



EMERGING ECONOMIES COOPERATION: A WORKING DOCUMENT FOR BUSINESS FACILITATION AND ENGAGEMENT BETWEEN THE REPUBLIC OF INDONESIA AND THE REPUBLIC OF KENYA

1. Hon. Moses Kiarie Kuria, Cabinet Secretary for Trade, Industry and Investment of the Republic of Kenya, visited Indonesia between 8th and 11th May 2023, for official and business engagements, on invitation of the Coordinating Minister for Maritime Affairs and Investment of the Republic of Indonesia, Hon. Luhut Binsar Panjaitan.

2. The visit was a follow up on outcomes of bilateral talks between H.E. Dr. William Samoei Ruto, CGH, President of the Republic of Kenya, and Hon. Luhut Binsar Pandajaitan, Coordinating Minister for Maritime Affairs and Investment of the Republic of Indonesia, held on Friday 20th January 2023. During the meeting at State House Nairobi, the two sides agreed to form a Joint Task Force, supported by the Council of Economic Advisors to the President for strategy, and immediately commence detailed discussions on cooperation and collaboration in the following three sectors:
 - i) Trade, investment and industry:- To be convened on the Kenyan side by the Cabinet Secretary for Trade, Investment and Industry and to include trade, agriculture, mining, pharmaceuticals, infrastructure and port operations,

 - ii) Energy, Petroleum and Mining:- To be convened by the Kenyan Cabinet Secretary for Energy and Petroleum,

 - iii) Defense and Strategic Industry:- To be convened on the Kenyan side by the Kenyan Cabinet Secretary for Defense,

3. During the three-day engagements held under the guidance of the Office of the Coordinating Minister for Maritime Affairs and Investment, the

Cabinet Secretary together with members of his delegation, held focused consultative sessions with key players from the Indonesian State Owned Enterprises, select private sector players, Indonesian state agencies that facilitate Trade and Investment; and conducted a tour of Indonesian Ports Authority (PELINDO) and held a roundtable discussion with the Federation of Indonesian Chamber of Commerce (KADIN).

4. The Coordinating Minister and Cabinet Secretary thereby agreed that Kenya and Indonesia endeavor to upscale further engagements in the following sectoral areas with immediate effect:

NO.	SECTOR	DELIVERABLES	INDONESIA PARTNER
1	Blue Economy	1. Indonesia is invited to collaborate and expand on fish farming and processing in Kenya. 2. PT Perikanan was invited to visit Kenya and explore areas of partnership and investment collaboration 3. Collaboration to develop MSME fisheries with Konservasi Indonesia	1. Perikanan Indonesia 2. Konservasi Indonesia
2	Mining & Renewable Energy	1. Benchmark through the AU fund facility on ongoing innovations and developments in the green hydrogen and carbon credit space. 2. Establish value addition Centres for minerals and Iron ORE at Dongo Kundu.	Pertamina International EP Antam
3	Geothermal	1. Collaboration on production of Green Hydrogen for power and ammonia production projects, 2. To continue exchanging and sharing knowledge on exploration and development of green hydrogen, 3. Establish a working partnership for Geothermal exploration between the two countries 4. Called upon Indonesia to share developments in law and regulation on carbon credit laws with view of collaborating on carbon credit development	1. Pertamina Energy 2. Star Energy

4	Electric vehicles	Conversion of motorbikes fuel to EV	1. Antam
		Production of Lithium batteries	1. Pertamina
		Production of new EV Battery	1. Pertamina
5	Edible Oils	Collaboration on pilot project for mass market nozzle packaging, partnership for importation of finished, CPO importation of crude	1. Wings 2. PT INL (Industri Nabati Lestari) 3. KPN 4. Sungai Budi and Asia Beef
6	Livestock	1. Open market for up to 120,000 herds of cattle per year, 2. Review and share regional standards requirements, 3. Conclude protocols before Presidential visit	1. K-BIF
7	Railway Infrastructure	Invited Indonesian Railway developer to visit and explore further areas of collaboration	PT Kerata API; INKA
8	Pharmaceuticals	1. Address regional licensing to harmonise requirements	1. Biofarma/Kimiafarma 2. Combiphar, 3. Eta
9	Textile and Apparel	1. Investments into textile and apparel industry; 2. Kenya to set up EPZ Zones for Indonesia companies	1. Busana, 2. Pan Brothers, 3. PT SRITEX
10	Oil and Gas	1. Explore further on gas and oil exploration in Kenya 2. Discuss further on establishment of refinery in partnership with Pertamina International	1. PERTAMINA International
11	Finance and Banking	1. Development financing options 2. Commercial financing options	1. (MANDIRI, BNI & BRI) Himbara Group; 2. LPEI,

			3. Exim, 4. BUMN (SOE Ministry)
12	Defence Equipment	1. Defence ministries to take lead on defence cooperation for both countries 2. Explore further partnership for supply of machinery for Agriculture, Transport (Rail and Road)	Pindad
13	Agriculture	1. Sugar, palm oil and cotton collaboration 2. Agriculture and value addition	1. FKS Group 2. Sungai Budi Group 3. PT Tunas Baru Lampung
14	Port Operations	1. Creating extra volume in terms of traffic connectivity, 2. Explore possibility of partnerships to develop the earmarked additional 33 berths in Dongo Kundu, Lamu and Mombasa 3. Explore the possibility of developing Special Economic Zones and beyond logistics	1. Pelindo
15	Trade	1. Both Ministers agreed to announce the start of negotiation of Preferential Trade Agreement during the July State Visit to Kenya 2. Conclude the fisheries and marine agreement soon 3. Discuss and conclude the MoU on environment	Ministries
Other suggested areas of cooperation through Indonesia Chamber of Commerce			
16	Essential Oils	Investments in the essential oils sector including rose flower and avocado	1. Aiseries Raya Indonesia 2. Harry Hanawi
17	Coffee	Invest in value addition of coffee and specialty coffees	1. PT Aneka Coffee Industry

18	Fintech	Explore opportunities available for both Indonesia and Kenya in Fintech	1. Bernardino Moningka, Adakami
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5. The Coordinating Minister and the Cabinet Secretary expressed satisfaction on the progress made so far on the consultative engagements and looked forward to the conclusion of most of the tasks agreed upon before the upcoming High-Level visit by H. E. President Joko Widodo, President of the Republic of Indonesia to Nairobi, scheduled for early July 2023.
6. The respective Ministries of Foreign Affairs to continue facilitating the negotiations and ensure seamless communication between the two parties.
7. All issues raised in this document can only be changed by the two sides mutually agreeing.

Signed on this date of 11th May 2023, in JAKARTA and in duplicate in the English Language

For the Government of the Republic of Indonesia

For the Government of the Republic of Kenya

Hon. Luhut B. Pandjaitan

Hon. Moses K. Kuria, EGH

Coordinating Minister for Maritime Affairs and Investment

Cabinet Secretary for Trade, Investment and Industry