

## Explanation Regarding the Impact of COVID-19 Pandemic

### Profile

- Code/Name of Listed Company : **JPFA**

### Part 1

In order to obtain the latest information regarding the operational conditions and financial performance of the Company, Stock Exchange considers it necessary to request an explanation of the following matters:

- What is the current condition of the Company's business continuity?  
Choose one of the following answers:
  - Disturbed by Covid-19
  - Not disturbed by Covid-19 but disturbed by other things than Covid-19
  - Not disturbed

**Answer:**

***Disturbed by Covid-19***

- Does the Covid-19 Pandemic have an impact on the closure and/or limitation of the operational of the Company and / or its Subsidiaries?  
Choose one of the following answers:
  - Yes, it impacts until the total operational closure
  - Yes, it impacts on partial operational closure
  - Yes, it impacts on operational limitation only
  - No impact

**Answer:**

***Yes, it impacts on operational limitation only***

- How long will the estimated shutdown/operational be ?  
Choose one of the following answers:
  - < 1 month
  - between 1-3 months
  - > 3 months

**Answer:**

***Between 1-3 months***

- In order to explain further the details of the types of activities that have experienced closure and/or limitation on the operational activities of the Company and/or its Subsidiaries (for example:

business segments that are stopped, business units that are stopped, locations of business activities that stop, etc.)

*Example: At company A there is an operational shutdown at the packing section located in city X.*

**Answer:**

***Operational restrictions are only carried out at the Head Office, because there are a large number of employees working from home (WFH), while operational activities at the unit are normal because the activities of PT Japfa are included as the industries that are allowed to continue.***

- How much is **the contribution of income** from operational activities that have stopped and / or experienced operational restrictions on total revenue (consolidation) in 2019  
Choose one of the following answers:
  - < 25%
  - 25% - 50%
  - 51% - 75%
  - > 75%
  - Other, as below

**Answer:**

***As explained in the previous point, because of the operational restrictions only apply to the Head Office in the form of Work From Home (WFH), so there is no direct impact on income.***

- Regarding the employees which affected by Pandemic Covid-19, shall be explained:
  - a. Total employees (permanent and temporary)
  - b. Per 31 December 2019 : **27.972**  
Current : **28.121**  
Total employees terminated : **0**  
Total employees laid off (*dirumahkan*) : **0**  
Number of employees affected by other statuses  
(example: 50% salary deduction, etc.) : **0**
- How big is the estimated decrease in total income (consolidated) for the period ending March 31, 2020 (a) / 30 April 2020 (b) (can use proforma) compared to the period ending March 31 2019 (a) / 30 April 2019 (b).
  - a) *Valid for Listed Companies with fiscal year as of December 31, March 31 or June 30*
  - b) *Valid for Listed Companies with fiscal year as of January 31*Choose one of the following answers:
  - < 25%
  - 25% - 50%
  - 51% - 75%
  - > 75%
  - Other, as below

**Answer:**

***The Company has issued consolidated financial statements for the 3-month period ended March 31, 2020 (Unaudited). Based on the financial statements, the Company's consolidated net sales did not decrease compared to the same 3-month period ended March 31, 2019. The Company is still reviewing and analyzing the impact of the Covid-19 pandemic on the Company's consolidated financial statements for the subsequent reporting periods.***

- How big is the estimated decrease in net profit (loss) (consolidated) for the period ended as of March 31, 2020 (a) / 30 April 2020 (b) / (can use proforma) compared to the period ending as of March 31, 2019 (a) / 30 April 2019 (b).

a) Valid for Listed Companies with fiscal year as of December 31, March 31 or June 30

b) Valid for Listed Companies with fiscal year as of January 31

Choose one of the following answers:

- < 25%
- 25% - 50%
- 51% - 75%
- > 75%
- Other, as below

**Answer:**

***The Company has issued consolidated financial statements for the 3-month period ended March 31, 2020 (Unaudited). Based on the financial statements, the Company's profit did not decrease compared to the same 3-month period ended March 31, 2019. The Company is still reviewing and analyzing the impact of the Covid-19 pandemic on the Company's consolidated financial statements for the subsequent reporting period.***

- Does the Covid-19 Pandemic affect the fulfillment of the Company's current short-term financial obligations and/or Subsidiaries (Business Debt, Bank Debt/Financial Institutions, Coupons and/or Bond Principal, MTN etc.)?

Choose one of the following answers:

- Yes, it impacts the fulfillment of debt principal and interest obligations
- Yes, it impacts on fulfilling the principal debt obligations only
- Yes, it impacts on the fulfillment of interest obligations only
- No impact

**Answer:**

***No impact***

- What is the estimated value of the affected short-term liabilities as stated in the points above?  
*The value of liabilities is presented in full units and the selected currency is adjusted to the currency used in the presentation of the Financial Statements*

**Answer: None**

- The value of liabilities

***Answer: None***

- Does Pandemic Covid-19 have an impact on **Legal issues** that are material in nature of the Company and / or its Subsidiaries such as bankruptcy / PKPU

Choose one of the following answers:

- Yes
- No

***Answer: No***

- Does Pandemic Covid-19 have an impact on **Legal issues** that are material in nature of the Company and / or its Subsidiaries such as the cancellation of material contracts

Choose one of the following answers:

- Yes
- No

***Answer: No***

- Does the Covid-19 Pandemic have an impact on **Legal issues** that are material in nature of the Company and / or its Subsidiaries such as subpoena or legal claims due to default

- Yes
- No

***Answer: No***

- Does Pandemic Covid-19 have an impact on **Legal issues** that are material in nature of the Company and/or its Subsidiaries in addition to the 3 (three) impacts above

- Yes
- No

***Answer: No***

- Further clarification of other material legal issues

***Answer: None***

- What is the Company's strategy / effort in maintaining business continuity in the midst of the Covid-19 Pandemic?

***Answer:***

***Review operational costs and conduct efficiency.***