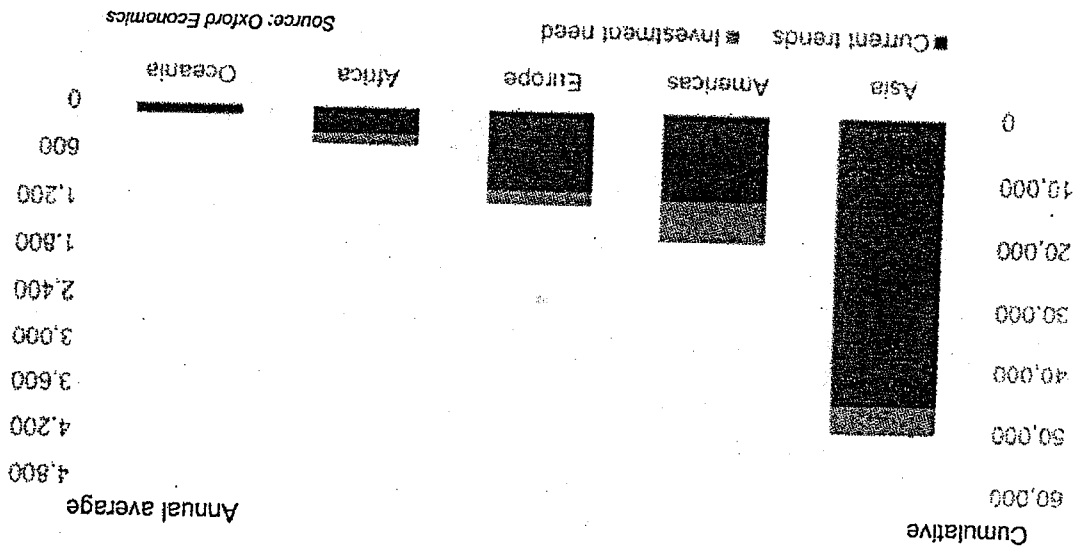


Concept Paper
 "Indonesia - Africa Infrastructure Dialogue"
 Bali, 20-21 August 2019

Indonesia and Africa reached a new milestone of cooperation by the successful convening of the first ever Indonesia-Africa Forum (IAF) held on 10 - 11 April 2018 in Bali, Indonesia. The forum not only reinforced the existing strong relations between Indonesia and Africa forged since the 1955 Asia-Africa Conference, it paved new avenues for economic cooperation. IAF resulted in concrete economic cooperation amounting to USD 586,56 million of business deals in sectors of strategic industries, infrastructure, financing, mining, textile, aircraft maintenance and trade in commodities.

Infrastructure was one of the most highlighted issues in the forum, as both Indonesia and Africa regards this sector as a high priority for future development. According to the Global Infrastructure Outlook from Global Infrastructure Hub, the investment needs for various infrastructure projects in Africa from 2016 to 2040 amounts to USD 6 trillion, equaling to 5,9% of GDP dedicated to infrastructure within this period. Meanwhile, Indonesia forecasted the need of USD 1,7 trillion in the same period¹.

Billion US\$, 2015 prices and exchange rates



The Indonesian Government is committed on the infrastructure development of the country by allocating its national expenditure up to Rp 415 trillion or USD 28 billion for infrastructure in 2019. Compared to 2015, the budget in 2019 receives an increase of 61,6%².

