



**JAKARTA INVESTMENT CENTRE**



**NEWSLETTER**

February - April 2023



# GREEN TECHNOLOGY

creating a cleaner, healthier, and more sustainable future.



**Use of Electric Vehicles:** The mass use of electric vehicles is one of the government's efforts to **reduce carbon emissions** in the transportation sector. This effort is considered significant to overcome the problem of **climate change and global warming**.



Following the **Instruction of the President of the Republic of Indonesia (INPRES) No. 7 of 2022** concerning the Use of Battery EV as Operational Service Vehicles and/or Individual Service Vehicles for Central Government Agencies and Regional Governments. Therefore, Head of the Jakarta Transportation Agency (Dishub) stated that there would be 220 units of Transjakarta electric buses paved in 2023.





# WHY JAKARTA?

## The Benefits of Investing in Jakarta: Optimizing Business Opportunities and Market Potential

As the capital city of Indonesia, **Jakarta is the center of business and trade**. In 2022, DKI Jakarta contributes 16.64% to National GDP (BPS DKI Jakarta, 2023)



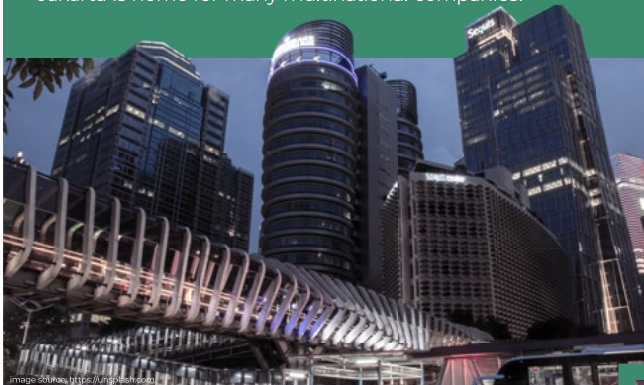
### Large and Growing Market

Jakarta has a population of approximately 10 million people, which presents a large opportunity for businesses that aim to enter the growing market.



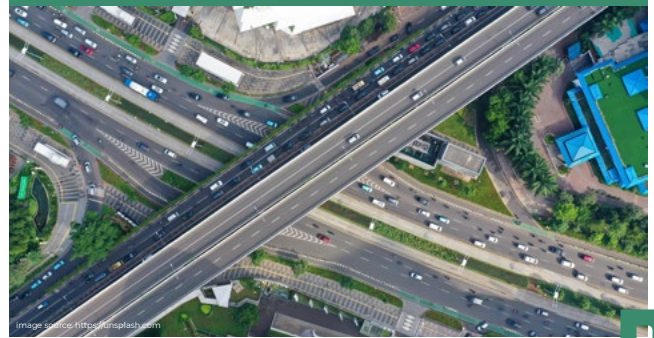
### Business and Financial Hub

As the largest city and one of megacity in Indonesia, Jakarta is home for many multinational companies.



### Good Infrastructure

Jakarta is connected by international airport, modern seaport, and extensive toll road network.



### High Potential in Various Sectors

Jakarta offers high investment potential in various sectors such as infrastructure, technology, tourism, property, and finance.



### Cultural Diversity

Rich in culture and ethnic diversity, creating a friendly environment for multinational businesses and foreign investment to adjust the market needs.



