

PRESS RELEASE**Indonesia's Construction Sector, Key for the Country's Economic Growth
Amidst Integrated ASEAN Market**

- **Indonesia's construction sector has unlimited potential and when done properly, Indonesia could have the competitive edge among its neighboring ASEAN countries**
- **The Indonesian government is set to roll out its construction strategy nation-wide, and calls all stakeholders to commit and play their part in its execution**
- **Konstruksi Indonesia 2015, held by the Ministry of Public Works and Public Housing, will serve as a strategic platform for all stakeholders to come together and create a realistic action plan**

Jakarta, 02 November 2015 – Indonesia is about to realize an expansive nation-wide construction development strategy. President Joko Widodo is set to expedite the development of infrastructure projects in the next five years, which lead to Indonesia becoming the largest construction market in the region, reaching approximately US \$ 267 billion. It is expected that ultimately, the construction development will not only bring benefits of economic growth for the country but also for the ASEAN region.

As it is, the cost of moving goods and services in Indonesia remains high compared to its neighboring countries. A study by the World Bank showed that the lack of infrastructure has led to Indonesia's growth falling behind. The government's strategy is to simplify implementation of infrastructure projects, to allow better execution in prioritized sectors such as: roads, transportation, ports, and electricity.

The Ministry of Public Works and Public Housing, the key government agency which oversees construction development, has been mandated to ensure that all construction is implemented according to plan. Director General of Bina Konstruksi at the Ministry notes that "We are going to enter the ASEAN Economic Community, and as such, we need all stakeholders from both the public and private sectors to work together relentlessly to build construction and become more competitive."

Getting the country ready for the ASEAN Economic Community

The open ASEAN market should be good news for everyone. If rightly anticipated, it will open access to robust economic growth. However, this great opportunity should be approached carefully. "This unlimited market potential is not adequately supported by the existing number of quality Indonesian workers in the construction sector. We note there are up to 7,2 million construction workers in the country, however, only 109,000 of these are

**An Indonesia Infrastructure Week Event**

Joining forces and expanding networks to advance Indonesia's economic and social future.

certified experts, 387,000 certified workers, with a small amount of 478 workers can be synchronized to work in the ASEAN region,” said Toyib. “We are still behind Singapore and Malaysia. If we do not progress fast, we risk losing out in the integrated ASEAN Economic Community,” Toyib added.

Konstruksi Indonesia’ 15, an exhibition and discussion forum hosted by the Ministry of Public Works and Public Housing next week on 4-6 November at JCC in conjunction with Indonesian Infrastructure Week’ 15, is organized to address this particular issue. In addition to pushing for more certified workers, the event will also address other important issues such as the existing technology-gap that has hindered development and construction based on sustainable principles.

It is the go-to forum for all stakeholders in the construction sector. It brings high level speaker from the public and private sectors to share knowledge on the latest technology and best practices. It will also exhibit the latest construction technology with focus on “Driving the Construction industry’s readiness and expanding the networks to deliver Government’s priority infrastructure agenda”. The Ministry will also hold Construction Tech Indo (CTI) '15, a dedicated conference program for construction technology experts from private, central and regional construction to promote the latest case studies, technology information, and best practices to support Indonesia’s fast growing construction sector.

“We welcome you to a unique opportunity for a collaborative dialogue and productive networking to shape the future of Indonesia construction industry. We need perspectives from all stakeholders to deliver the Government’s priority infrastructure agenda as well as prepare ourselves to face the ASEAN Economic Community,” Toyib stated.

For more information on KI’ 15 and CTI’15, please visit:

<http://www.indonesiainfrastructureweek.com/>



Source:

- Paparan Bp. Hedyanto mengenai, Kesiapan Pelaku Usaha Jasa Konstruksi dalam Menghadapi Masyarakat Ekonomi ASEAN 2015 dan Pembangunan Infrastruktur 2015-2019, Kamis (22/1/2015).
- Paparan Bp. Masrianto, dalam Diseminasi Pembinaan Kompetensi dan Produktivitas Konstruksi di Hotel Pandanaran Semarang, Senin (26/10).
- Link terkait:
 - <http://berita.suaramerdeka.com/smcetak/indonesia-pasar-konstruksi-terbesar-di-asia-tenggara/>
 - <http://properti.kompas.com/read/2015/01/22/192216621/Indonesia.Pasar.Konstruksi.Terb Besar.di.Asia.Tenggara>
 - <http://bisnis.tempo.co/read/news/2015/10/28/090713865/mayoritas-pasar-konstruksi-asean-dikuasai-indonesia>
 - <http://www.suarakarya.id/2015/08/20/indonesia-pasar-terbesar-konstruksi.html>
 - <http://duniaindustri.com/us-267-miliar-nilai-pasar-konstruksi-di-indonesia/>

About Indonesia Infrastructure Week 2015

Indonesia Infrastructure Week (IIW) 2015 is an annual event organized by Infrastructure Asia in collaboration with its partners. This year, IIW will be held in Jakarta Convention Centre in 4-6 November and will have four major industry sector exhibition and dialogue events:

- Indonesia International Infrastructure Conference and Exhibition (IIICE) 2015, hosted by KADIN Indonesia
- Konstruksi Indonesia (KI) 2015, hosted by Ministry of Public Works and Housing
- Airports and Aviation Indonesia (AAI) 2015, hosted by Masyarakat Transportasi Indonesia
- Connect Expo Comm Indonesia (CECI) 2015, hosted by Masyarakat Telematikai Indonesia

Visitors to each of these events will automatically have access to all four events and can take part in a hosted buyer programme to meet with other business contacts.

