



Jakarta, November 4th, 2024

ASTRA AGRO SECOND PROGRESS REPORT ON ACTION PLAN IMPLEMENTATION

(AS OF OCTOBER 2024)

FOREWORD

We are pleased to present the second progress report on the implementation of our Action Plan across PT Mamuang (MMG), Lestari Tani Teladan (LTT), and Agro Nusa Abadi (ANA). This report provides updates on developments achieved since the release of the first report in September 2024.

Since our last update, additional milestones have been reached due to the concerted efforts of the three Astra Agro Lestari (AAL) subsidiaries. As with our previous approach, we strictly adhered to the principles of Free, Prior, and Informed Consent (FPIC), ensuring that all relevant communities and local stakeholders were fully informed, given the opportunity to participate, and granted their consent throughout each step of the process.

PROGRESS REPORT

Notably, the process to formalize the legal status of the public cemetery area (TPU) within PT LTT has progressed to its final stages, with the construction of infrastructure underway as of October 2024. This work also involves local contractors from Towiora Village, fostering both community engagement and economic development. The groundbreaking ceremony was attended by the Towiora village head, local leaders, and community members. The event began with a discussion to hear and address the community's expectations. The discussion extended beyond the cemetery development, encompassing broader issues related to livelihood, long-term relationships, and education for children.

PT LTT has further enhanced its community support initiatives by constructing communal wells and sanitation facilities (MCK) at three additional sites around Towiora Village. This brings the total to five communal wells and sanitation facilities, benefiting 100 families with access to clean water. This initiative was the result of continuous, constructive, and participatory discussions between community members and the PT LTT's team.



Additionally, the company continues its ongoing needs-based programs to support local welfare and human development, including scholarships for students, incentives for honorary teachers, and capacity-building programs for local healthcare staff.

At PT MMG, the company organized two gathering activities with village heads from Rio Mukti, Panca Mukti, and Lalundu, as well as the Head of Mertasari Village, village figures, and community members. During these gatherings, the company engaged with the community to hear feedback on the implemented programs and to understand their hopes for the future. These gatherings are part of the company's ongoing efforts to connect with the community and build strong engagement. In these sessions, community members are encouraged to express their concerns and provide inputs on the company's initiatives in collaboration with the villages.

Moreover, engagement with the Tado Kabuyu community has continued to gain further insight into their needs. The existing assistance programs such as the provision of staple food, scholarships and other empowerment programs remain ongoing. While recognizing the significant assistance that AAL has provided thus far, the customary chief has spoken of the need for more institution-building and official recognition as an indigenous community by the regency government. PT MMG agreed to explore how future community empowerment programs can be provided to the Tado people so as to enhance their livelihood and preserve the ancestral culture.

AT PT ANA, efforts to move forward the discussions of the issue with the various stakeholders such as the villagers of Towara Pantai, Peboa and Towara, Molino, Tompira and Bunta, and local officials from the subdistrict government, are ongoing. AAL and PT ANA pledge to continue its support for the government and relevant stakeholders to come up with a mutually acceptable solution for all while respecting the rights of all parties.

During this period, facilitated by EcoNusantara (ENS), several meetings with academics and NGOs have been conducted in order to explore opinions/perspectives regarding community empowerment and conflict resolutions in Sulawesi in general. This is still at an early stage,



and further meetings will be needed to obtain a common ground understanding of how to respond community's issues effectively. These meetings have also highlighted the need for multi-party collaborative action in resolving grievances.

Key Point of Progress

In summary, the second progress report highlights the significant advancements made by PT MMG, LTT, and ANA in gradually fostering community engagement and resolving disputes since the last update. PT LTT has begun construction of the TPU infrastructure and installed communal wells and sanitation facilities for the Towiora villagers and continues to support local community welfare. At PT MMG, more sustainable empowerment programs are being considered to supplement the existing support given to the Tado Kabuyu community and have organized gatherings with village heads and community members to discuss feedback on implemented programs and future expectations. Last but not least, PT ANA continues to facilitate discussions among various government and community stakeholders, showcasing AAL's dedication to finding equitable solutions for all parties. Efforts to engage with various stakeholders, facilitated by EcoNusantara (ENS), have shown positive outcomes. Engagements with academics and NGOs have highlighted the importance of multi-party collaborative action in resolving grievances and enhancing community capacity. AAL continues to be open to input from our valued stakeholders and members of the local community and we invite them to convey their concerns, if any, to the appropriate channels.