

Press Release

Chandra Asri Group Explores Collaboration Opportunities with Perum Jasa Tirta II, Supporting the Implementation of New Renewable Energy at CA-EDC Plant

Jakarta, April 4, 2024—PT Chandra Asri Pacific Tbk (Chandra Asri Group), a leading chemical and infrastructure solutions company in Indonesia, has signed a Memorandum of Understanding (MoU) with Perum Jasa Tirta II (PJT II) to conduct a feasibility study related to the potential of green energy through the development of Solar Power Plants (PLTS) and Hydro Power Plants (PLTA). The energy from these facilities will be distributed, among other places, to the world-class Chlor-Alkali and Ethylene Dichloride (CA-EDC) plant currently being developed by Chandra Asri Group that has a total electricity requirement of 340MW. This research aims to promote the implementation of New Renewable Energy and support Indonesia's target to achieve Net Zero Emissions by 2060.

This signing was conducted by Edi Riva'i, Director of Legal, External Affairs, & Circular Economy at Chandra Asri Group; Ruly Aryawan, Director of Supply Chain at Chandra Asri Group; and Dikdik Permadi Yoffana, Director of Business Development at Perum Jasa Tirta II, on Monday, April 1, 2024, in Jakarta.

Perum Jasa Tirta II is a State-Owned Enterprise responsible for Water Resources Management, providing water needs for communities and industries in the West Java and Jakarta regions. PJT II also manages the Jatiluhur Dam in Purwakarta and the Karian Dam in Lebak, Banten. In addition to power plants, this study will also explore the potential development of Clean Water Supply Systems (SPAB) in collaboration with Chandra Asri Group.

Edi Riva'i, Director of Legal, External Affairs, & Circular Economy at Chandra Asri Group, stated, "The collaboration between Chandra Asri Group and PJT II is crucial in supporting the development and operation of the CA-EDC plant, designed as a facility that implements green energy. As a Growth Partner for Indonesia, this feasibility study is also expected to create new business opportunities in the development of New Renewable Energy for sustainability."

Chandra Asri Group is currently developing the CA-EDC Plant, which will have a production capacity of over 400,000 tons of Caustic Soda and over 500,000 tons of Ethylene Dichloride per year. This plant plays a crucial role in fulfilling the increasing demand for caustic soda and ethylene dichloride products not only in Indonesia but also in Southeast Asia. To operate this plant, initially, it will require an electricity supply of 140 MW, which will then be increased 200 MW in 2026, bringing the total required electricity capacity to 340 MW.

Dikdik Permadi Yoffana, Director of Business Development at Perum Jasa Tirta II, added, "Perum Jasa Tirta II, tasked by the Government under Presidential Regulation No. 25 of 2022 to manage the Citarum Watershed, parts of Ciliwung-Cisadane, Cimanuk-Cisanggarung, Cidanau-Ciujung-Cidurian, and Seputih-Sekampung, undoubtedly has significant potential in the development of New Renewable Energy Sources (EBT) to support the government's program in achieving the target of Net Zero Emissions by 2060. With this potential, we can also collaborate with private entities such as Chandra Asri Group to support the use

of environmentally friendly energy in the production process. Therefore, this collaboration plan represents a strategic step for both parties."

Caustic soda is an important raw material for various industries in Indonesia, including alumina extraction, nickel extraction, water treatment, textile production, paper production, soap, and detergent production. Meanwhile, Ethylene dichloride is a crucial component in the production of Polyvinyl Chloride (PVC), which has various applications in construction and packaging.

The construction of the CA-EDC plant could serve as a catalyst for Indonesia's ambition to play a role in the global supply chain of electric vehicles, where the demand for caustic soda continues to increase alongside the growing adoption of electric vehicles worldwide.

About Chandra Asri Group

Chandra Asri 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 staffs, the Company incorporates state-of-the art technologies and supporting facilities located strategically in the country's petrochemical and industrial hubs, Cilegon and Serang. Chandra Asri operates the only Naphtha Cracker in Indonesia that produces Olefins (Ethylene, Propylene), Polyolefins (Polyethylene, Polypropylene), Pygas 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 and Ethylene Dichloride plant development on the horizon. Chandra Asri's chemicals business is supported by core infrastructure assets encompassing strategic energy, electricity, water, jetty and tank farm facilities.

For more information, please go to www.chandra-asri.com

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