

Press Release:

## Chandra Asri Embarks a Feasibility Study for 2nd Petrochemical Complex in Cilegon, Indonesia

**Jakarta, 22 March 2017** – PT Chandra Asri Petrochemical Tbk (CAP), majority owned by PT Barito Pacific Tbk and its strategic partner, SCG Chemicals Co., Ltd, will embark on a feasibility study to construct and operate a second integrated petrochemical complex in Indonesia which will be located adjacent to its existing integrated petrochemical complex at Cilegon, Banten province. The new multi-billion dollar world-scale complex will comprise a 1-million t/y Ethylene Cracker and various downstream derivatives, sharing some of the existing common facilities.

The feasibility study is in line with CAP's strategy to expand its petrochemical footprint in Indonesia to serve the growing domestic market with a burgeoning population of some 250 million, forecast annual GDP growth of above 5% and Government stimulus to improve basic infrastructure. Indonesia is structurally deficient in many petrochemical products and relies heavily on imports from other countries. In 2017, Indonesia is expected to consume an estimated around 3 million tons of Polyethylene/Polypropylene, with imports set to remain at over 1.7 million tons.

As Indonesia's sole operator of an integrated petrochemical complex, CAP has a leading domestic market share of 30%-40%, and has built a solid integration operations framework with its existing customer base.

The Company will set up a new company to undertake this second petrochemical complex and discuss with relevant Government authorities for fiscal incentives to accelerate the project. The shareholding structure of this new business venture has not been finalized, with discussions ongoing with various industry players.

### About CAP

CAP, a subsidiary of PT Barito Pacific Tbk as the majority shareholders, is Indonesia's largest integrated petrochemical company producing olefins and polyolefins. CAP incorporates state-of-the-art technologies and supporting facilities located in Cilegon and Serang of Banten Province. CAP is the only producer who operates a naphtha cracker, and is the sole domestic producer of ethylene, styrene monomer and butadiene. In addition, CAP is also the largest propylene and polypropylene producer in Indonesia. CAP produces plastic raw materials and chemicals used for packaging products, pipes, automotive, electronics, etc. For more information, please visit [www.chandra-asri.com](http://www.chandra-asri.com).

For further information, please contact:

#### Suryandi

Director

PT Chandra Asri Petrochemical Tbk

Telp : (62-21) 530 7950

Fax : (62-21) 530 8930

Email : [suryandi@capcx.com](mailto:suryandi@capcx.com) | [investor-relations@capcx.com](mailto:investor-relations@capcx.com)

### PT Chandra Asri Petrochemical Tbk

Wisma Barito Pacific Tower A, 7th Floor  
Jl. Let. Jend. S. Parman Kav. 62-63  
Jakarta 11410, Indonesia  
T 62(021) 530 7950 F 62(021) 530 8930  
[www.chandra-asri.com](http://www.chandra-asri.com)

