

DISCLOSURE INFORMATION TO SHAREHOLDERS

In relation with Affiliated Transaction PT Charoen Pokphand Indonesia Tbk, by way of purchasing fixed assets owns by Hadi Gunawan Tjoe, President Commissioner of the Company ("Transaction").

Transaction is an Affiliated Transaction which stipulated in OJK Regulation No. 42/POJK.04/2020 dated 1 July 2020 concerning Affiliated Transaction and Conflict Interest on Certain Transaction.



PT Charoen Pokphand Indonesia Tbk

("Perseroan")

Berkedudukan di Jakarta, Indonesia.

Kantor Pusat:

Jl. Ancol VIII/1, Jakarta 14430.

Telp. (021) 6919999, Fax. (021) 6907324

www.cp.co.id

STATEMENT OF DIRECTORS

The Company has and has carried out adequate procedures to ensure that Affiliated Transaction is carried out in accordance with generally accepted business practices and will keep documents related to the implementation of these procedures within the period of document storage in accordance with the provisions of the legislation.

STATEMENT OF BOARD OF COMMISSIONERS DAN DIRECTORS

Affiliated Transaction does not contain a Conflict of Interest and all material information has been disclosed and the information is not misleading.

This Disclosure Information issued in Jakarta on 10 May 2023.

DESCRIPTION OF THE TRANSACTION

1. Date and Object of Transaction

On 8 May 2023, the Company has signed a Sale and Purchase Binding Agreement with Hadi Gunawan Tjoe, President Commissioner of the Company, to purchase the object of the Transaction. The object of the Transaction is fixed assets in the form of land with a total area of 82,922 m² as referred to in: (1) Certificate of Hak Milik No. 83 dated 28 July 1994 covering an area of 68,210 m²; (2) Certificate of Hak Milik No. 643 dated 20 March 2009 covering an area of 281 m²; (3) Certificate of Hak Milik No. 689 dated 8 June 2012 covering an area of 944 m²; (4) Certificate of Hak Milik No. 690 dated 18 June 2012 covering an area of 3,348 m²; (5) Certificate of Hak Milik No. 986 dated 29 December 2021 covering an area of 4,370 m²; (6) Certificate of Hak Milik No. 987 dated March 2, 2022 covering an area of 2,000 m²; (7) Certificate of Hak Milik No. 988 dated 29 December 2021 covering an area of 2,060 m²; (8) Certificate of Hak Milik No. 1002 dated 7 December 2021 covering an area of 124 m²; (9) Certificate of Hak Milik No. 1003 dated 6 December 2021 covering an area of 1,392 m²; and (10) Letter of Land History from Kepala Desa Bojongkembar No. 595.3/185/DS/X/2019 dated 3 October 2019 covering an area of 193 m², all of which are located in Desa Bojongkembar, Kecamatan Cikembar, Kabupaten Sukabumi, West Java Province ("Object of Transaction").

2. Value of Transaction

Transaction value is Rp45,607,100,000 excluding taxes. The Transaction is not a Material Transaction as referred to in OJK Regulation No. 17/POJK.04/2020 dated 20 April 2020 concerning Material Transactions and Changes in Business Activities. This is because the transaction value is Rp45,607 million or less than 20% of the equity value of the Company and its Subsidiaries based on the Consolidated Financial Statements of the Company and its Subsidiaries for the year ended December 31, 2022 which has been audited by the Purwanto Public Accounting Firm, Sungkoro & Surja with an unqualified opinion of Rp5,265,443 million.

3. Parties Conducting the Transaction and the Relationship with the Company

PT Charoen Pokphand Indonesia Tbk

Brief History

The Company is domiciled in North Jakarta and established in Indonesia under the name PT Charoen Pokphand Indonesia Animal Feedmill Co. Limited, based on the deed of establishment contained in the Deed No. 6 dated January 7, 1972, made before Drs. Gde Ngurah Rai, SH, Notary in Jakarta, as amended by Deed No. 5 dated 7 May 1973 drawn up before the same Notary. The deed of establishment has been ratified by the Minister of Justice of the Republic of Indonesia with Decree No. YA-5/197/21 dated June 8, 1973.