For further information on IIW 15 please go to www.indonesiainfrastructureweek.com



Annex I:

Themes and high level speakers at Construction Tech Indonesia 2015:

1. Partnering With Indonesia To Deliver A Construction Technology Overhaul.
Moderated by: Ir. Tri Widjajanto, Chairman, Construction Services Development Board
Speakers:
 - Basuki Hadimuljono, Minister for Public Works and Housing, Republic of Indonesia
 - Mahesh Kumar Saharia, Honorary Consul of Indonesia in Kolkata and Chairman of Saharia Group
 - YBhg. Tan Sri Dr. Ahmad Tajuddin Ali, Chairman, Construction Industry Development Board, Malaysia
 - Peng Dapeng, Executive Director, China Communications Construction Company Ltd
2. Financing Construction Technology Overhaul.
Moderated by: Dr. Mohammed Ali Berawi, Executive Director, Center for Sustainable Infrastructure Development (CSID) University of Indonesia.
Speakers:
 - Farah Ratnadewi Indriyani, Deputy of Investment Climate Development, Investment Coordinating Board (BKPM), Republic of Indonesia
 - Singgih Hardjanto, Technical Director, PT Askrindo (Persero)
 - Indarto Pamoengkas, Senior Vice President, PT Bank Mandiri (Persero)
 - Kirana D. Sastrawijaya, Associate Partner, Hadiputranto, Hadinoto & Partners (a Member of Baker & McKenzie International)
3. Examining Technology Trends Delivering Advanced Construction Solutions.
Moderated by by: Pandri Prabono, Chief Executive, National Association Professional Integrated Construction Services in Indonesia (GAPENRI).
Speakers:
 - Ir. Yusid Toyib, M.Eng.Sc., Director General of Construction Development, Ministry of Public Works and Housing, Republic of Indonesia
 - Ir. Tri Widjajanto, Chairman, Construction Services Development Board
 - Marcus Watermann, Manager, MOBA Mobile Automation AG
 - Lio Sudarto, Director, PT Total Bangun Persada Tbk
4. Prioritizing the National Road Development Agenda.
Case Study: Trans Sumatra Toll Road.
Moderated by: Djonggi Gultom, Chairman, Indonesian Heavy Equipment Sole Agent Association (PAABI)



Speakers:

- Hedyanto W. Husaini, Director General of Highways, Ministry of Public Works and Housing, Republic of Indonesia
- Herry Trisaputra Zuna, Acting Head of the Indonesian Toll Road Authority, Ministry of Public Works and Housing, Republic of Indonesia
- Jurn Terpstra, Business Director, Volvo Construction Equipment – Volvo Indonesia
- I Gusti Ngurah Putra, President Director, PT Hutama Karya
- John Lee, Technical Director – Transport, Indonesia Infrastructure Initiative (IndII)

5. Partnership Opportunities Within The National Public Housing Agenda.

Moderated by: Ir. Moh. Jehansyah Siregar, MT., Ph.D, Ministerial Advisor of Ministry of Public Works and Housing, Institute of Technology Bandung

Speakers:

- Syarif Burhanuddin, Director General of Housing Provision, Ministry of Public Works and Housing, Republic of Indonesia
- Maurin Sitorus, Director General of Housing Finance, Ministry of Public Works and Housing, Republic of Indonesia
- Himawan Arief Sugoto, President Director, Perumnas
- Eddy Hussy, Association Chairman, Real Estate Indonesia
- Raharjo Adisusanto, President Director, PT Sarana Multigriya Finansial (Persero)
- Mansyur S. Nasution, Director Mortgage and Consumer Lending, PT Bank Tabungan Negara (Persero)

6. Harnessing the benefits of technology to energize Indonesia's public housing agenda.

Moderated by: Dr. Antony Sihombing, Researcher, Center for Sustainable Infrastructure Development (CSID) University of Indonesia

Speakers:

- Arie Setiadi Moerwanto, Head of Research and Development, Ministry of Public Works and Housing, Republic of Indonesia
- Bambang Sujagad, Deputy Chairman of the Construction and Land Affairs, Indonesian Chamber of Commerce & Industry
- I Wayan Karioka, Marketing and Human Resources Director, PT Pembangunan Perumahan (Persero)
- Hari Nugraha, Board Member of Indonesia Association of Precast and Prestressed Companies (AP3I)
- Don Kamarga, Managing Director, PT Beton Elemenindo Putra.

