



Energy & Resources Regulations Update

The Summary of the New Energy & Resources Regulations

The following is a list of the new energy & resources regulations. All regulations are available in Indonesian.

New Energy & Resources Regulations

1. Regulation: Ministry of Trade Regulation 4/2019 ([click here for Permendag 4/2019](#))
Date : 1 February 2019
Regarding : Penetapan Harga Patokan Ekspor Atas Produk Pertambangan yang Dikenakan Bea Keluar
(Stipulation of Benchmark Export Prices for Mining Products Subject to Export Duty)

Summary

Ministry of Trade Regulation Number 4 of 2019 replaces regulation number 124 of 2018 regarding benchmark export prices for mining products subject to export duty. The regulation stipulates the export price based on the highest average price in international exchanges, FOB (Free On Board), and the highest average price that applies in the domestic market or the highest average price in the last month before the stipulation of the benchmark export price

from the importing country from which the mining products come. The benchmark export price in the regulation includes the product's description and its tariff in USD/WE unit.

2. Regulation: 11 K/10/MEM/2019 ([click here for 11 K/10/MEM/2019](#))
Date : 24 January 2019
Regarding : Penugasan kepada PT Pertamina (Persero) dalam Penyediaan dan Pendistribusian Gas Bumi melalui Jaringan Distribusi Gas Bumi untuk Rumah Tangga Tahun Anggaran 2019
(Assignment to PT Pertamina (Persero) in the Supply and Distribution of Gas through Gas Distribution Network for Households in Fiscal Year 2019)

Summary

In this regulation, PT Pertamina (Persero) is assigned to supply and distribute natural gas through the natural gas distribution network for households in several regions in Indonesia in 2019. This assignment will be in force starting 24 January 2019, spreading across 18 regencies/cities. It includes the development of a natural gas distribution network for households along with the supporting infrastructure for gas distribution, as well as operating and maintaining the gas distribution network for households and its supporting infrastructure.

3. Regulation: 17 K/10/MEM/2019 ([click here for 17 K/10/MEM/2019](#))
Date : 1 February 2019
Regarding : Formula Harga Dasar dalam Perhitungan Harga Jual Eceran Jenis Bahan Bakar Minyak Umum Jenis Avtur yang Disalurkan melalui Depot Pengisian Pesawat Udara
(Base Price Formula in Calculating Retail Price for General Type Oil Fuel for Avtur Type Distributed through Aircraft Filling Depots)

Summary

In determining the retail sale price of avtur which is distributed through Aircraft Filling Depots, the margin limit is set at 10 percent of the base price. The base price formula is based on acquisition costs, storage costs and distribution costs, as well as margins with the upper limit set as follows: Mean of Platts Singapore (MOPS) + Rp 3,581 per liter + Margin 10 percent from the base price, under the condition that MOPS is a part of the acquisition cost of supply for general type of oil fuel for avtur type from domestic or imported refinery production to oil fuel depots or terminals.

4. Regulation: 18 K/30/MEM/2019 ([click here for 18 K/30/MEM/2019](#))
Date : 1 February 2019
Regarding : Harga Mineral Logam Acuan dan Harga Batubara Acuan untuk Bulan Februari Tahun 2019
(Reference Prices for Metallic Minerals and Coal for February 2019)

Summary

This regulation covers reference prices of metal minerals for 20 types of metals and reference prices for coal. The reference coal price in February 2019 is stipulated at US \$ 91.80 per ton, and will be used as the basis for one month direct sales calculation for coal and minerals on a Free On Board (FOB). This regulation also sets the reference prices for minerals including cobalt, lead, zinc, nickel, aluminum and copper.