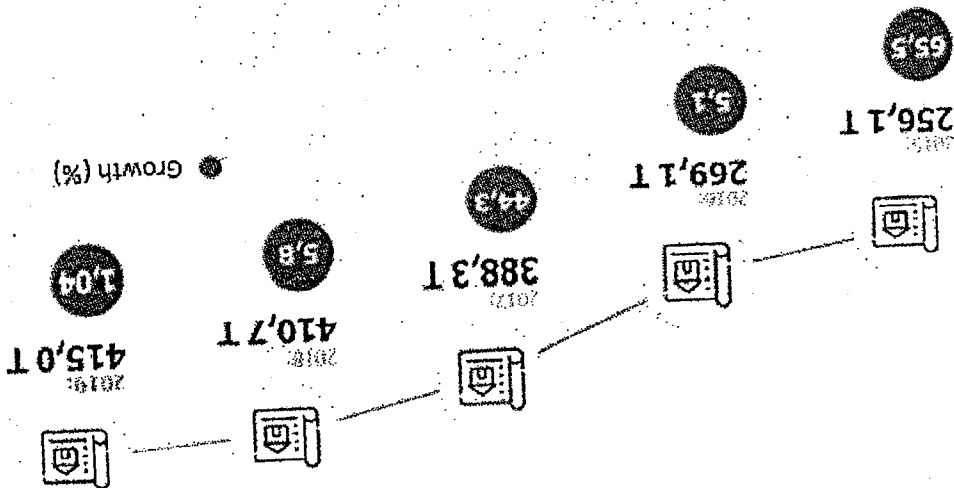
¹ Global Infrastructure Outlook 2017

² <https://www.kemken.go.id/apbn2019>

3/6

INFRASTRUCTURE BUDGET

(in Trillion Rupiah)



Reflecting on those needs and potential for cooperation, Indonesia believes that this will be the right momentum to bolster the collaboration in infrastructure development between Indonesia and Africa. Indonesia trusts that the infrastructure sector will not only boost mobility of goods and services trade, but also encourage investments and support wide economic growth in the middle and long term. The importance of this sector can be reflected through the significant evolution of African infrastructure, such as by the building of railway networks in East African countries, the construction of Grand Ethiopian Renaissance Dam and the establishment of the new Headquarter of ECOWAS in West Africa.

In seizing this momentum, Indonesia will organize the "Indonesia-Africa Infrastructure Dialogue" (IAD) on 20-21 August 2018 at the Ball Nusa Dua Convention Center, Nusa Dua, Bali, Indonesia, to ensure collaboration in such sector can be further strengthened and produce mutually beneficial results.

Program description

The infrastructure dialogue will serve as a platform for the business community, government officials and other stakeholders from Indonesia and Africa to exchange ideas, explore possibilities of collaboration and further engage in cooperation in the sector of infrastructure and related sectors.

The dialogue shall be attended by 700 participants from all African countries in the two-day event. H.E. Joko Widodo, the President of the Republic of Indonesia is scheduled to open the Dialogue and witness the signing of business deals between Indonesia and African countries. The Dialogue will also feature progress of cooperation and business deals signed at the IAF, April 2018.

2/2

During the two days, panel discussions will convene featuring prominent Indonesian, African and international policy makers as well as business people, covering issues related to infrastructure, including:

- i. Agriculture
- ii. Financing scheme
- iii. Strategic industries
- iv. Connectivity
- v. Trade
- vi. Tourism
- vii. Social infrastructure (such as healthcare and education services)
- viii. Digital economy
- ix. Triangular and technical cooperation

In these panels, invited participants are encouraged to interact with the panelists and discuss the opportunities and challenges, as well as exchange experiences, success stories, and ideas for new policies in developing cooperation between Indonesia and Africa.

Parallel with the panel discussions, a number of sideline programs will also be held:

1. Business exhibition
The exhibition will feature a number of Indonesian businesses that will showcase products and services in infrastructure and related sectors. These include companies that have already ventured into Africa and many more that are seeking to collaborate with African counterparts.

2. Thematic business matching
This event aims to bring together entrepreneurs and business people from Africa to meet with Indonesian counterparts. It is hoped that business models and solutions will be developed and sustainable business ties will be established among the parties.

3. Preferential Trade Agreement preliminary discussions and negotiations
Indonesia and several African countries will hold preliminary discussions and also start negotiations on the establishment of bilateral Preferential Trade Agreements (PTA). These discussions and negotiations will be officially launched during the opening of the IAIJ.

Outcome of the Forum

The two-day event will be concluded with a press statement by the Minister of Foreign Affairs, Coordinating Minister for Maritime Affairs and Minister of Public Works and People's Housing of the Republic of Indonesia.

Jakarta, April 2019