



Responsible Contribution for a Better Tomorrow



Batik Mangrove Activity at Sejarah Beach



**Assalamualaikum warahmatullahi Wabarakatuh,
Bismillahirrohmanirrohim,**

Alhamdulillahirabbilamin, thanks to the presence of Almighty God, and thanks to all parties who have supported and helped us, we would like to present INALUM's 2023 SER report. As a subsidiary of a State-Owned Enterprise (SOE), INALUM is highly committed to contributing to improving the welfare and quality of life of the communities, especially those around the Company's operations areas through our Social and Environmental Responsibility (SER) programs.

INALUM continues to support the achievement of sustainable development (Sustainable Development Goals/SDGs) by 2030, through our Social and Environmental Responsibility (SER) programs and the Micro and Small Business Development Partnership Program (PUMK). These programs are a concrete manifestation of INALUM's attention to regional development and capacity building, both in terms of HR competency and MSE development, which are part of the driving forces of the Indonesian economy.

The SER and PUMK programs for 2023 must be reported in a comprehensive and structured manner, and thanks to the hard work and efforts of many parties, the 2023 INALUM SER Report can be completed. This book was prepared as one of the responsibilities of INALUM's Management for implementing the INALUM SER and PUMK programs in 2023 and it is hoped that this report can be used as information, reference and evaluation material regarding the implementation of SER in 2023.

In 2023, the focus of INALUM's SER distribution was in the Education, Environment and MSMEs sectors. This report has been completed thanks to the support of many parties, especially those with interests in planning, implementation, to monitoring and evaluation of the SER and PUMK programs, and the authors of books, articles, journals, scientific works, etc., both printed and unprinted in offline and online media. Attached to the SER report are the PUMK financial reports that have been audited by independent auditors as a form of management responsibility for the program.

We realize that this book is still not perfect, so we hope for constructive criticism and suggestions for improving this book, in particular the general concept of Corporate Social Responsibility and Public Administration Ecology. May Allah Subhanahu Wataala reward us all for the good deeds given. Amen.

Wassalamualaikum warahmatullahi Wabarakatuh.

THEME EXPLANATION

Responsible Contribution for a Better Tomorrow



INALUM exists in the community to provide a positive contribution from its aluminium production activities and chains in an innovative and eco-friendly manner. INALUM is committed to improving the quality of life and building the communities' ability to grow prosperously together, while maintaining the carrying capacity of the environment for future generations. INALUM has continuously demonstrated its commitment to responding to challenges by taking innovative steps in managing the Company's operations.

Through the Social and Environmental Responsibility program, INALUM fully supports the implementation of achievement of the Sustainable Development Goals (SDGs) in Indonesia and is committed to carrying out all activities operations that support sustainable development and contribute to the SDGs. INALUM is committed to continue to play an active role in spreading sustainable benefits for all stakeholders and society. With the guidance of SDG 2030 and the Government of Indonesia, INALUM synergizes and collaborates to create TJSL programs in order to contribute responsibly for a better future.

TABLE OF CONTENTS

| | |
|---|--|
| 3 | Foreword |
| 4 | Theme Explanation |
| 5 | Table of Contents |
| 6 | Disclaimer and Limitation of Liability |
| 7 | SER Performance Overview |

9 | Introduction

| | |
|----|----------------------------|
| 10 | Financial Overview |
| 12 | Message from the President |

15 | Company Profile

| | |
|----|---|
| 16 | General Information and Identity of The Company |
| 18 | Brief History of The Company |
| 20 | Business Activities and Company Products and/ or Services |
| 26 | Company's Operational Areas |
| 28 | Vision, Mission and Corporate Culture |
| 29 | INALUM's AKHLAK values |

31 | Implementation of SER

| | |
|----|---|
| 32 | INALUM's Commitment to Implementing SDG |
|----|---|

45 | Realization of SER

| | |
|----|--|
| 46 | Non-Pumk Social and Environmental Responsibility Program |
|----|--|

73 | Implementation of Special Assignments

| | |
|----|----------------------------|
| 74 | Special Assignment Program |
|----|----------------------------|

77 | Closing

| | |
|----|------------------------------|
| 78 | Challenges and Opportunities |
|----|------------------------------|

DISCLAIMER AND LIMITATION OF LIABILITY



To carry out the mandate in PP 45 of 2022 and PP 46 of 2022, on March 21, 2023 PT Indonesia Asahan Aluminum became a separate entity from MIND ID. The Social Environmental Responsibility Report (SER) Annual Report presents information and data on PT Indonesia Asahan Aluminum (INALUM) in 2023. The 2023 Social Responsibility Report is based on the Republic of Indonesia Government Regulation No. 96 of 2021 concerning the Implementation of Mineral and Coal Mining Business Activities, and the Minister of State-Owned Enterprises Regulation PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibility Programs in State-owned enterprises. This report contains forward-looking statements where the actual achievement may differ due to the risk of uncertainty.

SER PERFORMANCE OVERVIEW



SER Fund Distribution Plan
SER Funds Available

Rp25,403,350,000



Total Distribution of Non-PUMK
SER Funds

Rp33,419,633,885



Total Distribution of PUMK SER
Funds

Rp1,150,000,000



Total Actively Assisted MSEs

125 Foster Partners



Total MSE Upgraded

10 Foster Partners

01



INTRODUCTION



FINANCIAL OVERVIEW

MSE Funding Program

| Area of Activity/Activity Sector | 2023 (Rp) |
|----------------------------------|------------------------|
| MSE Funding Program | |
| Industry | 15.000.000,- |
| Trading | 140.000.000,- |
| Agriculture | 255.000.000,- |
| Plantation | 10.000.000,- |
| Services | 70.000.000,- |
| Total | 490.000.000 |
| Balance at BRI | 660.000.000,- |
| Total | 1.150.000.000,- |

Non-PUMK Social and Environmental Responsibility Program

| No | Pilar | RKA 2023 (Rp) | Audit 2023 (Rp) | % |
|--------------|----------------------|-------------------------|-------------------------|---------------|
| 1 | Social | 12.353.850.000,- | 14.961.137.888,- | 21,11% |
| 2 | Economic | 6.648.500.000,- | 6.405.564.195,- | 96,35% |
| 3 | Environmental | 18.284.301.129,- | 13.202.931.802,- | 72,21% |
| 4 | Legal and Governance | 0 | 0 | 0 |
| Total | | 37.286.651.129,- | 34.569.633.885,- | 92,71% |





Cultivation of Maggots Larvae in Kuala Tanjung Village by INALUM Assisted MSEs



MESSAGE FROM THE PRESIDENT



DANNY PRADITYA
President Director of PT INALUM

Assalamualaikum Wr Wb.

Thanks to the presence of Almighty God, and with His mercy and grace, PT INALUM SER Report has been published. We must not forget, and would like to express our thanks to all parties who supported and helped us present this report to you. As a member of the State-Owned Enterprise mining BUMN holding, INALUM has a high commitment to contributing to improving the welfare and quality of life in the communities, especially those in the 10 (ten) Regencies/Cities where the Company runs its Social and Environmental Responsibility (SER) programs.



INALUM continues its role, and has taken strategic steps to support the achievement of 2030 Sustainable Development Goals/SDGs, as the reference basis for implementing the Company's SER.



”
INALUM is committed to contributing to the achievement of the Sustainable Development Goals so that the Company can realize its vision to Become a Leading Global Company Based on Environmentally Friendly Integrated Aluminum.
 ”

This SER program is a concrete manifestation of INALUM's attention to the communities and the environment around the Company's operating areas. In line with the shareholders mandate, the Company is currently focused on improving the economy and the quality of education, and contributing to environmental sustainability. Continuous commitments to implementing on-target SER forms part of the Company's long-term mission and strategy. This is in line with the objectives of SER itself, that apart from providing benefits to the communities and the environment, it also interprets SER as a protector of the Company's business, and we practice this in the hope that SER will receive support from the communities so that the Company's operations and business will continue to run over time.

Finally, we would like to express our gratitude for the involvement of all parties who made this SER report possible. We hope that this report provides readers with a broader view and reference about INALUM, and how it provides benefits to the surrounding environment.

Wassalamu alaikum warahmatullahi wabarakatuh.

Warm regards,

DANNY PRADITYA
 President Director of PT INALUM

02



COMPANY PROFILE

GENERAL INFORMATION AND IDENTITY OF THE COMPANY

| | |
|---|--|
|  <p>Name</p> <p>▶ PT Indonesia Asahan Aluminium</p> | <p>Short Name</p> <p>▶ INALUM</p> |
|  <p>Date of Establishment</p> <p>▶ January 6, 1976</p> |  <p>Total Employees</p> <p>▶ 1,819 people (2023)</p> |
|  <p>Legal Basis of Establishment</p> <p>▶ PT Indonesia Asahan Aluminium was established based on Deed No. 2 dated January 6, 1976, made before Julian Nimrod Siregar Gelar Mangaradja Namora, S.H., Notary in Jakarta. The Company's deed of establishment was approved by the Minister of Justice in their Decree No. Y.A.5/12/20 dated January 10, 1976 and was announced in the Supplement to State Gazette No. 4 on January 13, 1976.</p> | |
|  <p>Line of Business</p> <p>▶ Aluminium Production and Processing</p> | |
|  <p>Share Ownership</p> <p>▶ Company Share Ownership as of December 31, 2023:</p> <ul style="list-style-type: none"> ▶ Dwiwarna Series A Shares Republic of Indonesia (0.00001%) ▶ Series B shares ▶ PT Mineral Industri Indonesia (Persero) or MIND ID (Mining Industry Indonesia) (99.99999%) | |
|  <p>Authorized Capital</p> <p>▶ Rp21,724,959,915,000</p> <p>Issued and Fully Paid Up Capital</p> <p>▶ Rp5,431,240,290,000</p> | |



Address

► **Head office**

Kuala Tanjung, Kecamatan Sei Suka,
Kabupaten Batu Bara,
Sumatera Utara 21657



Telephone

► +62 622 31311



Email

► corsec@inalum.id



Company Website

► www.inalum.id



YouTube

► INALUM Official



Facebook

► PT Indonesia Asahan Aluminium



Instagram

► @inalum



X

► @INALUM_Official



LinkedIn

► PT Indonesia Asahan Aluminium





BRIEF HISTORY OF THE COMPANY



INALUM at a glance

The Company's history began with a feasibility study in 1919, which aimed to take advantage of the energy potential in the Asahan river water as a resource for power generation. Even though this plan was only implemented in 1972, it then developed with a project to build an aluminium smelter. In 1976, the Government of the Republic of Indonesia together with the Nippon Asahan Aluminium consortium established PT Indonesia Asahan Aluminium as a realization of this plan. The company ownership underwent changes until finally in 2013, the Government took over all shares of PT Indonesia Asahan Aluminium, making it the 141st State-Owned Enterprise (BUMN), based on Government Regulation No. 26 of 2014 dated April 21, 2014, thereby changing the Company's status to PT Indonesia Asahan Aluminium (Persero).

On November 10 2017, the Government issued Government Regulation No. 47 of 2017 concerning additional Republic of Indonesia equity participation in the share capital of PT Indonesia Asahan Aluminium (Persero). Then on November 27, 2017, the Government signed a transfer of Government shares from PT Aneka Tambang Tbk, PT Bukit Asam Tbk, PT Timah Tbk, and PT Freeport Indonesia to PT Indonesia Asahan Aluminium (Persero). This marked the beginning of the formation of the Mining Industry Holding. Other developments included the divestment of PT Freeport Indonesia shares in 2018, involving the Central Government, Papua Provincial Government, Mimika Regency Government, and the Mining Industry Holding.

In 2019, the Mining Industry Holding was changed to Mining Industry Indonesia or MIND ID. Since then, PT Indonesia Asahan Aluminium (Persero) has carried out two tasks, namely as a Mining Industry Holding with the identity MIND ID, and as an operator of the aluminium smelting factory with the identity INALUM.

Then, on December 8 2022, the Government issued Republic of Indonesia Government Regulation No. 45 of 2022 concerning Reduction of the Republic of Indonesia State Capital Participation in the Company PT Indonesia Asahan Aluminium (Persero). Based on PP No.45/2022, INALUM was no longer a holding company, but had changed its status to a member of MIND ID, the BUMN Holding Mining Industry. On the same date, the Government also issued Republic of Indonesia Government Regulation No. 46 of 2022 dated December 8, 2022 concerning the Republic of Indonesia State Capital Participation for the Establishment of a Limited Liability Company (Persero) in the Mining Sector. Where PP No. 46/2022 marked the formation of PT Mineral Industri Indonesia (Persero) as a new entity from MIND ID, as well as confirming transformation of the MIND ID corporation into a strategic holding company. INALUM is now aligned with other MIND ID members with the aim that MIND ID will focus more as a strategic holding company, while INALUM will focus on developing national aluminium downstreaming.





Information on Changes in Company Name and Status

The Company was officially established on January 6, 1976 with the name PT Indonesia Asahan Aluminium, and has never its name until now. However, the Company has experienced several changes in status, as previously explained in the brief discussion on INALUM, in 2014, the Company's status officially changed to a BUMN based on Government Regulation No. 26 of 2014 so that INALUM's status became PT Indonesia Asahan Aluminium (Persero). Then, in 2017, the Government established the Mining Industry Holding and INALUM was entrusted as the holding company that owns the majority of shares in the three largest mining industry companies in Indonesia, namely PT Aneka Tambang Tbk, PT Bukit Asam Tbk, PT Timah Tbk, and PT Freeport Indonesia. Then, in 2019, the Mining Industry Holding was transformed into MIND ID (Mining Industry Indonesia) to differentiate INALUM's function as an aluminium smelting factory operator, and the Holding function. Then, in 2023, with the issuance of PP No. 45/2022 and PP No. 46/2022, INALUM's status, which was previously PT Indonesia Asahan Aluminium (Persero), became PT Indonesia Asahan Aluminium, and INALUM was no longer a holding company.



BUSINESS ACTIVITIES AND COMPANY AND/OR SERVICES

Business Activities Based on the Articles of Association

As stated in Article 3 of the Company's Articles of Association, which was last amended and ratified through Deed No. 138 dated March 21, 2023, made before Jose Dima Satria, S.H., M.Kn., Notary, in Jakarta, the Company's aims and objectives are to carry out business in the integrated aluminum, mining and industrial sectors, as well as the Company's resources optimization to manufacture high-quality and highly competitive goods and/or services to generate profits to increase the Company value by applying the Limited Liability Company principles. To achieve its aims and objectives, the Company can carry out the following main business activities:

1. Building and running a business in the field of Alumina production and processing, Coke Calcination Plant including its derivative products, Aluminium Smelting Plant and Secondary Aluminium Factory and including its derivative products;
 - a. Non-ferrous base metal manufacturing industry;
 - b. Non-ferrous metal grinding industry;
 - c. Non-ferrous and steel metal casting industry; and
 - d. Coal products manufacturing.
2. Building and operating a business in the mineral mining sector including but not limited to copper, tin, iron, nickel, bauxite and gold, including general investigations, explorations, feasibility studies, construction, mining, processing, refining, transportation, sales and post-mining activities; including:
 - a. Bauxite ore mining;
 - b. Copper ore mining;
 - c. Nickel ore mining;
 - d. Other precious metal ore mining;
 - e. Tin ore mining;
 - f. Lead ore mining;
3. Coal mining;
4. Other mining and excavation support activities;
5. Wholesale trade in metals and metal ore;
6. Motorized transportation for public goods;
7. Operating a business in the service sector, including construction development services:
 - a. Industrial building construction;
 - b. Other civil building construction e.g.;
 - c. Residential building construction;
 - d. Office building construction;
 - e. Accommodation building construction; and
 - f. Entertainment and sports venue building construction.
8. Other management consulting activities; and
9. Electric power generation.

- g. Iron sand mining; and
- h. Iron ore mining.

Apart from the main business activities referred to, the Company may carry out other business activities to optimize the use of the Company's resources for:

1. Carrying out business activities in the service sector, including consultancy services, engineering/design services and waste management engineering services; including
 - a. Treatment and disposal of non-hazardous wastewater;
 - b. Treatment and disposal of hazardous wastewater; and
 - c. Technology and engineering research and development.
2. Industrial Areas;
3. Carrying out activities for trading houses, real estate, warehousing, sports, hospitals, other health services, skills training/education related to mining; including
 - a. Warehousing and other storage;
 - b. Owned or rented real estate; and
 - c. Private clinic activities.

Business Activities Carried Out by the Company during the Fiscal Year

The business activities carried out by the Company during the Fiscal Year were the production and processing of superior aluminium, to provide quality products to consumers while still paying attention to environmentally friendly business operations.



Products/Services Produced

Aluminium Products

INALUM continues to strive to be at the forefront of quality, sustainability and customer satisfaction, therefore, INALUM strives to produce quality products. The aluminium products produced by INALUM can be seen below.



- #### Aluminium Ingot

Varian produk pertama yang diproduksi INALUM, memiliki berat 22,7 kg per batang dengan dua tingkat kemurnian aluminium; 99,90% dan 99,70%. Aluminium Ingot pada umumnya memerlukan proses *remelting* agar dapat dibentuk menjadi berbagai produk akhir, seperti komponen otomotif, konstruksi bangunan, dan lain-lain. Kualitas Aluminium Ingot INALUM mengacu pada JIS H2102 (*Virgin Aluminium Ingot*) dan JIS H1305 (Metode Analisis Spektrokimia Emisi Optik untuk Aluminium dan Paduan Aluminium).

| Grade/Class | | Element Analyzed | | | Each of Ti & Mn | Sum of Elements | Aluminium Purity |
|-------------|----------------|------------------|-----------|-----------|-----------------|-----------------|------------------|
| INALUM | JIS H2102:2009 | Si | Fe | Cu | | | |
| S1-A | - | 0,04% Max | 0,04% Max | 0,01% Max | 0,01% Max | 0,08% Max | 99,92% |
| S1-B | - | 0,04% Max | 0,06% Max | 0,01% Max | 0,01% Max | 0,10% Max | 99,90% |
| S2 | - | 0,08% Max | 0,12% Max | 0,01% Max | 0,01% Max | 0,15% Max | 99,85% |
| G1 | Class 1 | 0,10% Max | 0,20% Max | 0,01% Max | 0,20% Max | 0,30% Max | 99,70% |

- #### Aluminium Billets

INALUM produces Aluminium Billet series 6xxx (6061, 6063, etc.) with diameters of 5, 7 and 8 inches. Billets use a mixture of materials for railway carriages, motor vehicle frames and are widely used in roof and building construction.

- Production for Inallet uses fully automated equipment with several advantages including:
- Electromagnetic stirrer from ABB that ensures a more homogeneous product;
- Vertical direct casting from Hycast with Gas Cushion from Hycast that is recognized for its superiority in the billet manufacturing industry thereby guaranteeing product quality and ensuring maximum separation of hydrogen content and other inclusion materials; and
- Batch homogenization from Herwitch- Austria that produces products requiring lower extrusion pressures, higher mechanical properties and easy final processing.

The Company continues to improve its product quality through unmatched advantages, with minimal surface segregation, thinner shell zones, finer grain structure, smoother surface appearance, less oxide generation, and lower surface porosity.

| Element | 6005 | 6063 | 6061 | 6463 | 6060 |
|--------------|--------------|-----------|-----------|------------|-----------|
| Si | 0,65-0,75 | 0,20-0,60 | 0,40-0,80 | 0,38-0,42 | 0,38-0,42 |
| Fe | 0,25 Max | 0,25 Max | 0,25 Max | 0,10-0,125 | 0,15-0,24 |
| Cu | 0,10 Max | 0,10 Max | 0,20-0,30 | 0,11-0,17 | 0,02 Max |
| Ti | 0,01-0,02 | 0,02-0,03 | 0,01-0,02 | 0,01-0,02 | 0,02 Max |
| Mn | 0,05-0,09 | 0,01 Max | 0,03-0,09 | 0,10 Max | 0,02-0,05 |
| Mg | 0,48-0,58 | 0,50-0,58 | 0,85-1,00 | 0,55-0,62 | 0,40-0,53 |
| Zn | 0,10 Max | 0,10 Max | 0,10 Max | 0,10 Max | 0,02 Max |
| Cr | 0,0255-0,085 | 0,10 Max | 0,05-0,09 | 0,01 Max | 0,02 Max |
| Other Each | 0,1 Max | 0,1 Max | 0,1 Max | 0,5 Max | 0,5 Max |
| Others Total | 0,5 Max | 0,5 Max | 0,5 Max | 0,15 Max | 0,5 Max |



- Aluminium Foundry Alloy**

INALUM produces Aluminium Foundry Alloy type A356.2 using a degassing process using nitrogen to remove hydrogen content and separate impurities so that the Aluminium Foundry Alloy products produced are of high quality. The products can be used to produce rims, vehicle engine blocks, vehicle frames and other automotive needs. The production process for INALUM's main alloy, which has the Inalloy trademark, uses ODT technology from Australia using a Reverberatory Furnace with a Magnetic Stirrer that guarantees a homogeneous mixture. Ceramic Foam Filters are used to filter out inclusions to maintain alloy quality.

The Company always carries out statistical quality control for its main alloy products, with support from accredited INALUM laboratories. Quality control techniques based on statistics ensure that the alloy products are excellent and comply with the INALUM laboratory composition standards, as accredited by the National Accreditation Committee (KAN). A factory certificate accompanies each shipment/batch from the INALUM laboratory.

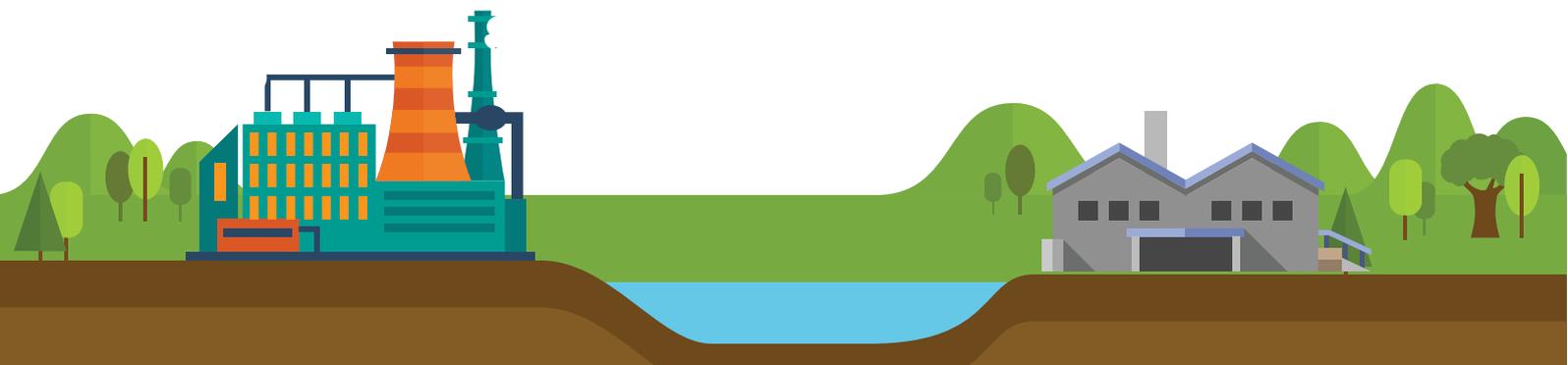
| Element | A356.2 - Si7 | A356.2 - Si11 | A94.1 |
|--------------|--------------|---------------|---------------|
| Si | 6,5 - 7,3 | 10,8 - 11,8 | 2,6 - 3,1 |
| Fe | 0,12 Max | 0,15 Max | 0,25 Max |
| Cu | 0,01 Max | 0,03 Max | 0,02 Max |
| Ti | 0,1 - 0,2 | 0,08 - 0,13 | 0,01 Max |
| Mn | 0,02 Max | 0,02 Max | 0,02 Max |
| Mg | 0,34 - 0,42 | 0,17 - 0,25 | 0,02 Max |
| Zn | 0,02 Max | 0,02 Max | 0,02 Max |
| Sr | 0,022 - 0,03 | 0,025 - 0,040 | 0,001 - 0,005 |
| Other Each | 0,05 Max | 0,05 Max | 0,02 Max |
| Others Total | 0,15 Max | 0,15 Max | 0,15 Max |

Non Aluminium Products

The Company also produces non-aluminium products such as services that provide a dynamic and efficient environment in the form of the co-working space ICO Space - INALUM Main Office, which is designed to provide a safe, comfortable and productive work environment. Through ICO Space - INALUM Main Office, the Company offers a unique and efficient work experience in a leading industrial area. With its modern, minimalist industrial design, ICO Space - INALUM Main Office is equipped with very complete facilities with a super fast internet connection.

