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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 : Permen ESDM 3/2024

Date : 31 January 2024

Title (Indonesian) : Pemberian Subsidi Tarif Tenaga Listrik Untuk Rumah Tangga Konsumen PT

Perusahaan Listrik Negara (Persero)

Title (English) : Providing Electricity Tariff Subsidies for Household Consumers of PT Perusahaan

Listrik Negara (Persero)

Summary

In this Ministerial Regulation, the provision of electricity tariff subsidies for consumer households is discussed. Subsidy recipients are consumers in the tariff category for small household needs at low voltage with power criteria of 450 voltamperes (R-1/TR) or 900 voltamperes (R-1/TR) based on the results of matching Consumer Data with Basic Data.

Electrical power reduction can be done after adjusting the tariff group for Poor and Disadvantaged Households by submitting a request for data reduction that has received approval from consumers who own the home.

For additional electrical power, in the event that a consumer for small household needs at low voltage who is not included in the Basic Data submits a request for additional power, PT PLN (Persero) provides additional power in accordance with the request and the consumer is not entitled to a subsidy on Electricity Tariffs.

When connecting to electricity, poor and disadvantaged households who do not yet have an electricity connection can apply for the appropriate tariff group.

This regulation is in effect starting 5 February 2024.

2. Regulation : Permen ESDM 2/2024

Date : 31 January 2024

Title (Indonesian) : Pembangkit Listrik Tenaga Surya Atap Yang Terhubung Pada Jaringan Tenaga Listrik

Pemegang Izin Usaha Penyediaan Tenaga Listrik Untuk Kepentingan Umum

Title (English) : Rooftop Solar Power Plant Connected to the Electric Power Network Business License

Holder for Providing Electric Power for Public Use

Summary

The scope of this regulation covers Rooftop Solar Power Generation systems connected to the Electric Power System of Business Permit Holders for Providing Electricity for Public Use (IUPTLU). The use of Rooftop PLTS must pay attention to the security and reliability of the operation of the IUPTLU Holder's electric power network and the use of Rooftop PLTS System equipment is carried out in accordance with the provisions of the applicable law. To ensure the safety and reliability of the operation of the IUPTLU Holder's electric power network, the installation of the Rooftop PLTS System must comply with Indonesian national standards and/or international standards in accordance with statutory provisions. Other matters regulated in this regulation include:

IUPTLU holders are required to prepare a quota for the development of Rooftop PLTS Systems for each Electric Power System by considering the direction of national energy policy; plans and realization of electricity supply business plans; as well as the reliability of the Electric Power System in accordance with provisions

The capacity of the Rooftop PLTS System to be installed by prospective Rooftop PLTS Customers in the IUPTLU Holder's business area is adjusted to the capacity needs of the prospective Customer

Excess electrical energy from the Rooftop PLTS System that enters the IUPTLU Holder's network is not taken into account in determining the amount of the Rooftop PLTS Customer's electricity bill.

The capacity of the Rooftop PLTS System is determined based on the total inverter capacity

Issuance of business permits for the supply of electricity for one's own use is carried out in accordance with the provisions of laws and regulations regarding risk-based business licensing

This regulation is in effect starting 31 January 2024.

3. Regulation : <u>PMK 2/2024</u>

Date : 5 January 2024

Title (Indonesian) : Tata Cara Perhitungan Persentase Tertentu atas Peningkatan Belanja Subsidi Energi

dan/atau Kompensasi yang Dikenakan terhadap Kenaikan Penerimaan Negara Bukan

Pajak Sumber Daya Alam yang Dibagihasilkan

Title (English) : Procedures for Calculating Certain Percentages for Increases in Energy Subsidy

Expenditures and/or Compensation Subject to Increases in Non-Tax State Revenues

from Shared Natural Resources

Summary

This Minister of Finance Regulation regulates Non-Tax State Revenue (PNBP) originating from upstream oil and natural gas business activities, as well as PNBP originating from coal mining business activities. The government can implement a policy of increasing spending on energy subsidies and/or energy compensation according to needs in the current budget year. The energy subsidies and/or compensation in question consist of subsidies for certain types of fuel; 3kg cylinder LPG subsidy; electricity subsidies; fuel compensation; and electrical compensation.

PNBP from mining business activities consists of fixed coal mining fees and coal mining production fees/royalties. The government can calculate a certain percentage of the increase in Energy Subsidy spending and/or Energy Compensation which can be applied to the estimated increase in PNBP from Coal mining business activities in the form of Coal mining production fees/royalties. Estimated realization of PNBP from coal mining business activities in the form of production contributions/coal mining royalties which exceed the revenue target in the APBN due to changes in the rupiah exchange rate against the United States dollar (US dollar) from the target set in the APBN and/or an increase in the reference coal price used in calculating the estimated realization of PNBP, it is compared with the reference coal price used in calculating the PNBP target.

This regulation is in effect starting 9 January 2023.

