

3. Agricultural Equipment and Machinery Industry



Project Description

Background

Indonesia is committed to develop modern agriculture by applying agriculture mechanization to increase food security through agricultural tools and machinery which will grow up to 6,1%. KBLI 28210 – Agricultural and Forestry Machinery Industry.

Market Conditions

The product value of national agricultural tools and machinery in the last 5 years is 30% from local products while 70% is still from imported products. Demand for agricultural tools and machinery in Indonesia has investment prospects that will grow up to 6%, especially in 4 wheeled tractors and combine harvester product.

Production Targets

Raw material :

- Steel Plate – 4000 units/year
- Cast Iron Pipes – 4000 units/year

Products :

- 4 wheel tractor – 6000 units/year
- Combine Harvester – 4000 units/year

Facilities and Infrastructure

- Clean Raw water
- Electricity
- Telecommunication
- Waste Disposal (WWTP)
- Port
- Airport
- Deep seaport

Key Investment Highlight

Location	SEZ Gresik – JIPE Manyar District, Gresik Regency, East Java Province
Est. Invest. Value	USD 50.26 M / IDR 784.83 B (Capex & NWC)
Total Area/Land Status	10 Ha / Building Rights Status
Business Scheme	Private Investment
Project Owner	Ministry of Investment/ Indonesian Investment Coordinating Board
Financial Feasibility	WACC 11.80% IRR 20.10% NPV USD 27,305,155 / IDR 426.37 B PP: 5 years

Contact Person

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