



Letter number : 005/CSE-PI/III/2022

Jakarta, March 29<sup>th</sup> 2022

Attachment : -

Subject : Disclosure of information regarding the temporary suspension of Polyester Plant operations in Karawang

**The Honorable,**  
**Financial Services Authority of the Republic of Indonesia**  
Soemitro Djojohadikusumo Building  
Lapangan Banteng Timur 2 – 4, Jakarta 10710

**For Attention. Chief Executive of Capital Market Supervisor**  
**Board of Commissioners of the Financial Services Authority**

**The Honorable**  
**Indonesia Stock Exchange**  
Indonesia Stock Exchange Building  
Jend Sudirman Kav. 52-53, Jakarta 12190

**For Attention. Director of Corporate Appraisal**

Dear Sir,

Referring to OJK Regulation Number 31/POJK.04/2015 concerning Disclosure of Material Information or Facts by Issuers or Public Companies Article 6 paragraph aa. cessation or closure of part or all of a business segment and IDX Regulation No. I-E concerning Obligations to Submit Information, we herewith submit a Material Information or Fact Report with the following description:

Name of Issuer or : PT Polychem Indonesia Tbk (“Perseroan”)  
Public Company  
Business Activities : Chemical and Textile  
Telephone : (021) 5744848  
Email Address : [Corporate@polychemindo.com](mailto:Corporate@polychemindo.com)

1.	Date of Event	March 28 <sup>th</sup> 2022
2.	Type of Material Information or Facts	Temporary suspension of Polyester Plant operations in Karawang
3.	Description of Material Information or Facts	Through a Directors meeting on 28 <sup>th</sup> 2022, the company's management decided to temporarily suspend the operations of the polyester plant in Karawang due to the ongoing impact of the covid-19 pandemic, which resulted in a very sluggish downstream market and the Russia-Ukraine war which is expected to last a long time which will cause world crude oil prices to rise sharply so that the price of raw materials also jumped sharply while market demand was increasingly sluggish.



4.	Impact of event, material information or facts towards Issuers or Public Company's operational activities, legal, financial condition, or going concern	There is no legal impact on the temporary suspension because the company has completed all obligations to employees and customers. The impact that will arise is a decrease in the value of sales and the company's cost of goods sold in 2022, but this temporary suspension is expected to increase the company's efficiency so that it will have a positive impact on the company's financial condition because the polyester division is always at a loss.
----	---	--

Thus we convey, we thank you for your attention.

Best Regards,

PT Polychem Indonesia Tbk 

  
**PT. POLYCHEM INDONESIA Tbk**

**Johan Setiawan**  
Vice President Director