LA TOFI SCHOOL OF SOCIAL RESPONSIBILITY
NAVIGATE THE CHANGE
INDONESIA

CERTIFICATE OF GLOBAL RECOGNITION

PORTMAN UNIVERSITY
EDUCATION Empowering Superintelligence
CHICAGO, USA

3RD ASIAN IMPACT AWARDS & CEPI RECOGNITION 2026

PRESENTED TO

PT PERUSAHAAN GAS NEGARA (PERSERO) TBK – STASIUN PAGARDEWA

RECOGNIZED PROGRAM

PENDEKAR DEWA (PENGUATAN DESA EKONOMI KREATIF, AMAN DAN SETARA PAGAR DEWA)

AWARD CATEGORY

HUMANITARIAN ACTION, JUST TRANSITION & SOCIAL RESILIENCE

IMPACT NARRATIVE

Before: For many families in Pagar Dewa, dependence on rubber farming meant living with uncertainty. Fluctuating prices, long supply chains, wildfire and drought risks, limited access to clean water, and unequal economic opportunities left vulnerable groups exposed to interconnected social and environmental pressures.

Transformations: Through PENDEKAR DEWA, farmers strengthen their bargaining position through collective latex trading, communities gain access to clean water and sanitation, disaster preparedness grows through Tani Siaga, and new livelihoods emerge from honey, local enterprises, and Danau Kemiri.

Significance: PENDEKAR DEWA demonstrates that community empowerment can become a form of **resilience**. By connecting economic security, environmental preparedness, social inclusion, and stronger local institutions, PGN helps transform vulnerability into collective capacity—and community development into long-term shared value.

RECOGNITION LEVEL

PLATINUM GLOBAL RECOGNITION 96.30 & CEPI CHAMPION CANDIDATE 3.77

THE PROGRAM BELONGS TO RISK HIGH – ACTION HIGH CATEGORY (LEADER QUADRANT)

PROGRAM ASSESSMENT USING THE LA TOFI ESG RATING AND CEPI METHODOLOGY HAS BEEN VALIDATED THROUGH PORTES™ 1.0 UNDER OUR COLLABORATION BETWEEN PORTMAN UNIVERSITY AND LA TOFI SCHOOL OF SOCIAL RESPONSIBILITY

THIS CERTIFICATE, ACCOMPANIED BY TWO APPENDICES OF LA TOFI ESG RATING AND TWO APPENDICES OF CEPI, IS HEREBY ISSUED IN JAKARTA ON OCTOBER 21, 2026

LA TOFI ESG RATING
CEPI CORPORATE ECONOMIC PROTECTION INDEX
PORTES™ 1.0 Global ESG Standard PORTMAN UNIVERSITY & LA TOFI SCHOOL

LA TOFI
PRINCIPAL ASSESSOR LA TOFI ESG RATING, FOUNDER & OWNER ASIAN IMPACT AWARDS – INTERNATIONAL RECOGNITION FOR ESG IMPACT AND LEADERSHIP

- **CATEGORY LA TOFI ESG RATING**: SCORE 85 - 100 — PLATINUM GLOBAL RECOGNITION, SCORE 70 - 84 — GOLD GLOBAL RECOGNITION, SCORE 55 - 69 — SILVER GLOBAL RECOGNITION, SCORE 0 - 54 — BRONZE GLOBAL RECOGNITION.
- **CATEGORY CEPI**: CEPI ≥ 2.50 — CHAMPION CANDIDATE, CEPI 1.50 – 2.49 — CHAMPION CANDIDATE, CEPI 1.00 – 1.49 — QUALIFIED PROTECTION, CEPI < 1.00 — IMPROVEMENT NEEDED.