Aluminium Processing Facilities and Plants

INALUM continues to strive to strengthen the Company's performance improvements, where INALUM has superior facilities and factories, including strategically located ports, Aluminium Smelters and Hydroelectric Power Plants. INALUM's facilities and factories are the centers of innovation and excellence in the production of high quality metals. By using advanced technology, the Company ensures efficient and sustainable operations to optimally meet industry needs.





- **ISP Plant**

To produce integrated aluminium products that are profitable, safe and environmentally friendly, several key components are needed so that the process can run smoothly. These components includes a carbon factory used in the production of anode blocks, a reduction factory that uses natural gas to reduce iron ore, a casting factory to smelt aluminium, transmission networks and substations as resource providers, and storage yards for storing aluminium products.

- a. **Carbon Factory**

The Carbon Factories producing anode blocks consists of the Raw Carbon Factory, Roasting Factory and Anode Coating Factory. At the Raw Carbon Plant, coke and hard pitch are mixed to form anode blocks that are baked at a temperature of 1,250 degrees Celsius in the Anode Roasting Plant. Then at the Anode Mounting Factory, a rod is attached to the baked anode block using molten cast iron. The anode block serves as an electrode in the Reduction plant.

- b. **Reduction Plant**

INALUM's Reduction Plants have a maximum production capacity of 250 thousand tons per year from its 510 smelting furnace units. The Reduction Plants process liquid aluminium into molten aluminium, and use a unidirectional electric current generated from the Power Plant that is distributed to the smelting furnace units. The raw materials used in this process include alumina, carbon and aluminium fluoride. The main work that takes place in the smelting furnace units is Metal Tapping and Anode Changing. The most important factor to pay attention to next is the control of operational parameters. In addition, the metal tapping process and parameter control also occurs at the Reduction Plant.

- c. **Casting Plant**

The liquid aluminium that has been melted at the Reduction Plant is taken to the Casting Plant or Printing Plant. At these plants, liquid aluminium will be molded into INALUM's three main products, Aluminium Ingots, Aluminium Billets, and Aluminium Alloys by paying attention to market needs (market driven).

- d. **Storage Yard**

Storage Yards are used for storing all aluminium products from INALUM, before finally being sent to INALUM consumers.

- e. **Transmission Network**

Electric power produced by the Siguragura and Tangga power stations is distributed via a 120 km long transmission network with 271 towers at a 275 KV voltage to Kuala Tanjung.

- f. **Substations**

Through the Kuala Tanjung substations, the voltage is distributed to three reduction furnace buildings and other supporting buildings via 2 silicon rectifier units with DC 37 KA and 800 V.

- g. **Ports**

The Company owns port facilities to drive the supply chain's success, including the Kuala Tanjung Inalum Port, a port with Terminals for Own Interest (TUKS) status, used by INALUM to transfer in aluminium raw materials and transfer out products



to customers. This port has been operating since 1981, and not all types of ships can dock at the Kuala Tanjung Port pier, which is 2.5 km long. The Company also has 8 (eight) shipyards with large facilities for ship production and repair. Each shipyard is equipped with comprehensive resources and equipment to handle many types of ships, from commercial ships to warships. The Company also has 2 (two) shipping berths that can be used to provide sufficient space and infrastructure to handle many ships simultaneously. Each ship's dock is a special area where ships can dock.

- **IPP Plant**

The key to aluminium production is affordable electricity and alumina resources, where electricity is an important component in the aluminium production process, and requires 14,000 kWh per ton of aluminum. To meet this electricity need, the Company uses the power of the Asahan River that flows from Lake Toba in North Sumatra, as the source for its Hydroelectric Power Plant (PLTA). The Company already has 3 (three) dams and two hydroelectric power plants, called the Asahan 2 Project, the Regulator Dam, Siguragura Dam and Tangga Dam, and the Siguragura Hydroelectric Power Plant and Tangga Hydroelectric Power Plant, which use the potential of Asahan River water that flows from Lake Toba in North Sumatra, as the basic energy for the company's Hydroelectric Power Plant. It takes 14,000 kWh of electrical energy to produce one ton of aluminum. This generating facility has an important role in supplying electrical energy for production continuity at the Aluminium Smelting Plant in Kuala Tanjung. The Company's hydroelectric power plant has a maximum capacity of 603 MW (286 MW at the Siguragura hydroelectric power plant and 317 MW at Tangga hydroelectric power plant).







COMPANY'S OPERATIONAL AREAS



Smelter Head Office, Kuala Tanjung Kuala Tanjung.

Kecamatan Sei Suka 21257.
Kabupaten Batu Bara Sumatera Utara, Indonesia

P.O. BOX 1 Kuala Tanjung
Telephone: (+62622) 31311
Fax : (+62622) 31001
E-mail : corsec@inalum.id

Liaison Office, Medan

Jl. R.A. Kartini No.21, Madras Hulu,
Kec. Medan Polonia, Kota Medan,
Sumatera Utara 20152, Indonesia a
Telephone: (+621) 4556946
E-mail : corsec@inalum.id

INALUM Representative Office, Jakarta

Gedung Energy Lt. 16 SCBD
Jl. Jenderal Sudirman Kav. 52-53
Jakarta 12190.

P.O. BOX 6917 Jakarta Selatan, Indonesia
Telephone : (+6221) 27517566
E-mail : corsec@inalum.id

PLTA Office, Paritohan

Paritohan, Kecamatan Pintu Pohan Meranti 22388,
Kabupaten Toba Samosir, Sumatera Utara, Indonesia

P.O. BOX 1 Porsea
Telephone : (+62622) 31331
Fax : (+62622)31332
E-mail : corsec@inalum.id



VISION, MISSION AND CORPORATE CULTURE

Vision

Becoming a Leading Global Company Based on Eco-Friendly Integrated Aluminum

Mission

01

Running an integrated aluminium smelting operations that is profitable, safe and environmentally friendly to increase value for Stakeholders;

02

Contribute to regional and national economic growth through operational activities and sustainable business development;

03

Participate in empowering local communities through targeted Corporate Social Responsibility (CSR) and Community Partnership and Development Programs (PCDP/"PKBL");

04

Improving HR competency in a planned and sustainable manner for the smooth operation and development of the aluminium industry.

Management's Review of the Vision and Mission

The Company's Vision and Mission are reviewed periodically every year by the Board of Commissioners and Board of Directors, and are also constantly evaluated to ensure their relevance to the Company's business development. Based on the results of studies conducted by Management through Company performance evaluation meetings, Management is of the opinion that INALUM's vision and mission are still in line with the Company's policy direction and development in 2023.



INALUM'S AKHLAK VALUES

AKHLAK

Trustworthy

Uphold the trust given

- Keeping promises and commitments;
- Responsible for duties, decisions and actions undertaken;
- Upholding moral and ethical values.

Competent

Keep on learning and developing capabilities

- Improve self competency to respond to changing challenges;
- Helping others to learn;
- Complete tasks with the best quality.

Harmonious

Mutual care and respect for differences

- Appreciate everyone regardless of background;
- Fond of helping others;
- Building a conducive work environment.

Loyal

Dedicated and prioritizing the interests of the Nation and the State

- Maintaining the good name of fellow employees, leaders, SOE and The State;
- Willing to sacrifice to achieve greater goals;
- Obeying the leader, as long as not in conflict with the law and ethics.

Adaptive

Continue to innovate and be enthusiastic in driving or dealing with changes

- Able to adapt quickly to be better;
- Perform continuous improvements by following technology developments;
- Proactive.

Collaborative

Build synergistic collaboration

- Provide opportunities for various parties to contribute;
- Open for collaboration to generate added value;
- Mobilizing the utilization of various resources for common goals.

03



SER IMPLEMENTATION



INALUM'S COMMITMENT TO IMPLEMENTING THE SDG



As a corporate citizen, INALUM endeavors to realize the Sustainable Development Goals (SDG) related to improving the economic welfare of the communities, the sustainability of the communities' social life, the quality of the environment, and developments that guarantees justice, and governance to maintain these quality of life improvements from one generation to the next.

In line with the Indonesian Government's agenda, sustainable development is based on Republic of Indonesia Presidential Regulation No. 111 of 2022 concerning the Achievement of Sustainable Development Goals (SDG) in a participatory manner by involving various parties. INALUM has integrated their relevant objectives into the Company's programs and activities, in line with the regional development agenda to ensure the SDGs are a success. Through these initiatives, INALUM hopes to be part of, and make a real contribution to, building Indonesia's progress.

The Company has taken concrete steps to support the realization of the SDGs through its Social and Environmental Responsibility (SER) program activities, by optimizing all of its resources, INALUM's Social and Environmental Responsibility programs and activities contribute to sustainable development. As stated in INALUM's vision, "Becoming a leading global company based on eco-friendly integrated aluminium".

In addition, the principles and objectives of the Company's SER program refer to the Republic of Indonesia Government State-Owned Enterprises Regulation PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities.





The Company's SER program is also carried out with an orientation towards achieving the SDGs based on the following BUMN SER program objectives:

1. Providing benefits for economic development, social development, environmental development as well as legal and governance development for companies;
2. Contributing to the creation of added value for companies through integrated, directed and measurable principles that are impactful and accountable;
3. Fostering micro and small businesses, and the communities around the company, to make them more resilient and independent.

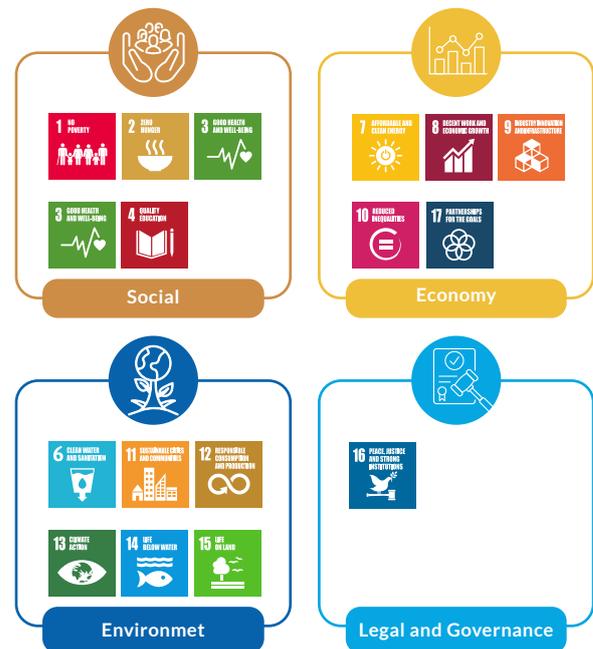
INALUM also carries out other SER program activities that refer to the 4 (four) main pillars in the Ministry of BUMN and Bappenas directives, namely:

1. Social, to achieve quality fulfillment of basic human rights in a fair and equal manner to improve welfare for all communities;
2. Environmental, for sustainable management of natural resources and the environment to support life;
3. Economy, to achieve quality economic growth through sustainable employment and business opportunities, innovation, inclusive industries, adequate infrastructure, affordable clean energy, supported by partnerships; and
4. Legal and Governance, to realize legal certainty and governance that is effective, transparent, accountable and participatory to create security stability and achieve a state based on law.

In general, the 4 (four) main pillars cover 17 Sustainable Development Goals, namely (1) No Poverty; (2) Zero Hunger; (3) Good Health and Well-Being; (4) Quality Education; (5) Gender Equality; (6) Clean Water and Sanitation; (7) Affordable

and Clean Energy; (8) Decent Work and Economic Growth; (9) Industry, Innovation and Infrastructure; (10) Reduced Inequalities; (11) Sustainable Cities and Communities; (12) Responsible Consumption and Production; (13) Climate Action; (14) Life Below Water; (15) Life on Land; (16) Peace, Justice and Strong Institutions; (17) Partnership For The Goals.

BUMN SER Pillars



Three SER Priority Areas

In accordance with the mandate of the Republic of Indonesia State-Owned Enterprises Government Regulation PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities. The SER Program prioritizes the following 3 (three) areas:

1. Education
2. Environmental
3. MSE Development

SER Program Implementation Principles

Based on the Minister of BUMN Regulation, 4 (four) principles serve as a reference to implementing the SER program in a systematic and integrated manner to ensure the program's successful implementation and achievement, as shown below:

1. Integrated, based on risk analysis and business processes that are linked to stakeholders;
2. Directed, having a clear direction to achieve the Company's goals;
3. Measurable impact, contributing and providing benefits that will result in change or added value for stakeholders and the Company; and
4. Accountability can be accounted for, to prevent potential abuse and irregularities.



Legal Basis for SER Activities

The SER program and activities refers to, and are in line with, the Company's Vision and Mission as well as the Environmental, Social and Governance (ESG) aspects, and are also guided by applicable laws and regulations, including the following:

SER Implementation Basis

1. Republic of Indonesia Government Regulation on State-Owned Enterprises PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities
2. Government Regulation in Lieu of Republic of Indonesia 2022 Law No. 2 concerning Job Creation
3. 2012 Republic of Indonesia Government Regulation No. 47
4. 2021 Republic of Indonesia Government Regulation No. 96 concerning the Mineral and Coal Mining Business Activities
5. Republic of Indonesia Minister of Energy and Mineral Resources Decree No. 1824 K/30/MEM/2018 concerning Guidelines for Community Development and Empowerment
6. 2003 Law No. 19 concerning State-Owned Enterprises
7. 2007 Law No. 40 concerning Limited Liability Companies
8. 2011 Law No. 13 concerning Handling the Poor
9. 2012 Government Regulation No. 47 concerning Social and Environmental Responsibility in Limited Liability Companies
10. Board of Directors' Decree concerning applicable SER.
11. PT Mineral Industri Indonesia (Persero) Strategic Guidelines for Social and Environmental Responsibility

SER Best Practices/Standards

1. ISO26000:2010 Guidance on Social Responsibility, especially Point 6.8 Community Involvement and Development
2. IFC Strategic Community Investment
3. ICMM especially Principle 9 Social Performance
4. Aluminium Stewardship Initiative (ASI)

Company Internal Policy

Strategic Guidelines and Policies for Community Development and Empowerment.

SER Vision and Mission

VISION

To realize company sustainability through community empowerment programs to create independence, and establish harmonious relationships with stakeholders.

MISSION

1. Implementing SER programs for the sustainability of company operations, and harmonious relations with the surrounding communities.
2. Prospering the surrounding communities through programs that create independence and create community clusters.
3. Supporting Government programs to strengthen regions and villages within the framework of a united state.

INALUM SER Policy

1. Carrying out a social responsibility program for the sake of the Company's sustainability by providing optimal benefits from the Company's share of profits to be used for nature preservation and community development as a form of social responsibility to the communities in line with the Company's capabilities, and the applicable laws and regulations.
2. Contributing and taking an active role in nature preservation and community development by:
 - a. Increasing nature preservation efforts, especially around Lake Toba, through the greening movement and awareness of the community and stakeholders.
 - b. Increasing the capacity of community small businesses so they become resilient and independent through the Partnership Program, and.
 - c. Empowering community social conditions through the Environmental Development Program.
3. Increasing sustainable community development to improve the welfare and prosperity of the surrounding communities, integrated with the Lake Toba nature preservation.



SER Activity Stages

The BUMN SER Program is followed in a systematic and an integrated manner to ensure the INALUM SER Program implementation, success, management, and impact is in accordance with INALUM SER Program objectives, and is guided by the work plan.

The INALUM SER program includes the following steps:

1. Planning:
Strategy, Alignment, Social Mapping, and Public Consultation and Multi-Stakeholder Partnerships.
2. Implementation:
In accordance with the Shareholders’ aspirations, focusing on Priority Areas and increasing the SER management personnel capacity.

3. Evaluation and Monitoring:
Impact measurements carried out include:
 - a. SROI calculations
 - b. Outcome and impact (output) indicators to see quantitative or qualitative changes
 - c. Monitoring changes in public perception
 - d. Participatory methods in the monitoring and evaluation process

| Planning | | | |
|--|---|--|---|
| Strategy | Alignment | Social Mapping | Public Consultation and Multi-party |
| <ul style="list-style-type: none"> • Review of risks and impact of business operations • Preparation of short and long term plans • Focus on priority areas and/or those that have significant impact • Provision of resources • Coordinate with other functions e.g. Government Relations, K3LH, Local Procurement | <ul style="list-style-type: none"> • Align with the Company’s Vision and Mission, Sustainability Pathway with Sustainable Development Goals • Align program plans with National and Regional Development Strategic Plans • Align program plans with the Provincial Government Blueprint and RI PPM (for subsidiaries that manage mining sites) | <ul style="list-style-type: none"> • Participate with the communities to understand the socio-economic conditions as well as social structures, culture, politics and customs • Position the Company as a partner of stakeholders in local development | <ul style="list-style-type: none"> • Carry out deliberations to solicit the views of external parties (Government, community, academics, and others) in preparing the programs • Position the company as a partner of stakeholders in local development |

| | |
|---|---|
| <p>Implementation</p> <ul style="list-style-type: none"> • Focus on priority areas of Education, Environment and MSE Development • Create programs to reduce dependency and provide long-term benefits • Instigate a viable exit strategy or handover strategy for sustainable programs • Carry out Capacity Building and develop local organizations | <p>Monitoring</p> <ul style="list-style-type: none"> • Carry out SROI calculations • Use outcome and impact (output) indicators to see quantitative or qualitative changes • Monitor changes in community satisfaction index • Use participatory methods in the monitoring and evaluation process |
|---|---|

As part of the participatory planning stages of SER activities, INALUM prepared social mapping and public consultation activities with the community and stakeholders.



Sustainability Pathways

| Pillar | Featured Programs | | | |
|-------------------------|----------------------------|----------------|---------------------------------|------------------|
| | 2021 | 2022 | 2023 | 2024 |
| Community | Sustainability Preparation | Implementation | Compliance with Standardization | Best Practice in |
| Environment and Climate | Biodiversity Preparation | Implementation | PROPER Standardization | Best Practice in |

Social Mapping

Social mapping is important at the initial stage before preparing a SER program. Social mapping, a technique/method for understanding and exploring the social and economic conditions of a society in a certain area, is needed to assist the Company in understanding particular problems that have a wide reaching social impact, including social, economic, political, cultural structures, local wisdom values, and customs. The Company understands it as very important to carry out Social Mapping, as each community has different social conditions, and has different problems and needs. With the data obtained, we map out the appropriate SER program based on the conditions and problems faced.

Social Mapping Steps

1. Select and determine the analysis object
The Company determines the target areas for the SER program to identify and explore the conditions, potential and problems. The Company focuses on areas around the Company's operations.
2. Collect supporting data or information
Data collection is carried out through desk studies and direct data collection methods through interviews, discussions and observations.
3. Identify and analyze problems
The Company analyzes the data and information collected. At this stage, social, economic, political, cultural aspects, local wisdom values, customs, patterns of community relations, and influential parties are analyzed. The Company also analyzes the relationship between the different aspects.
4. Develop perceptions
The Company develops perceptions of the problems, and develops several alternatives as a framework for follow-up.
5. Draw conclusions
At this stage, conclusions will have been reached regarding the root of the problem, the parties involved, the impact and influence, as well as the efforts that can be made for social change.

Based on the Social Mapping results by A+, the following important points were mapped in the communities around the company.

| No | Important Points | SER-Related Programs | SDG No. |
|----|---|--|---------|
| 1 | Education and HR Improvements | Educational Facilities & Infrastructure Assistance | 9 |
| | | Scholarships | 4 |
| 2 | Fisheries, Livestock & Agriculture Improvements | Fisheries, Livestock & Agriculture Assistance | 1 |
| 3 | Community Economic Improvements | CSV Program Improvements | 1,8 |
| | | Technical Skills Training | |
| | | Tourism Programs Improvement | |
| | | Village Development | |
| | | MSE Development | |
| | | Business Capital Loans | |



| No | Important Points | SER-Related Programs | SDG No. |
|----|----------------------------|---|---------|
| 4 | Sanitation and Clean Water | MCK Repairs | 3,6 |
| | | Clean Water Facilities Construction | |
| 5 | Public Health Improvements | Medical Assistance | 3 |
| | | Health Seminars | |
| | | Stunting Prevention | |
| | | Integrated Healthcare Center Improvements | |
| | | Blood Donors | |

Public Consultation

In the SER program planning process, INALUM consults with the public. Public consultation involves active two-way communication to solicit the views of external parties (Government, community, academics, and others) with the aim of gathering information and responses to help with the preparation of SER programs. Regular public consultations are carried out in the village and district level development planning meetings (musrenbang), community discussions, dialogue with academics, and others.

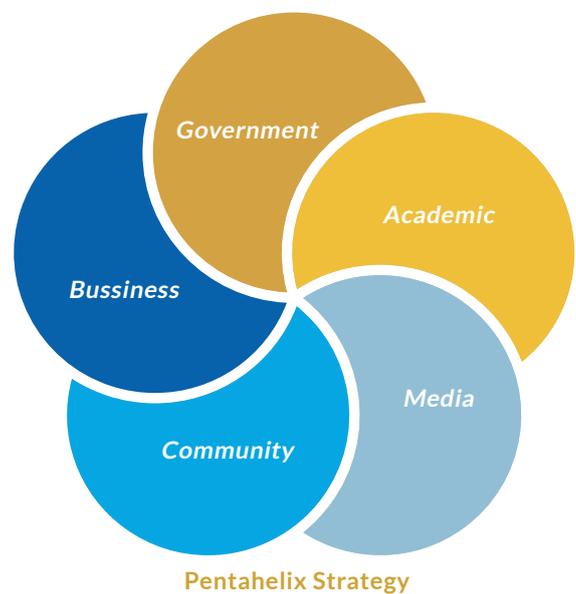
SER Partners

INALUM understands that the SER program cannot be implemented alone but requires the support of other parties to achieve the expected goals. In carrying out all stages of the SER activities, INALUM partners with the Government, Academics, Businesses, Media and the Communities. These partnerships are part of “The Pentahelix Strategy” followed by INALUM to ensure the Company’s SER activity program is a success.

The 5 (five) stakeholder groups involved play different roles according to their respective capacities and abilities, as well as their respective authorities, especially in the context of Social and Environmental Responsibility (SER). Stakeholder categorization is based on AA1000 SES. By implementing this strategy, it is hoped that broader partnerships and collaboration can be achieved to produce SER innovation and sustainable economic growth.

The 5 (five) Stakeholder roles are detailed as follows:

1. Government
Establishes regulations to support and create a helpful climate for innovation.
2. Academics
Contributes to the knowledge and research necessary for the innovations.
3. Industries
Provides resources and markets.
4. Communities
Provides useful input and experience for developing innovations and services.
5. Media
Provides important communication and promotional support to introduce innovations to a wider audience.