The Company's Articles of Association have been amended, most recently by Notarial Deed of Fathiah Helmi, SH No. 65 dated 26 July 2021. The deed has been approved by the Minister of Law and Human Rights of the Republic of Indonesia in Decree No. AHU-0045644.AH.01.02.TAHUN 2021 dated August 25, 2021.

Business Activities

The business activities of the Company according to the Articles of Association are: Broiler Breeding; Slaughterhouse and Non-Poultry Meat Packing Activities; Slaughterhouse and Poultry Meat Packing Activities; Industry of Manufacture and Preservation of Poultry and Meat Products; Industry of Frosting of Fruits and Vegetables; Industry of Mixed Flour and Flour Dough; Industry of Food and Processed Food; Industry of Cooking Spices and Seasonings; Industry of Animal Food Rations; Industry of Pharmaceutical Product for Animals; Industry of Plastic Packaging; Industry of Household Appliances and Equipment (Excluding Furniture); Wholesale Trading of Live-stocks; Wholesale Trading of Poultry and Processed Chicken; Warehousing and Storage; Cold Storage Activities; Broiler Cultivation; Fruit and Vegetable Drying Industry; Corn milling and cleaning industry; Soft Drink Industry; Bottled Water Industry; Other Beverage Industry; Pharmaceutical Ingredients Industry for Animals; Wholesale of Beef and Processed Beef; Wholesale of Chicken Meat and Processed Chicken; Wholesale of Meat and Other Processed Meat; Big Trade of Processed Fishery Products; Wholesale of Eggs and Egg Processed Products; Wholesale of Other Food and Beverages.

Shareholders Composition

Based on the Company's Register of Shareholders, the Company's shareholders as of December 31, 2022 are:

Pemegang Saham	Jumlah Saham	Jumlah Nilai Nominal (Rp)	%
PT Charoen Pokphand Indonesia Group	9,106,385,410	91,063,854,100	55.53
Publik (masing-masing dengan kepemilikan kurang dari 5%)	7,291,614,590	72,916,145,900	44.47
Jumlah	16,398,000,000	163,980,000,000	100.00

Management

Based on Notarial Deed of Fathiah Helmi, SH No. 9 dated 11 February 2019, which has been notified to the Ministry of Law and Human Rights of the Republic of Indonesia with the Acceptance of Notification No. AHU-AH.01.03-0143874 dated March 13, 2019, the composition of the Directors and Board of Commissioners of the Company is:

President Director : Tjiu Thomas Effendy
Vice President Director : Peraphon Prayooravong
Director : Ong Mei Sian
Director : Jemmy
Director : Eddy Dharmawan Mansjoer
Director : Ferdiansyah Gunawan Tjoe

President Commissioner : Hadi Gunawan Tjoe
Vice President Commissioner : Rusmin Ryadi
Independent Commissioner : Suparman S.

Hadi Gunawan Tjoe

Hadi Gunawan Tjoe is the President Commissioner of the Company who was appointed at the Annual General Meeting of Shareholders on May 23 2018, the results of which were notarized by Deed of Notary Fathiah Helmi, S.H. No. 70 dated 23 May 2018.

4. Nature of Conflict of Interest among Parties Involved in Transaction with the Company

In terms of management, Hadi Gunawan Tjoe is the President Commissioner of the Company.

5. Explanation, Justification and Reason for Such Proposal of Transaction

As one of the business activities carried out by the Company, the processed food business is an important contributor to the Company's sales. In fact, during the COVID-19 pandemic, processed food sales continued to grow so that the Company will continue to strengthen this line of business to anticipate increased demand in the future.

For this reason, there are two strategies that will be carried out by the Company in strengthening the processed food business line, namely increasing production capacity and strengthening the distribution network. The aim of increasing production capacity is to anticipate the growth in demand for processed food in line with increasing people's incomes. One way to increase production capacity is to set up chicken meat processing facilities in areas with many broiler farms.