GRAIA2026005

RECOGNIZED PROGRAM
PENDEKAR DEWA (PENGUATAN DESA EKONOMI KREATIF, AMAN DAN SETARA PAGAR DEWA)

BY
PT PERUSAHAAN GAS NEGARA (PERSERO) TBK – STASIUN PAGARDEWA

FOLLOWING AN ASSESSMENT CONDUCTED USING THE LA TOFI ESG RATING ASSESSMENT FRAMEWORK, THIS PROGRAM HAS BEEN AWARDED

PLATINUM GLOBAL RECOGNITION

ASSESSMENT PILLAR	SCORE	WEIGHT	WEIGHTED SCORE
LRMI (Local Risk Mapping Index)	100.00	**20%**	**20.00**
RSAI (Risk–Strategy Alignment Index)	100.00	**25%**	**25.00**
AMS (Action Mitigation Score)	94.00	**35%**	**32.90**
FVS (Field Verification Score)	92.00	**20%**	**18.40**
TOTAL		**100%**	**96.30**

- **LRMI (100)** → All five material local risks were identified as significant, covering wildfire and drought exposure, economic vulnerability of rubber farmers, inequality affecting vulnerable groups, institutional and social resilience, and corporate reputation/social license to operate. This establishes a comprehensive risk foundation for program design.
- **RSAI (100)** → All significant risks are fully translated into program strategies, indicators, targets, and resource allocation. The alignment is visible through Tani Siaga, clean-water infrastructure, collective latex trading, economic diversification, institutional strengthening, and multi-stakeholder collaboration.
- **AMS (94)** → The program demonstrates exceptionally strong mitigation actions across environmental preparedness, livelihood protection, access to essential services, institutional capacity, and local economic development. The score remains below the maximum because several long-term risk-reduction outcomes still require stronger longitudinal measurement.
- **FVS (92)** → Field verification through desk review is supported by quantitative beneficiary data, implementation records, PDIS/SROI analysis, institutional documentation, stakeholder participation, program outputs, and evidence of community-level outcomes. Further independent and longitudinal verification would strengthen causal evidence and long-term impact attribution.

The program achieved an overall **Recognition Score of 96.30**, placing it within the **Risk High – Action High (Leader Quadrant)** under the L**a Tofi ESG Rating Assessment Framework**, conducted in accordance with the **PORTES™ 1.0 Global Standard**.

Why Risk High? - PENDEKAR DEWA operates within a local context where environmental, livelihood, social, institutional, and stakeholder risks are materially interconnected. Wildfire and drought can threaten land and livelihoods; volatile rubber prices weaken household resilience; unequal access to essential services increases social vulnerability; institutional weaknesses can magnify these pressures; and unresolved community risks can ultimately affect stakeholder trust and corporate social license to operate.

Why Action High? - The program responds through integrated measures rather than isolated CSR activities: community disaster preparedness, water and sanitation infrastructure, transparent latex trading, livelihood diversification, local-enterprise development, community institutions, Danau Kemiri economic development, and multi-stakeholder partnerships. Implementation is supported by measurable outputs and documented outcomes.

GAP COEFFICIENT ANALYSIS

PT PERUSAHAAN GAS NEGARA (PERSERO) TBK – STASIUN PAGARDEWA achieved an overall score of 96.30 (Platinum Global Recognition).

Gap = 1 – 0,9630 = **0,0370**

A gap of only 3.70% indicates an exceptionally high degree of alignment between local risk identification, strategic response, mitigation implementation, and impact verification. The remaining gap does not primarily reflect weaknesses in program design. It is concentrated in the depth of longitudinal evidence and independent verification. In particular, the assessment would be strengthened by longer-term evidence of reduced wildfire exposure, household economic resilience, institutional maturity, stakeholder trust, and measurable improvements in social license to operate. This means PENDEKAR DEWA is already positioned beyond conventional community development. Its next evolution should focus on proving, with increasingly rigorous evidence, how much risk has actually been reduced and how much resilience has been created.

STRATEGIC IMPROVEMENT PRIORITIES

1. **Strengthen longitudinal environmental-risk data**. Track wildfire frequency, affected land, response time, water availability, and avoided losses across multiple years.
2. **Deepen economic resilience measurement**. Measure farmer income stability, price differentials, margins, diversification, household resilience, and business growth.
3. **Develop institutional and social-resilience indicators**. Introduce measurable indicators for organizational maturity, community preparedness, social cohesion, collective action, and independence.
4. **Establish stakeholder trust and SLO metrics**. Measure community satisfaction, stakeholder trust, grievances, acceptance, and perception of PGN periodically.
5. **Expand independent verification**. Complement internal documentation with external assessment, beneficiary confirmation, longitudinal studies, and independent validation.

