BUSINESS PARTNERSHIP FOR MARKET IMPLEMENTATION

GLOBAL INVESTOR WEBINAR

ON INDONESIA'S CARBON MARKET

5 August 2026

IETA

AGENDA

1. Opening and Overview of B-PMI Engagements in Indonesia
2. Presentation of Indonesia’s Carbon Market Landscape
3. Presentation of Indonesia’s Carbon Registry System (SRUK)
4. Investor Prospects for Indonesia
5. Strengthening Carbon Standards & Infrastructure in Indonesia
6. Open discussion
7. Closing remarks

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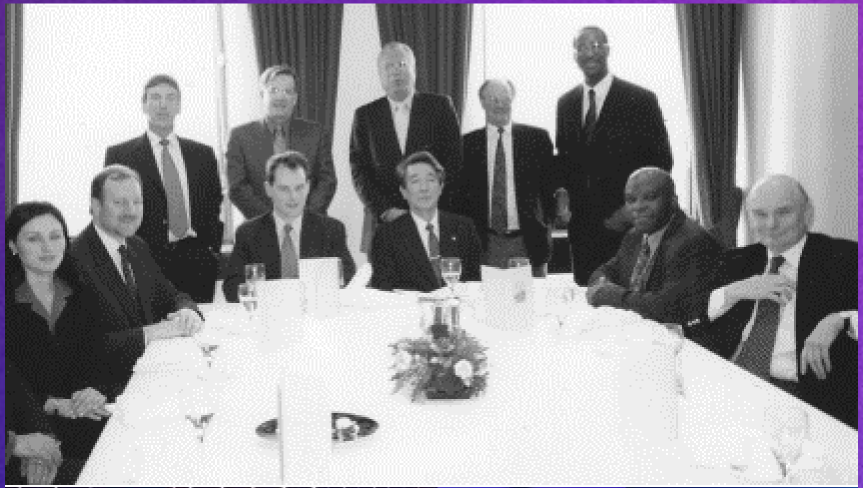
OPENING REMARKS

Björn Fondén,
International Policy Manager – APAC Lead,
IETA

WE ARE THE TRUSTED BUSINESS VOICE ON MARKET-BASED CLIMATE SOLUTIONS

- Non-profit industry association founded in 1999 with over 300 business members representing the entire market landscape
- Empowering the private sector to engage in climate action, by supporting the establishment of effective market-based trading systems for greenhouse gas (GHG) emissions and removals that are environmentally robust, fair, open and efficient
- Making net zero possible.
- www.ieta.org



IETA'S GLOBAL MEMBERSHIP

3Degrees, aDryada, A-GAS, Abatable, abaxx Exchange, ACT, ACX, AGASCO, agoro, Agreena, Aither, Akin Gump, AlliedOffsets, allotrope, amazon, American Carbon Registry, ANDURANDCAPITAL, anew

AngloAmerican, aramco trading, Arbor Day Foundation, argus, Arden Climate, ATCO, [B]³ Brazilian Exchange and OTC, BAIN & COMPANY, Baker Hughes, Baker McKenzie, Bank of America Merrill Lynch, BMO, BARCLAYS, BAYER, BB Energy Renewables, BBVA Corporate & Investment Banking

BCP, BeFLAT SERVICES, BeZero, BioCarbon Standard, BIOFILICA, BioForestal, biomas, BloombergNEF, BNP PARIBAS, BRAESWOOD CARBON, BRET, Bridge Carbon, BRIGHTSPOT Climate, bp, BRUNDTLAND, BURSA CARBON EXCHANGE, Calyx Global, CALCULUS CARBON

CSA Group, CAPSTONE, Capital Power, carbo, CarbonAI, CARBON COUNTS, Carbon Finance Labs, Carbonaires, CarbonEX, carbonplace, CarbonPool, cCarbon, CERCARBONO, cfp energy, Chevron, citi, CICADA CARBON