The Company has plans to build a chicken meat processing facility above the Transaction Object because of its strategic location and is located in an area that has many chicken farms, both independent breeders and plasma farmers who join the partnership scheme. Thus, the supply of broiler chickens in the area is sufficient to meet the raw material needs for the chicken meat processing facility to be built.

The Company's consideration for conducting transactions with Affiliated parties, namely Hadi Gunawan Tjoe compared to if the transaction is carried out with unaffiliated parties is because the location of the fixed assets to be purchased is quite strategic and sufficient and complete information on the fixed assets being transacted is available to the Company. .

The source of funds that will be used by the Company to carry out Transactions is an internal source of funds.

SUMMARY OF APPRAISAL REPORT

1. Summary of the Appraiser's Report on the Object of the Transaction

KJPP Toto Suharto and Partners as Appraisers appointed by the Company to conduct an assessment of the Object of the Transaction have submitted Asset Appraisal Report No. 00095/2.0055-00/PI/05/0369/0/III/2023 dated 20 March 2023 with the following summary:

a. Identity of the Parties

Task Giver and Report User PT Charoen Pokphand Indonesia Tbk having its address at Jalan Ancol Barat VIII No. 1, Kelurahan Ancol Village, Kecamatan Pademangan, North Jakarta City, DKI Jakarta Province, 14430.

b. Object of Valuation

The object of the appraisal is the vacant land owned by Hadi Gunawan, Hadi Gunawan Tjoe and Didi Iding, Enah, Lina Marlina, the late Nar'in, the late Mamah., which is located at Jalan Pelabuhan II Kp. Gunung Gadung RT001/RW004, Desa Bojongkembar, Kecamatan Cikembar, Kabupaten Sukabumi, West Java Province.

With land data assessed as follows:

Sertipikat / Legalitas	No.	Tanggal	Pemegang Hak	Gambar Situasi / Surat Ukur		Luas (m ²)
		Penerbitan		Nomor	Tanggal	
Sertipikat Hak Milik	83	28 Juli 1994	HADI GUNAWAN	1543/1994	03 Juni 1994	68.210,00
Sertipikat Hak Milik	643	20 Maret 2009	HADI GUNAWAN	9/BOJONGKEMBAR/2009	18 Desember 2008	281,00
Sertipikat Hak Milik	689	08 Juni 2012	HADI GUNAWAN TJOE	28/BOJONGKEMBAR/2008	10 Mei 2012	944,00
Sertipikat Hak Milik	690	18 Juni 2012	HADI GUNAWAN TJOE	29/BOJONGKEMBAR/2008	10 Mei 2012	3.348,00
Sertipikat Hak Milik	986	29 Desember 2021	HADI GUNAWAN TJOE	632/bOJONGKEMBAR/2020	14 September 2020	4.370,00
Sertipikat Hak Milik	987	02 Maret 2022	HADI GUNAWAN TJOE	633/bOJONGKEMBAR/2020	24 Februari 2020	2.000,00
Sertipikat Hak Milik	988	29 Desember 2021	HADI GUNAWAN TJOE	634/bOJONGKEMBAR/2020	14 September 2020	2.060,00
Sertipikat Hak Milik	1002	07 Desember 2021	HADI GUNAWAN TJOE	590/bOJONGKEMBAR/2020	27 Agustus 2020	124,00
Sertipikat Hak Milik	1003	06 Desember 2021	HADI GUNAWAN TJOE	591/bOJONGKEMBAR/2020	26 Agustus 2020	1.392,00
Akta Jual Beli	517/2018	06 November 2018	HADI GUNAWAN TJOE	-	-	193,00
Jumlah Luas Keseluruhan						82.922,00

- Designation : Wetland Agricultural Allotment Area

Notes :

Based on the Certificate of Land History from the Head of Bojongkembar Village No. 595.3/185/DS/X/2019, October 3 2019, That the AJB 517/2018 Rightsholder dated November 6 2018, from the previous Didi Iding, Enah, Lina Marlina, Alm Nar'in, Alm Mamah has changed to be on behalf of Hadi Gunawan Tjoe.

c. Objective of Valuation

The purpose of the appraisal is to provide an opinion regarding the Market Value which will be used for the purpose of buying and selling for the benefit of the Buyer.