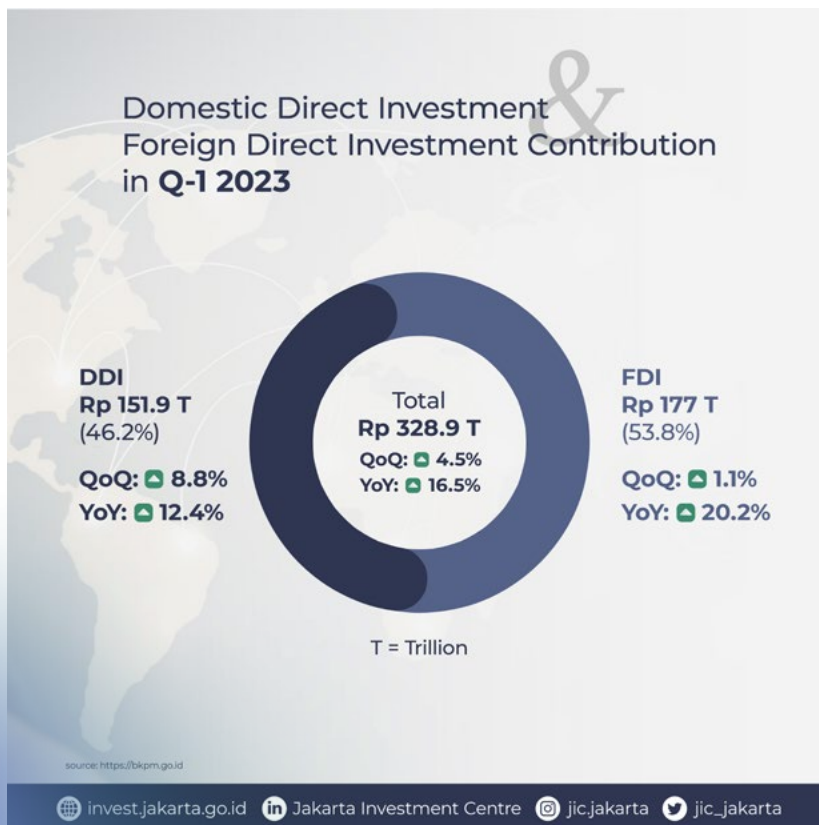
### Ease of Investment

In recent years, the investment procedures and permit issuances has become more concise by adopting Online Single Submission (OSS) system.





# INDONESIA INVESTMENT REALIZATION Q-1 2023



In the first quarter of 2023, Indonesia managed to achieve investment realization of IDR 328.9 trillion, an increase of 4.5% (QoQ) and 16.5% (YoY). This figure also indicates an achievement of 23.5% of the 2023 investment target of IDR 1,400 trillion. This great amount of investment has succeeded in absorbing 384,892 workforce.

The largest investment realization occurred outside Java Island, totaling IDR 172.9 trillion, which accounted for 52.6% of the total investments. This represented a 5.3% growth compared to previous quarter and 16.5% compared to the same period last year. On the other hand, investments within Java Island amounted to IDR 15.6 trillion, making up 47.4% of the total investments. This showed a growth of 3.6% compared to the previous quarter and 16.7% compared to the same period last year.



The basic metal industry, metal goods, non-machinery and equipment sector reached IDR 46.7 trillion, made it the largest investment realization in Indonesia followed by the transportation, warehouse and telecommunications sector.



Singapore, reached the foreign direct investment in the first quarter of 2023 by US\$ 4.3 billion, with a total of 7.839 projects. Previously, in the same quarter of 2022 Singapore reached the foreign direct investment by US\$ 3.6 billion.





## Focus Group Discussion (FGD)

# MENJAJAKI PELUANG INVESTASI PENGEMBANGAN KAWASAN BLOK M → KEBAYORAN BARU → SENAYAN



Jumat, 03 Maret 2023



13.30 - 16.00 WIB



Ballroom 2, Hotel JS Luwansa

As part of the government's efforts to develop a global city while making Jakarta an economic center, several urban development points have been established, primarily in the form of Transit Oriented Development (TOD). TOD is expected to create added value to the area by increasing property values, promoting fairness through job opportunities for local residents, developing the local economy, providing affordable housing access, and creating social infrastructure to support stronger community identity and relationships. These efforts are expected to accelerate investment growth and create new economic development opportunities for urban communities by various business activities, including tourism destinations.

The Focus Group Discussion (FGD) aimed to achieve four main objectives. First, to facilitate an open discussion about the concept of integrated development in the Blok M, Kebayoran Baru, and Senayan areas, with an emphasis on building and transportation modes. Second, to explore the use of land or buildings which are assets of state-owned enterprises (BUMN) in the Blok M, Kebayoran Baru, and Senayan areas. Third, to increase investment cooperation opportunities in the development of the Blok M, Kebayoran Baru, and Senayan areas between the Jakarta Provincial Government and Business Entities. And lastly, to enhance the collaboration of government, business associations, planning practitioners, and urban experts in order to accelerate the development of the Blok M, Kebayoran Baru, and Senayan areas.

Mrs. Sri Haryati, the Undersecretary for Economic Affairs and Finance of the Jakarta Capital City Government, supported and participated the event as Keynote Speaker. Furthermore, the discussion welcomed several relevant speakers who were involved in Blok M-Kebayoran Baru-Senayan area development, including Mr. Benni Agusandra, Head of the Department for Investment and Integrated One-Stop Services; Mr. Farchad H. Mahfud, Business Development Director of MRT Jakarta; and Mr. Fakky Ismail Hidayat, Business Development Director of Perum Peruri.

The discussion also invited expert responders to provide insight and suggestions related to area development, including Mr. Abdul Malik Sadat Idris from The Ministry of National Development Planning/Bappenas, Mr. Feirully Irzal from Board for Regional Development Planning DKI Jakarta, Mrs. Mery from the Department for Spatial and Land Planning DKI Jakarta, and Mr. Nirwono Joga as an Urban Planning Expert.

In conclusion, the FGD was a successful event that highlighted the importance of collaboration among the government, business entities, and the community in developing the Blok M, Kebayoran Baru, and Senayan areas. The Jakarta Provincial Government and stakeholders are hoping to create a thriving urban community with a strong economy, affordable housing, and improved social infrastructure.