ClearBlue Markets, Climate Action Reserve, Climate Asset Management, Climate Focus, Climate Principles Climate Policy Advisory, Climate Impact Partners, Climate Investment, ClimeCo, cloverly, CLP 中電, com bio, Component Earth, c/naught, co2balance, COLCX, COMMERZBANK, Conductor Capital, ConocoPhillips

CO OL Effect, COMPLIANCEKART, Coralia Environmental, CORE Markets, Correggio, ctrees, DelAgua, DENTONS, DELPHI, Dow, drax, DRW, EarthFit, ECOEYE, ecoa, EcoGuard, EcoRegistry, eco securities

EDF, EDGEPOINT, eex, Ecosystem Restoration Standard, Elevate Climate, eLO, Enbridge, enel, ENEOS Holdings, Inc., engie, enhance, eni, Environmental Commodity Partners, EPIAS, equinor, Evolution Markets, ExxonMobil, FASKEN, FiniteCarbon

firstclimate, FORLIANCE, freepoint, Future Climate Group, Gaia Environment, GLENCORE, GE VERNOVA, GenZero, Global Carbon Council, GO2, Goldman Sachs, GreenAssets, Greenbox, Green Star Royalties, Hartree, Hedera Foundation, HATCH, HERZOG, HFW

HITACHI, Hydro, Iberdrola, ICA-FINANCE, ICR International Carbon Registry, ice, I-C-I-S, INCUBEX, indigo, INLANDSIS, invert, isa, itaú, JANUS, kdm Energia, Kepos Capital, Kita, We Insure Carbon, Klik, KPMG, LafargeHolcim

LATHAM & WATKINS, LNG CANADA, LSEG, Linklaters, MACQUARIE, MEX, MAERSK, Marubeni, MERCURIA, MÉXICO2, Mitsubishi Corporation, Mitsui & Co., MOLECULE Ventures, MOMBAK, MSCI Carbon Markets Powered by Trove Research

MUFG Bank, MUSKET, myclimate, native, Naturgy, Nature For Justice, NETFLIX, NOMURA, numerco, New Forests, Nvalue, offset8 capital, Oka, The Carbon Insurance Company, one shot earth, Ontario Power Generation, OPIS, ORMEX, OSAKA GAS

OXY, Pachama, Patch, Pathways Alliance, PDI Technologies, PETROBRAS, PERMIAN GLOBAL, Phillips 66, PetroChina, PETRONAS, PG&E, PHILIPLEE, Pollination, Powerex, pwc, PSE Puget Sound Energy, puro earth, QANTAS, Qatalyst, QUADRIZ

Quimobásicos, Rabobank, REDEX, reforestACTION, Removall Carbon, ReNew, REPSOL, resilient, Respira, RESTORATION CLIMATE, RioTinto, RBC, RUBICON CARBON, RWE, S&P Global Energy, Santos, aramco

SCB, SEFE Marketing & Trading, SENTINEL EARTH, Shell, SheppardMullin, 中化 sinochem, SOL SYSTEMS, south pole, Space Intelligence, sse, Standard Chartered, Statkraft, Stephen Avenue Marketing, StoneX, STX, Sumitomo Corporation

SMBC, SOW REAP, suzano, SUNCOR Energy, SUSTAINCERT, Sylvera, Sylvestris, tasc, TARGRAY, TATA POWER, TEM, Terra, Terraformation, TCX, TC Energy, The Climate Trust, TOKYO GAS, TotalEnergies