4. Regulation : <u>61.K/MB.01/MEM.B/2024</u>

Date : 20 March 2024

Title (Indonesian) : Harga Mineral Logam Acuan dan Harga Batubara Acuan Untuk Bulan Maret 2024

Title (English) : Reference Metal Mineral Price and Reference Coal Price for March 2024

Summary

The Decree of the Minister of Energy and Resources number 61.K/MB.01/MEM.B/2024 establishes the reference price of metal minerals and reference price of coal for March 2024. The metal mineral commodities mentioned in this Decree are nickel, cobalt, lead, zinc, aluminium, copper, forms of gold, forms of silver, forms of tin, manganese, iron ore, chrome ore, ilmenite concentrate, and titanium concentrate. There are different reference prices for each commodity as seen in the appendix of the Decree.

Reference price for Coal (6.322 GAR) is 109,77 USD/ton,

Reference price for Coal I (5.300 GAR) is 88,77 USD/ton,

Reference price for Coal II (4.100 GAR) is 56,83 USD/ton.

Reference price for Coal III (3.400 GAR) is 37,60 USD/ton.

This regulation is in effect starting 20 March 2024.

5. Regulation : **54.K/MB.01/MEM.B/2024**

Date : 18 March 2024

Title (Indonesian) : Pedoman Pelaksanaan Penugasan Penyelidikan dan Penelitian untuk Penyiapan

Wilayah Pertambangan, Wilayah Izin Usaha Pertambangan dan Wilayah Izin Usaha

Pertambangan Khusus

Title (English) : Guidelines for Implementing Investigation and Research Assignments for Preparing

Mining Areas, Mining Business Permit Areas and Special Mining Business Permit Areas

<u>Summary</u>

This regulation was issued in order to provide technical guidelines in the implementation of offers, requests, evaluations, awards and minimum technical criteria in investigation and research assignment activities for the preparation of mining areas, mining business permit areas and special mining business permit areas as well as implementation of the Regulations of the Ministry of Energy and Resources. Indonesian Mineral Power. The points contained in this regulation include:

Establish bidding, evaluation and processing guidelines for conducting Investigation and Research assignments

Establish guidelines for application implementation, evaluation and processing to carry out Investigation and Research assignments

Implementation of Investigation and Research assignments to BUMN, BUMD, and/or private business entities obtained through the application mechanism applies to the provisions that have been determined

Establish guidelines for procedures for reporting Investigation and Research assignments

Establish guidelines for minimum technical criteria for investigation and research assignment results

Establish guidelines for the procedure for calculating investment replacement costs for Investigation and Research assignments

This regulation is in effect starting 18 March 2024.

6. Regulation : **34.K/HK.02/MEM/2024**

Date : 27 February 2024

Title (Indonesian) : Perubahan atas Keputusan Menteri Energi dan Sumber Daya Mineral Nomor

250.K/HK.02/MEM/2021 tentang Tim Persiapan Pembentukan Organisasi Pelaksana

Program Energi Nuklir (Nuclear Energy Program Implementing Organization)

Title (English) : Amendment to the Decree of the Minister of Energy and Mineral Resources Number

250.K/HK.02/MEM/2021 concerning the Preparation Team for the Establishment of

a Nuclear Energy Program Implementing Organization

<u>Summary</u>

In order to prepare for the formation of the Nuclear Energy Program Implementing Organization (NEPIO), it is necessary to deepen the effectiveness of its formation, so that the preparation process for the formation still takes time until it is determined. Therefore, adjustments have been made to the Decree of the Minister of Energy and Mineral Resources Number 250.K/HK.02/MEM/2021 concerning the Preparation Team for the Establishment of a Nuclear Energy Program Implementing Organization. Some of the changes contained in this regulation are changes to the duties of the preparatory team for the formation of NEPIO and changes to the working period of the preparatory team for the formation of NEPIO from January 1 2024 until the formation of the Nuclear Energy Program Implementing Organization

This regulation is in effect starting 27 February 2024.

7. Regulation : **29.K/MB.01/MEM.B/2024**

Date : 15 February 2024

Title (Indonesian) : Harga Mineral Logam Acuan dan Harga Batubara Acuan Untuk Bulan Februari 2024

Title (English) : Reference Metal Mineral Price and Reference Coal Price for February 2024

Summary

The Decree of the Minister of Energy and Resources number 29.K/MB.01/MEM.B/2024 establishes the reference price of metal minerals and reference price of coal for February 2024. The metal mineral commodities mentioned in this Decree are nickel, cobalt, lead, zinc, aluminium, copper, forms of gold, forms of silver, forms of tin, manganese, iron ore, chrome ore, ilmenite concentrate, and titanium concentrate. There are different reference prices for each commodity as seen in the appendix of the Decree.

Reference price for Coal (6.322 GAR) is 124,95 USD/ton,

Reference price for Coal I (5.300 GAR) is 87,65 USD/ton,

Reference price for Coal II (4.100 GAR) is 57,86 USD/ton.

Reference price for Coal III (3.400 GAR) is 37,54 USD/ton.

This regulation is in effect starting 15 February 2024.



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