Implementation of the SER Program

For implementation in the field, the SER program is divided into two major programs, the MSE Funding Program, and the Non-PUMK SER Program. The MSE Funding Program is a program to improve the ability of micro and small businesses to become resilient and independent, while the Non-PUMK SER Program is a program carried out by the Company to improve the quality of life of the communities and the environment in line with a commitment to sustainable development by providing economic, social, environmental, as well as legal and governance. The INALUM SER program is implemented in accordance with the Company’s vision number 3 (three) that states “Participate in empowering local communities through targeted Corporate Social Responsibility (CSR), and Community Partnership and Development Programs.”

Also, by referring to the latest regulations, as regulated in Article 20 paragraph 1 of Minister of BUMN Regulation No. PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibility Programs for State-Owned Enterprises, where it states there are two forms of implementing the SER Program, by:



1. Providing assistance to micro and small businesses; and/or
2. Providing assistance and/or other activities, including coaching.

| Form of BUMN SER Program | |
|--|---|
| Micro and Small Business Financing | Providing Assistance and/or Other Activities, including Coaching |
| Implementation through the MSE Funding Program | <ul style="list-style-type: none"> • Including coaching with the costs being part of the SER Program costs • Implementation with a priority focus on education, environment and MSE development |

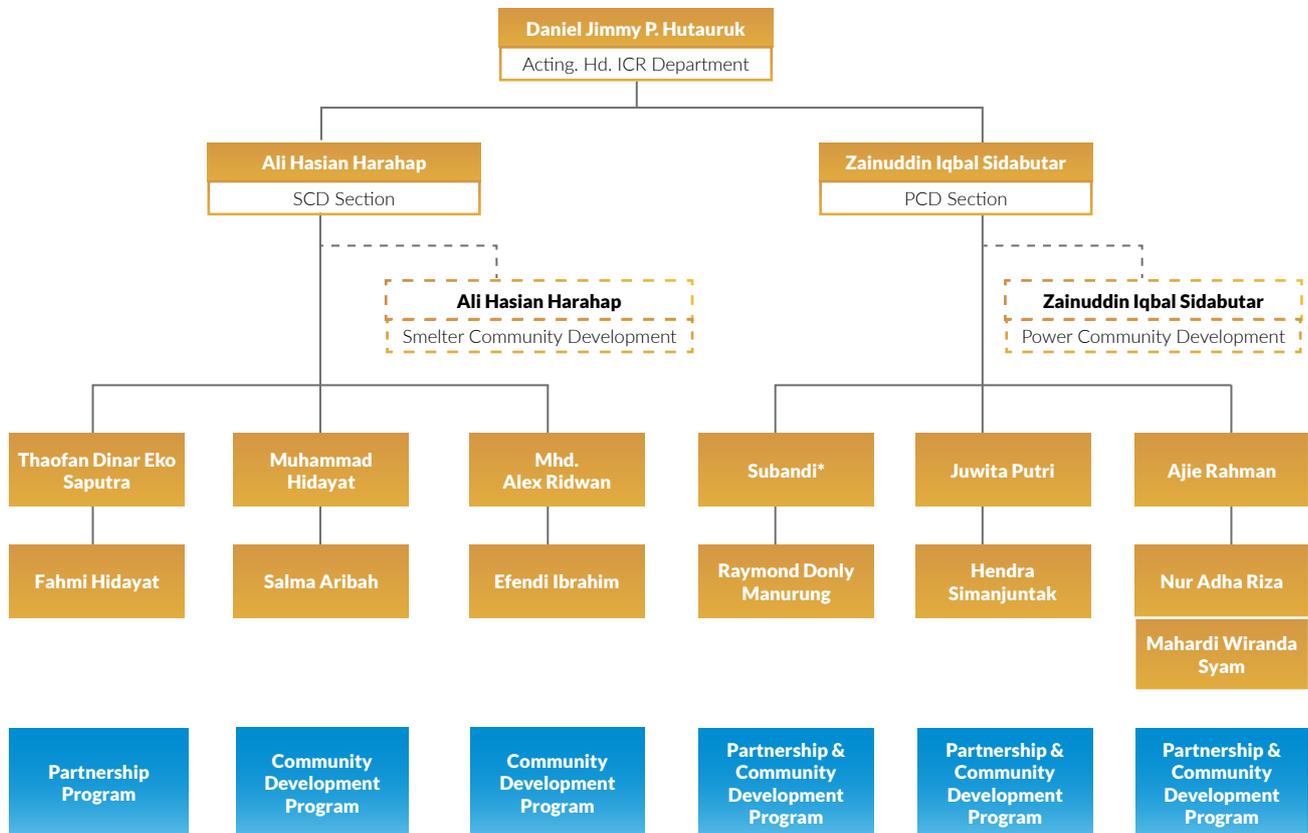
By implementing the two main SER programs, INALUM is looking to encourage the creation of synergy between the Company and the surrounding communities to indirectly foster a sense of trust and positive support from the communities for INALUM's business processes.

SER Management and Implementing Organization

Referring to the Board of Directors Decree No. PER-005-DIRUT-2023 dated November 15, 2023 concerning PT Indonesia Asahan Aluminium Social and Environmental Responsibility, INALUM's SER implementation is carried out by the CSR Work Unit. The CSR Work Unit functions include planning, implementing and monitoring all partnership and community empowerment activities.



SER Program Management Organization Structure



Basically, the success of the Company’s SER program is the responsibility of all INALUM people. The CSR Work Unit functions are as follows:

1. Planning
Carrying out social mapping activities, developing plans and strategies for implementing the Company’s SER program, setting performance targets, and instigating relevant policies and procedures.
2. Implementing
Implementing the Company’s SER program in line with the work plan that includes the MSE Funding Program, and/or the Assistance Program and/or other activities, including coaching.
3. Supervising
Conducting regular monitoring of the SER program implementation and conducting evaluations to measure the performance and achievement of the SER program benefits to the Company and the environment.

INALUM SER Implementer Profiles



Daniel Jimmy P. Hutauruk

Senior Vice President

Citizenship

Indonesia

Place and Date of Birth

Belawan, April 01, 1976

Domicile

Perumahan Tanjung Gading, E1-05

Education History

- Bachelor's Degree in Mechanical Engineering from Universitas Brawijaya

Employment History

- SVP PLTA Support and Administration INALUM Human Capital Directorate (Apr 2023 to present) - concurrently SVP INALUM CSR Department
- SVP INALUM CSR Department (Dec 2022 to April 2023)
- SVP Strategic Projects Department, INALUM Business Development Directorate (Apr 2022 to Nov 2022)



Ali Hasian Harahap

Vice President

Citizenship

Indonesia

Place and Date of Birth

Sei Suka, December 11, 1980

Domicile

Tanjung Gading, P12-14B

Education History

- Master's degree - Master of Management, Universitas Sumatera Utara (USU)

- Bachelor's degree in Economic Management, Universitas Bengkulu

Employment History

- Vice President SCD – Comdev INALUM (2020 until present)
- Vice President SPO - Procurement of goods for the INALUM Smelting Factory work area (July 1, 2019 to June 30, 2020)
- Vice President PPM - Procurement of goods for the Tanjung INALUM power plant area (September 1, 2016 to June 30, 2019)



Zainuddin Iqbal Sidabutar

Vice President

| | |
|--|---|
| <p>Citizenship</p> <hr/> <p>Indonesia</p> <p>Place and Date of Birth</p> <hr/> <p>Sibolga, January 15, 1977</p> <p>Domicile</p> <hr/> <p>Stella Resident Complex Block AA No.4 Medan</p> <p>Education History</p> <hr/> <ul style="list-style-type: none"> • Bachelor's degree in Industrial Engineering, USU • Master's degree in Marketing Management, Universitas Muhammadiyah Sumatera Utara | <p>Employment History</p> <hr/> <ul style="list-style-type: none"> • Vice President PCD - Comdev PLTA INALUM (April 1, 2021 to present) • Vice President of Security (July 1, 2019 to March 31, 2021) • Vice President for Procurement of Operational Needs (November 1, 2016 to June 30, 2019) |
|--|---|

SER Implementation Areas

INALUM SER and PUMK programs are implemented in 2 (two) regions, Kuala Tanjung, North Sumatra, and Paritohan, North Sumatra. To optimize the Community Empowerment programs around the Company, INALUM has determined the following focus areas in 10 (ten) Regencies/Cities:



Awards and Certifications

For implementing SER throughout 2023, INALUM received the following awards and certifications:

| Awards Received in 2023 | | | | | | |
|-------------------------|---------------|------------|-------------------------------------|--------------------------------------|--|--|
| No | Date | Award | Achievement | Organizer | Location | |
| 1 | June 2023 | CSR Awards | Energy and Basic Materials Category | B-Universe | CSR Historic Coast Mangrove Ecotourism – Batu Bara Regency | |
| 2 | December 2023 | Proper | Gold Proper | Ministry of Environment and Forestry | Paritohan Power Plant – PLTA | |
| 3 | December 2023 | Proper | Gold Proper | Ministry of Environment and Forestry | Paritohan Power Plant – PLTA | |



04



REALIZATION OF THE SER PROGRAM



NON-PUMK SOCIAL AND ENVIRONMENTAL RESPONSIBILITY PROGRAM

For INALUM, the Social and Environmental Responsibility (SER) program is an activity that shows the Company's commitment to sustainable development, and involves providing economic, social, environment and law and governance benefits with more integrated, focused, measurable and accountable principles, and forms part of the Company's business approach.

For its implementation in the field, the INALUM SER program is divided into two major programs: the micro and small business (MSE) Funding Program; and the Non PUMK SER Assistance Program. The MSE Funding Program is a program to improve the ability of MSEs to become resilient and independent, while the Non-PUMK program is carried out to improve the quality of life in the communities and the environment in line with the Company's commitment to sustainable development by providing economic, social, environmental, as well as law and governance benefits.

With reference to the Republic of Indonesia Government State-Owned Enterprises Regulation No. PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities, and in accordance with the Minister of BUMN directive regarding Shareholder Aspirations, the BUMN SER program must focus on 3 (three) priority areas, Education, Environment and Micro, Small Enterprises (MSE) Development. INALUM, as part of a BUMN, is committed to implementing SER programs and activities in a systematic and integrated manner to ensure their implementation, success and management is aligned with the objectives of the BUMN SER Program.

Social and Environmental Responsibility Program Budget and Financing Realization in 2023

For determining the budget for the SER programs, INALUM refers to the Republic of Indonesia Government State-Owned Enterprises Regulation No. PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities, and as mandated in this regulation, INALUM has determined the PUMK program and the Non-PUMK SER program budget. The following shows the realization and absorption of the PUMK program budget and the Non-PUMK SER program as of December 31, 2023.

Budget and Realization and Absorption of the SER Program Budget as of December 31, 2023

| No | Pillar | 2023 RKA (Rp) | 2023 Audit (Rp) | % |
|--------------|------------------|-------------------------|-------------------------|---------------|
| | | (1) | (2) | (3) = (2/1) |
| 1 | Social | 12.353.850.000,- | 14.961.137.888,- | 121,11% |
| 2 | Economic | 6.648.500.000,- | 6.405.564.195,- | 96,35% |
| 3 | Environmental | 18.284.301.129,- | 13.202.931.802,- | 72,21% |
| 4 | Law & Governance | 0,- | 0,- | 0% |
| Total | | 37.286.651.129,- | 34.569.633.885,- | 92,71% |

The funds required for the 2023 INALUM SER Program, based on the 2023 Company Work Plan and Budget (RKAP), amounting to Rp37,286,651,129 was approved at a General Meeting of Shareholders.



Social Pillar



To achieve a quality fulfillment of basic human rights fairly and equally to improve the welfare of all communities;

The Social Pillar covers 5 SDG points including Goal 1: No Poverty, Goal 2: Zero Hunger, Goal 3: Good Health and Well-Being, Goal 4: Quality Education, and Goal 5: Gender Equality.

The education sector is one of the focuses of the INALUM SER program. The education sector SER program includes the Company's provision of quality education so that Indonesian children have facilities and access to science and technology. INALUM believes that by receiving quality education, the communities, especially those in the Company's operational areas, will improve their standard of living. Education can also reduce poverty, social and economic disparities while improving health and welfare.

For this reason, INALUM took the initiative to take a role to contribute more to educational development. This contribution is realized through synergizing with stakeholders to provide scholarships, training and skills improvements. This ongoing effort is an effort so that education in the country can continue to develop and will give birth to the next generation who will have the quality to be competitive globally.

Education Flagship Program

1. Undergraduate Scholarships and Inalum Leadership Camp

Increasing Access to Higher Education to Become an Agent of Change

To support increased access to higher education that will improve the quality and independence of local communities around the Company's operational areas, INALUM is committed to implementing an undergraduate scholarship program. This program, which has been running since 2019, is INALUM's manifestation and contribution to improving education, especially higher education. INALUM believes that education is the key part of human development that will create human resources who are professional, productive, innovative and able to compete. For this reason, improving the quality of education will always be INALUM's key focus in the SER social pillar, in accordance with Government directives and regional and national development plans.

In 2023, there were 100 scholarship recipients, including students with financial limitations who are selected through internal selection by INALUM. The scholarship recipients involved students studying at Universitas Sumatra Utara, Universitas Negeri Medan, and Universitas Islam Negeri Sumatra Utara living in 10 (ten) cities/regencies in the INALUM SER main work areas.

As well as regular scholarships with financial support, INALUM also provides tiered leadership training at the INALUM Leadership Camp. INALUM Leadership Camp is a training activity to improve the soft skills of scholarship recipients, and covers a variety of themes that are useful for developing participant capacity, such as national insight, environmental and cultural preservation, tolerance, communication and leadership, as well as for developing personal qualities. Scholarship recipients are also given training related to village development planning.

INALUM hopes that through this series of undergraduate scholarship programs and training, it can help scholarship recipients to become superior individuals. They are also expected to be ready to become agents of change in their respective regions. The series of undergraduate scholarship programs is the result of synergy with several strategic partners, namely the Karya Salemba Empat Foundation (KSE), the Universitas Sumatra Utara KSE Association, the Universitas Negeri Medan KSE Association, and the Universitas Islam Negeri Sumatra Utara KSE Association.

These programs will continue to be implemented on an ongoing basis as the great benefits they provide for improving education will improve the quality and welfare of society over the long term.

Program Location

10 Cities/Regencies in the operational areas around the Smelting Plant, North Sumatra

Business Unit Location

Aluminium Smelter Plant

Tracking the Program Implementation Steps

- 2019: Initial selection of scholarship recipients and provision of training and holding of INALUM Leadership Camp I
- 2020: Extension and acceptance of phase II scholarships and holding of INALUM Leadership Camp II
- 2021: Extension and acceptance of phase III scholarships
- 2022: Renewal of the MoU between INALUM and the KSE
- 2023: Distribution of scholarship funds to 100 people



Program Achievements

To date, there has been total of 293 scholarship recipients with 103 already working, and based on monitoring, 85% of S1 scholarship recipients have increased their GPA.

Budget Realization

The realization of the SER Undergraduate Scholarship Program and Inalum Leadership Camp costs in 2023 was Rp500,000,000, a decrease of 66% compared to Rp1,481,653,808 in 2022.

2. PAUD INATA

Improving the Quality of Early Childhood Education and Increasing Women's Participation in the Workforce

INALUM is committed to helping Indonesia create a superior next generation from an early age. PAUD INATA is a sustainability program implemented around the Company's operational locations to improve the quality of community human resources so they are ready to welcome Indonesia's Golden Age by 2045. PAUD INATA is very important for early childhood development. The Golden age, or the age range 0-6 years, is a very important period for human growth, as education in this age range has a significant effect on the next stage of development. Therefore, as well as focusing on higher education, INALUM also focuses on early childhood education.

The PAUD initiation and development process has been carried out since 2017 in collaboration with several strategic partners, namely the PAUD INATA Management, and the Bunda PAUD Batu Bara. Seeing the positive impact felt, INALUM will continue the PAUD INATA Program on an ongoing basis until PAUD INATA can fully operate independently.

Tracking the Program Implementation Steps

- 2017: Initiation of a Fostered PAUD near the Indrapura market.
- 2018: Establishment of PAUD INATA and socialization of the importance of early childhood education.
- 2019: 100% of market traders no longer take their toddlers to sell at dawn.
- 2020: PAUD INATA graduated 80 students.
- 2021: PAUD INATA started to become independent, and is only supported by INALUM for part of its operational costs.
- 2022: PAUD INATA included in the superior PAUD category in the Batu Bara Regency
- 2023: Increase in the number of students registering at PAUD INATA

Program Achievements

- 124 children have received early childhood education
- 90% in PAUD are already good at reading and arithmetic.

Program Location

Batu Bara Regency, North Sumatra

Business Unit Location

Aluminium Smelter Plant

Budget Realization

The realization of the SER PAUD INATA Program costs in 2023 was Rp31,000,000, the same as in 2022.

Other educational programs carried out by INALUM in 2023 included repairs to 25 school buildings, 120 educational facilities and infrastructure in the form of mobiles, 4 (four) Diploma 1 and 66 high school student scholarships.

Testimonial

Beneficiaries are very thankful for the educational program assistance from INALUM and hope that in the future INALUM will continue to provide education assistance to improve those living around the Company.

3. Repairs of school buildings, educational facilities and infrastructure

The background to this improvement program is the fact that there are still many schools around the Company whose educational facilities and infrastructure are inadequate because School Operational Assistance (BOS) funds have not been able to accommodate all school facilities and infrastructure needs. This program aims to build/renovate/repair school buildings so that they are suitable and comfortable for learning and teaching activities. It is also hoped that it can provide positive beneficial impacts in the form of teaching and learning activities becoming more comfortable and safe and educational facilities and infrastructure becoming more usable.

Program Location

Sipare-pare Plantation; Bandar Sono; Guntung, Gambus Laut, Kuala Indah and others.

Program Achievements

25 schools received assistance for school facilities and infrastructure.

Budget Realization

The realized budget for 2023 was Rp701,437,250, 1,302% higher than the Rp50,000,000 RKAP.



Contribution to the SDG Social Pillar

- Increases the number of boys and girls who complete basic education equally and with quality.
- Increases the number of boys and girls with access to quality early childhood development and care.
- Increases access for boys and girls to gain quality higher education.
- Reduces gender disparities in education and ensure equal access at all levels of education in local communities.
- Improves literacy and numeracy skills for adolescent girls and boys.
- Builds and improves educational facilities that are child and gender friendly.
- Increases the number of scholarships.
- Increases the supply of quality teachers.

Economic Pillar



To achieve quality fulfillment of basic human rights fairly and equally to improve welfare for the entire community; The Social Pillars comprise 5 (five) SDGs including Goal (1) No Poverty, Goal (2) Zero Hunger, Goal (3) Good Health and Well-Being, Goal (4) Quality Education, and Goal (5) Gender Equality.

In line with its place as a State-Owned Company operating in the mining industry, INALUM's SER program is implemented in a directed, structured and sustainable manner. Apart from being expected to improve the corporate image and corporate business, INALUM's SER program is also aimed at delivering a positive impact on society and the environment, oriented towards the Sustainable Development Goals.

Efforts made to explore regional potential and improve community skills are proof of the Company's consistency in increasing economic growth, especially in its operational areas. INALUM is dedicated to encouraging communities to process their existing resources independently and produce decent and sustainable lives and livelihoods, while still maintaining the regional characteristics and local wisdom.

A. Economic Development Program

1. Community Skills Training

Increased Employment and Entrepreneurship Opportunities

INALUM has developed community empowerment programs, especially for communities around the Company's operational areas, to help them become independent and prosperous. To achieve these goals, efforts were needed to improve people's skills and competitiveness so that the people became skilled and competitive, opening up more job opportunities, or helping them develop their businesses.

To do so, INALUM collaborated with various strategic partners to organize Community Skills Training Programs. These programs were first initiated in

2019 with its main objective of providing technical skills and certification needed in the business world. These programs are being, and will continue to be, implemented on an ongoing basis to reap the benefits of creating livelihoods and improving the community's economy over the long term. In the future, INALUM is committed to increasing the number of training and certification participants.

There are 4 main programs in the Community Skills Training Program:

- Skills training for operating excavator heavy equipment in collaboration with the United Tractor School. This training is aimed at young people of a productive age around the operational areas. Skills to operate heavy equipment will be needed in various types of industry.
- Mangrove batik business and creativity training for mothers in historic coastal tourist areas. Mangrove batik involves creativity in designing batik patterns inspired by mangrove plants. This training empowers mothers around the Historic Beach area to become involved in environmental conservation campaigns whilst also developing the economic conditions of the surrounding communities.
- Training on making fish crackers in collaboration with the Batu Bara Regency Cooperatives and MSE Service. Seafood-based product processing skills will be useful for communities along the coast, by helping to develop economic conditions through food processing.
- Gada Pratama level security skills training for youth living around the Company in collaboration with the Security Services Business Entity (BUJP). This training is aimed at young people of productive age in the Company's operating areas to attain



the skills needed to join as security personnel in agencies/companies.

In 2023, INALUM organized a training and certification program for OHS experts working at height. This

Tracking the Program Implementation Steps

1. 2019: Batch 1 Training and Certification.
2. 2020: Training and Certification Alumni with permanent jobs; Batch 2 Training and Certification.
3. 2021: Some Training and Certification Alumni were absorbed into the industry, especially at INALUM; Batch 3 Training and Certification.
4. 2022: All Training and Certification Alumni were absorbed into the industry, or opened their own jobs; Batch 4 Training and Certification.
5. 2023: All training participants passed the certification test and have jobs

Program Achievements

- 10 (ten) people passed the OHS-Working at Height Expert certification
- 5 (five) people passed the operational certification

Program Location

Batu Bara Regency, North Sumatra

Business Unit Location

Aluminium Smelter Plant

Budget Realization

The realization of the SER Community Skills Training Program costs in 2023 was Rp86,733,000, or a decrease of 4% compared to Rp90,000,000 in 2022.

2. Lubuk Cuik Chili Cultivation

Lubuk Cuik is a village supported by INALUM, and has one of the largest chili producing fields in North Sumatra. Lubuk Cuik is one of the villages that participated in the Lubuk Cuik (BabeLUK) Chili Cultivation program. This program is one of the programs for improving the communities' economy in Batubara Regency through Chili Self-Sufficiency, as well as helping communities around the Company become independent through the North Sumatra chili barn.

The advantage the Chili farming in Lubuk Cuik Village has is that the farming system is carried out collectively where schedules for planting rice and chili can be made uniformly. Because, if the chili planting takes more than one month, plants planted too late could fail. Using a simultaneous planting pattern, all farmers can reap

training was for young people around the Company and Company partners who performed well. Training participants are expected to meet the OHS standard qualifications at INALUM and surrounding companies.

the benefits. Farming schedules are planned through deliberations between communities, because if there is no planting pattern, the harvesting system will be disorganized and will affect the crop yields.

Since 2015, INALUM has been committed to being involved in developing chili farming in Lubuk Cuik Village through the following programs:

- Construction of connecting irrigation canals, with two lines 350 meters long and 200 meters long.
- Capital support based on a partnership program for 17 farmers.
- Development of potential for MSEs and Tourism Villages.
- Assistance with production equipment for processing chili products.
- Fertilizer assistance and development of supporting infrastructure in villages.
- Support for digital marketing training and marketing access at the Inalum Cooperative.
- Empowerment of farmers under the transmission lines.
- The 2023 program was carried out for the development and research of Chili Farming in Lubuk Cuik Village in collaboration with Universitas Sumatera Utara (USU) and Fasilitas Peralatan Laboratorium Pasta Cabai in Lubuk Cuik Village through the Batu Bara Regency Cooperative and MSE Service.

Program Achievements

- Created new development land of 6.8 ha.
- New plantations for 3 (three) years to increase annual agricultural output by 50%.
- Increased productivity by around 40% or 34 ha of the total 85 ha of chili agricultural land.

Program Location

Batu Bara Regency, North Sumatra



Business Unit Location

Aluminium Smelter Plant.

