



Pt Pran Indo Permata Abadi,

registered member no 137127

Communication On Progress

9TH DECEMBER 2021

This **communication on progress** is our first written update in implementing the principles of the **United Nations Global Compact** and supporting broader UN goals.

We believe having drafted it in the most objective manner but we may have omitted some key indicators, for which we apologize.

Preamble

- PT PIPA signed up to the UN Global Compact in September 2019, few months before COVID19 pandemic paralyzed most of our activities.
- This Communication on Progress is intended to fulfill the annual reporting requirements of our commitment to the UN Global Compact and discloses the company's progress against the four areas contained therein.
- Much of the information contained in this report will be disclosed and accessible on the company's WEB site, presently under re-design.



Expression of gratitude



We take this opportunity to express our gratitude to all who have contributed meaningfully to the development of our actions at:

- GCNI,
- Bali island Governor's office,
- Kabupaten Kaimana, Kabupaten Empat Lawang,
- “Hamap Humanitaire” & “Experts Solidaires” (France)
- MVB (Most Valuable Business Indonesia),
- the “Eco-Masjid” community, Ma’arif Institute,
- “Global Water Partnership”, UN “Sea of Solutions”,
- BINUS university,
- Global Tourism Forum, BAPPENAS, ICEF,
- NWRB and many others.



Statement from Chief executive:



Jakarta, 9TH December 2021,

To our stakeholders:

As founder and Chief Executive Officer of PT Pran Indo Permata Abadi (P.I.P.A.), I am pleased to reaffirm our commitment to the United Nations Global Compact and our support to the Ten principles of the United Nations Global Compact in the areas of Human Rights, Labor, Environment and Anti-Corruption.

In addition, we remain a signatory to the CEO Water mandate and we continue to actively support UNEP Programs including “Global Tourism Plastics Initiative”, “One Planet Network” and “Sea of solutions 2021”. These commitments form an important part of our overall sustainability mission as we aspire to a better future for all.

In this annual Communication on Progress, we describe our actions to continually improve the integration of the Global Compact and its principles into our business strategy, culture and daily operations. We indeed consider it a privilege to be a part of such a vital and valuable initiative.

We also commit to sharing this information with our stakeholders using our primary channels of communication.

A blue ink signature of Didier Perez is written over a circular blue stamp. The stamp contains the text "PT PRAN INDO PERMATA ABADI" around the perimeter and "PIPA" in the center.

Didier Perez

Founder & C.E.O.

PT Pran Indo Permata Abadi (P.I.P.A)



- PT PIPA is a Water Sustainability Consultant who moves beyond setting goals and enacts strategies that deliver change and action.
- Through Water Sustainability initiatives, we engage our partners to reaching their SDGs, and lead them to mobilize their supply chain, outside of our direct sphere of influence.



PT PIPA's Sustainability pillars since 1998:



1 - Water as a transversal platform towards all SDGs

- Innovate and lead the way towards each of the 17 SDGs;
- Water is a bridge towards Education, Responsibility and Ethic;
- We address common goals and common challenges including insecurities and Climate changes.



2 - Trusted partners

- We engage national and global stakeholders;
- Production side: Water utilities, Policy makers & government;
- Consumption side: Water users from Business & Civil society.



3 - Knowledge management

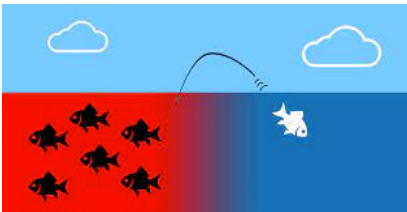
- 23 years Demonstrating the Circular Economy benefits;
- We position technology and expertise as pre-condition;
- We empower, we demonstrate, we communicate, we reward team work, we disseminate success

Our sustainability roadmap in 2021



- **Vision:**

- To lead Indonesian Water stakeholders responding to the water challenges ensuring a better life to future generations.



- **Mission:**

- Promote innovations and technology to face growing water crisis;
- Engineer cost effective and socially responsible water demand solutions that contribute to preserve environment and fight poverty.



- **Values:**

- Committed to being impeccable in everything we do.
- Set to high standards and stand up for our mission and goals.

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PT PIPA's key role in driving partners to deliver their SDGs



- Programs and projects across the whole country,
- We target cross-sectoral solutions;
- We share our data, knowledge and know-how.
- A portfolio of several hundreds selected partners built over the last 23 years.
- Our water sustainability expertise, allows us a unique position to address each SDGs themes.

