

## Energy, Mining and Infrastructure

Jakarta

# Client Alert

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### **10 Key Considerations: Project Joint Ventures in Indonesia**

Japanese clients (whether trading house, utility, investor, or lender or export credit agency) investing in or dealing with with projects in Indonesia in the energy, mining and infrastructure sectors in Indonesia, should be aware of some of the fundamental structural considerations with respect to project joint ventures.

Some project joint venture considerations should not be too unfamiliar, as they mirror some of the key concepts found across common law and civil jurisdictions alike.

However, some particular factors should be carefully considered from a structural perspective, depending on the nature and needs of the proposed investment.

In a new publication series titled "10 Considerations" by Baker McKenzie Jakarta / Hadiputranto, Hadinoto & Partners, we highlight some of the key considerations with respect to project joint ventures in Indonesia.

#### These include:

- 1. Structural considerations common structures
- 2. Project structures the general project structure schemes that apply in the energy, mining and infrastructure space (subject to sector-specific regulations)
- 3. Foreign party participation and company conversion requirements the role of foreign investment companies
- 4. Decision making in the joint venture the key decision-making mechanisms in project joint ventures
- 5. Shareholders' decisions how these work generally
- 6. Funding considerations what is generally seen in the market
- 7. Tax considerations what foreign investors need to know (at a glance)
- 8. Choice of law and forum what works and what doesn't
- 9. Mandatory applicable law considerations the laws you cannot avoid
- 10. Rights of minority shareholders some key considerations

For detailed insights, please **click here** to see the full publication.

Alternatively, please get in touch with me and I'll be happy to arrange a discussion to assist you with any queries you may have.