5. Regulation: 19 K/10/MEM/2019 ([click here for 19 K/10/MEM/2019](#))

Date : 1 February 2019

Regarding : Formula Harga Dasar dalam Perhitungan Harga Jual Eceran Jenis Bahan Bakar Minyak Umum Jenis Bensin dan Minyak Solar yang Disalurkan melalui Stasiun Pengisian Bahan Bakar Umum dan/atau Stasiun Pengisian Bahan Bakar Nelayan (Base Price Formula for Retail Price Calculation for General Type of Oil Fuels (Gasoline and Diesel Oil) Distributed through Public Filling Stations and/or Fishermen's Filling Stations)

Summary

This regulation stipulates the calculation of the retail selling price calculated using the Retail Selling Price formula = MOPS + constants + Margin + VAT (10%) + PBBKB (in accordance with the local Provincial Regulations), where the constants consist of acquisition costs beyond product prices (alpha procurement), storage costs, and distribution costs. The stipulation of the retail selling price of the General Oil Type by the Business Enterprise also refers to the lower limit provision with the margin calculation as 5% from the base price and the upper limit provision with the margin calculation as 10% from the base price.

6. Regulation: 20 K/12/MEM/2019 ([click here for 20 K/12/MEM/2019](#))

Date : 1 February 2019

Regarding : Penetapan Harga Minyak Mentah Indonesia Bulan Januari 2019 (Determination of Indonesian Crude Oil Price for January 2019)

Summary

Minister of Energy and Mineral Resources Decision Number 20 K/12/MEM/2019 specifically sets the average price of Indonesian crude oil for January 2019 at US 56.55. This regulation includes the price of Indonesian crude oil for the main crude oil and other crude oils listed in the appendix.

7. Regulation: 39 K/20/MEM/2019 ([click here for 39 K/20/MEM/2019](#))

Date : 20 February 2019

Regarding : Pengesahan Rencana Usaha Penyediaan Tenaga Listrik PT Perusahaan Listrik Negara (Persero) Tahun 2019 sampai dengan tahun 2028 (Ratification of the Electricity Supply Business Plan of the State Electricity Company PT Perusahaan Listrik Negara (Persero) for 2019 through 2028)

Summary

In this regulation, the addition of electricity infrastructure that is planned to be built until 2028 includes power plants in the amount of 56,395 MW, transmission networks with the length of 57,293 km, substations of 124,341 MVA, a distribution network with the length of 472,795 km, and distribution substations amounting to 33,730 MVA. In addition, this regulation includes the availability of energy sources and utilization strategies, conditions of electricity supply business, investment requirements and indications of funding, and risk analysis.

Contact

Clients & Markets

Deloitte Indonesia

Email: IDMarcomm@deloitte.com

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms, and their related entities. DTTL (also referred to as "Deloitte Global") and each of its member firms are legally separate and independent entities. DTTL does not provide services to clients. Please see www.deloitte.com/id/about to learn more.

Deloitte is a leading global provider of audit and assurance, consulting, financial advisory, risk advisory, tax and related services. Our network of member firms in more than 150 countries and territories serves four out of five Fortune Global 500® companies. Learn how Deloitte's approximately 264,000 people make an impact that matters at www.deloitte.com/id.

About Deloitte Southeast Asia

Deloitte Southeast Asia Ltd – a member firm of Deloitte Touche Tohmatsu Limited comprising Deloitte practices operating in Brunei, Cambodia, Guam, Indonesia, Lao PDR, Malaysia, Myanmar, Philippines, Singapore, Thailand and Vietnam – was established to deliver measurable value to the particular demands of increasingly intra-regional and fast growing companies and enterprises.

Comprising approximately 340 partners and 8,800 professionals in 25 office locations, the subsidiaries and affiliates of Deloitte Southeast Asia Ltd combine their technical expertise and deep industry knowledge to deliver consistent high quality services to companies in the region.

All services are provided through the individual country practices, their subsidiaries and affiliates which are separate and independent legal entities.

About Deloitte Indonesia

In Indonesia, services are provided by Satrio Bing Eny & Rekan.

This communication contains general information only, and none of Deloitte Touche Tohmatsu Limited, its member firms, or their related entities (collectively, the "Deloitte Network") is, by means of this communication, rendering professional advice or services. Before making any decision or taking any action that may affect your finances or your business, you should consult a qualified professional adviser.

No entity in the Deloitte Network shall be responsible for any loss whatsoever sustained by any person who relies on this communication.

© 2019 Satrio Bing Eny & Rekan