To secure resilience we demonstrate the link between water security and business sustainability



Indopoly packing factory, Purwakarta



Cold storage - Banjarmasin



Cikande Industrial Estate



Central Parc hotel - Jakarta

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Cement Lafarge - Aceh

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Pertamina tank farm Balikpapan

Indonesian Water (In)Security(ies)



MARKETS
APR 24, 2018

Bali Earth Day 2018 focuses on groundwater preservation

As Bali's tourism and accommodation sectors continue to grow the need to protect and manage the island's groundwater reserves are becoming more urgent.

New Hotel Presence Causes Water Crisis in Yogyakarta

Tuesday, 16 August 2016 WIB, By: Marwati



In the past few years the surface of ground water in Yogyakarta has continued to decrease due to the construction of many new hotels, apartments, malls, and other commercial buildings. It is expected that five sub-districts of Yogyakarta: Gondokusuman, Meringsan, Mantriweron, Jetis, and Uluwatu will experience water crisis.



PT PIPA proposes different perspectives linking water security to SDGs achievements

- **Discipline perspective:** regulations, Standards, SOP or engineering practices
- **Problem-solving perspective:** water shortage, quality, floods, pollutions, PDAM weakness, deep well drying, cost, human resources;
- **goal-oriented perspective:** We may need to improve performances and meet specific target;
- **policy or governance perspective:** Are regulations on water and waste water affecting your operations?
- **Social perspective** will highlight your responsibility towards your staff and external stakeholders.
- **Environmental perspective:** are pollutions, Land subsidence, floods and other risks disturbing your operations?



Picture Merdeka.com, 17th January 2013

**By consolidating our partner's 'water security' we reduce challenges to their operation.
We contribute to their business security and their capacity to meet their own SDGs**

PT PIPA's keys to achieve SDG's in 2020-2021



A shared perception of the problem + collaboration



Acknowledge water crisis and its impact on everyone's sustainability



Identify individual strengths and weaknesses



Commit to change the rules of game



Highlight our partner's own influence to build its own expertise



Follow the progress

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Encourage team performances and communicate their impact

PT PIPA “Human Rights” consideration:



- The Declaration of the Rights of Man and of the Citizen (French: *Déclaration des droits de l'homme et du citoyen*), set by France's national Assembly in 1789, is a human civil rights document from the French Revolution.
- The “Human Right” Universal Declaration was adopted by the General Assembly of the United Nations on 10 December 1948. This Declaration included a comprehensive statement of inalienable human rights.
- PT P.I.P.A.’s name (abbreviation of “Perancis Indonesia Permata Abadi”) expresses since 1998 the beauty of brotherhood and partnership.
- Human rights are fully embedded in PT PIPA’s DNA: On 28 July 2010, through Resolution 64/292, the United Nations General Assembly explicitly recognized the human right to water and sanitation and acknowledged that clean drinking water and sanitation are essential to the realization of all human rights.

PT PIPA “Human Rights” actions:



- *Principle 1: Support & respect the protection of internationally proclaimed human rights*
- *Principle 2: Make sure that they are not complicit in human rights abuses*

- **Water was declared as a basic human right.**
- Many Indonesian cities are sinking, pollutions are growing, COVID19 has triggered new forms of violence.
- Millions of Indonesian people have to make tough decisions like whether to pay for drinking water or go to the doctor.
- PT PIPA is tackling systemic poverty by promoting equality, responsibility and solidarity in water access programs.
- We furthermore consider it as a Key to include youth and women in our water ethic campaigns, as they bring unique insights and perspectives that improve results;



Human Rights? What's at stake and what is PT PIPA answer?



- The United Nations' 17 Global Goals set a roadmap to end extreme poverty by 2030 and deliver a more equal and clean future.
- In just 9 years' time we'll have to have met all 17 of the SDGs. The strategies, actions, and investments in the coming 2-3 years will have a big impact on Indonesia's ability to hit these goals.
- But the COVID-19 pandemic has hugely undermined progress on achieving these goals;
- One of the quickest and most affordable way to assist Indonesia getting back on Human Rights track is to make sure the whole country has access to contaminated-free water;
- PT PIPA has made use of COVID19 challenges to transform them into opportunities and develop Circular Economy solutions to improve access to safe and cheap drinking water for communities.
- PT PIPA is now ready to deliver a clear purpose and strategy, creating a new roadmap to deliver against more immediate short-to-medium-term environmental and social goals, contributing to demonstrate our commitment to preserve human rights.



How did we implement our water related human rights mission?