SROI calculation

The SROI calculation in 2023 was 40.17 and the Community Satisfaction Index (IKM) value was 82.4% (satisfied).

Budget Realization

The Lubuk Cuiik Chili Cultivation SER Program realization costs in 2023 was Rp250,000,000, or an increase of 294% compared to Rp63,444,900 in 2022.



B. MSE Development Flagship Program

1. Promotion of MSE Products

Most of the assisted MSEs still do not have a network outside the region, so they have limitations in marketing their products. The BUMN house has become a forum for gathering, teaching and developing MSMEs to become quality Indonesian MSEs as well as for encouraging MSMEs to increase their competencies, access to capital and marketing.

Program Achievements

- BUMN MSME Bazaar – Vibrant in 2023
- MSE Exhibition at Indogreen, Yogyakarta
- Promotion of MSE products to guests from Japan (guests from Nippon Koei, Kumagai and Nihon Shinko to IPP)
- MSE Exhibition at the Ministry of Energy and Mineral Resources
- Trade Mission Singapore

- Exhibition at the ASEAN Summit
- MSE Exhibition at the North Sumatra Fair
- Exhibition with the Ministry of Energy and Mineral Resources in Palu
- Exhibition with the Ministry of Energy and Mineral Resources in Solo
- Real Works Festival Vol 3

Program Location

Batu Bara Regency, North Sumatra

Business Unit Location

Aluminium Smelter

Budget Realization

In 2023, the promotional activities program for MSE products realized Rp537,477,325, or 168% higher than the 2023 budget of Rp200,000,000.





2. Business Equipment Assistance

INALUM is committed to improving the economy through its business equipment assistance program for Fostered MSME partners. INALUM's assistance supports MSMEs to increase their capacity in the MSME businesses around the Company's operational areas. It is hoped that this program will not only improve welfare but will also make MSMEs more independent.

The Business Equipment Assistance Program was initiated in 2020 through INALUM's BUMN House in collaboration with strategic partners, included INALUM-Fostered MSEs, the Batu Bara Regency Cooperative and UMK Service, and the Toba Regency Cooperative and Trade Service. This program will continue on an ongoing basis as it brings great benefits for improving the community's economy over the long term, and it supports the Government's directive, namely to upgrade MSEs.



Program Achievements

In 2023, assistance with business equipment for 56 MSEs around the Company which had an impact on:

- Increased production capacity of MSEs, increased turnover/income of assisted MSEs.
- Increase in the number of MSE workforce

Program Location

Batu Bara Regency and Toba Regency, North Sumatra

Business Unit Location

- Aluminium Smelter Plant
- Paritohan Hydroelectric Power Plant

Budget Realization

The SER Program funds realization for the MSE Business Capacity Development in 2023 was Rp227,087,365, a decrease of 82% compared to Rp1,271.110,271 in 2022.



3. Training and Capacity Development for MSEs

In 2023, INALUM carried out a training and development program for MSEs at the BUMN House. This program's focus was to improve the competency & skills of MSEs in managing and developing their products through training and product packaging branding to support MSE business processes. Another goal was for fostered partners to obtain Halal Certification so they can increase the consumer confidence, market share and product competitiveness.

Program Achievements

1. Capacity Building for MSEs Go Global
2. Financial Bookkeeping Management
3. MSE Product Photography
4. Applied Market Research
5. Digital Mindset for MSEs to Upgrade
6. Halal Certification for MSE Products
7. Skills Improvement Training for People with Disabilities and the General Community (leather bag making training)

Program Location

BUMN House

Budget Realization

The 2023 budget realization was Rp117,464,000, an increase of 17% compared to the 2023 budget of Rp100,000,000.

Contribution to the SDG Economic Pillar

- Increases agricultural productivity and income of small-scale food producers, especially women and indigenous communities and farmers.
- Increases the number of youth and adults with the relevant skills. Achieves a higher level of economic productivity in sectors that provide high added value.

- Reduces the link between economic growth and environmental degradation.
- Promotes permanent and productive employment and decent work for all women and men.
- Reduces the number of young people not working, and not pursuing education or training.
- Promotes sustainable tourism that creates jobs and promotes local culture and products.
- Reduces waste production through prevention, reduction, recycling and reuse.
- Improves conservation, restoration and sustainable use of terrestrial ecosystems.
- Capacity Building for MSEs Go Global.
- Financial bookkeeping management.
- MSE Product Photography.
- Applied to Market Research.
- Digital Mindset for MSEs to Upgrade.
- Halal Certification for MSE Products.
- Skills Improvement Training for People with Disabilities and the General Community (leather bag making training).
- Promoting sustainable tourism that creates jobs and promotes local culture and products.
- Reducing waste production through prevention, reduction, recycling and reuse.
- Improving conservation, restoration and sustainable use of terrestrial ecosystems.

Testimonial

Description of testimonials from beneficiaries of the INALUM SER economic pillar program in 2023: The beneficiaries were very grateful for the program to increase the MSEs competency & skills in managing and developing their products through training and branding as well as product packaging to support MSEs' business processes so they become independent and ready to compete.





Environmental Pillar



To achieve sustainable management of natural resources and the environment as a support for all life;

The Environmental Pillar covers Goal 6: Clean Water and Sanitation, Goal 11: Sustainable Cities and Communities, Goal 12: Responsible Consumption and Production, Goal 13: Climate Action, Goal 14: Life Below Water, and Goal 15: Life on Land.

INALUM is committed to carrying out environmental management to avoid any impact from operating the smelting plant, and supports the Sustainable Development Goals (SDGs 2030) stated in Company policy. INALUM has obtained ISO 14001:2015 Certification that meets the requirements of the international Environmental Management System standards. INALUM is very concerned about controlling pollution to avoid any impact from operating the smelting plant. Substantial investments have been made in the environmental management of its activities, especially in emission control systems as an integral part of the smelter's operations.

A. Environmental Excellence Program

1. Foster Tree

Mangrove Planting to Sustain Coastal Ecosystems

This INALUM program seeks to protect maritime areas and preserve it exists potential through mangrove planting. The Foster Tree Program is oriented towards long-term growing success so that the benefits of mangrove planting can be achieved properly. In the future, INALUM will continue to develop the foster tree program with other parties, not only by inviting companies, but also individuals who can join this program to adopt more mangrove trees.

In 2023, INALUM in synergize with TNI, with KODIM Asahan as the field coordinator for program implementation, the Love Mangrove Farmers Group

(KTCM) as the implementer and guardian of the program's sustainability, and Dinas Lingkungan Hidup to support and carry out socialization in the community. 23,000 mangrove seedlings were planted. This activity was not only to preserve the mangrove ecosystem, but also to increase public awareness and understanding of the importance of preserving the environment in coastal areas to reduce the impact of climate change.

Program Achievements

Involving 4 (four) mangrove groups in 4 (four) villages, namely:

- Love Mangrove Farmers Group (KTCM) in Perupuk village, Lima Puluh Pesisir District
- Coastal Sustainable Forest Farmers Group in Medang village, Medang Deras District
- Kuala Bahari Indah Mangrove Group in Kuala Indah village, Sei Suka District
- Jaya Lalang Mandiri Mangrove Group, Medang Deras District.

23,000 mangrove seedlings of the Rhizophora or mangrove variety were planted in 4 locations.

Program Location

Batu Bara Regency, North Sumatra

Business Unit Location

Aluminium Smelter Plant

Budget Realization

The Foster Tree SER Program realization in 2023 was Rp135,000,000, a decrease of 29% compared to Rp192,012,000 in 2022



| Year | Mangrove | Disajikan dalam Rupiah |
|------|---------------------------------|------------------------|
| 2022 | Lanal Spotmar Seed Support TBA | 10.000.000,- |
| | Mangrove Batik | 10.000.000,- |
| | Kodim 0208/AS and KTCM | 25.000.000,- |
| | Kodim 0208/AS and Marine Silo | 75.000.000,- |
| | Foster Tree Program | 22.012.000,- |
| | KTCM Nursery | 50.000.000,- |
| | | 192.012.500,- |
| 2023 | KTH Jaya Lalang Mandiri | 10.000.000,- |
| | Beautiful Kuala Bahari Mangrove | 15.000.000,- |
| | KTH Pesisir Lestari | 10.000.000,- |
| | Kodim 0208/AS and KTCM | 100.000.000,- |
| | | 135.000.000,- |

2. Migratory Waterbird Conservation

Promotion of Migratory Bird Conservation

INALUM is committed to carrying out biodiversity programs through conservation efforts carried out in several areas around the Company's operational areas. They include efforts to protect migratory birds in several areas in Batu Bara Regency. The aim of this program is to conserve various species of birds that often migrate to the coast in Batu Bara Regency.

This effort also supports the Government's steps to conserve protected flora and fauna in compliance with Law No. 5 of 1990 concerning Conservation of Natural Resources and Ecosystems, and Minister of Environment and Forestry Regulation P.106/MENLHK/SETJEN/KUM.1/12/2018 concerning Types of Protected Plants and Animals. INALUM also socializes the protection of rare animals in the Batu Bara Regency coastal areas in the region and the Company.

The migratory bird protection program began following concerns about illegal hunting of migratory birds along the coast of Perjuangan Beach and several other areas in the Batu Bara Regency. The Batu Bara Regency coastal area is designated as a Key Biodiversity Area (KBA), or areas populated by unique, rare or endangered species or ecosystems. Therefore, this area is important to manage and became the focus of conservation efforts to maintain a holistic ecosystem balance. The mud flats along the coast of Batu Bara Regency are stopping-off place for migratory water birds.

The Migratory Waterbird Conservation Program collaborates with the Living Heritage of Sumatra Indonesia (WHIS), the Love Mangrove Farmers Group (KTCM), and the Jono Beach Community (KMPJ). Through this program, INALUM's efforts encourage prevention of poaching, and protection of animal habitats in the protected endangered status category due to illegal hunting activities, which includes types of migratory birds.

INALUM will continue to develop the Migratory Waterbird Conservation program to maintain the migratory bird population, and will carry out socialization with several important stakeholders such as the Batu Bara Regency Environmental Service, and Village Governments along the coast of the Batu Bara Regency.

The Migratory Waterbird Conservation Program activities in 2023 included:

- Migratory Waterbird Conservation Program through 2023;
- Protection of Endangered Animals and Their Habitats in Batu Bara Coastal Districts located on the Historic Beach, Perupuk Village, Jono Beach, Lalang Village and schools around the Company.

Program Achievements

- 212 elementary school children from 4 (four) schools around the INALUM housing area took part in a coloring competition for shorebirds and their habitats.
- 91 participants from 17 provinces in Indonesia took part in the photo competition, with 8 (eight) finalists invited to take part in a photo hunt with the same theme at Sujono Beach, Lalang Village, a location rich in mud and is one of the best places to see migratory water birds.

Program Location

Batu Bara Regency, North Sumatra

Business Unit Location

Aluminium Smelter Plant

Budget Realization

The realization of the SER Migratory Waterbird Conservation Program costs in 2023 was Rp53,000,000, an increase of 109% compared to Rp25,320,000 in 2022

| Year | Migratory Birds | In Rupiah |
|------|-----------------------------------|---------------------|
| 2022 | Bird Watching Tourism | 8.020.000,- |
| | Publications (Boards and Posters) | 14.3000.000,- |
| | WHS Team Vest | 3.000.000,- |
| | | 25.320.000,- |
| 2023 | WMBO Photo and Coloring Contest | 50.000.000,- |
| | Bird Conservation Seminar -UNSU | 3.000.000,- |
| | | 53.000.000,- |



3. Production of Economic Value Plant Seeds and Conservation Plants in the Samosir Botanical Gardens to Support the Conservation of the Lake Toba Ecosystem

Background

- a. There is still a lot of land in the Lake Toba Catchment Area (DTA) classified as critical due to illegal logging and forest fires. The tree planting program is not yet optimal.
- b. There is low public awareness to participate in the planting and maintaining of trees.
- c. The decreasing water discharge of Lake Toba is affecting the sustainability of the Company's hydropower operations.
- d. There are limitations in the Department of Nature Conservation coordination, and the involvement of the communities in the Lake Toba DTA conservation program.

The aim is to provide Lake Toba Endemic Tree and Multi Purpose Tree Species (MPTS) Seeds for the Lake Toba Conservation Program, with the progress of seeding MPTS plants and conservation plants reaching 80% of the KPI Target of 40,000 MPTS tree seedlings and 750 endemic Lake Toba plant seedling), with the involvement of relevant stakeholders/partners; The Environmental Service is the main supervisor of the Farmer Groups, local Village Heads located in the Samosir Botanical Gardens.

Budget Realization

The realized budget in 2023 was Rp344,360,000, an increase of 14% from the realized funds of Rp296,754,500 in 2022.

Contribution to the Environmental SDGs

- Increases agricultural productivity and income of small-scale food producers, especially women and indigenous communities and farmers.
- Improves the sustainable food production system.
- Increases the use of renewable energy.
- Reduces the impact of climate change through carbon absorption by planted trees.
- Manages and protects marine and coastal ecosystems in a sustainable manner.
- Educates about and implements more sustainable fishing.
- Increases economic benefits through sustainable management of fisheries, aquaculture and tourism.
- Improves conservation, restoration and sustainable use of terrestrial ecosystems.
- Maintains protected flora and fauna.
- Integrates ecosystem and biodiversity values into alleviating poverty.
- Increases the capacity of local communities for sustainable livelihood opportunities.

Testimonial

Testimonial for INALUM's environmental pillar SER program in 2023:

- Increased public understanding of the importance of preserving nature by not cutting down trees and participating in planting and maintaining trees
- Increased the welfare of sweet fragrant mango farmers
- It is hoped that Simalungun Regency will become one of the centers producing sweet fragrant mangoes in North Sumatra.

B. Other Environmental Programs in 2023

1. Use of renewable energy

As well as planting mangroves with the Mangrove Love Farmers Group (KTCM), INALUM is also encouraging energy conservation programs in coastal communities. KUPS Silvofsihery, one of the KUPS under KTCM, built 6 (six) ponds with a diameter of 3 meters, and bioflock system land fisheries using renewable energy. With a capacity of 2750 watts, electricity from the Solar Power Plant (PLTS) was used to power the water pumps, lights and aerators.



2. Planting trees in the Water Catchment Areas (DTA)

Lake Toba is very important in ensuring that environmental sustainability is maintained, as maintaining the availability of Lake Toba water is also needed by all living matters around it. As we all know, current forest cover or green land in the Lake Toba catchment area has decreased, and this can cause natural disasters, such as landslides, flash floods and other events that can threaten the lives of humans and other living creatures. This happens as there are not enough trees or plants to retain the rainwater that falls to the ground. In addition, the water level of Lake Toba is also starting to decrease, which can disrupt the natural ecosystem, including the operations of companies that use Lake Toba water to drive its hydropower.

INALUM is very concerned and has environmental preservation programs around Lake Toba, one being a regular annual tree planting program. In 2023, INALUM instigated a Tree Planting Program covering an area of 370 ha, with 185,000 trees in 7 (seven) districts around Lake Toba. For its implementation, INALUM involved many stakeholders, including BPDASHL Asahan Barumon, North Sumatra Dinas Lingkungan Hidup dan Kehutanan, UPT, KPH Community Group, Village Governments and the Saving Lake Toba Ecosystem Task Force.

Program Location

The 370 ha Tree Planting Program is carried out in 7 (seven) districts around Lake Toba with the following details:

| No | Village | Discript | Regency | Area (ha) | Number of Trees | Types of Trees Planted |
|----|----------------------------|----------------|--------------------|-----------|-----------------|---|
| 1 | Tonging | Merek | Karo | 21,0 | 10.500 | African wood pine, resin, mahogany, macademian nut, pete, jengkol, candlenut, sugar palm. durian, mango, avocado, mangosteen, matoa |
| | | | | 4,0 | 2.000 | |
| 2 | Paropo I | Silahisabungan | Dairi | 3,0 | 15.000 | African wood pine, resin, mahogany, macademian nut, pete, jengkol, candlenut, sugar palm. durian, mango, avocado, mangosteen, matoa |
| 3 | Paropo | Silahisabungan | Dairi | 86,0 | 43.000 | African wood pine, resin, mahogany, macademian nut, pete, jengkol, candlenut, sugar palm. durian, mango, |
| | | | | 29,0 | 14.500 | |
| 4 | Silalahi II | Silahisabungan | Dairi | 76,0 | 38.000 | African wood pine, resin, mahogany, macademian nut, pete, jengkol, candlenut, sugar palm. durian, mango, |
| 5 | Pasingguran II | Pollung | Humbang Hasundutan | 71,5 | 35.725 | Mahogany pine, macademian nut, pete, candlenut, sugar palm, avocado, kemenyan, sugar palm |
| | | | | 3,55 | 1.775 | |
| 6 | Marbun Tengah Marbun Dolok | Baktiraja | Humbang Hasundutan | 2,0 | 1.000 | Incense, palm |
| 7 | Hutaginjang | Muara | Tapanuli Utara | 1,0 | 500 | Candlenut, avocado, mango. pete, jengkol, durian, mahogany |
| 8 | Meat | Tampahan | Toba | 8,0 | 4.000 | Candlenut, avocado, mango. pete, jengkol, durian, mahogany |
| | | | | 2,0 | 1.000 | |
| 9 | Hutagaol Sihujur | Silaen | Toba | 20,0 | 10.000 | Candlenut, avocado, mango. pete, jengkol, durian, mahogany |
| 10 | Partor Janji Matogu | Uluan | Toba | 1,5 | 750 | Pine, mahogany, candlenut |



| No | Village | Discript | Regency | Area (ha) | Number of Trees | Types of Trees Planted |
|--------------|-------------|------------------------|------------|--------------|-----------------|---|
| 11 | Tanjungan | Simanindo | Samosir | 3,0 | 1.500 | African wood pine, resin, mahogany, macademian nut, pete, jengkol, candlenut, sugar palm, durian, mango, avocado, mangosteen, matoa |
| 12 | Sibaganding | Girsang Sipangan Bolon | Simalungun | 2,5 | 1.250 | African wood pine, resin, mahogany, macademian nut, pete, jengkol, candlenut, sugar palm, durian, mango, avocado, mangosteen, matoa |
| Total | | | | 370,0 | 185.000 | |

Business Unit Location

Paritohan Hydroelectric Power Plant (PLTA).

Budget Realization

Realized funds for the Tree Planting Program in 2023 was Rp4,773,596,593, or 62% of Rp7,650,872,614 budget. The entire budget has not been absorbed as the Tree Planting Program is a multiyear program, over 3 (three) years.

Legal and Governance Pillar



To achieve legal certainty and effective, transparent, accountable and participatory governance to create security stability and achieve a state based on law;

The Law and Governance pillar includes Goal 16: Peace, Justice, and Strong Institutions.

The Social and Environmental Responsibility Program is a concrete manifestation of the Company's commitment to provide added value to all stakeholders, and is based on the Good Corporate Governance principles in an effort to optimize economic, social and environmental benefits whose impacts can be accounted for, and are part of INALUM's business approach to achieving sustainability and business continuity.

INALUM is committed to implementing its SER programs and activities seriously by complying with all regulations, especially those relating to mineral resource management. INALUM implements Good Mining Practices, and Good Manufacturing Practices, as included in the Minister of Energy and Mineral Resources Regulation No. 26 of 2018, and refers to the mining principles of ICMM (International Council on Mining and Metals).

The applicable statutory provisions are the main guidelines for INALUM in carrying out its business with responsible practices. Therefore, all Company activities begin by complying with applicable procedures. This also applies to the implementation of the Corporate Social and Environmental Responsibility Programs (SER). The SER Program itself is a form of compliance with the Republic of Indonesia Government Regulations for State-Owned Enterprises No. PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities.



Realization of the SER Program that supports the Sustainable Development Goals

| No | Program | Program Location | Business Unit Location | Implementation Steps |
|----|---|---|-------------------------------------|---|
| 1 | Development of a Meat Tourism Village - Eco Cultural Tourism | Meat Village Toba District | PLTA Paritohan | <ul style="list-style-type: none"> Carried out social mapping drew up a work plan built partnerships with multi stakeholders conducted program mentoring strengthened the group |
| 2 | Education quality improvement program - through improving infrastructure | Pintupohan Meranti District - Toba District | Paritohan Hydroelectric Power Plant | <ul style="list-style-type: none"> collected data on schools and school conditions around the company carried out discussions and interviews regarding school conditions implemented the program |
| 3 | Education Fund Assistance for Underprivileged Students in Toba Regency, Del Laguboti High School, Soposurung, 2 Public High Schools | Samosir and Toba Regencies | Paritohan Hydroelectric Power Plant | <ul style="list-style-type: none"> Coordinated with the Education Department and Stakeholders conducted survey of potential recipients and interviews Selection Determined Program Recipients Evaluation |
| 4 | Agricultural Program Below The INALUM Transmission And Plta Ring 1 | Aek Songsongan Village, Marjiwa Aceh Village, Lobi Rappa Village, Aek Songsongan District, Asahan Regency | Paritohan Hydroelectric Power Plant | <p>PT Inalum committed to synergizing and increasing cooperation with the community, local communities and youth in an effort to develop and empower communities around the Company, especially under the transmission and Ring 1 by the end of 2023, this is in line with the high expectations of stakeholders and/or the community to develop agriculture and animal husbandry, and use of land under transmission to support the economy and increase community capacity while ensuring that the transmission line assets and PLTA Inalum operations are not disrupted.</p> |
| 5 | Sewing Capacity Building Training (souvenirs) for People with Disabilities and the general public by the CBR Foundation in Toba Regency in 2023 | BUMN Inalum House, Toba Regency | Paritohan Hydroelectric Power Plant | <p>One of the efforts to continue the empowerment program and increase community inclusion, especially for people with disabilities and communities around the operational areas, as well as steps to accelerate the independence of communities around the company's operational areas, and Ulos product derivatives with economic value.</p> |
| 6 | Sejarah Beach mangrove ecotourism management program | Hamlet 1 Perupuk Village, Sei Suka subdistrict, Batu Bara district | Aluminium Smelter Plant | <p>The sejarah coastal mangrove ecotourism management program is a form of commitment for environmental and social improvement efforts carried out by the company together with local communities, through mangrove conservation activities that also address social problems, namely the existence of prostitution activities in coastal areas. Activities provided new knowledge and skills related to better tourism management for KTCM members in general. Institutionally PROTEK EMAS increased organizational or institutional capabilities for internal management and external</p> |
| 7 | Cultivating land fisheries using independent energy from Solar Power Plants (PLTS) | Hamlet 1 Perupuk Village, Sei Suka subdistrict, Batu Bara district. | Aluminium Smelter Plant | <p>The land fisheries program to be implemented is a biofloc system, a fish cultivation system using environmental engineering techniques that relies on oxygen supply and the use of microorganisms. The biofloc system combines organic and inorganic compounds such as carbon, oxygen, hydrogen, nitrogen, fish waste and food waste to form biofloc.</p> |



| Program Achievements | Description | Budget Realization | SROI Calculation |
|--|---|--------------------|---|
| <ul style="list-style-type: none"> Reactivated Pokdarwis Established a tourism management group Used waste for village products Established of new tourism | | 832.560.500,- | 2.03 |
| upgraded the educational infrastructure in 8 schools at elementary, middle and high school levels in Pintupohan Meranti sub-district, such as: tables, chairs, cupboards and blackboards | | 494.437.250,- | SROI measurements not yet carried out |
| 10 high school students received sustainable scholarships at 2 top schools in Toba | | 256.500.000,- | SROI measurements not yet carried out |
| Empowered 3 farmer groups under the transmission | <ul style="list-style-type: none"> Developed melon, orange and chili fruit farming as well as compost houses under the Transmission at Aek Songsongan Village by Karang Taruna Aek Songsongan Sub District, Asahan District Agricultural Development of Bina Farmer Groups Under the Transmission at Marjiwa Village Aceh District, Aek Songsongan Sub District, Asahan District Quail Agriculture and Cultivation Program Under the Inalum Transmission Line, Lobo Rappa Village, Aek Songsongan Sub District, Asahan District Assistance for Cultivator Farming Community Groups under the Transmission Network | 300.614.500,- | SROI measurements not yet carried out |
| Empowering Vulnerable Groups (disabilities), derivative ulos products into crafts with high economic value | Equipment assistance and training for people with disabilities, and in the surrounding community | 152.400.000,- | SROI measurements not yet carried out |
| <ul style="list-style-type: none"> An organizational structure for Mangrove Ecotourism management was established with KUPS (social forestry business group) under KTCM (Tani Cinta Mangrove Group.) Started to implement digitalization of tourism management, starting from creating websites, social media, cashless payment methods via Qris and call center services as well as complaints/ testimonials/suggestions. Sustainability of the mangrove conservation program with at least 10,000 mangrove seedlings/year and launching a new planting pattern: foster trees. | Assistance through funding to support activities/ infrastructure: <ul style="list-style-type: none"> Planting mangroves with multi stakeholders and continuing the foster tree program Construction of tracking and towers to support monitoring of migratory water birds. Construction of the Mangrove nursery Creation of the Batubaramangrovepark website and training on website management and digitalization of Qris method payments. Continued mangrove batik training | 135.000.000,- | 14.22 by Innosustain and PET (Properindo Enviro Tech) |
| <ul style="list-style-type: none"> 6 Biofloc ponds of 3 meter diameter, fish farming for 3,000 catfish, 2,500 tilapia. Solar power plants (PLTS) with a capacity of 2,750 Watts to power water pumps, lights and aerators. 2-point drilled well and water tank tower for water supply (using group funds) Planting citronella next to land fisheries, pond waste water to use to fertilize citronella. | Assistance with funds for: Investment in biofloc ponds and PLTS, as well as purchasing electricity storage batteries and assistance. | 129.340.000,- | SROI measurements not yet carried out |





