

Strong Government Support: Compensation Disbursement for Pertamina

PT Pertamina (Persero) has received payment for the fuel compensation fund during 2023. This disbursement is under tripartite approval (the Ministry of Finance, the Ministry of State-Owned Enterprises, and the Ministry of Energy and Mineral Resources).

This support is aimed at maintaining fuel distribution and operations, bolstering the company's working capital, and improving financial ratios.

The Total of Compensation Fund During 2023

Including VAT
IDR 132.44 Trillion

(*Total fund covers)



The funds represent compensation for the price differential between the formula and retail prices at petrol stations for the distribution of Specific Types of Fuel (JBT) "Solar" and Special Assignment Types of Fuel (JBKP) "Pertalite," as reviewed by the Inspectorate of the Ministry of Finance of the Republic of Indonesia.

Furthermore, Pertamina actively promotes and facilitates the public to register in the Targeted Subsidy Program (Program Subsidi Terarah) through MyPertamina official site, aiming to identify eligible consumers and monitor the consumption of JBT Solar and JBKP Pertalite.

The Indonesian Government has paid compensation funds to Pertamina for the price difference of specific types of fuel (subsidized and assigned fuels) to help in providing affordable rates for consumers.

The regulation of this subsidy is an integral component of the government's strategy to harmonize economic sustainability and public welfare due to the policy can help in alleviating economic burdens on sectors heavily dependent on energy.

Similarly, Pertamina will persist in ensuring the consumption of subsidies and assigned fuels is consumed by the eligible individuals, through several effort points as following:

- Strengthening digitalization facilities and infrastructure at petrol stations.**
 - More petrol stations are connected to Pertamina's digital system, facilitating monitoring and supervision.
- Developing an alert system that sends exception signals to the main server that directly monitored by Pertamina's Command Center.** This exception signal sends data on unusual transactions
 - Since the exception signal implementation on 1 August 2022 until 31 December 2023, Pertamina has successfully reduced the risk of misuse of subsidized fuel amounting to US\$200 million or approximately IDR 3.04 trillion.
- Enhancing cooperation with Law Enforcement Agencies (LEAs)**
 - To improve oversight and take action against the misuse of subsidized fuel not intended for its purpose.
- Encouraging the public to register for the Targeted Subsidy Program**
 - To identify eligible consumers and monitor the JBT Solar and JBKP Pertalite consumption.