In-house:

- By making sure that all our staff are safely protected from COVID19, while working in office, by setting-up the specific recommended protocols, by organizing an informal debate about the pandemic and the vaccination benefits.
- By setting-up a task force of male/female staff with a mission to upgrade working condition to a level of “Green Office and happy workplace”. Employees took leadership and responsibility for their own productivity and happiness, including the design of their field uniform and individual contribution to SDGs.
- This improved their sense of ownership, they felt more respected and valued.



"Water campaign" from the European Citizens' Initiative

How did we implement our water related human rights mission?



External initiatives:

- By addressing the challenges of increasing water scarcity and variability, through Webinars, Round-Table-Discussions and conferences to ensure that results are maintained in the future;
- Through a renewed focus on the multiple facets of **resilience** and **sustainability**.
- By re-addressing CSR programs and Promoting **inclusion of the “left behind” population**, that are unable to reap the benefits of water and that are disproportionately impacted by water-related disasters.
- By investigate ESG investment in **social programs**, to complement the traditional focus on building infrastructure.
- by improving the financial viability of the water projects and leveraging donor funding to tap other sources of finance.



"Water campaign" from the European Citizens' Initiative

PT PIPA “Labour” actions (1/2):



- Principle 3: freedom of association and right to collective bargaining;
- Principle 4: Eliminate forced and compulsory labour
- Principle 5: Abolish child labour
- Principle 6: No discrimination in terms of employment and occupation

- PT PIPA is an SME of less than 10 staff with a mission to educate and empower. We advise and disseminate our expertise towards a wide community of stakeholders.
- To this end, we take great care to develop our own staff professional competences and promote their pride to “lead the show”.
- The right of expression is hence essential to trigger our staff’s sense of ownership.
- We encourage this right of expression through weekly meetings and the “*Aladin box*” that allows anyone to suggest any rule, procedure or practice that benefit to the whole group or to our partners.
- As a matter of equity, we have established clear internal regulations, applicable equally to everyone and that are openly discussed before endorsing them.
- This consensus rejects any discrimination, any forced work and totally reject any involvement of children in our activities.

PT PIPA “Labour” actions (2/2):



- Anecdotaly, COVID19 has brought new challenges on the way to work efficiently, to motivate staff and promote their sense of belonging.
- Every person, everywhere, should have an equal chance to live up to their full potential.
- Our own challenge has been to accept working in a different way: staff are more and more seeking for remote work options that we had no option else than accepting.

PT PIPA Environment actions (1/6):



- Principle 7: Precautionary approach to environmental challenges
- Principle 8: Initiatives to promote greater environmental responsibility
- Principle 9: Encourage development and diffusion of environmentally friendly technologies

- One of the consequences of Covid-19 is the increased acceptance that **we need to radically transform** our relationship with the natural world.
- PT PIPA is putting a **Nature-Based approach** at the heart of its development strategies, with a specific emphasize convincing our staff, partners and stakeholders about the benefits of doing so.
- The main and most innovative approach that PT PIPA has developed is to highlight the **TRUE cost** and benefits of environmental responsibility.
- Through specific **Cost benefits Analysis**, PT PIPA has been able to totally transform the relationships between business and environment.



PT PIPA Environment actions (2/6):



- PT PIPA's environmental roadmap has taken a turning point in 2020 with several award winning Circular Economy initiatives.
- However, financing remain a major obstacle as corporates do not consider yet circular economy as a profitable investment due to long ROI, while CSR funds are short term and output orientated.
- PT PIPA is investigating for extended and sustainable financing on environmental focused initiatives that trigger multi-benefits, besides the purely financial one.

PT PIPA Environment actions (3/6):



- **Circular economy:** Future business can only be circular, to enable Indonesian population to safely live within their own boundaries. PT PIPA developed solutions to minimize pollutions and plastic waste, to catalyze additional investments, and to promote **RRR** solutions.
- **Cities and mobility:** Indonesia must reduce the carbon footprint of its numerous congested cities. Our **Free2Flow** innovation provides businesses an immediate solution to reduce its CO2 emissions.
- **Climate & Energy:** 40% of global greenhouse gas emissions come from electricity sector. PT PIPA's technology-Based Water Demand Strategy allows the required monitoring to validate our impact on energy saving and climate adaptation.

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TEAM SWEDEN AND MVB INDONESIA PROUDLY HOST

"SMART CITIES FOR ALL:

THE FOUNDATION FOR SUSTAINABLE BUSINESS"

Sweden's answers to meeting the urban challenge

1st and 2nd October 2019
09.00 - 16.00
Djakarta Room, 2nd Floor

SEMINAR AGENDA:

We are all aware of how it is critical for our future to improve and modernize our urban environment. Sweden is exceptionally well placed to bring proven technology, expertise and modern experience to assist Indonesia in its quest to develop the best city models.