Assessment results reports are not to be used outside the context or intended purpose. The appraiser is not responsible if the Appraisal Report is used other than the purposes stated above.

d. Assumptions and Limiting Conditions

This Assessment and Assessment Report is subject to the following Limiting Conditions:

1. This assessment was carried out under uncertain conditions (high level of uncertainty) as a result of the Covid-19 outbreak pandemic so users of the assessment report are asked to be careful in determining the relevance of the assessment results to their needs (regarding the use of the assessment results), especially regarding with the difference between the valuation date and the time the valuation results are used in making business and economic/financial decisions.
2. Information that has been provided by other parties to the Appraiser as stated in the Appraisal report is considered appropriate and reliable, but the Appraiser is not responsible if it turns out that the information provided is proven not to be true. Information stated without mentioning the source is the result of our review of existing data, examination of documents or information from authorized government agencies. The responsibility for re-checking the correctness of the information rests entirely with the Assignor.
3. Unless otherwise stipulated by existing laws and regulations, the appraisal and appraisal reports are confidential and are only limited to the intended task giver and his professional advisors and are presented only for the purposes and purposes stated in the appraisal report. We are not responsible to other parties other than the Assignment Giver. Other parties who use this report are responsible for all risks that arise.
4. The value stated in this report and every other value in the Report which is part of the property being appraised only applies in accordance with the intent and purpose of the Valuation. The values used in this Valuation report may not be used for other Valuation purposes which may result in errors.
5. We have considered the condition of the property in question, however, we are not obligated to inspect building structures or parts of the property that are closed, invisible and unreachable. We do not provide guarantees if there is weathering, termites, other pest disturbances or damage that is not visible. The appraiser is not obliged to carry out inspections of environmental and other facilities. Unless otherwise informed, our assessment is based on the assumption that all of these aspects are met properly.
6. We do not investigate the condition of the land and other environmental facilities for a new development. If not otherwise informed, our assessment is based on reasonableness, and for a development plan there are no unreasonable expenditures or delays in the construction period.
7. We do not investigate environmental issues related to pollution. If not otherwise informed, our assessment is based on the assumption that there is no pollution that could affect the value.
8. The pictures, plans or maps contained in this report are presented for visualization purposes only. We do not conduct surveys/mapping and are not responsible for this.

9. Information regarding the urban planning plan is obtained from the General Spatial Planning of the City and the Written Statement issued by the competent authority. Unless otherwise instructed, we assume that the property being assessed is not affected by various things that are restrictive and the property and conditions of use, both current and future, do not conflict with the applicable regulations.
 10. All existing evidence of ownership, legality and permits are based on information and data provided by the Task Giver/user of the report. Therefore, we do not re-measure the area of the property in detail, but data from certificates & building drawings received from the Task Giver / report user.
 11. If there is a claim and/or lawsuit in relation to the asset being appraised by the Appraiser, then the claim and/or lawsuit can be ignored and the Appraiser considers that the asset is free, not mortgaged and/or guaranteed and/or there is no claim or lawsuit and currently the Appraiser assumes the assets are in legal ownership and/or under the supervision and responsibility of the owner of the assets.
 12. Toto Suharto & Partners Public Appraisal Service Office in relation to and related to this appraisal task, can provide information to other parties other than the Assignment Giver and/or service users and/or give testimony at a court hearing or other government agency relating to assets assessed, by first obtaining approval (commitment) from the Assignor and all costs incurred will be the burden and responsibility of the Assignor.
 13. This Appraisal Report, is NOT permitted to be disseminated to the public or other parties, either in part or in whole, on the value opinion contained therein including the contents of the statement or the entire contents of this appraisal report, including the name and affiliation of the expert Appraiser who contained in this appraisal report, and is not allowed to be used as a reference for other parties that have nothing to do with the Assignor, without the permission or knowledge of the Appraiser (SPI 103 point 5.3.a.12)
 14. This Appraisal Report is deemed invalid and invalid, if it does not bear the seal of the Public Appraiser Services Office of Toto Suharto & Partners and the signature of the Lead Partner and/or Partner who has a Public Appraiser permit.
 15. We confirm that this appraisal report is confidential to the company according to the written requirements. We are not responsible to third parties, and neither part nor the whole report or reference to this report is not permitted to be published in any document, statement, circular, or to be communicated to third parties without prior written approval from us for the format or context in which it will be raised.
- e. Appraisal Approach and Methods