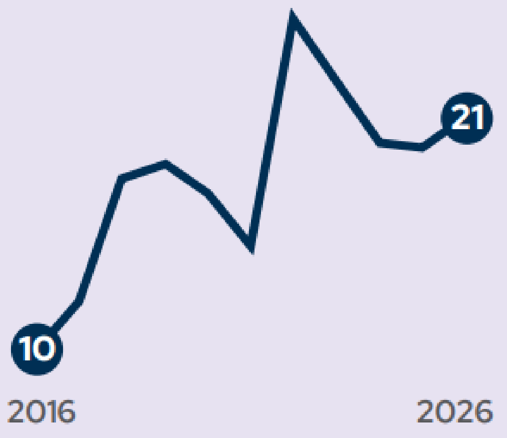
Treasure Carbon, TOURMALINE, Tradewater, Trafigura, Trovio, TÜV SÜD, UNICARBO, uniper, VALE, VALITERA, VATTENFALL, VERRA, veyt, VERTIS STX Group, Viresco Solutions, Vitol, VOLKSWAGEN Climate Partner, Value Network Ventures

wallaby, WasteBox, Wildlife Works, Woodside, Xpansiv, YC Holdings Inc.

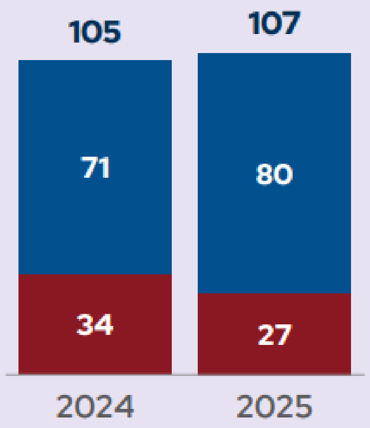
INTERNATIONAL CARBON MARKETS ARE RAPIDLY EVOLVING

Carbon pricing

Average carbon prices have nearly doubled from 2016 to 2026
2026 US$ t/CO_2e



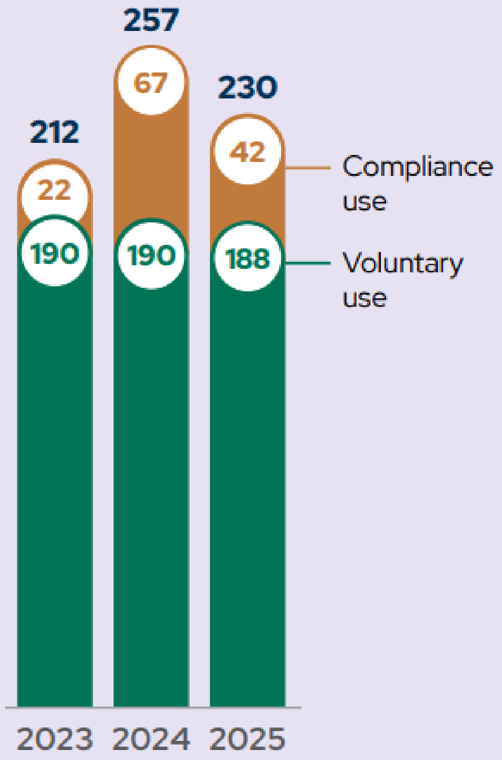
ETS and carbon tax revenues continue to exceed US$ 100 billion
2025 US$



If policies under development are fully implemented by 2030, nearly **1/3** of global GHG emissions could be covered by an ETS or carbon tax