With this achievement, PT PERUSAHAAN GAS NEGARA (PERSERO) TBK – STASIUN PAGARDEWA receives Platinum Global Recognition and is positioned in the Leader Quadrant under the La Tofi ESG Rating 2026.

PROGRAM
PENDEKAR DEWA (PENGUATAN DESA EKONOMI KREATIF, AMAN DAN SETARA PAGAR DEWA)

IMPLEMENTED BY
PT PERUSAHAAN GAS NEGARA (PERSERO) TBK – STASIUN PAGARDEWA

BASED ON THE LA TOFI ESG RATING METHODOLOGY
CHAMPION CANDIDATE

SUMMARY OF RISK ANALYSIS AND FINANCIAL RISK EXPOSURE (FRE)

No.	Material Risk	P×I	Risk Weight	V (Rp)	FRE Baseline	SEF	PIF	FRE Adjusted
1	Wildfire, Drought, and Limited Water Availability for Disaster Mitigation	20	0.8	14,000,000,000	11,200,000,000	50%	50%	2,800,000,000
2	Farmer Income Instability Due to Rubber Price Fluctuations, Long Supply Chains, and Weak Bargaining Power	20	0.8	9,000,000,000	7,200,000,000	50%	55%	1,980,000,000
3	Social Inequality and Declining Quality of Life among Marginalized Groups Due to Limited Access to Basic Needs and Economic Opportunities	16	0.64	5,000,000,000	3,200,000,000	50%	45%	720,000,000
4	Limited Institutional Capacity, Social Cohesion, and Community Disaster Preparedness	12	0.48	4,000,000,000	1,920,000,000	50%	40%	384,000,000
5	Corporate Reputation and Social License to Operate Risk	16	0.64	5,000,000,000	3,200,000,000	50%	30%	480,000,000
	TOTAL			**37,000,000,000**	**26,720,000,000**			**6,364,000,000**

FRE BASELINE: RP 26,720,000,000
REPRESENTS THE ESTIMATED ECONOMIC RISK EXPOSURE OF THE OPERATIONAL UNIT IN THE ABSENCE OF THE PROGRAM.

FRE ADJUSTED: RP 6,364,000,000
REPRESENTS THE PORTION OF ECONOMIC RISK EXPOSURE THAT FALLS WITHIN THE PROGRAM'S SCOPE AND CAN BE EFFECTIVELY MITIGATED THROUGH THE PROGRAM'S INTERVENTIONS.

ECONOMIC PROTECTION VALUE ASSESSMENT

Risk Mitigation Effectiveness (RME)
AMS = 94
FVS = 92
RME = 93.20%

Economic Protection Value (EPV)
EPV = FRE Adjusted × RME
EPV = **Rp 5,931,248,000**

Total Program Investment Rp 1,572,317,362
Corporate Economic Protection Index (CEPI) = 3.77

STRATEGIC INTERPRETATION

A CEPI score of 3.77 places PENDEKAR DEWA in the Champion Candidate category, demonstrating the program's strong capacity to protect economic value from interconnected environmental, social, livelihood, institutional, and stakeholder-related risks.

Economically, every IDR 1 invested in PENDEKAR DEWA is associated with approximately IDR 3.77 of protected economic value. This protection is strengthened through disaster preparedness, clean-water access, collective latex trading, livelihood diversification, local economic development, and stronger community institutions.

From a CEPI perspective, PENDEKAR DEWA demonstrates that strengthening community resilience can also strengthen corporate economic resilience. Sustainability investment therefore extends beyond creating social and environmental impact—it becomes a mechanism for mitigating risk, strengthening stakeholder trust, and protecting long-term economic value.