In this assessment, we consider the Market Approach with the Market Data Comparison Method as the most suitable approach and valuation method to use, given the following conditions:

Approach	Reason for Use	Method
Market	Availability of adequate, comparable and similar market data to the object of assessment	Market Data Comparison
Income	Not used due to the absence of identifiable actual or proxy revenue stream data obtained from the owner	-
Cost	Not used because of the availability of adequate, comparable and similar market data to the object of assessment	-

f. Results of Valuation

By using the usual methods of valuation, and taking into account all the information, factors as contained in this report and based on the assumptions and restrictions that apply, we are of the opinion that the Market Value of the property as of December 31, 2022, is in the amount of IDR 44,114,500,000.00 (forty four billion one hundred fourteen million five hundred thousand rupiah).

The value above describes the Market Value opinion of the property with the aim of selling - buying to PT Charoen Pokphand Indonesia Tbk.

2. Summary of the Appraiser's Fairness Opinion on Transaction

KJPP Toto Suharto and Partners as Appraisers appointed by the Company to conduct an assessment of the Object of the Transaction have submitted the Fairness Opinion Report No. 00178/2.0055-00/BS/05/0060/0/V/2023, dated 4 May 2023 with the following summary:

a. Identification of Parties Involved in the Proposed Transaction

The parties involved in the Proposed Transaction are:

1. PT Charoen Pokphand Indonesia Tbk as the party that will buy and receive the transfer of ownership of the Affiliate's assets.
2. Affiliate is the owners of assets in the form of 10 (ten) plots of land located at Jalan Pelabuhan II, Kp. Gunung Gadung, Desa Bojongkembar, Kecamatan Cikembar, Kabupaten Sukabumi, West Java Province.

b. Object of Proposed Transaction

The object of the Proposed Transaction is 10 (ten) plots of land with an area of 82,922 square meters located at Jalan Pelabuhan II, Kp. Gunung Gadung, Desa Bojongkembar, Kecamatan Cikembar, Kabupaten Sukabumi, West Java Province.

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		Penerbitan		Nomor	Tanggal	
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Akta Jual Beli	517/2018	06 November 2018	HADI GUNAWAN TJOE	-	-	193,00
Jumlah Luas Keseluruhan						82.922,00

c. Purpose and objectives

This report aims to provide a fairness opinion on the planned asset sale and purchase transaction in the form of 10 (ten) plots of land covering an area of 82,922 square meters owned by Hadi Gunawan Tjoe to the Company and in order to comply with the provisions of the Financial Services Authority Regulation (POJK) No. 42/POJK.04/2020 concerning Affiliated Transactions and Transactions with Conflicts of Interest.

d. Important Assumptions and Appraiser Independence

In compiling this independent opinion, we use several assumptions, including:

1. This Fairness Opinion Report is a non-disclaimer opinion
2. KJPP TnR has conducted a review of the documents used in the appraisal process.
3. The data and information obtained by KJPP TnR come from sources whose accuracy can be trusted.
4. KJPP TnR uses adjusted financial projections that reflect the fairness of financial projections made by management with the ability to achieve them (fiduciary duty)
5. KJPP TnR is responsible for the implementation of the Appraisal and the fairness of the adjusted financial projections.
6. KJPP TnR produces a Business Appraisal Report which is open to the public, unless there is confidential information that may affect the company's operations.
7. KJPP TnR is responsible for the Business Appraisal Report and Fairness Opinion Conclusion.