Carbon credit markets

Credit retirements around 10% lower than 2024 levels
Million tCO_2e



From 2024 to 2025 carbon credit issuances increased

8%

The first project received provisional issuance from

PACM

CORSIA-approved projects received a

US$ 1.50-6/tCO_2e

price premium over similar credits that are not yet CORSIA-approved

World Bank "State and Trends of Carbon Pricing" 2026 Report

IETA

ARTICLE 6 IS EXPANDING AROUND THE GLOBE

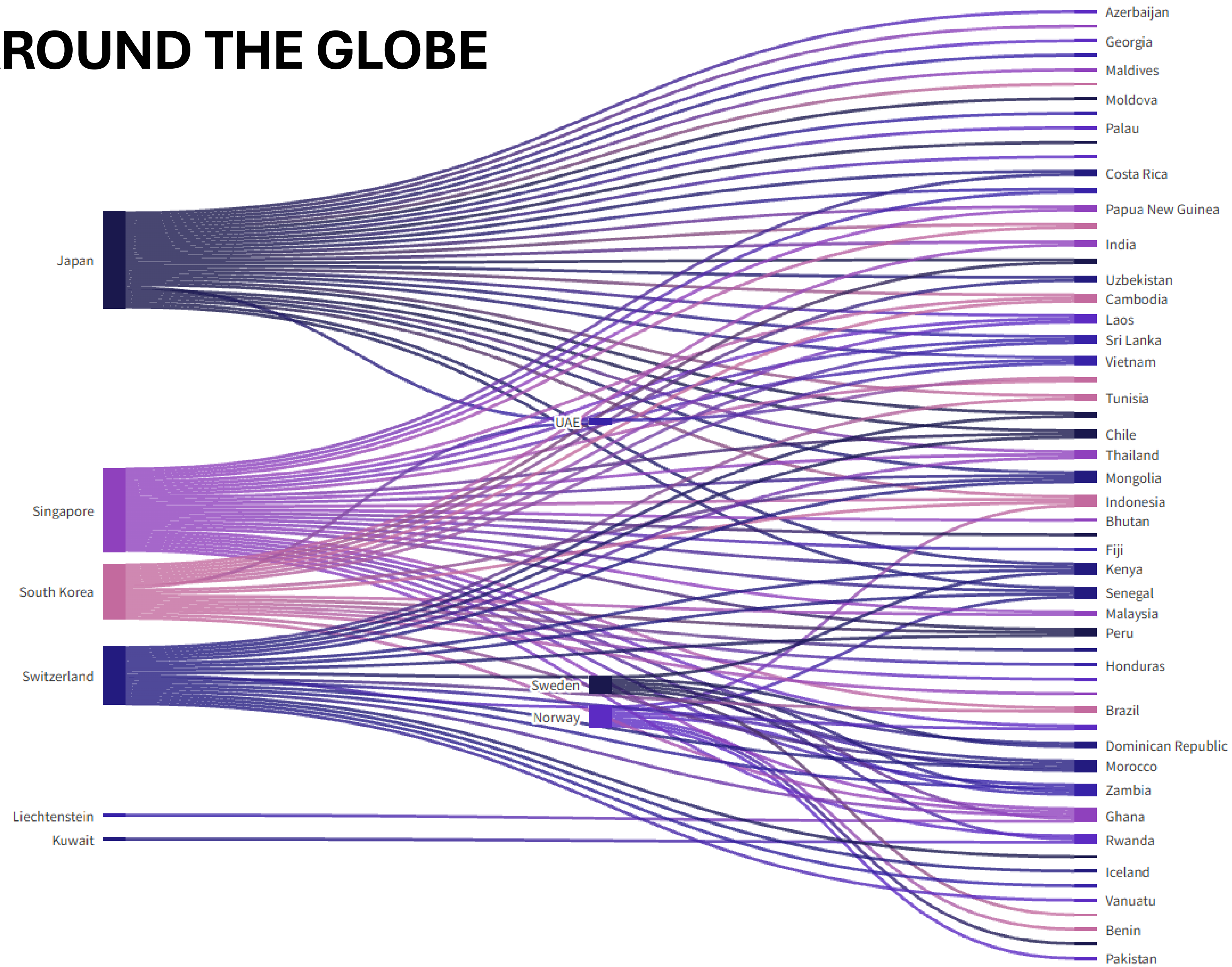
More than 111 bilateral agreements have been signed between 64 countries.

80+ public letters of authorization tracked and analysed on our website.

Around 450 projects received Host Party Approval for CDM Transition, of which 145 projects are based in Asia.

More than 37 million credits have been tagged as CORSIA Phase 1 Eligible.