Realization of the SER Program that supports the Sustainable Development Goals

| No | Program | Program Location | Business Unit Location | Implementation Steps |
|--------------|--|---|-------------------------|---|
| 8 | Conservation of migratory and resident waterbirds and inventory of terrestrial bird species in housing complexes and surrounding areas | Tanjung Gading Housing Complex and Jono Beach, Lalang Village | Aluminium Smelter Plant | <p>"World Migratory Bird Day", abbreviated to WMBD, started in 2006 as a campaign activity that is celebrated every year to increase public awareness of the conservation of migratory birds and their habitats. This international activity is an effective tool to help raise global awareness of the threats faced by migratory birds, their ecological importance, and the need for international cooperation to conserve them.</p> <p>INALUM collaborated with the NGO WHIS (Warisan Hidup Sumatera) to carry out a photo and coloring competition with the theme "Wetland and Its Biodiversity" to increase awareness in all elements of society on the importance of preserving migratory waterbirds and their habitats. We also collaborate by recording the types of land birds that live in the INALUM operational areas, as an indicator of the sustainable and protected environment.</p> |
| 9 | Canteen Waste Utilization Program by the Tani Sari Larva Berdaya Group | Kuala Tanjung Village, Batu Bara | Smelter | <ul style="list-style-type: none"> Coordinated with Karang Taruna and Farmer groups Prepared work plans Coordinated with general and security sections Managed entry permits and collection of organic waste Strengthened groups (comparative study training and mentoring) Assisted with livestock seeds (BSF fly broodstock for maggot larvae, fish, ducks, chickens) Developed swallow and chicken egg hatching business |
| 10 | MSME Empowerment Program in Lalang Village | Lalang Village, Batu Bara | Smelter | <ul style="list-style-type: none"> Evaluated proposals from MSMEs in Lalang Village Business feasibility survey Application for MSME empowerment funding assistance Distributed of equipment to support production capacity (Vaname shrimp cultivation water wheel) Monitoring, mentoring, business training, promotion/exhibition, processing of SIUP/halal permits for SMEs in the snack food industry - Program Evaluation |
| 11 | Raja-Raja Sei Raja Village rice field tourism program | Lalang Village, Batu Bara | Smelter | <ul style="list-style-type: none"> Coordinated with the Village Head Developed long-term work plans Mapped Village potential (agriculture, tourism and culture) Strengthened the BUMDES, POKDARWIS and Cooperatives functions as program managers Distributed aid for the development of tourist facilities (Saung Tani, bridge for taking selfies, flying fox entertainment, archery facilities, Malay weaving equipment, etc.) Monitoring and evaluation |
| 12 | Fostered PAUD Program around Traditional Markets | Indrapura Village, Batu Bara | Smelter | <ul style="list-style-type: none"> Survey of Traditional Markets Prepared a report on survey results on the condition of market traders' children Proposed a program to answer the problem of free children care and PAUD Periodic distribution of financial assistance from 2017 to date (every year aid is reduced to establish independence) Teaching and learning activities |
| Total | | | | |



| Program Achievements | Description | Budget Realization | SROI Calculation |
|--|---|--------------------|--|
| <ul style="list-style-type: none"> 91 national photographers took part in the selection, 8 finalist photographers from North Sumatra, Aceh and the Riau Islands were selected to take photos at Jono Beach. 196 elementary school children and 10 teachers from schools around the Tanjung Gading Housing Complex took part in coloring competitions, story telling, photo exhibitions and film screenings of migratory water birds. 25 participants received information related to special interest ecotourism from WWF Hong Kong who visited the WMBD final event. The presentation was delivered by Fion Cheung and Nemo from WWF Hong Kong, and they succeeded in developing special interest ecotourism activities thereby improving the alternative economy of local communities and protecting the wetland ecosystem in Mai Po Nature Reserve, Hong Kong. | <p>The program collaborates with 2 NGO WHIS contracts for WMBD and inventory activities. Also, WHIS and INALUM have created information boards for migratory water birds in 2 locations (Jono Beach and Sejarah Beach) and also a monitoring tour for migratory water birds with calendars as souvenirs as a media for socialization.</p> | 127.990.000,- | SROI measurements not yet carried out |
| <ul style="list-style-type: none"> Opened up employment opportunities for 5 people (Active) and 10 people (Passive) Sustainability of the program (multiplier effect, providing assistance to the elderly, and becoming an educational reference for 4 schools for learning) | <p>The Chairman of the Tani Sari Larva Berdaya Group received the Local Hero award from PT INALUM, and his program also received a Gold award from ISDA, as it was in accordance with Sustainable Development Goals (SDG) 8, SDG 4, and SDG 15</p> | 49.000.000,- | <p>Calculations carried out by PT Properindo Enviro Tech (PET) and Inosustain (UGM) - Social Return On Investment (SROI): 7.13 - Community Satisfaction Index (IKM): 9 (Very Good)</p> |
| <ul style="list-style-type: none"> Opened up employment opportunities for 12 people Sustainability of the program (multiplier effect, turnover and employees are getting bigger with one developing from a group into a Public Company) | <p>The chairman of the Lalang Village Youth Forum Group and also a partner of Andung's business partners received the Local Hero award from PT INALUM, and his program also received a Platinum award from ISDA, as it was in accordance with Sustainable Development Goal (SDG) 8</p> | 30.000.000,- | <p>Calculations carried out by PT Properindo Enviro Tech (PET) and Inosustain (UGM) - Social Return On Investment (SROI): 2.34 - Community Satisfaction Index (IKM): 7.7 (Good)</p> |
| <ul style="list-style-type: none"> Opened up new job opportunities for village residents Formed 1 new Sawah Ecotourism cluster in North Sumatra | <p>Selected as a model village and representative from Batu Bara Regency for the provincial level village competition, so the district government also helped improve facilities in this village. in accordance with Sustainable Development Goal (SDG) 8.</p> | 50.000.000,- | <p>Calculations carried out by PT Properindo Enviro Tech (PET) and Inosustain (UGM) - Social Return On Investment (SROI): 1.97 - Community Satisfaction Index (IKM): 8.1 (Good)</p> |
| <p>Every year helps a minimum of 20 children around the Indrapura Pomegranate Market</p> | <p>Before PAUD, traders had difficulty dividing their time, especially in the morning, when they wanted to, so they were forced to take their children to the markets. This program addressed this problem and is in accordance with SDG 4 on quality education, while also addressing social problems.</p> | 31.000.000,- | SROI and IKM measurements not yet carried out |
| | | 2.050.290.500 | |





Realization of Social and Environmental Responsibility Programs to Encourage Creating Shared Value (CSV)

One of INALUM's SER programs involves applying the Creating Shared Value (CSV) approach as a concept in business strategy that emphasizes the importance of including community problems and needs in the Company strategies. This will increase competitive values and support INALUM's business processes and simultaneously provide social and economic benefits for the communities and the environment.

The emphasis of the programs is how their results will enter the INALUM Supply Chain. In 2023, INALUM implemented the following SER Creating Shared Value programs:

1. Production of Economic Value Plant Seeds and Endemic/Conservation Plants in the Samosir Botanical Gardens to Support the Lake Toba Ecosystem Conservation

Milestones

- Collected data on plants endemic to Lake Toba
- Established multi-party collaboration, including the Sumatra Living Heritage Foundation, Samosir Botanical Gardens and the Lake Toba Ecosystem Rescue Team
- Sowed seeds/stems and cared for them until they become ready-to-plant seeds



2. Skills training and competency improvement for communities around the smelter plant

This program, as well as increasing the community competency and reducing the potential for unemployment, is also a solution for INALUM vendors, fulfillment of HR to support work both at INALUM and in other industries in Kuala Tanjung Village and its surrounding area.

Milestones

- Mapped the needs of the communities around the smelter
- Established collaboration with the Professional and Skills Certification Institute in North Sumatra

- Explored the forests around the Lake Toba catchment area to gather endemic plants, sowed seeds/stems and cared for them until they become ready-to-plant seedlings
- Distributed ready-to-plant seedlings to communities and institutions that needed them

Program Achievements

Planted 40,000 MPTS plant seeds and 750 endemic plant seeds

Program Location

Samosir

Business Unit Location

Hydroelectric Power Plant

Budget Realization

The realization of the SER Program funds for Production of Economic Value Plant Seeds and Endemic/Conservation Plants in the Samosir Botanical Gardens to Support Lake Toba Ecosystem Conservation in 2023 was Rp344,360,000.00.



- Provided information on selection of participants from villages around the Smelter
- Organized in-class training and practical training
- Organized Competency Certification Exams
- Helped recommended participants to gain work in the industry in Kuala Tanjung

Program Achievements

- 10 people passed the Highest OHS Expert certification
- 5 people passed the Forklift operation certification

Program Location

Batu Bara



Business Unit Location

Smelter

Budget Realization

The realization of funds for the SER Skills Training and competency improvement program for communities around the Smelter Plant in 2023 was Rp86,733,000.

MSE Funding Program (PUMK)

The MSE Funding Program (PUMK) is a form of SER activity that is more directed towards improving the quality of life in the surrounding communities by fostering micro and small businesses together with the communities. The PUMK program aims to provide easy access to capital for micro and small businesses as well as to provide guidance in order to improve the ability of MSEs to become more resilient and independent.

The PUMK program refers to the Republic of Indonesia Government State-Owned Enterprises Regulation No. PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities. The Micro, Small and Medium Enterprises (PUMK) Funding program dimensions are widely understood by the Company, and INALUM is optimistic that, through this program, MSEs will be able to answer the business development challenges, increase their competencies, and increase marketing access so they have the potential to move up in class.

Target Micro and small businesses in the Company's micro and small business funding program must meet the following criteria:

1. owned by Indonesian citizens;
2. have not met the criteria or have access to loans from funding institutions or banks;
3. prioritize micro and small businesses with types of business in line with the field and/or support BUMN business;
4. prioritize micro and small businesses located in BUMN work areas;
5. are stand alone, and are not a subsidiary or branch of a company that is owned, controlled or affiliated directly or indirectly with a medium or large business;
6. is a business run by an individual and/or a group of people, or is a business entity that is not a legal entity, or is a business entity that is a legal entity that has the potential and business prospects to be developed.

Distribution of the PUMK Program

INALUM has allocated SER Program funds originating from the 2023 activity budget, which are calculated as costs in the current budget year. The PUMK program refers to the Republic of Indonesia Government State-Owned Enterprises Regulation No. PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities, where the distribution of the PUMK Program is through providing working capital loans with priority to MSEs producing superior regional product commodities that have export opportunities or orientation, and MSEs that can absorb a lot of labor, and commodities that support the communities. INALUM uses funds from:

1. Balance of Partnership Program funds allocated until the end of 2015; and/or
2. Margin loan/profit sharing administration services, deposit interest and/or current account services from partnership program funds.

The realization of PUMK program funds in 2023 was Rp1,150,000,000, or 115.00% of the 2023 Budget Work Plan of Rp1,000,000,000.

In 2023, the PUMK program distribution was classified based on the following business sectors and distribution areas:

PUMK Program Distribution and Number of Fostered Partners Based on Business Sector in 2023

| No | Business Sector | RKA 2023 (Rp-million) | Realization 2023 | |
|----|-----------------|--------------------------|---------------------------|------------------------|
| | | | Number of Foster Partners | Amount (Rp-million) |
| 1 | Industry | 0 | 1 | 15.000.000,- |
| 2 | Trading | 0 | 6 | 153.000.000,- |
| 3 | Agriculture | 0 | 10 | 235.000.000,- |
| 4 | Plantations | 0 | 1 | 10.000.000,- |
| 5 | Services | 0 | 3 | 80.000.000,- |



PUMK Program Distribution and Number of Fostered Partners Based on Business Sector in 2023

| No | Business Sector | RKA 2023 (Rp-million) | Realization 2023 | |
|--------------|---------------------------|--------------------------|---------------------------|------------------------|
| | | | Number of Foster Partners | Amount (Rp-million) |
| 6 | BRI (not yet distributed) | 0 | 3 | 657.000.000,- |
| TOTAL | | Rp1.000.000.000,- | 21 | 1.150.000.000,- |

The PUMK program is based on the recommendation from KBUMN that PUMK funds be channeled optimally through BRI to then be managed by BRI and rolled back to MSEs.

PUMK Program Distribution and Number of Fostered Partners Based on Distribution Area in 2023

| No | Region | RKA 2023 (Rp-million) | Realization 2023 | |
|--------------|---------------|--------------------------|---------------------------|------------------------|
| | | | Number of Foster Partners | Amount (Rp-million) |
| 1 | North Sumatra | 1.000.000.000,- | 21 | 1.150.000.000,- |
| TOTAL | | 1.000.000.000,- | 21 | 1.150.000.000,- |

Total MSE Receivables

Quality of Fostered MSEs Receivables

The PUMK program can be carried out by providing working capital loans up to a maximum of Rp250,000,000 for each MSE, or additional loans in the form of short-term loans (a maximum of 1 year) to fulfill orders from partners up to a maximum of Rp100,000,000 per MSE. As regulated in the Republic of Indonesia Government State-Owned Enterprises Regulation No. PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities Article 22 states that Working capital loans are subject to administrative services of 3% (three percent) effective per year.

Working capital loans disbursed under the PUMK Program to Fostered MSEs are assessed based on the timeliness of repayment of loan principal and loan administration services for Fostered MSEs with the following classification:

- Current: If the principal installments and loan administration services are paid on time or there is a delay in payment of no more than 30 days from the installment payment due date;
- Non-Current: If there is a delay in payment of principal installments and loan administration services of more than 30 days - 180 days from the due date of installment payment;
- Doubtful: If there is a delay in payment of principal installments and loan administration services of more than 180 days - 270 days from the due date of installment payment;
- Loss: If there is a delay in payment of principal installments and loan administration services of more than 270 days from the due date of installment payment.

By classification, the fostered partners' loans collectability level at the end of 2023, calculated from the remaining value of the loans was Rp1,002,101,231, with a score of 0, where current receivables were Rp7,328,919.

Receivables Comparative for 2023 and 2022

| Description | 2023 (Rp) | 2022 (Rp) |
|--------------|------------------------|------------------------|
| Current | 7.328.919,- | 17.379.132,- |
| Non-Current | 43.495.535,- | 47.156.713,- |
| Doubtful | 77.536.768,- | 85.945.688,- |
| Loss | 873.740.009,- | 943.055.439,- |
| Total | 1.002.101.231,- | 1.093.536.972,- |



Receivables Per Region

| No | Region | 2023 (Rp) | 2022 (Rp) |
|--------------|---------------|------------------------|------------------------|
| 1 | North Sumatra | 1.002.101.231,- | 1.093.536.972,- |
| TOTAL | | 1.002.101.131,- | 1.093.536.972,- |

Receivables Per Sector

Includes principal and interest receivables

| No | Business Sector | 2023 (Rp) | 2022 (Rp) |
|--------------|------------------|------------------------|------------------------|
| 1 | Industry | 669.997.954,- | 699.022.252,- |
| 2 | Trading | 68.283.648,- | 103.883.652,- |
| 3 | Agriculture | 19.517.669,- | 19.564.553,- |
| 4 | Animal Husbandry | 116.949.445,- | 128.116.113,- |
| 5 | Fishery | 60.416.667,- | 60.416.667,- |
| 6 | Services | 83.408.711,- | 128.116.113,- |
| TOTAL | | 1.018.574.094,- | 1.110.009.835,- |

As a provider of working capital, INALUM ensures that the monitoring and billing runs effectively and smoothly. INALUM routinely coordinates and monitors fostered MSEs and BUMN partners through coaching, billing and updates regarding the obstacles faced. For active fostered MSEs, especially the quality of receivables is current.

INALUM focuses on maintaining a high level of collectibility, while for bad debts, INALUM actively carries out mapping to find out whether there is potential for recovery through a receivables restructuring program, in addition to intensifying coaching, monitoring and reporting activities.

Therefore, in its implementation, INALUM has instigated efforts to reduce the arrears of its fostered partners, including in the following:

1. Mapping the Causes of Problematic Receivables
 - a. The fostered partners went bankrupt
 - b. The fostered partners business decreased due to the impact of COVID-19
 - c. The fostered partners changed addresses and could not be found
2. Efforts to Rectify Problematic Receivables
 - a. Increase the intensity of business assistance
 - b. Carry out rescheduling and reconditioning
 - c. Carry out training and promotion of MSE products



PUMK performance

The collectability category calculation for loan repayments is adjusted to the provisions of BUMN Ministerial Decree No. Kep-100/MBU/2002 dated July 4, 2002. Referring to this Ministerial Decree, INALUM divides the quality of loans to Foster Partners receiving UMK Funding into 4 (four) groups, namely current, non-current, doubtful and loss.

The collectability level of receivables reflects the high or low amount of loans repaid by the fostered MSEs. The higher the collectability level, the smoother the loan repayment will be. INALUM strives to achieve a high level of collectability to ensure that PUMK funds will continue to roll-out smoothly every year.

INALUM strives to maintain high distribution effectiveness so that more and more fostered MSEs have access to capital so their productivity can increase. PUMK's performance is assessed based on the fund distribution effectiveness and the collectability level. The fund distribution effectiveness reflects the total loan funds successfully distributed to the fostered MSEs.

| Description | 2023 | 2022 |
|--------------------------------------|------|------|
| Distribution Effectiveness | 95% | 3% |
| Collectability of Receivables | 6% | 28% |
| Receivables Collectability (via BRI) | 100% | - |

Coaching Program

INALUM provides guidance to the Company's fostered micro and small business partners, so they can improve their business governance towards better governance, and produce continuously increasing benefits, so that INALUM's fostered micro and small business partners can be a driver for the economy in their local areas. INALUM's coaching program is based on the conditions and problems that exist in the MSE coaching partners. The learning principles become a reference for implementing activities based on needs and problems, so that they can be right on target.

The INALUM coaching program is carried out to optimize the guidance and assistance programs for entrepreneurs in economically weak groups that are oriented towards achieving sustainable goals that are integrated, directed and have a measurable impact. In this case, INALUM hopes that the training provided will help upgrade the Fostered Partner MSEs

As an agent of change, INALUM strives to support the development of MSEs through its initiatives in the BUMN ecosystem such as the MSME Digital Market (PaDi) and other wider ecosystems. INALUM encourages its Foster Partners to innovate and increase organizational capacity so their businesses can develop through training and participating in trade or industrial exhibitions. When developing fostered partners, INALUM synergizes and collaborates with other parties, as this is expected to have a positive impact on the development of fostered partners.

Development funds for Foster Partners are part of the SER fund distribution program being implemented. The distribution of development funds is directed at increasing the capacity and capability of the development partners. This is in line with the Republic of Indonesia Minister of State-Owned Enterprises Regulation No. Per-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibility Programs for State-Owned Enterprises.



Details of the fostered partner development program carried out by INALUM in 2023 are shown in the following table:

MSME Development Program in 2023

| Training Time | Training Title | Location | Number of Participants |
|-------------------------|---|--|------------------------|
| January - December 2023 | Promotion of MSE Products through National Exhibition | <ul style="list-style-type: none"> Implementation of MSE Exhibition at Indogreen, Yogyakarta Promotion of MSE products to guests from Japan (guest visits from Nippon Koei, Kumagai and Nihon Shinko to Paritohan) MSE exhibition at the Ministry of Energy and Mineral Resources Exhibition at the ASEAN Summit MSE exhibition at the North Sumatra Fair Exhibition with the Ministry of Energy and Mineral Resources in Palu Exhibition with the Ministry of Energy and Mineral Resources in Solo | 25 MSE |
| January - December 2023 | Promotion of MSE Products through SOE Houses | SOE Houses in Toba, Humbang Hasundutan, and Samosir | 200 MSEs |
| January - December 2023 | Promotion of MSE products through the INALUM MSE Corner gallery | Kuala Tanjung, Sei Suka District, Batu Bara Regency | 15 MSEs |
| June 2023 | Business Equipment Assistance for Vaname Shrimp Development to MSMEs | Lalang Village, Medang Deras Subdistrict, Batu Bara Regency | 1 Person |
| July 2023 | Business Equipment (Tents and Carts) for MSEs around the Company | Batu Bara Regency | 5 Person |
| August 2023 | Aluminum Lodge Development - Construction and Equipment Assistance for Aluminum Scrap Processing | Paka Raya Village, Batu Bara District | 1 Person |
| September 2023 | Bang Naga Seafood Crab Cultivation | Sukaramai Village | 1 Person |
| September 2023 | Advanced Training on Mangrove Batik Making to Mangrove Flower Batik Group | Perupuk Village, Lima Puluh Sub-district Pesisir, Batu Bara | 13 Participants |
| October 2023 | Farmer Empowerment Training Program for Organic Fertilizer Production | Baturangin Hamlet, Meranti Tengah Village and Parduaan Hamlet, Meranti Utara Village | 15 Farmers |
| October 2023 | Business Tools for Disabled Courtyard Khadijah Sharaswaty Indonesia Foundation (KSI) Social Service of North Sumatra Province | Medan, North Sumatra | 1 Foundation |
| November 2023 | Support for Sewing Capacity Building Training (souvenirs) for persons with disabilities and the general public by the CBR Foundation in Kab. Toba Year 2023 | Toba Regency | 50 Person |



Growth in Upgraded Fostered MSEs

In line with the Ministry of State-Owned Enterprises directives, all BUMN can carry out and empower MSMEs so they can move up in class. To achieve this goal, INALUM's efforts include developing the capacity of fostered MSEs through a series of ongoing development programs. At the same time, INALUM, through the innovation and breakthrough SER Program, can contribute and take an important role in facing the challenges faced by MSEs.