8. KJPP TnR has obtained information on the legal status of the object of appraisal from the assignor.
 9. KJPP TnR assumes that since the Proposed Transaction until the issuance of this fairness opinion there has not been any change that will materially affect the Proposed Transaction.
 10. KJPP TnR assumes that the Company complies with all regulations set by the government, especially those related to the Company's operations, both in the past and in the future.
 11. KJPP TnR assumes that the legality of the Company has no problems either legally or other problems both before and after the Proposed Transaction.
 12. KJPP TnR assumes that the Company has and will fulfill obligations relating to taxation, levies and other levies in accordance with applicable regulations.
 13. KJPP TnR has obtained information on the terms and conditions in the agreements related to the Proposed Transaction from the Company.
 14. Reports are prepared only for the purposes and objectives stated in the report. We are not responsible to other parties other than the Assignment Giver. Other parties who use this report are responsible for all risks that arise.
 15. KJPP TnR is not obliged to provide testimony or appear before a court or government officials if this is not related to the aims and objectives of this report and is outside the scope of the assignment.
 16. If in the future the Appraiser is asked to provide explanations and explanations that are made outside the working area of our office or to parties other than the assignor and service users, then all costs incurred will be borne by the assignor.
 17. This report is invalid if it is not signed by the Management and office seal from KJPP TnR.
- e. Methods of Analysis of Proposed Transactions

In evaluating the fairness of the Proposed Transaction, we conduct an analysis with the following stages:

1. Analysis of the Proposed Transaction which includes identification and relationship between the parties involved in the Proposed Transaction, analysis of binding agreements and requirements in the Proposed Transaction, analysis of the benefits and risks of the Proposed Transaction.
2. Qualitative analysis of the Proposed Transaction which includes the history of the parties involved and business activities, industry analysis, operational and prospect analysis, analysis of the reasons for the Proposed Transaction, advantages and disadvantages of the Proposed Transaction.
3. Quantitative analysis of the Proposed Transaction which includes analysis of historical financial statements, analysis of financial ratios, analysis of financial projections before and after the Proposed Transaction, analysis of financial ratios before and after the proposed transaction, analysis of financial proforma before and after the Proposed Transaction and added value analysis.
4. Analysis of the fairness of the value of the Proposed Transaction.

f. Fairness Opinion on Transactions

➤ Analysis of Proposed Transaction

- Based on information from management, it is known that the Proposed Transaction between the Company and Hadi Gunawan Tjoe considers as Affiliate Transactions, where the affiliated relationship is Hadi Gunawan Tjoe who is the president commissioner of the Company.
- Based on the draft Sale and Purchase Deed and the terms and conditions between the Company and Hadi Gunawan Tjoe, there are no special requirements that would be detrimental to the transacting parties, so the terms in the Proposed Transaction are reasonable.
- Based on the above agreement and conditions there are no special requirements that will be detrimental to the transacting parties so that the conditions contained in the Proposed Transaction are reasonable.
- The benefit of carrying out the Proposed Transaction is that the Company can build poultry processing facilities so that broilers obtained from plasma breeders and independent breeders located in the area around the Object Transaction can be processed into products with added value. The level of profit derived from the sale of processed chicken is relatively higher than the sale of broiler chickens obtained from plasma breeders.
- The risk of the Proposed Transaction in the presence of disease outbreaks can cause death of poultry farming in large numbers and in a short time. This can also reduce demand for the Company's products, which will ultimately reduce the Company's revenue. To overcome this, the Company always provides consultation and guidance to farmers regarding the importance of bio-security and vaccination to prevent disease outbreaks such as bird flu.