In depth subjects to be covered through expert presentations and guided workshops, will include:

- What is the best approach to support Smart City Development?
- What are the benefits of smart cities to ordinary citizens.
- Urban Planning - the cornerstone to achieving smart cities.
- Smart mobility - the nerve center of a smart city.
- Waste solutions, smart grids and many more.
- Presentations will be made by a host of Swedish and international experts, together with Indonesian top officials in these fields backed up by Swedish Company expertise.

For registration please contact
miranda@phoenix.co.id
or **0821 9790 2642** (WA only)

RAFFLES
JAKARTA

SMART CITY

PT PIPA Environment actions (4/6):

- **Food & nature:** Growing competition for water demands immediate action and a steep change in the way companies manage their water. Water is key to Indonesia's stability, prosperity and peace; it is also essential to business operations. In the next three decades, estimates predict
 - a 40% to 50% increase in water demand for the global food system,
 - an increase by a 40% to 50% for the municipal and industrial sector,
 - and an 85% increase for the energy sector.

PT PIPA Water Demand expertise allows its staff and partners to catalyze actions towards these new challenges and their impacts on SDGs.

- **People:** PT PIPA is demonstrating the opportunity to drive significant progress on the SDG agenda through interactions and engagement with its staff and partners. Through our capacity building initiatives, we engage in multi-stakeholders partnership building workforces that are secure, motivated, skilled and prepared for future challenges.

PT PIPA Environment actions (5/6):



- Through Webinars, Round Table discussions, conferences and training sessions, we contribute to prepare our staff and partners for the future. We trigger insight, innovation and influence to:
 - **Be responsible .**
 - **Be transformative .**

PT PIPA Environment actions (6/6):



PT PIPA has been appointed to undertake the “Cost Benefit Analysis” of Water Sustainability practices under ISEAL project:

Partners are:

- “The Alliance for Water Stewardship (AWS) and its country partner Yayasan Aliansi Wali Sumber Daya Air Indonesia (AWS Indonesia),
- the Roundtable Sustainable Palm Oil (RSPO),
- the Global Platform for Sustainable Natural Rubber (GPSNR)
- Lingkar Temu Kabupaten Lestari (LTKL, an association of Indonesian district governments working on collective action for sustainability).



Description of actions: Anti-Corruption (1/2)

Principle 10: Business should work against corruption in all its form, including extortion and bribery



- PT PIPA bi-cultural profile allows to understand, appreciate but also anticipate the cross-cultural meanings of “Smile”.
- The principle of “Gotong-Royong” is often promoted in our activities to provide a clear interpretation of the solidarity concept against corrupted mindsets;
- PT PIPA internal regulations clarifies corruption boundaries and conflicts of interests;
- PT PIPA financial transactions procedures impose several decision making stages that restrict “person-to-person” initiatives;
- Commercial terms & conditions are decided by a team and not by a single staff. Responsibilities are split.
- Telephone contacts from clients, suppliers and partners are shared in a data base accessible to all PT PIPA staff.
- We encourage and reward team success instead of individual performances.

Description of actions: Anti-Corruption (2/2):



- Participation to the “Anti-corruption day” and specific Webinars
- Staff training includes an “anti-corruption” component, making internal procedures and various policies to support it.
- PT PIPA considers that it takes two to make a bribe work. Our projects Kick-off meetings systematically include a clarification about communication process and related corruption practices.
- PT PIPA includes a contractual suspension clause in all projects, allowing our withdrawal in case of corruption suspicion.



UN High-Level Political Forum Virtual Side Event on Public-Private Action to Combat Corruption

12 July | 7:30 – 9:00 AM EST
GCN-COP 2021

PT PIPA activities since 2019



Challenges:

- The emergence of COVID19 pandemic lead a negative impact;
- All ongoing Government projects were totally suspended;
- Most ongoing private sector projects were suspended, postponed or cancelled;
- Our main market, the hospitality sector, totally collapsed;
- Water Sustainability is not considered as a priority under present Crisis, despite its essential role to fight contaminations.