During the reporting period, INALUM helped 10 foster partners upgrade. In Attachment II of the Minister of BUMN Letter No. S-348/MBU/DSI/11/2022 concerning the Preparation of the 2021 BUMN SER Program, the definition of a Fostered MSE upgrade is the MSE has experienced an increase in its business capacity (improving economically and independently), which can be seen through fulfilling at least 2 (two) of the following criteria:

1. Increase in the number of employees;
2. Increase in loan value;
3. Increase in production capacity;
4. Increase in turnover;
5. Involvement of local communities to produce products;
6. Marketing products outside the city/country;
7. Obtained a national/international certificate

Foster Partners Success Stories

Success Story

Previously was a critical youth figure and had a big influence in moving the community in demonstrations related to hiring workers at INALUM, but after receiving an explanation on INALUM's empowerment and partnership program through MSMEs he realized the need for collaboration and Company support for the creation of new jobs, so he decided to increase his business capital with the help of funds from the Joint INALUM partnership program. Thanks to his hard work and assistance from the Company, he is now able to develop his businesses, including a welding workshop, vaname shrimp cultivation and goat farming, and one of his businesses has even grown into a Limited Liability Company legal that has 38 local workers.



Foster Partner Profile

Name of Foster Partner : OK Irwansyah (Andung)

Products/ Services : Welding Workshop

Loan Amount : Rp140.000.000,-

Year of Loan : 2016, 2017, 2021

Business Address : Lalang Village, Medang Deras District, Batu Bara Regency, North Sumatra

Testimonial

"Initially we thought that we could only get a better life and economy by working in big companies around here, so we struggled to enter and become part of these companies, but after becoming part of the Company's CSR, it turned out there were greater opportunities through the MSME partnership cooperation, thank God, I am very grateful that now I can develop my business so that it can employ more workers, I am grateful because I am able to contribute to reducing unemployment at the productive age in the surrounding communities, once again thank you PT INALUM, hopefully more and more people will receive benefits from INALUM."



Success Story

Starting from working in someone else's woodworking business, in 2015 he had the courage to open his own business. After one year, INALUM's CSR coincidentally needed a supply of furniture (tables, chairs, blackboards, etc.) for schools, after a meeting he received an offer for an MSME partnership program with PT INALUM to develop his business. As time went by orders for wooden furniture from consumers increased, so that now the business has become bigger with more employees, which at first was just working alone to now employing 5 people.



Foster Partner Profile

| | | |
|------------------------|---|---|
| Name of Foster Partner | : | Muhammad Yusuf Indra |
| Products/Services | : | Woodcraft |
| Loan Amount | : | Rp140.000.000,- |
| Year of Loan | : | 2016, 2017, 2021 |
| Business Address | : | Lalang Village, Medang Deras District, Batu Bara Regency, North Sumatra |

Testimonial

"I was very lucky at that time to meet one of the INALUM employees who was looking for a supplier for school supplies, at that time I lacked business capital to buy equipment, as my business had only been running for a year and was still starting out. After that meeting I was offered a partnership loan, where I had to pay monthly installments for the capital I received from INALUM, thank God I was able to pay the loan smoothly so I could borrow again until now my business is getting bigger and is known to the public, thank you INALUM, I hope it will be even more successful."

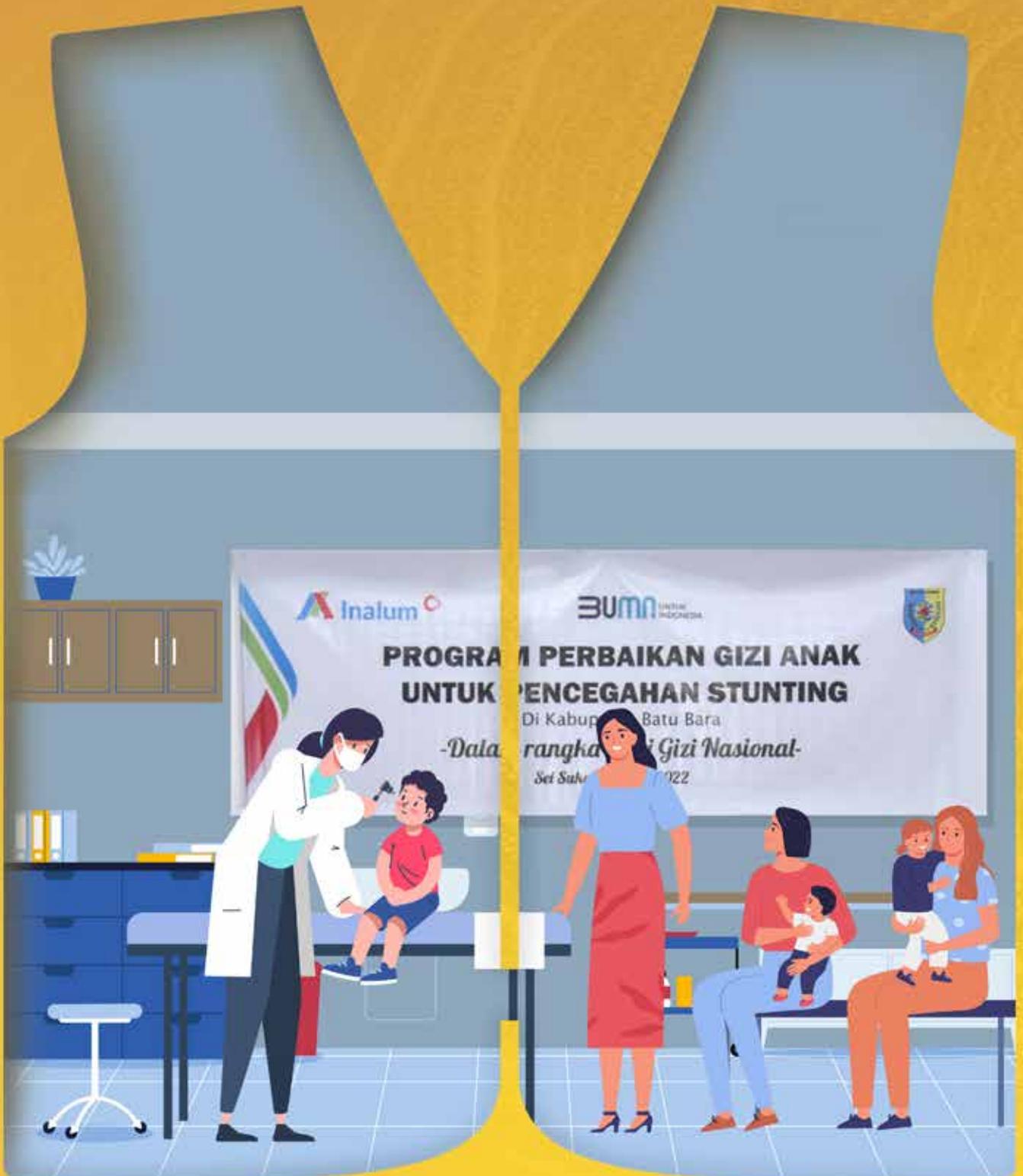
SOE Synergy Cooperation

In the SER program, the Company collaborates with other SOEs, including the following:

Basic food and cheap market assistance program in collaboration with Perum Bulog and PT Rajawali Nusantara Indonesia (RNI)

1. Fun mudik program with SOEs in collaboration with Sarinah Indonesia.
2. MSME Exhibition in collaboration with Semen Indonesia Gresik and Sarinah.
3. Mining Community Academy Scholarships in collaboration with PT Bukit Asam Tbk.
4. Distribution of the PUMK Program in collaboration with BRI

05



IMPLEMENTATION OF SPECIAL ASSIGNMENTS



SPECIAL ASSIGNMENT PROGRAM

Special Assignment Program

In accordance with the Republic of Indonesia Minister of State-Owned Enterprises Regulation No. Per-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibility Programs for State-Owned Enterprises, INALUM carries out public benefit functions as well as national research and innovations as part of the SOEs special assignments. INALUM's special assignments are carried out after taking into account INALUM's aims and objectives, business activities, as well as its capabilities.

INALUM Special Assignments include the following stages:

1. Planning
This planning must at the minimum evaluate the technical, legal aspects, as well as the commercial and financial feasibility of the special assignment business or project, including the funding sources.
2. Determination
After the planning has been reviewed and mutually agreed upon by INALUM, the Minister, Minister of Finance, and the Government agency issuing the special assignment, the Government's special assignments will be issued through a Government Regulation, Presidential Regulation, or a Regulation/Decree from the Minister issuing the Special Assignment.
3. Implementation
Special Assignments are carried out by INALUM by paying attention to the good corporate governance principles and business judgment rule.
4. Reporting
INALUM reports the progress of the special assignments to the Minister, Minister of Finance and related Government agencies every year, or as requested.

The special assignments received by INALUM were determined through:

1. Batu Bara Regency Government Letter Number: 583/Pemb/2021 concerning the appointment of INALUM as the coordinator of the Batu Bara Regency Corporate Social and Environmental Responsibility Forum

The special assignments carried out by INALUM in 2023 included:

- a. Coordinating and synergizing the Company's SER program with regional government programs with all members who are members of the Batu Bara Regency SER forum
 - b. Reporting the implementation of the Company's SER activity programs to Management and Stakeholders.
2. Batu Bara Regency Government Letter Number: SK-77/MBU/03/2020 concerning the Establishment of a SOE National Disaster Task Force (SATGAS), and the appointment of INALUM as the SOE Disaster Coordinator for the North Sumatra region

The special assignments carried out by INALUM in 2023 included:

- a. Coordinating and synergizing the Company's SER program with regional government programs with all members who are members of the Batu Bara Regency SER forum
- b. Reporting the implementation of the Company's SER activity programs to Management and Stakeholders.
- c. Coordinating with the National Disaster Management Agency (BNPB) concerning the list of needs needed during the disaster response and disaster rehabilitation period
- d. Carrying out other tasks required in disaster response.

When carrying out special assignments, INALUM always pays attention to the good corporate governance principles and the business judgment rule. During implementation, INALUM collaborated with 22 companies in Batu Bara Regency and approximately 50 SOEs across North Sumatra.

INALUM reports the Special Assignments achievements separately from its other business target achievements. Also, INALUM reports the Special Assignments progress to the parties issuing the Special Assignments once a year, or at any time if requested taking into account the laws and regulations provisions.

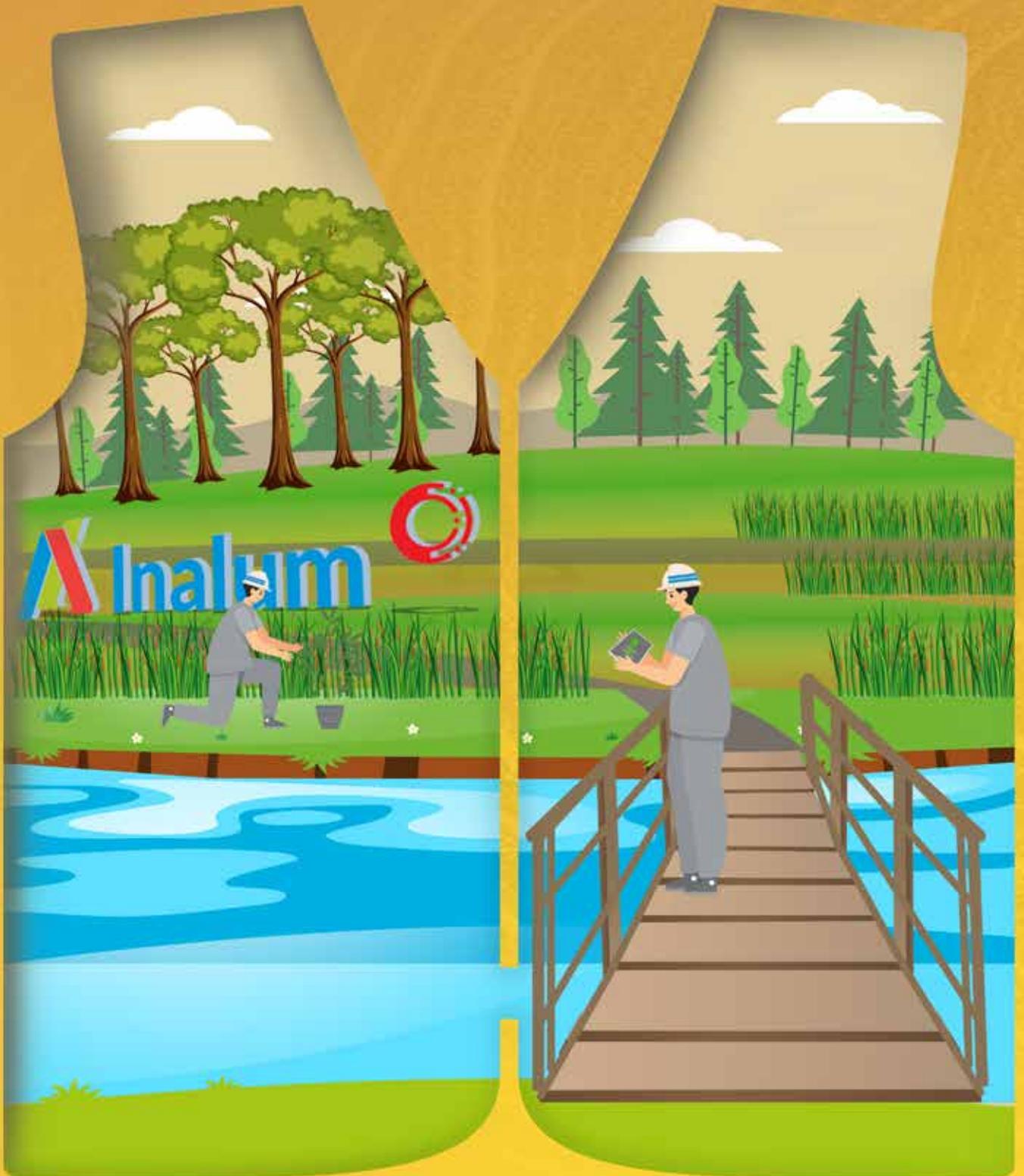




Batik Ulos Fabric Craftsmen



06



CLOSING



CHALLENGES AND OPPORTUNITIES

Strategies for Facing Challenges in Implementing Social and Environmental Responsibility Programs

INALUM continuously monitored and evaluated the implementation of the Company's SER programs throughout 2023. Apart from being useful for measuring performance and achievements, monitoring and evaluation helps to find the any driving factors, obstacles and deviations that occur, as well as determines the steps and efforts needed to improve the programs' implementation.

Through monitoring and evaluation, INALUM mapped the following challenges it would face during the implementation of the SER program in 2023:

1. Environmental Program
 - a. Maintenance and Sustainability: Ensuring the survival of mangrove trees through ongoing maintenance and sustainable programs for long-term benefits.
 - b. Involvement and Coordination: Increasing community participation and building effective coordination between related parties.
2. INALUM Education Program
 - a. Ensure Quality and Sustainability: Ensuring fair scholarship selection, sustainable funding, and effective collaboration with stakeholders.
 - b. Increase Participation and Awareness: Increasing parental participation and changing people's mindsets about the importance of early childhood education.
3. INALUM Community Skills Training Program
 - a. Reaching Out and Matching Skills: Reaching the wider community and ensuring training meets industry and job market needs.
 - b. Providing Employment and Maintaining Quality: Opening up job opportunities for training participants and maintaining the quality and productivity of training.
4. INALUM MSE Corner Program
 - a. Increasing Capacity and Market Reach: Improving the quality and competitiveness of fostered MSEs and opening wider market access.
 - b. Ensuring Sustainability: Maintaining the sustainability of the MSE Corner program to provide long-term benefits for fostered

- MSEs.
5. INALUM Business Equipment Assistance Program
 - a. Targeting and Effective Assistance: Ensuring assistance is right on target and providing ongoing assistance to maximize benefits for fostered MSEs.
 - b. Opening Market Access: Helping fostered MSEs in opening wider market access for their products.

Based on the mapped challenges, INALUM formulated strategic policies to overcome them. The strategic policies taken and instigated to overcome the challenges were as follows:

1. Increased capabilities and relationships with the communities.
2. Actively participated in sustainable community economic programs.
3. Participated in the development of infrastructure, public facilities and the environment.
4. Created community independence by Creating Shared Value so that sustainable relationships could be created, prioritized the Small Businesses and Cooperatives capabilities to align with the Company's core products.

Strategic Plan for Social and Environmental Responsibility Programs for 2024

INALUM always prepares and implements SER programs that will bring optimal benefits to all stakeholders. The work plan and budget preparation for the Company's SER program is guided by the Republic of Indonesia Minister of SOEs Regulation No. Per-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibility Programs for SOEs, with an orientation towards achieving Sustainable Development Goals.

In line with the Company's 2020-2024 Long Term Plan (RJPP), the SER programs are shown in the following table:

| No | Important Point | Related SER Programs | SDG No. |
|----|---|---|---------|
| 1 | Cost efficiency in order to improve supply chain. | CSV Program Improvements. | 1,8 |
| 2 | Capability & Portfolio Development | Technical Skills Training Scholarships are binding | 1,4,8 |



Audit Opinion on the SER Financial Reports (audited) by the KAP

With reference to article 33 in the Republic of Indonesia Minister of SOEs Regulation No. PER-1/MBU/03/2023 concerning Special Assignments and Social and Environmental Responsibilities, the Company must conduct an audit of the 2023 INALUM SER program Financial Report. This was carried out by the Public Accounting Firm PricewaterhouseCoopers (PwC) with an opinion of fair in all material respects.



Batik Ulos Fabric Craftsmen



**PROGRAM PENDANAAN USAHA MIKRO DAN USAHA KECIL
PT INDONESIA ASAHAN ALUMINIUM**

**LAPORAN KEUANGAN
31 DESEMBER 2023**

**SURAT PERNYATAAN DIREKSI
TENTANG TANGGUNG JAWAB ATAS LAPORAN KEUANGAN
PROGRAM PENDANAAN USAHA MIKRO DAN USAHA KECIL
PT INDONESIA ASAHAN ALUMINIUM
PADA TANGGAL DAN UNTUK TAHUN YANG BERAKHIR 31 DESEMBER 2023**

Atas nama Direksi, kami yang bertanda tangan di bawah ini:

Nama : Danny Praditya
Alamat Kantor : Kuala Tanjung, Kecamatan Sei Suka, 21257, Kabupaten Batu Bara,
Sumatera Utara
Jabatan : Direktur Utama

Nama : Benny Wiwoho
Alamat Kantor : Kuala Tanjung, Kecamatan Sei Suka, 21257, Kabupaten Batu Bara,
Sumatera Utara
Jabatan : Direktur *Human Capital*

menyatakan bahwa:

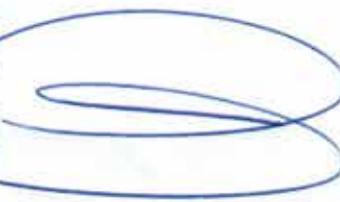
1. Kami bertanggung jawab atas penyusunan dan penyajian laporan keuangan Program Pendanaan Usaha Mikro dan Usaha Kecil PT Indonesia Asahan Aluminium ("PPUMK Perusahaan").
2. Laporan keuangan Unit PPUMK Perusahaan telah disusun dan disajikan sesuai dengan Standar Akuntansi Keuangan Entitas Tanpa Akuntabilitas Publik.
3. a. Semua informasi dalam laporan keuangan PPUMK Perusahaan telah disajikan secara lengkap dan benar.
b. Laporan keuangan PPUMK Perusahaan tidak mengandung informasi atau fakta material yang tidak benar dan tidak menghilangkan informasi atau fakta material.
4. Kami bertanggung jawab atas sistem pengendalian internal PPUMK Perusahaan.

Demikian pernyataan ini dibuat dengan sebenarnya.

Atas nama dan mewakili Direksi.

Kuala Tanjung, 23 April 2024





 **Danny Praditya**
Direktur Utama

 **Benny Wiwoho**
Direktur *Human Capital*



**LAPORAN AUDITOR INDEPENDEN
KEPADA PENGURUS
PROGRAM PENDANAAN USAHA MIKRO DAN USAHA KECIL
PT INDONESIA ASAHAN ALUMINIUM**

Opini

Kami telah mengaudit laporan keuangan Program Pendanaan Usaha Mikro dan Usaha Kecil PT Indonesia Asahan Aluminium ("PPUMK PT Indonesia Asahan Aluminium") yang terdiri dari laporan posisi keuangan tanggal 31 Desember 2023, serta laporan aktivitas dan perubahan aset neto dan laporan arus kas untuk tahun yang berakhir pada tanggal tersebut, serta catatan atas laporan keuangan, termasuk kebijakan akuntansi yang penting.

Menurut opini kami, laporan keuangan terlampir menyajikan secara wajar, dalam semua hal yang material, posisi keuangan PPUMK PT Indonesia Asahan Aluminium tanggal 31 Desember 2023, serta aktivitas keuangan dan arus kasnya untuk tahun yang berakhir pada tanggal tersebut, sesuai dengan Standar Akuntansi Keuangan Entitas Tanpa Akuntabilitas Publik.

Basis opini

Kami melaksanakan audit kami berdasarkan Standar Audit yang ditetapkan oleh Institut Akuntan Publik Indonesia. Tanggung jawab kami menurut standar tersebut diuraikan lebih lanjut dalam paragraf "Tanggung jawab auditor terhadap audit atas laporan keuangan" pada laporan kami. Kami independen terhadap PPUMK PT Indonesia Asahan Aluminium berdasarkan ketentuan etika yang relevan dalam audit kami atas laporan keuangan di Indonesia, dan kami telah memenuhi tanggung jawab etika lainnya berdasarkan ketentuan tersebut. Kami yakin bahwa bukti audit yang telah kami peroleh adalah cukup dan tepat untuk menyediakan suatu basis bagi opini audit kami.

Tanggung jawab manajemen dan pihak yang bertanggung jawab atas tata kelola terhadap laporan keuangan

Manajemen bertanggung jawab atas penyusunan dan penyajian wajar laporan keuangan ini sesuai dengan Standar Akuntansi Keuangan Entitas Tanpa Akuntabilitas Publik, dan atas pengendalian internal yang dianggap perlu oleh manajemen untuk memungkinkan penyusunan laporan keuangan yang bebas dari kesalahan penyajian material, baik yang disebabkan oleh kecurangan maupun kesalahan.

Dalam penyusunan laporan keuangan, manajemen bertanggung jawab untuk menilai kemampuan PPUMK PT Indonesia Asahan Aluminium dalam mempertahankan kelangsungan usahanya, mengungkapkan, sesuai dengan kondisinya, hal-hal yang berkaitan dengan kelangsungan usaha, dan menggunakan basis akuntansi kelangsungan usaha, kecuali manajemen memiliki intensi untuk melikuidasi PPUMK PT Indonesia Asahan Aluminium atau menghentikan operasi, atau tidak memiliki alternatif yang realistis selain melaksanakannya.

Pihak yang bertanggung jawab atas tata kelola bertanggung jawab untuk mengawasi proses pelaporan keuangan PPUMK PT Indonesia Asahan Aluminium.

Tanggung jawab auditor terhadap audit atas laporan keuangan

Tujuan kami adalah untuk memperoleh keyakinan memadai tentang apakah laporan keuangan secara keseluruhan bebas dari kesalahan penyajian material, baik yang disebabkan oleh kecurangan maupun kesalahan, dan untuk menerbitkan laporan auditor yang mencakup opini kami. Keyakinan memadai merupakan suatu tingkat keyakinan tinggi, namun bukan merupakan suatu jaminan bahwa audit yang dilaksanakan berdasarkan Standar Audit akan selalu mendeteksi kesalahan penyajian material ketika hal tersebut ada. Kesalahan penyajian dapat disebabkan oleh kecurangan maupun kesalahan dan dianggap material jika, baik secara individual maupun secara agregat, dapat diekspektasikan secara wajar akan memengaruhi keputusan ekonomi yang diambil oleh pengguna berdasarkan laporan keuangan tersebut.

