

Energy and Resources (E&R) Regulations Update KM No.01/January/2021

25 January 2021



Energy and Resources Regulations Update

The following is a list of the new Energy and Resources regulations.

All regulations are available in Indonesian.

1. Regulation : Perpres 121/2020

Date : 29 December 2020

Title : Perubahan atas Peraturan Presiden Nomor 40 Tahun 2016 tentang penetapan

(Indonesian) harga gas bumi

Title (English) : Amendment to Presidential Regulation Number 40 of 2016 concerning natural gas

prices

Summary

In order to accelerate economic growth and increase the competitiveness of the national industry through the use of Natural Gas, as well as to increase the use of Natural Gas in the energy mix for power plants and ensure the availability of Natural Gas supply at a fair and competitive price, it is necessary to amend Presidential Regulation Number 40 of 2016 concerning natural gas prices. Several of the changes referred to are:

- Amendment to Article 1 regarding the definition of natural gas and natural gas prices and two new provisions concerning the regulatory and managing agency for oil and gas.
- Amendments to Article 3 regarding the new paragraph between paragraph 1 and paragraph 2, namely paragraph 1a regarding the provision for natural gas users.
- Article 4 is added with a new paragraph, namely paragraph 3 regarding the determination of certain natural gas prices.
- The provisions of article 5 and article 9 are amended.

This regulation is in force since 29 December 2020.

2. Regulation : Permen ESDM 19/2020

Date : 28 December 2020

Title : Perubahan atas Peraturan Menteri Energi dan Sumber Daya Mineral Nomor 25

(Indonesian) tahun 2015 tentang pendelegasian wewenang pemberian perizinan bidang

pertambangan mineral dan batubara dalam rangka pelaksanaan pelayanan terpadu

satu pintu kepada kepala badan koordinasi penanaman modal

Title (English) : Amendment to Minister of Energy and Resources Regulation number 25 of 2015

concerning delegation of authority for the issuance of business license in mineral and coal mining sector in the context of the implementation of integrated single

window services to the head of the investment coordinating board

Summary

This regulation is intended to amend the provisions in Minister of Energy and Mineral Resources Regulation Number 25 of 2015 concerning the delegation of authority for the issuance of business license in the mineral and coal mining sector in the context of the implementation of integrated single window services to the head of the investment coordination agency. The regulation amends Article 2 which discusses mining business license, issuing license, adjusting and terminating license, as well as granting authority for transport license and mining license. The amendment in this regulation is in force since 28 December 2020.

3. Regulation : 8.K/MG.03/MEM.M/2021

Date : 12 January 2021

Title : Harga jual eceran jenis bahan bakar minyak tertentu dan jenis bahan bakar minyak

(Indonesian) khusus penugasan

Title (English) : Retail selling prices of certain types of oil-based fuels and types of fuels for special

assignment

Summary

Minister of Energy and Mineral Resources Decision Number 8.K/MG.03/MEM.M/2021 stipulates the retail selling prices of certain types of oil-based fuels and types of fuels for special assignment. The prices that are stipulated in this regulation including prices for kerosene, diesel oil and gasoline. All the prices are already included with value added tax, and for diesel oil and gasoline are also included with motor vehicle fuel tax. This regulation is in force since 12 January 2021.

4. Regulation : 4.K/MG.03/MEM.M/2021

Date : 6 January 2021

Title : Penetapan harga minyak mentah Indonesia bulan Desember 2020

(Indonesian)

Title (English) : Determination of Indonesian crude oil prices for December 2020

<u>Summary</u>

Minister of Energy and Mineral Resources Decision Number 4.K/MG.03/MEM.M/2021 specifically sets the average price of Indonesian crude oil for December 2020 at US\$ 47.78/barrel. This regulation includes the prices of Indonesian crude oil for the main crude oils and other types of crude oil listed in the appendix. For every type of oil, other than their prices, there are also details concerning their formula, dated brent, and alpha. This regulation is in force since 6 January 2021.

5. Regulation : 2.K/MB.01/MEM.B/2021

Date : 5 January 2021

Title : Harga mineral logam acuan dan harga batubara acuan untuk bulan Januari tahun

(Indonesian) 2021

Title (English) : Reference prices of metallic minerals and coal for January 2021

Summary

Minister of Energy and Resources Decision Number 2.K/MB.01/MEM.B/2021 covers reference prices of metal minerals for 20 types of metals and reference prices for coal for January 2021. The reference coal price is stipulated at USD/ton. As of January, the reference price for coal is at 75.84 USD/ton. For metallic minerals prices, they are stipulated in US\$/dmt. The types of minerals as stated in the regulation including cobalt, lead, zinc, nickel, aluminium, copper, etc. The reference prices and other details of every type of mineral are all listed in the appendix.

6. Regulation : <u>253.K/12/MEM/2020</u>

Date : 22 December 2020

Title : Harga patokan liquefied petroleum as tabung 3 kilogram

(Indonesian)

Title (English) : Benchmark price of liquefied petroleum gas in 3 kilogram container

Summary

Minister of Energy and Resources Decision Number 253.K/12/MEM/2020 covers five main provisions regarding price of liquefied petroleum gas in 3 kilogram container. It includes market index price that applies in the month concerned and added by distribution price. There is also provision regarding formula to calculate the price and a provision regarding evaluating the price to consider the realization of supply and distribution of liquefied petroleum gas in 3 kilogram container. This regulation is in force since 22 December 2020.



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