of Directors of PT AKR Corporindo Tbk on a voluntary basis relating to the signing of Binding Sale Purchase Agreement by **PT XINYI GLASS INDONESIA (XINYI)** with **PT Berkah Manyar Sejahtera (BKMS)**, a Joint Venture company between **PT AKR Corporindo Tbk** and **PELINDO**, for acquisition of land for the glass production plant in JIIPE, Gresik, Indonesia*

On 25th August 2022, a Binding Sale and Purchase Agreement (Agreement) was entered into between XINYI and BKMS. Pursuant to the Agreement, BKMS has agreed to sell, and XINYI has agreed to purchase a large lot of industrial land for the construction of XINYI Glass production plant in JIIPE Special Economic Zone (SEZ JIIPE).

XINYI also signed agreements with BKMS for cooperation to provide various utilities including electricity, water, natural gas, sewage treatment, telecommunication and internet facilities and other infrastructure and facilities to support the construction and operation of XINYI glass production facilities in SEZ JIIPE; XINYI has signed MOU with PT Berlian Manyar Sejahtera (BMS) which operates the deep sea port facilities in SEZ JIIPE for the high quality port and terminal facilities required by XINYI for its glass production facilities



Ceremony signing of Binding SPA and other documents between PT BKMS and PT XINYI GLASS INDONESIA

Xinyi Glass Holdings Ltd (Xinyi Glass) is a leading manufacturer of glass products including automobile glass, energy-saving e-glass, float glass, and other glass products at its production complexes in People's Republic of China and has invested overseas. **XINYI** believes the new glass production capacity to be constructed in JIPE, is a major strategic step for the group to diversify its production base and supply the fast-growing demand for glass products in Indonesia and also in other countries overseas.

Welcoming **XINYI**, Mr Bambang Soetiono, President Director of BKMS said "We are extremely happy to sign the Land Sale and Purchase Agreements with PT XINYI GLASS INDONESIA for the glass production facilities in JIPE. **XINYI** is a prestigious foreign investor who will bring significant benefits including much needed foreign investment and also world class products which would be required by various industries in Indonesia. JIPE Special Economic Zone will provide all required facilities and assistance to **XINYI** to construct and commission the Glass production facilities and provide world class utilities and facilities for **XINYI's** production activities in JIPE Special Economic Zone".

"We thank our shareholders PT AKR Corporindo Tbk and Pelindo for all the support and guidance given to us to develop JIPE SEZ and provide world class facilities to our customers" added Mr Bambang

Suresh Vembu
Corporate Secretary
PT AKR Corporindo Tbk

For More Information please Contact:

ir@akr.co.id

corporate.secretary@akr.co.id

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 petroleum 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, SRI Kehati Index, ESG LQ 45 index and other indices of the Indonesian stock exchange,

XINYI

Xinyi Glass Holdings Limited, founded in 1988 and headquartered in Hong Kong, China, was listed on the main board of the Hong Kong Stock Exchange in February, 2005 (Stock Code: 00868.HK). As one of the world's leading integrated glass manufacturers, Xinyi Glass is committed to the manufacturing of high-quality float glass, automobile glass and energy-saving architectural glass, and has a sales network covering over 130 countries and regions around the world.

After over 30 years of development, Xinyi Glass has established ten domestic manufacturing bases in China's most active economy zones: Pearl River Delta, Yangtze River Delta, Bohai Economic Rim, Chengdu-Chongqing Economic Zone and Beibu Gulf Economic Zone. Xinyi Glass actively promotes the globalization of its business and continues to improve the global strategic layout, and has established an overseas manufacturing base in Malacca, Malaysia.

Disclaimer

This communication is solely for the addressee(s) and may contain confidential or privileged information. This publication does not have regard to specific investment objectives, financial situation and the particular needs of any specific person or entity who may receive this report. Accordingly, neither we nor any of our affiliates nor persons related to us accept any liability whatsoever for any direct, indirect, or consequential losses or damages that may arise from the use of information or opinions in this publication. Many factors, including those discussed more fully elsewhere in this release and in PT AKR Corporindo Tbk or its affiliates' filings with the respective regulatory authorities particularly their quarterly financial statements, annual reports, corporate presentations as well as others, could cause results to differ materially from those stated. Opinions expressed may be subject to change without notice.