

Press Release

Chandra Asri Group Operates a Bag Film Roll Plant for Heavy-Duty Packaging Production

The Bag Film Roll plant is planned to utilize 30% recycled materials to absorb used materials from consumers.

Jakarta, June 25th, 2024 – PT Chandra Asri Pacific Tbk (Chandra Asri Group), a leading chemical and infrastructure solutions company in Indonesia, currently operates a Bag Film Roll (BFR) Plant that produces Heavy Duty Sacks. The BFR Plant utilizes Polyethylene products from the Company, namely Metallocene and HDPE which are commonly used as raw materials for plastic bags. The production process at BFR Plant is also currently testing use of 30% recycled material specifically Post Consumer Recycle (PCR) sacks from consumers. The establishment of the BFR Plant is expected to enhance the effectiveness of the Company's internal supply chain and serve better meet customer needs.

In the past year, the BFR Plant has produced packaging for Chandra Asri Group's resin products, Asrene® and Trilene®. The BFR Plant adopts Blown Film technology from Germany, renowned for its reliability in producing high-quality industrial packaging. This technology also enables the plant to consistently manufacture products with a thickness exceeding 100 microns. With these specifications, the resulting product has been tested to be shatter, tear, and weather resistant. These advantages make BFR products suitable for packaging polymer products such as plastic pellets and safe for use with food products.

Boedijono Hadipoespito, Director of Downstream Production at Chandra Asri Group, stated, "As a growth partner, Chandra Asri Group continues to innovate to produce value-added products needed for the development of the national petrochemical industry. The establishment of the BFR Plant is also in line with the Company's efforts to maximize internal resources while providing product protection until it is delivered to the consumer. Moving forward, Chandra Asri Group also plans to expand the commercialization of the BFR Plant by meeting customer demands across Indonesia."

At the BFR Plant, Chandra Asri Group utilizes equipment with an efficient air-cooling system to reduce energy and water usage. The company selectively adopts the best technology to minimize noise levels. Additionally, the company ensures that the cooling agents used in the production process are environmentally friendly and free from ozone-depleting substances (non-ODS – Ozone Depleting Substance).

About Chandra Asri Group

Chandra Asri Group is Indonesia's leading chemical and infrastructure solutions company, supplying products and services to various manufacturing industries in both domestic and international markets. With a history of 31 years and over 2,200 dedicated staff, it incorporates state-of-the art technologies and supporting facilities located strategically in the country's petrochemical and industrial hubs, Cilegon, and Serang. Chandra Asri Group operates the only Naphtha Cracker in Indonesia that produces Olefins (Ethylene, Propylene), Polyolefins (Polyethylene, Polypropylene), Py-Gas and Mixed C4, and is the sole domestic producer of Styrene Monomer, Ethylene, Butadiene, MTBE and Butene-1, with a new world-scale Chlor Alkali – Ethylene Dichloride plant development on the horizon. Chandra Asri Group's chemicals business is supported by core infrastructure assets encompassing strategic energy, electricity, water, jetty, and tank farm facilities.

For more information, please contact:

Chandra Asri Group**Suryandi**

Director HR & Corporate Affairs

021- 530 5790

Email : suryandi@capcx.com

Chrysanthi Tarigan

Head of Corporate Communications Telp:

Telp : 021-530 7950

Email: corporate.comm@capcx.com