

Press Release

PEFINDO Affirms “_{id}AA-” (Stable) Rating for Chandra Asri and its Outstanding Bonds

Jakarta, 14 May 2023 – PT Pemeringkat Efek Indonesia (PEFINDO) has affirmed its “_{id}AA-” ratings for PT Chandra Asri Petrochemical Tbk (TPIA / Chandra Asri) and its outstanding bonds. The outlook for the corporate rating is affirmed to be **Stable**.

The rating reflects PEFINDO’s view of Chandra Asri’s leading position in the domestic petrochemical industry that is supported by synergies with its strategic partners, vertically integrated operations with satisfactory supporting facilities post shares acquisition of utilities companies, and strong liquidity with very strong financial flexibility.

Chief Financial Officer of Chandra Asri, Andre Khor, said *“We are pleased for PEFINDO to affirm and distinguish the stability of our credit rating, recognizing the turnaround of our financial performance this year in 2023, and the strength our fortress-quality balance sheet with a liquidity pool of around USD2 billion consisting of cash and cash equivalents plus marketable securities.*

We are well on track to achieve the targeted synergies for our infrastructure asset acquisitions, Krakatau Daya Listrik and Krakatau Tirta Industri, through revenue expansion, operational efficiencies and capital optimization.

We will continue to maintain financial prudence and capital discipline, as we prioritize higher return, lower risk and faster payback investments in areas where Chandra Asri possesses sustainable competitive advantage, in tune with the recent announcements of our Memorandum of Understanding (MoU) signing with Indonesia Investment Authority (INA), the Indonesian sovereign wealth fund to pursue the joint development of a world-scale chlor-alkali plant in Indonesia as part of our CAP2 expansion plans.”

This issuance was rated idAA- from Pefindo, the oldest and the most trusted credit rating agency in Indonesia. Pefindo has assessed that Chandra Asri’s capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian obligors, is very strong.

For further information, please contact:

Chandra Asri

Suryandi

Director of HR & Corporate Affairs

Telp : 021-530 5790

Email : suryandi@capcx.com

Chrysanthi Tarigan

Head of Corporate Communications

Telp : 021-530 7950

Email : corporate.comm@capcx.com

About Chandra Asri

Chandra Asri Petrochemical is Indonesia's largest integrated petrochemical company producing olefins and polyolefins. With a history of 30 years and over 2000 dedicated staff, the company incorporates state-of-the art technologies and supporting facilities located strategically in the country's petrochemical hub, Cilegon and Serang. As a Growth Partner, Chandra Asri is committed on creating high-value jobs, expanding the domestic petrochemical value chain, and serving the needs of the vibrant and growing Indonesian market. For more information, visit: www.chandra-asri.com.