

**INCREASING UREA PRODUCTION CAPACITY, PETROKIMIA GRESIK SIGNS
COOPERATION WITH KRIS ENERGY TO INCREASE GAS SUPPLY**

Number : 58/SP/PG/VIII/2022
Day / Date : Wednesday, August 31, 2022

Petrokimia Gresik will get an additional gas supply of around 150 Million Standard Cubic Feet per Day (MMSCFD) from the Lengo Field of Bulu Working Area (WK) and Mustika Field and West Kepodang WK Sakti in Tuban Regency to secure existing natural gas needs and plans to increase urea production capacity. This commitment was marked by the signing of the Head of Agreement (HoA) of Lengo Field of Bulu Block and Tara Petrokimia Gresik with Kris Energy Ltd. as the Cooperation Contract Contractor (KKKS) in Surabaya, Wednesday (31/8).

Director of Operations and Production of Gresik Petrokimia, Digna Jatningsih said that Petrokimia Gresik plans to develop the Amoniak-Urea (Amurea) III Plant to increase urea production capacity.

"With the development plan of the Amurea III plant, it will strengthen domestic urea fertilizer production and secure NPK fertilizer raw materials," said Digna.

Digna further explained that currently, the total production capacity of the two Petrokimia Gresik Urea plants is 1,030,000 tons/year, which is dedicated to meeting the subsidy needs of domestic farmers, as well as the commercial market.

"The addition of this gas supply is becoming more and more popular, considering that the need for Urea is also increasing with the change in the focus of the subsidized fertilizer policy on only two types of fertilizers, namely Urea and NPK," said Digna.

Through the development plan of the Amurea III Plant, Petrokimia Gresik will increase the capacity of urea production by 1,725 Metric Tons Per Day (MTPD) or around 630,000 tons/year, as well as get additional Ammonia products of 2,000 MTPD equivalent to around 730,000 tons/year.

Meanwhile, the Head of the Monetization Division (Kadiv) of SKK Migas, Agus Budiyanto, who also witnessed the signing, admitted that he understood that with the high need for fertilizer and national food needs, the need for gas as a raw material also increased. With the addition of around 85 MMSCFD, the gas supply to Petrokimia Gresik became the second largest after Pupuk Kalimantan Timur.

"SKK Migas strongly supports this cooperation to advance Indonesia's domestic fertilizer and agricultural industries. I appreciate it because through this cooperation Petrokimia Gresik is not only profit-oriented but also for the advancement of domestic agriculture. For this reason, we will keep the gas supply smooth," he said.



PRESS RELEASE

For information, to make the gas supply from WK Bulu a success, Petrokimia Gresik on the same day also signed a Memorandum of Understanding (MoU) with PT Pertamina Gas (Pertagas) regarding a joint study of the plan to provide natural gas distribution infrastructure to Petrokimia Gresik.

PT Petrokimia Gresik

Yusuf Wibisono
Corporate Secretary

For further information contact:

Corporate Secretary : Yusuf Wibisono
Office : (031) 3981811
Ext. 2218

Email : wibisono@petrokimia-gresik.com
yusufwibie@gmail.com