

## **Chandra Asri Successfully Completes Rights Issue of IDR15.5 Trillion (USD1.1 Billion)**

**Jakarta, 15 September 2021** – PT Chandra Asri Petrochemical Tbk (Chandra Asri or the Company), Indonesia's largest integrated petrochemical company, has successfully completed its Pre-Emptive Rights Issue, the Limited Public Offering III which has obtained an effective statement from the Financial Services Authority (*Otoritas Jasa Keuangan*). All new shares issued was fully subscribed and the Company has successfully raised additional capital of IDR15.5 Trillion or USD1.1 Billion, to close one of the largest rights issue ever done in the Indonesia Stock Exchange to date.

After the rights issue, the Company's total outstanding shares increased by 3,794,366,013 shares (from 17,833,520,260 to 21,627,886,273 shares). The composition of public shares is approximately 8.2%, fulfilling the free-float requirements of the Indonesia Stock Exchange. The standby buyer underpinning the successful transaction was PT TOP Investment Indonesia, a subsidiary of Thai Oil Public Company Limited (Thaioil), the flagship refiner of PTT Public Company Limited (PTT).

In July 2021, Chandra Asri had announced the selection of Thaioil as its chosen partner to support the development of Chandra Asri's second petrochemical complex (CAP 2), after a robust and comprehensive strategic investor selection process. The net proceeds raised will be used for the development and construction of Chandra Asri's second world-scale integrated petrochemical complex by its subsidiary, PT Chandra Asri Perkasa which will comprise, among others, of a cracker unit, polymerized olefins and related facilities and utilities. This is in line with the Chandra Asri's strategy to expand its production capacity and business scale to serve the needs of the Indonesian market.

**Suryandi**, Director Human Resource and Corporate Affairs, of Chandra Asri, says: "We are delighted with the successful completion of our rights issue, and welcome Thaioil as a new principal shareholder of Chandra Asri. The financing raised provides us with a solid equity base to proceed with our plans to develop our second petrochemical complex expeditiously. We are grateful for the continuous support of our shareholders, investors, regulators and other key stakeholders to make this transaction a resounding and tremendous success."

With the successful execution of the Rights Issue process and equity injection, Thaioil via its subsidiary now holds a 15% shareholding stake in the Company and forms a part of the key major shareholders and sponsors of Chandra Asri alongside Barito Pacific and SCG Chemicals. Thaioil and Chandra Asri have also entered into feedstock sales and purchase agreements for the supply of naphtha and liquefied petroleum gas to Chandra Asri and CAP 2, and a product distribution agreement, to provide security of feedstock

supply and unlock further value via synergies. Subject to a successful Final Investment Decision (FID) on CAP 2 targeted for 2022, Thaipol and SCG Chemicals are may further collectively invest up to USD0.4 billion. The methods of the subsequent investment will be determined by the parties at a later stage and remain subject to the approval of Chandra Asri shareholders and relevant governmental authorities in the Republic of Indonesia.

Investment in CAP 2 is projected to be around USD 5 billion. Construction is expected to take 4 to 5 years, creating 25,000 jobs over the period. It will double the Company's production capacity from the current 4.2 million tons a year to more than 8 million tons a year. This will help fulfill Indonesia's growing domestic demand, reduce import dependency, develop the country's local downstream petrochemical industry, support the government's vision for Industry 4.0, and create high-value long-term careers.

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#### **About Chandra Asri**

Chandra Asri is Indonesia's largest integrated petrochemical company producing olefins and polyolefins. With a history of over 29 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 to 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](http://www.chandra-asri.com).

#### **About Barito Pacific**

Barito Pacific is an integrated energy company based in Indonesia with multiple power and industrial assets. Through Star Energy, Barito Pacific operates the largest geothermal company in Indonesia, which is also the third largest geothermal company in the world. Along with Indonesia Power, a wholly owned subsidiary of Perusahaan Listrik Negara, the national electricity company, Barito Pacific is developing Java 9 & 10, a 2 x 1,000MW ultra super-critical class power plant with enhanced efficiencies and environmental performances. Barito Pacific also owns a controlling share and consolidates PT Chandra Asri Petrochemical Tbk, Indonesia's largest and only integrated petrochemical company. For more information please visit: <https://www.barito-pacific.com>.

#### **About Thaipol**

Thaipol is Thailand's largest refinery and supplier of petroleum products. The company was founded in 1961 and is recognized as one of the most efficient refineries in Asia Pacific. Thaipol operates under the Operational Excellence principle, operating as an integrated group of businesses in oil refinery, petrochemicals and lube base oil with supporting businesses, e.g. power generation, solvents, logistics and renewable energy generation, LAB: an intermediate in the production of surfactants, marine and pipeline transportation and storage services of crude, petroleum and petrochemical products, as well as recruitment services for Thaipol and subsidiaries. Thaipol leads the

Thai refinery industry through a well-planned and integrated production process, yielding optimum efficiency. Our products are of high quality, rated in the top quartile of refineries in Asia Pacific, at lower production costs – giving Thaioil a recognized competitive advantage. For more information, visit [www.thaioilgroup.com](http://www.thaioilgroup.com).

### **About SCG Chemicals**

SCG Chemicals is one of the largest integrated petrochemical companies in Thailand and a key industry leader in Asia, offering a full range of petrochemical products ranging from upstream production of olefins to downstream production of 3 main plastics resins: polyethylene, polypropylene, and polyvinyl chloride. SCG Chemicals is committed to conducting its business in line with strong Environmental, Social and Governance (ESG) values and achieving Sustainable Development Goals (SDGs) by developing new technology and innovation to create high value-added products (HVA) and holistic service solutions, in areas such as circular economy, medical & healthcare, electric vehicle (EV). This is to better meet diverse demands and underpin sustainable environmental stewardship. For more information, please visit [www.scgchemicals.com](http://www.scgchemicals.com)

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