➤ Qualitative Analysis

- The Company's consideration for conducting transactions with Affiliated parties, namely Hadi Gunawan Tjoe compared to if the transactions are carried out with unaffiliated parties is because the location of the fixed assets to be purchased is quite strategic and sufficient and complete information on the fixed assets being transacted is available to the Company. The source of funds that will be used by the Company to carry out Transactions is an internal source of funds.
- The advantage of carrying out the Proposed Transaction is that the Company can increase business potential in the poultry processing industry in terms of increasing storage capacity in the future.
- Disadvantages by carrying out the transaction plan, there are costs that arise as a result of this transaction plan, which are not limited to the costs of supporting institutions, such as Asset Valuation. Additional costs that arise include the cost of appraising the object of the transaction, costs related to the appraisal profession and other obligations that may arise in the future.

➤ Quantitative Analysis

- Based on the historical analysis of the Company's finances, it is known that the Company has performed quite well. Thus the Company's plan to carry out the Proposed Transaction to strengthen its financial position and increase competitiveness is reasonable.
- Based on the Company's financial projections, it is estimated that there will be an increase in sales, gross profit and operating profit, thus the Company's Proposed Transaction is reasonable.

- As for the impact of the proposed transaction, namely, the average Net Profit Margin (NPM) decreased from 6.02% to 6.00%. Meanwhile, the average Return on Equity did not change at 12.40%. Meanwhile, the impact on increasing the Company's average Return on Assets decreased from 9.05% to 9.04%.
- The financial impact of the Proposed Transaction which will be carried out on a consolidated basis from the pro forma financial position is that in terms of the Company's total assets there is a decrease in total current assets of IDR47.88 billion. The decrease was due to a decrease in cash and cash equivalents used to purchase assets for the Proposed Transaction. Meanwhile, non-current assets increased by IDR47.88 billion as a result of the addition of fixed assets to the Proposed Transaction. So that the pro forma total assets have no effect because the proposed transaction eliminates each other between the reduction of non-current assets and the addition of non-current assets. The Company's proforma liabilities and equity have not changed.
- Based on the Company's pro forma profit and loss above, there is no adjustment between before and after the planned transaction, so the pro forma profit and loss remains the same and there is no effect from the purchase of the assets.
- Based on the incremental analysis, there are differences in the projected financial position of the Company between before and after the implementation of the planned transaction. The purchase of fixed assets can increase the Company's total assets by an average CAGR of 0.005% during 2023 to 2027. Projected total liabilities will decrease by an average CAGR of 0.015% during the projection period and total equity will increase by an average CAGR of 0.002% during projection period.
- Based on the incremental analysis of the projected profit and loss, the Company's revenue has changed between before and after the planned transaction. It is projected that the Company's sales will increase by an average of IDR111.61 billion during the period 2023 to 2027. The cost of goods sold will also increase between before and after the planned transaction of IDR95.95 billion. Meanwhile, operating profit experienced an average increase of IDR4.65 billion from 2023 to 2027. However, net profit decreased between before and after the planned transaction by an average of IDR2.36 billion during the projection period.
- Based on the incremental analysis of cash flows, there is a significant difference in the Company's cash flows between before and after the transaction, namely in the cash flows of operating, investing and financing activities during the projected period of 2023 to 2027.
- Based on OJK Regulation Number 35/POJK.04/2020 Article 48 point (b) "The upper limit and lower limit on the value range, may not exceed 7.5% (seven point five percent) of the reference value". Based on the comparison above, the difference between the Transaction Value of assets is 3.38% above the Market Value but not more than a 7.5% deviation.

g. Appraiser Conclusion

Based on the above analysis, we are of the opinion that the Transaction Plan is **REASONABLE**.

ADDITIONAL INFORMATION

If the shareholders wish to get additional information in regards to this Disclosure Information, shareholders may contact:

PT CHAROEN POKPHAND INDONESIA Tbk
Jl. Ancol VIII/1, JAKARTA 14430
Phone (021) 6919999; Facsimile (021) 6907324
email: investor.relations@cp.co.id