Manufacture

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

Fasilities and Infrastructure	
• Clean Raw water • Electricity • Telecommunication • Waste Disposal (WWTP)	• Port • Airport • Deep seaport

Key Investment Highlight

Location	SEZ Gresik – JIIPE Manyar District, Gresik Regency, East Java Province
Total Area/ Land Status	10 Ha / Building Rights Status
Business Scheme	Private Investment
Est. Investment Value	USD 50.26 M / IDR 784.83 B (Capex & NWC)
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

This investment project has been profiled by banking institutions i.a.

BANK BRI, bankjatim, Danamon, CIMB NIAGA, BNI, mandiri

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