23<sup>rd</sup> Feb 2023

## COURTESY VISIT TO SINGAPORE EMBASSY

In the first quarter of 2023, Jakarta Investment Centre (JIC) embarked on a series of courtesy visits and engagements, our plan is to foster economic collaborations and attract investments to our vibrant city. Our first stop was the Singapore Embassy, where we were warmly welcomed by the Deputy Chief of Mission. To further explore potential partnerships between Jakarta and Singaporean entities, representatives from Enterprise Singapore and the Economic Development Board (EDB) also joined the discussion.

24<sup>th</sup> Feb 2023

## COURTESY VISIT TO KOTRA KOREA TRADE-INVESTMENT PROMOTION AGENCY

Continuing our journey to expand our network, we visited the Korea Trade-Investment Promotion Agency (KOTRA) in Jakarta. The Director of KOTRA Jakarta, Lee Hyo Yeon, and his team graciously welcomed us. We took the opportunity to introduce several promising projects in Jakarta, showcasing the vast investment potential our city holds.



28<sup>th</sup> Feb 2023

JIC IN HKTDC

## BUILDING FOR THE FUTURE

One of the highlights of our endeavors was our participation in the HKTDC event, where we had the privilege of sharing insights on investing in Jakarta. We presented various investment projects and engaged in fruitful business matching sessions. Connecting with industry leaders and staying up-to-date with the latest developments and innovations in urban development was truly invaluable.



14<sup>th</sup> Mar 2023

## JIC IN UK-SOUTHEAST ASIA TECH WEEK 2023

The excitement continued as we eagerly joined the UK-Southeast Asia Tech Week 2023, organized by the UK's Department for International Trade. It was an honor for us to exchange valuable information about investment opportunities in Jakarta with innovative tech companies from the UK. The event served as a platform to forge new connections and strengthen existing ones.





09<sup>th</sup> Mar 2023

## COURTESY VISIT TO KOCHAM

Next, we paid a courtesy visit to the Korean Chamber of Commerce and Industry (KOCHAM) in Indonesia. Ms. Jade Kim, the General Secretary, and her team warmly received us. We seized this opportunity to introduce ourselves as an official investment partner in Jakarta, fostering closer collaboration between our city and Korea.

27<sup>th</sup> Mar 2023

## COURTESY VISIT TO JAKARTA JAPAN CLUB

Our plan to expand investment collaborations brought us to the Jakarta Japan Club (JJC). We were delighted to build strong economic ties between Jakarta and Japan and explore potential investment opportunities. Notably, Japan's investment realization in Jakarta for 2022 was an impressive US\$ 396.287 million, making it the 3rd largest foreign investment in our city.

05<sup>th</sup> Apr 2023

## COURTESY VISIT TO JICA JAPAN INTERNATIONAL COOPERATION AGENCY

Seeking to leverage the expertise and resources of the Japan International Cooperation Agency (JICA), we held discussions on potential investment sectors in Jakarta. We identified collaboration opportunities between JIC and JICA, aiming to attract Japanese businesses and investors to our city. By mapping the characteristics of Japanese investors, we aimed to create a favorable environment for their investments.

06<sup>th</sup> Apr 2023

## COURTESY VISIT TO KOREAN EMBASSY

Lastly, we had an introductory meeting with the Embassy of the Republic of Korea in Indonesia. As we celebrated the 50<sup>th</sup> anniversary of diplomatic relations between Indonesia and South Korea, it presented an excellent opportunity for both countries to intensify cooperation.

Through these courtesy visits and engagements, JIC as an official investment partner, showcasing the vast potential and opportunities our city offers. We eagerly looked forward to the future, where collaborative efforts would result in the mutual growth and prosperity of Jakarta and our esteemed partners.





# SITE VISIT TO KBN & TRANSCON INDONESIA



Based on the Government Regulation No. 85/2015, there's a concept called the Bonded Logistic Center (PLB) to boost the logistics and warehouse businesses as part of its economic stimulus package. Private corporations that own or lease warehouse spaces in the Bonded Logistic Center area can benefit from tax breaks, financial advantages, and self-managed bonding, as well as flexibility in terms of activity and storage duration.

Jakarta Investment Centre recently facilitated the Steinweg Group's inquiries about potential collaborations with PT KBN and PT Transcon Indonesia. These two companies are the key players in the logistic industry, especially for the bonded logistic services in Jakarta. This early stage of discussion was focused on the possibility of business collaboration formed Steinweg with PT KBN and PT Transcon Indonesia. Thus, they are working on developing the business plan in utilizing the bonded logistic services in Tanjung Priok area.

JIC offers free consultation and business matchmaking as well as connections to the key players in the market to start and develop business in Jakarta.







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and business information in Jakarta, visit



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