

UNOFFICIAL TRANSLATION

No. SIMP/027/CS/EXT/X/26

Jakarta, October 15, 2026

Indonesia Stock ExchangeIndonesia Stock Exchange Building, Tower 1, 6th floor

Jalan Jenderal Sudirman Kav. 52-53, Jakarta 12190

Attn. Bapak Adi Pratomo Aryanto, Kepala Divisi Penilaian Perusahaan 2**Subject: Response to the Indonesia Stock Exchange's Request for Explanation**

Dear Sirs,

Referring to an explanation request by the Indonesia Stock Exchange through letter number S-13053/BEL.PP2/10-2026, dated October 13, 2026 concerning Request for Explanation received by PT Salim Ivomas Pratama Tbk (the "Company") through SPE-IDXNet dated October 13, 2026, the Company hereby provides the following explanation:

1. Does the Company and/or its subsidiaries have operational areas, concessions, or assets in various regions of Indonesia? If so, please explain:
 - a. Location (province and regency/district) and the relevant party (whether managed directly by the Company or through a subsidiary).
 - b. Its contribution to the Company's total production and revenue.
2. What is the impact of forest and land fires on the Company, including:
 - a. Operational activities and production targets for 2026;
 - b. Estimated impact on revenue, profit, and asset value;
 - c. Are there any unplanned shutdowns at the Company's operational sites or properties?
3. The Company is requested to explain its strategy to mitigate these impacts, both in short and long term, including forest and land fires prevention and management measure.
4. Are the Company and/or its subsidiaries currently facing, or potentially facing, legal proceedings and/or administrative sanctions related to forest and land fires (such as land sealing, investigations, lawsuits, or revocation of permits)? If so, please explain the status and potential impact on the Company's business continuity.
5. Are there any other material facts or information related to forest and land fires that investors should be aware of and have not been disclosed to the public? If yes, please explain.

Response:

The locations of the Company's and its subsidiaries' plantations ("SIMP's Group") are spread across various provinces on the islands of Java, Sumatra, Kalimantan, and Sulawesi, as detailed on pages 106-107 of the Company's 2025 Annual Report.

Forest and land fires in Indonesia experienced a significant increase in 2026. This surge was triggered by a prolonged dry season and near-zero rainfall resulting in an insufficient water supply, and was further exacerbated by the extreme weather conditions of a prolonged El Niño phenomenon, which had the potential to increase hotspots. Another contributing factor was human activity involving land clearing through slash-and-burn methods.

In conducting its plantation business activities, the Company consistently implements a strict zero-burning policy and performs mechanical land clearing for unproductive plantation areas.

In addition to enforcing the zero-burning policy, the Company continuously monitors and identifies hotspots within SIMP's Group plantation areas, as unaddressed hotspots have the potential to cause fires. The Company proactively utilizes satellite data from the National Oceanic and Atmospheric Administration (NOAA) and the U.S. National Aeronautics and Space Administration (NASA), which is then cross-referenced with the Company's official concession maps. Through these efforts, hotspots detected randomly on a small scale within SIMP's Group plantation areas can be addressed immediately to prevent fires.

The Company also continuously ensures that fire prevention and management measures comply with applicable procedures, including the completeness of infrastructure, facilities, and equipment. Each of the Company's plantations is equipped with firefighting vehicles and gear, and designated employees are required to participate in routine training for fire prevention and emergency response. Furthermore, the Company collaborates with local communities to enhance capacity and knowledge in fire prevention.

To date, there has been no material impact on the Company's business activities or business continuity.

Thank you for your kind attention.

Sincerely,
PT Salim Ivomas Pratama Tbk

Meyke Ayuningrum
Corporate Secretary