Kantor Akuntan Publik Tanudiredja, Wibisana, Rintis & Rekan

WTC 3, Jl. Jend. Sudirman Kav. 29-31, Jakarta 12920 – Indonesia

T: +62 (21) 5099 2901 / 3119 2901, F: +62 (21) 5290 5555 / 5290 5050, www.pwc.com/id

Sebagai bagian dari suatu audit berdasarkan Standar Audit, kami menerapkan pertimbangan profesional dan mempertahankan skeptisisme profesional selama audit. Kami juga:

- Mengidentifikasi dan menilai risiko kesalahan penyajian material dalam laporan keuangan, baik yang disebabkan oleh kecurangan maupun kesalahan, mendesain dan melaksanakan prosedur audit yang responsif terhadap risiko tersebut, serta memperoleh bukti audit yang cukup dan tepat untuk menyediakan basis bagi opini kami. Risiko tidak terdeteksinya kesalahan penyajian material yang disebabkan oleh kecurangan lebih tinggi dari yang disebabkan oleh kesalahan, karena kecurangan dapat melibatkan kolusi, pemalsuan, penghilangan secara sengaja, pernyataan salah, atau pengabaian pengendalian internal.
- Memperoleh suatu pemahaman tentang pengendalian internal yang relevan dengan audit untuk mendesain prosedur audit yang tepat sesuai dengan kondisinya, tetapi bukan untuk tujuan menyatakan opini atas keefektifitasan pengendalian internal PPUMK PT Indonesia Asahan Aluminium.
- Mengevaluasi ketepatan kebijakan akuntansi yang digunakan serta kewajaran estimasi akuntansi dan pengungkapan terkait yang dibuat oleh manajemen.
- Menyimpulkan ketepatan penggunaan basis akuntansi kelangsungan usaha oleh manajemen dan, berdasarkan bukti audit yang diperoleh, apakah terdapat suatu ketidakpastian material yang terkait dengan peristiwa atau kondisi yang dapat menyebabkan keraguan signifikan atas kemampuan PPUMK PT Indonesia Asahan Aluminium untuk mempertahankan kelangsungan usahanya. Ketika kami menyimpulkan bahwa terdapat suatu ketidakpastian material, kami diharuskan untuk menarik perhatian dalam laporan auditor kami ke pengungkapan terkait dalam laporan keuangan atau, jika pengungkapan tersebut tidak memadai, harus menentukan apakah perlu untuk memodifikasi opini kami. Kesimpulan kami didasarkan pada bukti audit yang diperoleh hingga tanggal laporan auditor kami. Namun, peristiwa atau kondisi masa depan dapat menyebabkan PPUMK PT Indonesia Asahan Aluminium tidak dapat mempertahankan kelangsungan usaha.
- Mengevaluasi penyajian, struktur, dan isi laporan keuangan secara keseluruhan, termasuk pengungkapannya, dan apakah laporan keuangan mencerminkan transaksi dan peristiwa yang mendasarinya dengan suatu cara yang mencapai penyajian wajar.

Kami mengkomunikasikan kepada pihak yang bertanggung jawab atas tata kelola mengenai, antara lain, ruang lingkup dan saat yang direncanakan atas audit serta temuan audit signifikan, termasuk setiap defisiensi signifikan dalam pengendalian internal yang teridentifikasi oleh kami selama audit.

JAKARTA,
23 April 2024



Daniel Kohar, S.E., CPA
Izin Akuntan Publik No. AP.1130



Program Pendanaan Usaha Mikro dan
Usaha Kecil - Indonesia Asahan Aluminium
00702/2.1025/AU.2/04/1130-2/1/IV/2024

**LAPORAN POSISI KEUANGAN
31 DESEMBER 2023**
(Dinyatakan dalam Rupiah)

| | <u>Catatan</u> | <u>2023</u> | <u>2022</u> |
|---|----------------|-----------------------------|-----------------------------|
| ASET | | | |
| ASET LANCAR | | | |
| Kas di bank | 4 | 66.654.621 | 1.116.780.202 |
| Piutang pinjaman mitra binaan (setelah dikurangi provisi penurunan nilai masing-masing sebesar Rp 895.246.934 dan Rp 963.316.200 pada tanggal 31 Desember 2023 dan 2022) | 5 | <u>123.327.160</u> | <u>146.693.635</u> |
| JUMLAH ASET LANCAR | | <u>189.981.781</u> | <u>1.263.473.837</u> |
| ASET TIDAK LANCAR | | | |
| Piutang kolaborasi Badan Usaha Milik Negara dan PT Bank Rakyat Indonesia (Persero) Tbk ("BUMN-BRI") (setelah dikurangi provisi penurunan nilai masing-masing sebesar Rp 14.349.290 dan Rp nil pada tanggal 31 Desember 2023 dan 2022) | 6 | <u>1.140.743.804</u> | <u>-</u> |
| JUMLAH ASET TIDAK LANCAR | | <u>1.140.743.804</u> | <u>-</u> |
| JUMLAH ASET | | <u>1.330.725.585</u> | <u>1.263.473.837</u> |
| ASET NETO | | | |
| Aset neto tidak terikat | | <u>1.330.725.585</u> | <u>1.263.473.837</u> |
| JUMLAH ASET NETO | | <u>1.330.725.585</u> | <u>1.263.473.837</u> |

Catatan atas laporan keuangan terlampir merupakan bagian yang tidak terpisahkan dari laporan keuangan secara keseluruhan

**LAPORAN AKTIVITAS DAN PERUBAHAN ASET NETO
UNTUK TAHUN YANG BERAKHIR 31 DESEMBER 2023**
(Dinyatakan dalam Rupiah)

| | <u>Catatan</u> | <u>2023</u> | <u>2022</u> |
|---|----------------|-----------------------------|-----------------------------|
| PERUBAHAN ASET NETO TIDAK TERIKAT | | | |
| PENDAPATAN | | | |
| | 7 | | |
| Pendapatan jasa giro | | 5.808.324 | 11.104.843 |
| Pendapatan jasa administrasi kolaborasi BUMN-BRI | | 5.093.094 | - |
| Pendapatan jasa administrasi pinjaman | | <u>4.240.923</u> | <u>25.401.921</u> |
| JUMLAH PENDAPATAN | | <u>15.142.341</u> | <u>36.506.764</u> |
| BEBAN | | | |
| Pemulihan penurunan nilai piutang pinjaman mitra binaan | 5 | 68.069.266 | 108.323.072 |
| Beban penyisihan penurunan nilai piutang kolaborasi BUMN-BRI | 6 | (14.349.290) | - |
| Beban keuangan | | <u>(1.610.569)</u> | <u>(2.970.973)</u> |
| JUMLAH BEBAN | | <u>52.109.407</u> | <u>105.352.099</u> |
| KENAIKAN ASET NETO TIDAK TERIKAT | | 67.251.748 | 141.858.863 |
| ASET NETO TIDAK TERIKAT AWAL TAHUN | | <u>1.263.473.837</u> | <u>1.121.614.974</u> |
| ASET NETO TIDAK TERIKAT AKHIR TAHUN | | <u>1.330.725.585</u> | <u>1.263.473.837</u> |

Catatan atas laporan keuangan terlampir merupakan bagian yang tidak terpisahkan dari laporan keuangan secara keseluruhan

LAPORAN ARUS KAS
UNTUK TAHUN YANG BERAKHIR 31 DESEMBER 2023
(Dinyatakan dalam Rupiah)

| | <u>2023</u> | <u>2022</u> |
|--|---------------------------------|------------------------------------|
| ARUS KAS DARI AKTIVITAS OPERASI | | |
| Pengembalian pinjaman dari mitra binaan | 91.435.741 | 256.572.915 |
| Pendapatan jasa administrasi pinjaman | 4.240.923 | 10.037.393 |
| Pendapatan jasa giro | 5.808.324 | 11.104.843 |
| Penyaluran pinjaman ke mitra binaan | - | (30.000.000) |
| Beban keuangan | (1.610.569) | (2.970.973) |
| Penyaluran pinjaman kolaborasi BUMN-BRI | <u>(1.150.000.000)</u> | <u>-</u> |
| Kas yang (digunakan untuk)/diperoleh dari aktivitas operasi | <u>(1.050.125.581)</u> | <u>244.744.178</u> |
| (PENURUNAN)/KENAIKAN BERSIH KAS DI BANK | (1.050.125.581) | 244.744.178 |
| KAS DI BANK PADA AWAL TAHUN | <u>1.116.780.202</u> | <u>872.036.024</u> |
| KAS DI BANK PADA AKHIR TAHUN | <u><u>66.654.621</u></u> | <u><u>1.116.780.202</u></u> |

**CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023**

(Dinyatakan dalam Rupiah)

1. UMUM

a. Pendirian dan informasi umum

Program Kemitraan dan Bina Lingkungan ("PKBL"), yang sekarang diganti nama menjadi Program Tanggung Jawab Sosial dan Lingkungan ("TJSL"), dilaksanakan oleh PT Indonesia Asahan Aluminium ("Perusahaan") sebagai implementasi dari Undang-Undang No. 19 Tahun 2003 dan dalam rangka melaksanakan Peraturan Menteri ("Permen") Badan Usaha Milik Negara ("BUMN") No. PER-05/MBU/2007 tanggal 27 April 2007 dengan beberapa perubahan-perubahannya.

Pada tanggal 5 Juli 2017, peraturan PKBL disesuaikan berdasarkan Peraturan Menteri BUMN No. PER-02/MBU/07/2017 dimana PKBL dapat bekerja sama dengan BUMN lain, anak perusahaan BUMN dan/atau perusahaan terafiliasi BUMN serta BUMN Khusus untuk melakukan penyaluran dana PKBL.

Pada tanggal 7 April 2020, peraturan PKBL disesuaikan berdasarkan Peraturan Menteri BUMN No. PER-02/MBU/04/2020 dimana Perusahaan Umum ("Perum") dan Perusahaan Perseroan ("Persero") wajib melaksanakan PKBL dengan berpedoman pada Peraturan Menteri dan keputusan RUPS. Peraturan tersebut juga mengatur tentang bantuan dalam rangka menanggulangi penyebaran wabah COVID-19 melalui program Bina Lingkungan ("BL").

Pada tanggal 8 April 2021, PKBL diganti menjadi Program TJSL, dan peraturannya disesuaikan berdasarkan Peraturan Menteri BUMN No. PER-05/MBU/04/2021 ("Permen BUMN No. PER-05"). Terdapat ketentuan peralihan yang menyatakan bahwa penyaluran Program TJSL yang telah dilaksanakan oleh BUMN atau BUMN penyalur dan belum selesai sebelum berlakunya Peraturan Menteri ini akan tetap berlaku sampai berakhirnya perjanjian pelaksanaan penyaluran Program TJSL tersebut.

Pada tanggal 15 September 2022, TJSL dan peraturannya disesuaikan berdasarkan Peraturan Menteri BUMN No. PER-06/MBU/09/2022 ("Permen BUMN No. PER-06"). Terdapat ketentuan peralihan mengenai bentuk dari program pendanaan UMK dan jasa administrasi, yang wajib disesuaikan paling lambat 6 bulan setelah berlakunya Permen BUMN No. PER-06 ini.

Pada bulan Maret 2023, TJSL dan peraturannya kembali disesuaikan berdasarkan Peraturan Menteri BUMN No. PER-1/MBU/03/2023 ("Permen BUMN No. PER-01"). Terdapat ketentuan peralihan mengenai besaran jasa administrasi, yang wajib disesuaikan paling lambat 3 bulan setelah berlakunya Permen BUMN No. PER-01 ini. Peralihan mengenai besaran jasa administrasi ini diterapkan mulai 1 Januari 2023.

Maksud dan tujuan didirikannya unit Program TJSL adalah:

1. Memberikan kemanfaatan bagi pembangunan ekonomi, pembangunan sosial, pembangunan lingkungan serta pembangunan hukum dan tata kelola bagi Perusahaan;
2. Berkontribusi pada penciptaan nilai tambah bagi Perusahaan dengan prinsip yang terintegrasi, terarah dan terukur dampaknya serta akuntabel;
3. Membina usaha mikro dan usaha kecil agar lebih tangguh dan mandiri serta masyarakat sekitar Perusahaan;
4. Melaksanakan yang diatur dalam Peraturan Menteri BUMN;
5. Membantu masyarakat setempat serta berkontribusi dalam peningkatan kesejahteraan masyarakat dan sumber daya manusia khususnya di sekitar Perusahaan; dan
6. Untuk menciptakan hubungan saling menunjang antara Perusahaan dengan *stakeholder* di dalam pelaksanaan penyaluran dana yang efektif dan dapat meningkatkan taraf hidup masyarakat di lingkungan wilayah kerja Perusahaan serta terwujudnya ekonomi kerakyatan tanpa mengabaikan peran usaha dari Perusahaan.

**CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023**

(Dinyatakan dalam Rupiah)

1. UMUM (lanjutan)

b. Kegiatan utama

Pelaksanaan Program TJSL BUMN dilakukan dalam bentuk:

1. Pembiayaan dan pembinaan usaha mikro dan usaha kecil, yang selanjutnya disebut Program Pendanaan Usaha Mikro dan Kecil ("PPUMK"); dan/atau
2. Bantuan dan/atau kegiatan lainnya.

Dalam melaksanakan Program TJSL, Perusahaan dapat melakukan PPUMK. PPUMK merupakan program untuk meningkatkan kemampuan usaha mikro dan usaha kecil agar menjadi tangguh dan mandiri.

Sesuai dengan Permen BUMN No. PER-01, PPUMK dilakukan dalam bentuk:

- a) Pemberian modal kerja dalam bentuk pinjaman dan/atau pembiayaan syariah dengan jumlah pinjaman dan/atau pembiayaan syariah untuk setiap usaha mikro dan usaha kecil paling banyak Rp250.000.000 (dua ratus lima puluh juta rupiah).
- b) Pinjaman tambahan dalam bentuk pinjaman dan/atau pembiayaan syariah untuk membiayai kebutuhan yang bersifat jangka pendek maksimal 1 tahun untuk memenuhi pesanan dari rekanan usaha mikro dan usaha kecil dengan jumlah paling banyak Rp100.000.000 (seratus juta rupiah).
- c) Modal kerja yang diberikan dalam bentuk pinjaman memiliki besaran administrasi sebesar:
 - 3% (tiga persen) per tahun dari saldo pinjaman awal tahun;
 - Suku bunga flat yang setara dengan 3% (tiga persen) per tahun dari saldo pinjaman awal tahun; atau
 - Ketentuan lain yang ditetapkan Menteri;dengan jangka waktu/tenor pinjaman paling lama 3 (tiga) tahun.
- d) Apabila pembiayaan dalam bentuk syariah diberikan berdasarkan:
 - Prinsip jual beli maka proyeksi margin yang dihasilkan disetarakan dengan margin sebesar jasa administrasi sebagaimana dimaksud; atau
 - Prinsip bagi hasil maka rasio bagi hasilnya untuk BUMN adalah mulai dari 10% (sepuluh persen) sampai dengan paling banyak 50% (lima puluh persen) berdasarkan perjanjian.

Kualitas pinjaman PPUMK dinilai berdasarkan pada ketepatan waktu pengembalian pokok pinjaman dan jasa administrasi pinjaman mitra binaan.

Pemulihan pinjaman dapat dilakukan untuk penggolongan kualitas kurang lancar, diragukan dan macet dengan cara penjadwalan kembali (*rescheduling*) dan/atau penyesuaian persyaratan (*reconditioning*).

Dana Program TJSL (1-3) dan PPUMK (4-5) bersumber dari:

1. Anggaran kegiatan yang diperhitungkan sebagai biaya pada BUMN dalam tahun anggaran berjalan;
2. Penyisihan sebagian laba bersih BUMN pada tahun anggaran sebelumnya;
3. Sumber lain yang sah sesuai dengan ketentuan peraturan perundang-undangan;
4. Saldo dana PPUMK yang teralokasi sampai dengan akhir tahun 2015; dan/atau
5. Jasa administrasi pinjaman/margin/bagi hasil, bunga deposito dan/atau jasa giro dari dana program kemitraan.

Besaran dana Program TJSL ditetapkan dalam rencana kerja dan anggaran perusahaan yang disahkan oleh RUPS atau Menteri.

Beban operasional Program TJSL menjadi beban bagi Perusahaan dan beban pembinaan kepada UMK menjadi bagian biaya Program TJSL.

Pengelola unit Program TJSL tidak mencatat kegiatan TJSL dalam laporan keuangan. Selama tahun 2023 dan 2022, pembukuan dan pertanggungjawaban keuangan dicatat pada laporan keuangan Perusahaan sebagai BUMN Pembina.

**CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023**

(Dinyatakan dalam Rupiah)

1. UMUM (lanjutan)

c. Struktur Organisasi (“Pengurus”) PPUMK Perusahaan

Penataan dan pengorganisasian kegiatan PPUMK oleh Perusahaan diatur berdasarkan Surat Keputusan Direksi PT Indonesia Asahan Aluminium No. SK-002/DIRUT/2023 tanggal 31 Mei 2023. PPUMK Perusahaan dilaksanakan, dikoordinir dan dievaluasi oleh Departemen *Corporate Social Responsibility* (“CSR”) dan berada dibawah Direktorat *Human Capital*.

Pelaksanaan PPUMK dilakukan oleh seksi pemberdayaan masyarakat *Smelter Community Development* (“SCD”) untuk wilayah kerja sekitar *smelter* dan sekitarnya dan *Power Community Development* (“PCD”) untuk wilayah kerja sekitar pembangkit listrik.

Struktur kepengurusan organisasi PPUMK Perusahaan pada tanggal 31 Desember 2023 dan 2022 adalah sebagai berikut:

| | <u>31 Desember 2023</u> | <u>31 Desember 2022</u> |
|----------------------------------|---------------------------|---------------------------|
| Direktur Utama | Danny Praditya | Hendi Prio Santoso |
| Direktur <i>Human Capital</i> | Benny Wiwoho | - |
| Direktur Operasi dan Portofolio | - | Danny Praditya |
| <i>Senior Vice President</i> ICR | Daniel Jimmy P. Hutauruk | Daniel Jimmy P. Hutauruk |
| <i>Vice President</i> - SCD | Ali Hasian Harahap | Ali Hasian Harahap |
| <i>Vice President</i> - PCD | Zainuddin Iqbal Sidabutar | Zainuddin Iqbal Sidabutar |

2. KEBIJAKAN AKUNTANSI YANG PENTING DAN PERSETUJUAN LAPORAN KEUANGAN

Pengurus PPUMK bertanggung jawab atas penyusunan dan penyajian laporan keuangan untuk tahun yang berakhir pada 31 Desember 2023 yang telah diotorisasi untuk diterbitkan pada tanggal 23 April 2024.

Laporan keuangan unit PPUMK Perusahaan dan masing-masing entitas anak sebagai BUMN Pembina dari setiap unit Program TJSL disusun sesuai dengan Standar Akuntansi Keuangan Entitas Tanpa Akuntabilitas Publik (“SAK ETAP”) di Indonesia, Interpretasi Standar Akuntansi Keuangan (“ISAK”) 35 tentang “Penyajian Laporan Keuangan Entitas Berorientasi Nonlaba”, Surat Edaran Menteri BUMN No. SE-02/MBU/Wk/2012 tanggal 23 Februari 2012 tentang “Penetapan Pedoman Akuntansi Program Kemitraan dan Bina Lingkungan Badan Usaha Milik Negara” dan Surat Edaran Menteri BUMN No. SE-01/D5.MBU/2012 tanggal 27 Maret 2012 tentang “Petunjuk Teknis Penerapan Pedoman Akuntansi Program Kemitraan dan Bina Lingkungan Revisi 2012”.

a. Dasar penyusunan laporan keuangan

Laporan keuangan, kecuali untuk laporan arus kas, disusun dengan dasar akrual. Laporan arus kas menyajikan penerimaan dan pengeluaran kas yang diklasifikasikan dalam aktivitas operasi, investasi dan pendanaan, yang disusun dengan menggunakan metode langsung.

Mata uang pelaporan yang digunakan untuk penyusunan laporan keuangan adalah mata uang Rupiah (“Rp”) yang merupakan mata uang fungsional dan penyajian PPUMK.

b. Kas dan setara kas

Kas dan setara kas terdiri dari kas di bank yang tidak digunakan sebagai jaminan.



CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023
(Dinyatakan dalam Rupiah)

2. KEBIJAKAN AKUNTANSI YANG PENTING DAN PERSETUJUAN LAPORAN KEUANGAN (lanjutan)

c. Piutang pinjaman mitra binaan

Piutang pinjaman mitra binaan pada awalnya diakui sebesar nilai wajar dan selanjutnya diukur pada biaya perolehan diamortisasi setelah dikurangi provisi penurunan nilai piutang. Provisi penurunan nilai piutang dibentuk berdasarkan evaluasi manajemen terhadap tingkat ketertagihan saldo piutang.

Piutang jasa administrasi atas pinjaman dicatat secara akrual mengikuti piutang pokoknya bilamana kualitas pinjaman tersebut lancar dan kurang lancar. Namun, jika kualitas pinjaman diragukan dan macet maka tidak dilakukan akrualisasi untuk piutang jasa administrasi atas pinjaman.

Piutang pinjaman mitra binaan disajikan dalam laporan posisi keuangan secara bersih, yaitu setelah dikurangi provisi penurunan nilai piutang.

i) Penggolongan kualitas piutang

Berdasarkan Peraturan Menteri BUMN No. PER-1/MBU/03/2023 tanggal 24 Maret 2023 dan Pedoman Akuntansi PKBL Revisi Tahun 2012, penggolongan kualitas pinjaman mitra binaan ditetapkan sebagai berikut:

(1) Lancar

Apabila pembayaran angsuran pokok dan jasa administrasi pinjaman dilakukan tepat waktu atau terjadi keterlambatan pembayaran angsuran pokok dan/atau jasa administrasi pinjaman selambat-lambatnya 30 (tiga puluh) hari dari tanggal jatuh tempo pembayaran angsuran, sesuai dengan perjanjian yang telah disepakati.

(2) Kurang lancar

Apabila terjadi keterlambatan pembayaran angsuran pokok dan/atau jasa administrasi pinjaman yang telah melampaui 30 (tiga puluh) hari namun belum melampaui 180 (seratus delapan puluh) hari dari tanggal jatuh tempo pembayaran angsuran, sesuai dengan perjanjian yang telah disepakati.

(3) Diragukan

Apabila terjadi keterlambatan pembayaran angsuran pokok dan/atau jasa administrasi pinjaman yang telah melampaui 180 (seratus delapan puluh) hari namun belum melampaui 270 (dua ratus tujuh puluh) hari dari tanggal jatuh tempo pembayaran angsuran, sesuai dengan perjanjian yang telah disepakati.

(4) Macet

Apabila terjadi keterlambatan pembayaran angsuran pokok dan/atau jasa administrasi pinjaman yang telah melampaui 270 (dua ratus tujuh puluh) hari dari tanggal jatuh tempo pembayaran angsuran, sesuai dengan perjanjian yang telah disepakati.

ii) Provisi penurunan nilai piutang

Provisi penurunan nilai piutang adalah penyisihan atas piutang pinjaman yang mungkin tidak tertagih dihitung berdasarkan estimasi kerugian yang tidak dapat ditagih. Estimasi kerugian yang tidak dapat ditagih, dihitung secara kolektif berdasarkan persentase tertentu tingkat ketertagihan (*collectability*) data historis yang ada (minimal dua tahun). Jumlah yang selanjutnya dapat ditagih kembali atas penyisihan penurunan nilai piutang, dikreditkan terhadap "pemulihan penyisihan penurunan nilai piutang" pada laporan aktivitas dan perubahan aset neto.

**CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023**
(Dinyatakan dalam Rupiah)

2. KEBIJAKAN AKUNTANSI YANG PENTING DAN PERSETUJUAN LAPORAN KEUANGAN (lanjutan)

d. Piutang kolaborasi BUMN

Piutang kolaborasi BUMN merupakan pinjaman yang diberikan kepada BUMN lain yang ditunjuk oleh Kementerian BUMN ("KBUMN") untuk memfasilitasi kegiatan atau program Pemerintah dengan jangka waktu tertentu. Saldo piutang kolaborasi BUMN dicatat sebesar saldo dana yang disetorkan kepada BUMN lain termasuk piutang atas pendapatan jasa administrasi dari piutang pinjaman mitra binaan atas kerja sama Program Pendanaan UMK. Kerja sama Program Pendanaan UMK berlangsung sesuai dengan jangka waktu yang telah ditetapkan melalui perjanjian kerja sama. Hasil imbal jasa dalam bentuk pendapatan jasa administrasi akan terus dikelola dan disalurkan oleh BUMN lain yang ditunjuk KBUMN sampai pada waktu jatuh tempo kerja sama berakhir. Piutang kolaborasi BUMN akan dikembalikan seluruhnya pada saat perjanjian kerja sama berakhir (lihat Catatan 6).

Penyisihan penurunan nilai atas piutang kolaborasi yang sudah tersalurkan adalah besarnya penyisihan atas piutang pinjaman yang mungkin tidak tertagih yang diakui pada saat akhir periode akuntansi, serta diukur dan dicatat sebesar estimasi kerugian dari piutang yang tidak tertagih. Metode perhitungan alokasi penyisihan penurunan nilai piutang yang dipilih adalah secara kolektif berdasarkan persentase tertentu tingkat kolektibilitas data historis yang ada, yaitu minimal 2 (dua) tahun sesuai dengan ketentuan pada Catatan 2.c.ii.

e. Piutang bermasalah

Piutang bermasalah merupakan pinjaman macet yang telah diupayakan pemulihannya dengan penjadwalan kembali (*rescheduling*) atau penyesuaian persyaratan (*reconditioning*), namun tidak terpulihkan. Piutang bermasalah diukur dan dicatat sebesar jumlah pokok pinjaman, dikurangi provisi sebesar 100% (seratus persen) dan dikelompokkan sebagai aset tidak lancar.

Tata cara penghapusbukuan pinjaman bermasalah mengacu kepada Peraturan Menteri.

f. Kelebihan pembayaran angsuran

Kelebihan pembayaran angsuran adalah penerimaan angsuran yang melebihi saldo piutang mitra binaan. Kelebihan pembayaran angsuran diakui sebagai liabilitas pada saat setoran tersebut diterima oleh TJSL. Kelebihan pembayaran angsuran diukur dan dicatat sebesar nilai nominal kelebihan pembayaran angsuran. Kelebihan pembayaran angsuran disajikan dalam laporan posisi keuangan sebagai liabilitas jangka pendek.

CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023
(Dinyatakan dalam Rupiah)

2. KEBIJAKAN AKUNTANSI YANG PENTING DAN PERSETUJUAN LAPORAN KEUANGAN (lanjutan)

g. Aset neto

Aset neto adalah aset dikurangi dengan liabilitas.

Klasifikasi aset neto terikat dan aset neto tidak terikat

Laporan posisi keuangan menyajikan jumlah masing-masing kelompok aset neto berdasarkan ada atau tidaknya pembatasan oleh penyumbang, yaitu terikat secara permanen, terikat secara temporer, dan tidak terikat.

Informasi mengenai sifat dan jumlah dari pembatasan permanen atau temporer diungkapkan dengan cara menyajikan jumlah tersebut dalam laporan keuangan atau dalam catatan atas laporan keuangan.

Pembatasan permanen terhadap (1) aset, seperti tanah atau karya seni, yang disumbangkan untuk tujuan tertentu, untuk dirawat dan tidak untuk dijual, atau (2) aset yang disumbangkan untuk investasi yang mendatangkan pendapatan secara permanen dapat disajikan sebagai unsur terpisah dalam kelompok aset neto yang penggunaannya dibatasi secara permanen atau disajikan dalam catatan atas laporan keuangan. Pembatasan permanen kelompok kedua tersebut berasal dari hibah atau wakaf dan warisan yang menjadi dana abadi (*endowment*).

Pembatasan temporer terhadap (1) sumbangan berupa aktivitas operasi tertentu, (2) investasi untuk jangka waktu tertentu, (3) penggunaan selama periode tertentu di masa depan, atau (4) perolehan aset tetap, dapat disajikan sebagai unsur terpisah dalam kelompok aset neto yang penggunaannya dibatasi secara temporer atau disajikan dalam catatan atas laporan keuangan. Pembatasan temporer oleh penyumbang dapat berbentuk pembatasan waktu atau pembatasan penggunaan, atau keduanya.

Aset neto tidak terikat umumnya meliputi pendapatan dari jasa, penjualan barang, sumbangan, dan dividen atau hasil investasi, dikurangi beban untuk memperoleh pendapatan tersebut. Batasan terhadap penggunaan aset neto tidak terikat dapat berasal dari sifat organisasi, lingkungan operasi, dan tujuan organisasi yang tercantum dalam akta pendirian, dan dari perjanjian kontraktual dengan pemasok, kreditur, dan pihak lain yang berhubungan dengan organisasi. Informasi mengenai batasan-batasan tersebut umumnya disajikan dalam catatan atas laporan keuangan.

CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023
(Dinyatakan dalam Rupiah)

2. KEBIJAKAN AKUNTANSI YANG PENTING DAN PERSETUJUAN LAPORAN KEUANGAN (lanjutan)

h. Pengakuan pendapatan dan beban

Pendapatan PPUMK berasal dari:

- i. Pendapatan jasa administrasi pinjaman;
- ii. Pendapatan jasa giro; dan
- iii. Pendapatan lain-lain.

Pendapatan diakui dalam laporan aktivitas dan perubahan aset neto berdasarkan basis akrual.

Pendapatan jasa administrasi pinjaman adalah pendapatan jasa yang dipungut atas pinjaman dana PPUMK yang disalurkan kepada mitra binaan atau BUMN Pembina Lain/Lembaga Penyalur. Pendapatan jasa administrasi pinjaman diukur dan dicatat berdasarkan metode akrual. Pendapatan jasa administrasi pinjaman diakui hanya atas piutang dengan kualitas lancar dan kurang lancar, dan diukur berdasarkan nilai yang telah jatuh tempo sesuai dengan kontrak dengan ketentuan manfaat ekonomis atas jasa administrasi tersebut kemungkinan besar akan mengalir ke dalam PPUMK.

Pendapatan jasa giro merupakan penerimaan jasa giro setelah dikurangi pajak yang bersifat final.

Pendapatan lain seperti penerimaan dana dari PPUMK lain, sumbangan, pendapatan bunga, dan lainnya diakui pada saat diterimanya dana.

Beban diakui berdasarkan metode akrual.

i. Transaksi dengan entitas berelasi

PPUMK melakukan transaksi dengan pihak berelasi. Pihak berelasi adalah individu atau entitas yang terkait dengan unit Program TJSL.

Individu atau anggota keluarga terdekat mempunyai relasi dengan unit Program TJSL jika mereka:

- memiliki pengendalian atau pengendalian bersama atas unit Program TJSL;
- memiliki pengaruh signifikan atas unit Program TJSL; atau
- merupakan personil manajemen kunci unit Program TJSL atau entitas induk unit Program TJSL.

Suatu entitas berelasi dengan unit Program TJSL jika memenuhi salah satu hal berikut, tetapi tidak terbatas pada:

- unit Program TJSL dengan BUMN Pembina;
- unit Program TJSL dengan unit TJSL lain dimana kedua unit Program TJSL tersebut di bawah pengendalian bersama dari suatu entitas atau individu; atau
- unit Program TJSL atau individu yang mengendalikan unit Program TJSL pelapor menimbulkan beban secara langsung bukan ditanggung oleh unit Program TJSL pelapor.

j. Perpajakan

Pajak yang timbul dari seluruh transaksi yang terjadi di unit PPUMK menjadi beban atau tanggung jawab dan dilaporkan atas nama Perusahaan.

k. Penyaluran PPUMK

Penyaluran PPUMK adalah penyaluran bantuan untuk masyarakat di sekitar unit usaha dilaksanakan berdasarkan pilar utama yaitu sosial, lingkungan, ekonomi, serta hukum dan tata kelola serta mengutamakan fokus bidang pendidikan, lingkungan dan pengembangan usaha mikro kecil dan usaha kecil sesuai ketentuan Permen BUMN No. PER-01.

CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023
(Dinyatakan dalam Rupiah)

3. PERTIMBANGAN, ESTIMASI DAN ASUMSI AKUNTANSI SIGNIFIKAN

Penyisihan kerugian penurunan nilai piutang

Dalam penentuan penyisihan kerugian penurunan nilai piutang mitra binaan dan piutang lainnya, pengurus mempertimbangkan umur piutang dan melakukan perhitungan penurunan nilai secara kolektif terhadap risiko kredit debitur yang dikelompokkan berdasarkan karakteristik kredit yang sama, yaitu umur piutang. Penyisihan penurunan nilai pinjaman dihitung berdasarkan persentase tertentu tingkat ketertagihan data historis yang ada.

Perhitungan penyisihan piutang kolaborasi BUMN-BRI yang telah disalurkan secara kolektif memperhitungkan estimasi nilai yang dapat ditagih berdasarkan arus kas yang akan diterima PPUMK di masa depan selama periode pembayaran.

4. KAS DI BANK

| | <u>2023</u> | <u>2022</u> |
|--|-------------------|----------------------|
| PT Bank Negara Indonesia (Persero) Tbk ("BNI") | <u>66.654.621</u> | <u>1.116.780.202</u> |

5. PIUTANG PINJAMAN MITRA BINAAN, BERSIH

| | <u>2023</u> | <u>2022</u> |
|---|---------------------------|---------------------------|
| Piutang pinjaman mitra binaan | 1.018.574.094 | 1.110.009.835 |
| Dikurangi: Provisi penurunan nilai | <u>(895.246.934)</u> | <u>(963.316.200)</u> |
| Jumlah piutang pinjaman mitra binaan, bersih | <u>123.327.160</u> | <u>146.693.635</u> |

Rincian piutang pinjaman mitra binaan berdasarkan wilayah provinsi adalah sebagai berikut:

| | <u>2023</u> | <u>2022</u> |
|---|---------------------------|---------------------------|
| Sumatera Utara | 1.018.574.094 | 1.110.009.835 |
| Dikurangi: Provisi penurunan nilai | <u>(895.246.934)</u> | <u>(963.316.200)</u> |
| Jumlah piutang pinjaman mitra binaan, bersih | <u>123.327.160</u> | <u>146.693.635</u> |

CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023
(Dinyatakan dalam Rupiah)

5. PIUTANG PINJAMAN MITRA BINAAN, BERSIH (lanjutan)

Rincian piutang pinjaman mitra binaan berdasarkan sektor penyaluran adalah sebagai berikut:

| | <u>2023</u> | <u>2022</u> |
|---|-----------------------------|-----------------------------|
| Sektor industri | 669.997.954 | 699.022.252 |
| Sektor peternakan | 116.949.445 | 128.116.113 |
| Sektor jasa | 83.408.711 | 99.006.598 |
| Sektor perdagangan | 68.283.648 | 103.883.652 |
| Sektor perikanan | 60.416.667 | 60.416.667 |
| Sektor pertanian | <u>19.517.669</u> | <u>19.564.553</u> |
| Jumlah | <u>1.018.574.094</u> | <u>1.110.009.835</u> |
| Dikurangi: | | |
| Provisi penurunan nilai | <u>(895.246.934)</u> | <u>(963.316.200)</u> |
| Jumlah piutang pinjaman mitra binaan, bersih | <u>123.327.160</u> | <u>146.693.635</u> |

Mutasi provisi penurunan nilai piutang pinjaman mitra binaan adalah sebagai berikut:

| | <u>2023</u> | <u>2022</u> |
|--------------------|---------------------------|---------------------------|
| Saldo awal | 963.316.200 | 1.071.639.272 |
| Pemulihan | <u>(68.069.266)</u> | <u>(108.323.072)</u> |
| Saldo akhir | <u>895.246.934</u> | <u>963.316.200</u> |

Penambahan provisi penurunan nilai piutang pinjaman mitra binaan dicatat pada laporan aktivitas dan perubahan aset neto.

Rincian provisi penurunan nilai piutang pinjaman mitra binaan untuk tiap-tiap kualitas piutang adalah sebagai berikut:

| 31 Desember 2023 | | | | | | |
|------------------------------|-----------------------------|--------------------------|--------------------|---------------------------|---------------------------|----------------------------|
| Kualitas pinjaman | Piutang pokok | Piutang bunga | Persentase provisi | Alokasi provisi | | Beban provisi |
| | | | | 2023 | 2022 | |
| Lancar | 7.328.919 | 2.505 | 5,01% | 367.473 | 1.722.738 | (1.355.265) |
| Kurang lancar | 43.495.535 | 4.625.670 | 5,91% | 2.571.153 | 6.448.388 | (3.877.235) |
| Diragukan | 77.536.768 | 1.468.016 | 8,68% | 6.723.611 | 12.089.635 | (5.366.024) |
| Macet | <u>873.740.009</u> | <u>10.376.672</u> | 100,00% | <u>873.740.009</u> | <u>943.055.439</u> | <u>(69.315.430)</u> |
| Jumlah | <u>1.002.101.231</u> | <u>16.472.863</u> | | <u>883.402.246</u> | <u>963.316.200</u> | <u>(79.913.954)</u> |
| Provisi piutang bunga | | | | <u>11.844.688</u> | - | <u>11.844.688</u> |
| Jumlah | | | | <u>895.246.934</u> | <u>963.316.200</u> | <u>(68.069.266)</u> |

| 31 Desember 2022 | | | | | | |
|-------------------------|-----------------------------|--------------------------|--------------------|---------------------------|-----------------------------|-----------------------------|
| Kualitas pinjaman | Piutang pokok | Piutang bunga | Persentase provisi | Alokasi provisi | | Beban/ (pemulihan) provisi |
| | | | | 2022 | 2021 | |
| Lancar | 17.379.132 | 2.505 | 9,91% | 1.722.738 | 1.944.202 | (221.464) |
| Kurang lancar | 47.156.713 | 3.129.042 | 13,67% | 6.448.388 | 2.554.146 | 3.894.240 |
| Diragukan | 85.945.688 | 2.964.644 | 14,07% | 12.089.635 | 12.944.784 | (855.149) |
| Macet | <u>943.055.439</u> | <u>10.376.672</u> | 100,00% | <u>943.055.439</u> | <u>1.054.196.140</u> | <u>(111.140.699)</u> |
| Jumlah | <u>1.093.536.972</u> | <u>16.472.863</u> | | <u>963.316.200</u> | <u>1.071.639.272</u> | <u>(108.323.072)</u> |

CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023
(Dinyatakan dalam Rupiah)

5. PIUTANG PINJAMAN MITRA BINAAN, BERSIH (lanjutan)

PIUTANG BERMASALAH

| | <u>2023</u> | <u>2022</u> |
|--|---------------------|---------------------|
| Piutang bermasalah | 88.442.850 | 88.442.850 |
| Provisi penurunan nilai piutang bermasalah | <u>(88.442.850)</u> | <u>(88.442.850)</u> |
| Jumlah | <u><u>-</u></u> | <u><u>-</u></u> |

6. PIUTANG KOLABORASI BUMN-BRI

a. Piutang pinjaman mitra binaan kolaborasi BUMN-BRI

| | <u>2023</u> | <u>2022</u> |
|---|-----------------------------|-----------------|
| Saldo awal | - | - |
| Penyetoran dana kepada PT Bank Rakyat Indonesia (Persero) Tbk ("BRI") | 1.150.000.000 | - |
| Pendapatan jasa administrasi | <u>5.093.094</u> | <u>-</u> |
| Jumlah piutang pinjaman mitra binaan | <u>1.155.093.094</u> | <u>-</u> |
| Dikurangi dengan: | | |
| Penyisihan penurunan nilai | <u>(14.349.290)</u> | <u>-</u> |
| Piutang kolaborasi BUMN-BRI, bersih | <u>1.140.743.804</u> | <u>-</u> |

Mutasi penyisihan penurunan nilai piutang pinjaman adalah sebagai berikut:

| | <u>2023</u> | <u>2022</u> |
|---|----------------------------|-----------------|
| Saldo awal | - | - |
| Kenaikan beban penyisihan penurunan nilai | <u>(14.349.290)</u> | <u>-</u> |
| Saldo akhir | <u>(14.349.290)</u> | <u>-</u> |

b. Penyisihan piutang pinjaman mitra binaan kolaborasi BUMN-BRI

| Kualitas pinjaman | Piutang pokok | | Persentase provisi (%) | | Beban provisi | |
|-------------------|---------------------------|-----------------|------------------------|------|--------------------------|-----------------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| Lancar | 286.183.962 | - | 5,01% | - | 14.349.290 | - |
| Kurang lancar | - | - | 5,91% | - | - | - |
| Diragukan | - | - | 8,68% | - | - | - |
| Macet | - | - | 100,00% | - | - | - |
| Jumlah | <u>286.183.962</u> | <u>-</u> | | | <u>14.349.290</u> | <u>-</u> |

CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023

(Dinyatakan dalam Rupiah)

6. PIUTANG KOLABORASI BUMN-BRI (lanjutan)

Piutang kolaborasi BUMN-BRI terdiri dari dana yang telah disetorkan oleh PPUMK kepada BRI dan piutang pendapatan jasa administrasi yang diakui dengan metode akrual. Sesuai dengan penugasan dari KBUMN Surat No. S-721/MBU/11/2022 tanggal 10 November 2022 mengenai Kerja Sama Program Pendanaan UMK dengan menunjuk Bank BRI sebagai pengelola kerja sama PPUMK selama jangka waktu 5 (lima) tahun sejak tahun 2023. Oleh karenanya, piutang kolaborasi BUMN-BRI diklasifikasikan sebagai aset tidak lancar di laporan posisi keuangan. Pada akhir masa perjanjian atau dalam hal pengakhiran perjanjian, BRI akan menyetorkan kepada PPUMK dana pengembalian kewajiban UMK atas dana PUMK yang telah dinikmati oleh UMK dan mengembalikan kepada PPUMK atas dana tersedia Program Pendanaan UMK yang belum disalurkan. Dalam pelaksanaan kerja sama tersebut dapat melibatkan anak Perusahaannya yang memiliki kegiatan usaha penyaluran PPUMK dengan skema pembiayaan yang belum dapat dilakukan oleh BRI.

Dana atau angsuran yang diterima dari mitra binaan yang dikelola oleh BRI dapat disalurkan kembali kepada mitra binaan.

BRI telah menyampaikan informasi penyaluran dana PPUMK melalui Laporan Penyaluran PUMK No. B.168/MBD/01/2024 tanggal 24 Januari 2024 sebagai berikut:

| | <u>2023</u> | <u>2022</u> |
|--|---------------------------|-----------------|
| Penyetoran dana oleh PPUMK kepada BRI | 1.150.000.000 | - |
| Penyaluran dana oleh BRI kepada mitra binaan | (493.000.000) | - |
| Pendapatan jasa administrasi | 5.093.094 | - |
| Pengembalian dana mitra binaan kepada BRI | <u>206.816.038</u> | <u>-</u> |
| Sisa dana tersedia di BRI yang dapat disalurkan kepada mitra binaan | <u>868.909.132</u> | <u>-</u> |

Jumlah dana mitra binaan yang disalurkan oleh BRI yang belum lunas adalah sebagai berikut :

| | <u>2023</u> | <u>2022</u> |
|---------------|---------------------------|-----------------|
| Jumlah | <u>286.183.962</u> | <u>-</u> |

7. PENDAPATAN

| | <u>2023</u> | <u>2022</u> |
|--|--------------------------|--------------------------|
| Pendapatan jasa giro dari BNI | 5.808.324 | 11.104.843 |
| Pendapatan jasa administrasi kolaborasi BUMN-BRI | 5.093.094 | - |
| Pendapatan jasa administrasi pinjaman | <u>4.240.923</u> | <u>25.401.921</u> |
| Jumlah pendapatan | <u>15.142.341</u> | <u>36.506.764</u> |

Pendapatan jasa administrasi pinjaman merupakan pendapatan yang berasal dari bunga pinjaman kepada mitra binaan yang seluruhnya berasal dari provinsi Sumatera Utara.

CATATAN ATAS LAPORAN KEUANGAN
31 DESEMBER 2023
(Dinyatakan dalam Rupiah)

8. SIFAT DAN TRANSAKSI DENGAN ENTITAS BERELASI

a. Sifat hubungan dengan entitas berelasi

| <u>Entitas yang berelasi</u> | <u>Sifat hubungan dengan entitas berelasi</u> | <u>Transaksi</u> |
|------------------------------|---|--|
| BNI | Entitas berelasi dengan Pemerintah | Penempatan dana, beban dan pendapatan keuangan |
| BRI | Entitas berelasi dengan Pemerintah | Penempatan dana, pendapatan keuangan dan piutang kolaborasi BUMN-BRI |

b. Transaksi dan saldo dengan entitas berelasi

| | <u>2023</u> | <u>2022</u> |
|--|-----------------------------|-----------------------------|
| Aset | | |
| Kas di bank BNI | 66.654.621 | 1.116.780.202 |
| Piutang kolaborasi BUMN-BRI BRI | 1.140.743.804 | - |
| Jumlah aset dari entitas berelasi | <u>1.207.398.425</u> | <u>1.116.780.202</u> |
| | <u>2023</u> | <u>2022</u> |
| Pendapatan | | |
| BNI | 5.808.324 | 11.104.843 |
| BRI | 5.093.094 | - |
| Jumlah pendapatan dari entitas berelasi | <u>10.901.418</u> | <u>11.104.843</u> |
| | <u>2023</u> | <u>2022</u> |
| Beban keuangan | | |
| BNI | 1.610.569 | 2.970.973 |
| Jumlah beban keuangan dari entitas berelasi | <u>1.610.569</u> | <u>2.970.973</u> |

9. PERJANJIAN SIGNIFIKAN

Berdasarkan Surat Menteri BUMN Nomor: S-721/MBU/11/2022 perihal Kerja Sama Program Pendanaan Usaha Mikro dan Usaha Kecil ("Kerja Sama Program PUMK"), guna mengoptimalkan kinerja Program Pendanaan UMK, Kementerian BUMN mendorong dilakukannya langkah strategis melalui Kerja Sama Program Pendanaan UMK. Dalam surat tersebut, Kementerian BUMN merekomendasikan BRI sebagai pengelola Kerja Sama Program PUMK.

Mekanisme kerja sama dituangkan dalam surat perjanjian dan/atau kontrak kerja sama, dalam hal ini pengurus PPUMK dan BRI telah menandatangani perjanjian kerja sama pada tanggal 5 Desember 2022 dengan Nomor: B11/MBD/12/2022 dan Nomor: ICR-002/PKS/XII/2022 tentang Pelaksanaan Program Pendanaan Usaha Mikro dan Usaha Kecil (PUMK) yang berlaku selama 5 (lima) tahun terhitung sejak ditandatanganinya perjanjian kerja sama.

Responsible Contribution for a Better Tomorrow



PT Indonesia Asahan Aluminium

The Energy Building 16th floor SCBD

Jl. Jenderal Sudirman Kav. 52-53 Jakarta 12190.

P.O. BOX 6917 South Jakarta, Indonesia

 (+62 21) 29738750

 (+62 21) 27936331

 corsec@inalum.id