Find our updated Article 6 LoA trackers [here]



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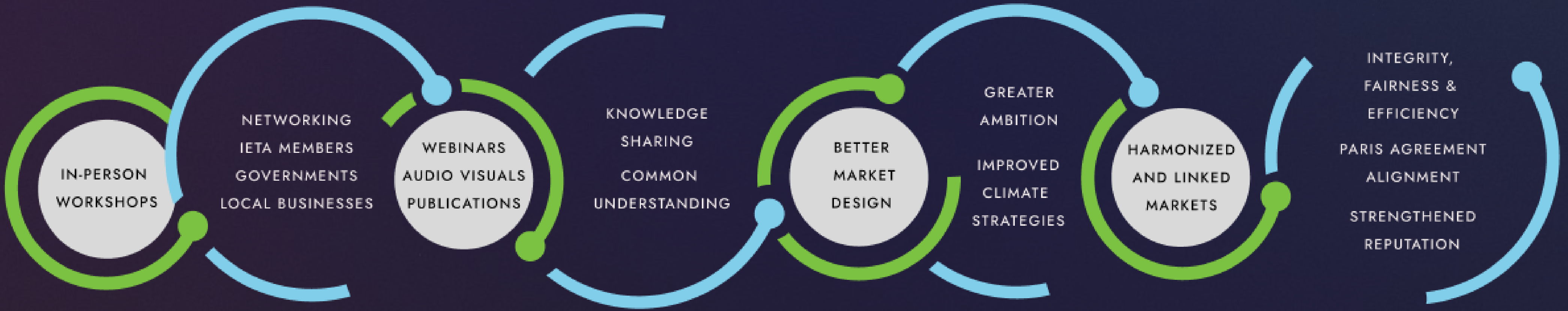
IETA's Business Partnership for Market Implementation (B-PMI)

- B-PMI is a special initiative within IETA, building on the achievements of the B-PMR, to support implementation and scaling-up of market-based instruments worldwide.
- B-PMI promote dialogues between businesses and governments to build bridges of knowledge across sectors and geographies.
- B-PMI closely collaborates with the World Bank's PMI to help businesses and governments identify opportunities provided by voluntary carbon markets, compliance markets and Article 6.



IETA's B-PMI IN INDONESIA

- We've been actively supporting Indonesia's carbon markets since 2023.
- IETA's Business Partnership for Market Implementation (B-PMI) has organized numerous high-level roundtables, investor discussions, closed-door meetings, prepared policy analysis, reports and recommendations to advance high-integrity markets aligned with international best practice.
- In October 2025, IETA signed a Memorandum of Understanding with the Ministry of Forestry, Republic of Indonesia, to collaborate on carbon market operationalisation.
- Following the PR110/2025, B-PMI has worked towards opening up the market for transactions and scaling up investments in high-integrity carbon projects.
- As a next priority, IETA's B-PMI seek to support the effective operationalisation of Article 6 of the Paris Agreement, to meet growing global demand.

Mou Signed with Ministry of Forestry in October 2025

KEY RECOMMENDATIONS FOR ADVANCING INDONESIA'S CARBON MARKETS

1. **Clarify** the opportunity to sell, trade and export non-correspondingly adjusted credits from Indonesia; incl. 6.4 MCUs.
2. **Define** the role and interactions of the national registry & crediting mechanism with independent crediting programmes, in alignment with international best practice.
3. **Establish** a clear and transparent process for authorisation of Article 6 ITMOs.
4. **Expand** the scope and strengthen targets of Indonesia's ETS to drive domestic decarbonisation.
5. **Highlight** the role of high-integrity carbon markets in supporting Indonesia's new NDC and LT-LEDS.

Access the full report at https://www.ieta.org/unlocking-carbon-markets-in-indonesia or scan this QR code.

www.ieta.org

BUSINESS PARTNERSHIP FOR MARKET IMPLEMENTATION

THANK YOU!

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