

**WIPE OUT FERTILIZER MAFIA : PETROKIMIA GRESIK COOPERATE WITH THE SOUTH
SULAWESI PROSECUTOR'S OFFICE TO TIGHTEN SUPERVISION OVER THE
DISTRIBUTION OF SUBSIDIZED FERTILIZERS**

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Petrokimia Gresik is working with the South Sulawesi High Prosecutor's Office to improve efficiency and secure the distribution of subsidized fertilizers. This commitment is stated in the Memorandum of Understanding (MoU) signed by the CEO of Petrokimia Gresik, Dwi Satriyo Annurogo, with the Head of the South Sulawesi High Prosecutor's Office, Raden Febrytrianto in Makassar, Wednesday (9/3).

Dwi Satriyo stated that as a holding member of Pupuk Indonesia with the largest distribution responsibilities for subsidized fertilizer, securing the distribution of subsidized fertilizer has always been the top priority for Petrokimia Gresik.

"In the process, good synergy and collaboration is needed between various parties. By that, we are cooperating with the South Sulawesi High Court for strengthening the distribution of subsidized fertilizers. We hope subsidized fertilizer in Central Indonesia, especially South Sulawesi, will be channeled appropriately to farmers who have the right and avoid fraudulent practices," said Dwi Satriyo.

Through this collaboration, Petrokimia Gresik, with the Prosecutor's Office of South Sulawesi, will carry out various efforts, including securing and escorting the distribution of Gresik Petrochemical Fertilizers, coordination of duties and functions of each party, dissemination of laws and regulations in the field of procurement and distribution of fertilizers to all elements involved in the distribution of subsidized fertilizers, to emphasize the law enforcement process in the field of civil and state administration for violating the provisions on the distribution of subsidized fertilizers.

"Supervision of the distribution of fertilizers in the field can't only be carried out by us as manufacturers, but we need support from various parties. More and more parties are proactive, that will enhanced the ideal supervision, to make no room for individuals to commit fraudulent practices," he said.

Dwi Satriyo further explained that the collaboration with law enforcement agencies to Strengthen supervision of the distribution of subsidized fertilizers is not only carried out in South Sulawesi. Previously, Petrokimia Gresik had also signed a Memorandum of Understanding with the East Java High Court earlier this year.

"Furthermore, this year, we will also extend our cooperation with Gresik District Attorney to strengthen supervision in Gresik, as the home base company itself," said Dwi Satriyo.

Meanwhile, the Head of the South Sulawesi High Prosecutor's Office, Raden Febrytriyanto, said that his party supports the government in distributing subsidized fertilizers through monitoring and securing distribution so that eligible farmers can accept it. With this collaboration, hopefully, the potential for fraud can be avoided.

"We also had orders from the Attorney General's Office to help eradicate the subsidized-fertilizer mafia. In its implementation, we cooperate with related agencies. The hope is that through this synergy, subsidized fertilizers can be distributed right on target without any irregularities," he said.

Apart from collaborating with law enforcement agencies, Petrokimia Gresik has implemented several digital systems and applications to strengthen supervision throughout the distribution network of Petrokimia Gresik in real-time. One of them is through the Distribution Planning & Control System (DPCS), Warehouse Management System (WMS), Truck Scheduling System Online, and Petrokimia Gresik Port Information System (Petroport).

This digital application was built to strengthen control across distribution networks is the responsibility of Petrokimia Gresik. Starting from the factory (Line I) to the warehouse at the Provincial level (Line II), then to the warehouse at the Regency level (Line III), and then forwarded to the distributor's warehouse at the sub-district level until the distributor sends it to official fertilizer stores at the village level (Line IV).

For informational purposes, Petrokimia Gresik is currently assigned to distribute 5 million tons of solid fertilizer, or 56% of the total national subsidized fertilizer allocation in 2022, namely 9.1 million tons. The details consist of 715,665 tons of Urea, 2,052,214 tons of NPK, 541,201 tons of SP-36, 823,475 tons of ZA, and 936,610 tons of Organic Granules. In addition, Petrokimia Gresik also supplied 1.8 million liters of liquid organic fertilizer.

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