Advance Contracting Notice

Date: 08 February 2017

Country/Borrower: Republic of Indonesia

Title of Proposed Project: 49203-002- INO: Sustainable Energy Access in Eastern Indonesia –
Power Sector Generation Program

Name and Address of Executing Agency: Perusahaan Listrik Negara, Jalan Trunojoyo Blok
M 1/135 Kebayoran Baru, Jakarta 12160, Indonesia

Brief Description of the Project: The proposed $500 million sector loan aims to help improve
access to electricity services in Eastern Indonesia by supporting a cluster of new small- to mid-sized
power stations fueled by natural gas which is a clean burning fuel that has lower power generation
costs and less local pollutants and carbon dioxide (CO₂) emissions compared to diesel-fired units. In
addition, the project plans to include pilot-scale gas and solar hybrid units that can help enhance the
borrower's operational know-how and position them well for future scale up of renewable energy
use.

Brief Description of Goods and Related Services, Works or Consulting Services to be
Procured: The first procurement under this loan relates to the construction and completion of
Gas Fired Power Plant Kaltim 2 Peaker (100 MW). The services to be provided under the
Contract include engineering, procurement and construction (EPC) of a 100 MW gas fired
power plant (2 x 50 MW gas turbines, dual fuel) designed as a peaker facility to supply electric
power to the grid of Eastern Kalimantan.