Opportunities:

- Focus on research and Development
- Focus managing our network and mobilizing staff
- Focus on prequalification and partnerships for future projects



COVID19 Business impact

Internal management adjustments:

- None of our staff has resigned despite very limited activity and cut on salaries. However, all of them started a parallel activity;
- The implementation of “Work-From-Home” recommendations has triggered new management process:
 - Implementation of “Asana” web and mobile apps that allows to stay on track, keep projects organized, and hit deadlines;
 - Improved time management through systematic online meetings;
 - Upgrade of English language skill, especially for unskilled staff engaged on reports and written communication



“Free2Flow”, our COVID19 lead innovation

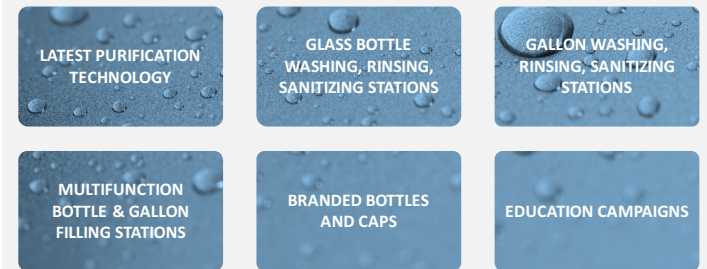


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ON SITE PRODUCTION TURNKEY SYSTEM



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R&D: A revolution for Indonesia

We provide our partners a solution to set-up their own Integrated drinking water solution with the objective to reducing their single usage plastic bottles:

- Water purifiers to make use of their own water resources
- Glass bottle or gallons filling and washing systems,
- Water fountains, dispensers, direct point of use

Outcome 2021



Circular Economy



In-House drinking water production



Bottle Refill
Glass & Gallon



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Outcomes 2020-2021: Participations & Awards



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Measurement of Outcomes



In addition to the specific outcomes previously listed in each chapter, PT PIPA is proud to have been able to maintain its reputation:

- Invited to 22 Sustainability Webinars, among which 9 as speaker;
- Participation to regional (ASEAN) Round Table Discussion on Integrated Water Resources Management;
- Invited and Pre-qualified for three International competitions on SDGs ;
- Mobilized four Kabupaten (Kaimana, Empat Lawang, Jogjakarta, Gorontalo) and one provincial governments (Bali island) on SDGs roadmap.
- Engaged with two ESG financing for future “Green” developments in Indonesia;
- Partner with several “Not-for-Profit” global players against plastic pollutions (Ellen McArthur Foundation, UNEP-“Sea of Solutions-2021”, UN-“Global Tourism Plastic Initiative”,



PANCA KRIYAMANA
5 LANGKAH NYATA YANG BERDAMPAK PADA MASA DEPAN
"Menyelamatkan dan Menjaga Keberlangsungan Air Bali"

Kami, atas nama Stakeholders Pariwisata, Institusi dan Asosiasi Profesi Pariwisata di Bali yang bertanda tangan di bawah ini, dengan ini menyatakan untuk :

1. Berkomitmen untuk mendukung program Pemerintah dalam perlindungan danau, mata air, sungai dan laut untuk menjaga kelestarian alam sebagai sumber air.
2. Membuat Biopori dan sumur resapan serta melakukan penanaman pohon kembali (reboisasi) pada daerah tertentu untuk meningkatkan daya resap air serta menambah cadangan air bawah tanah.
3. Menggunakan air dengan bijak dan efisien dalam kehidupan sehari-hari dan membantu memberikan edukasi kepada masyarakat tentang pentingnya pengelolaan air secara bertanggungjawab.
4. Mengurangi penggunaan air bawah tanah (ABT) dengan bijak dan bertanggung jawab sesuai dengan daya dukung dan perijinan yang berlaku.
5. Menyediakan / memasang sistem pengolahan limbah terpadu (*Sewerage Treatment Plant*) untuk mendaur ulang air limbah sehingga dapat digunakan kembali.

Denpasar, 17 Oktober 2019

Dr. Ir. Tjok Oka Artha Ardhana Sukawati, M.Si
Ketua PHRI Bali

Dr. AA Suryawan Wiranatha, M.Sc, Ph. D
Ketua Paiketan Krama Bali

Drs. I Gede Ricky Sukarta, MBA
Ketua BVA Bali

IB Agung Partha Adnyana
Ketua GPI Bali

I Nyoman Astama, SE, CHA
Ketua IHGMA Bali

I Ketut Ardana, S.H
Ketua ASITA Bali

12/13/21

Suksma Bali

1st time ever in Indonesia, The Bali Water pledge



**Joint Commitment from business and government to acknowledge
the critical role of water in the sustainability of Bali islands.**





**PLEASE CONTACT US FOR
FURTHER INFORMATION**

PT.PRAN INDO PERMATA ABADI

**YOUR WATER
SUSTAINABILITY PARTNER**

Email: project@pipa.co.id
Tel-WA: 081218020835

In case of interest:
<https://www.oneplanetnetwork.org/sustainable-tourism/how-join-global-tourism-plastics-initiative>



THANK YOU



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COMPANIES THAT CARE