



Dutch Good Growth Fund

**Notice RVO approval on proposed transaction DGGF1 20161220/
Indonesia - A sustainable starch production facility on Sumatra.
Date of publication: December 20th 2016**

Description (English)

Part of DGGF

Investing Dutch SME's

Description

A Dutch manufacturer of equipment for the starch industry is developing a sustainable plant on Sumatra Indonesia together with international and local investors to extract starch from cassava roots. Customers are mainly Indonesian companies in the paper and food industry. The production will be as sustainable as possible. By making use of the waste streams generated after processing of the cassava roots sufficient biogas can be generated for both power and thermal energy to power the entire plant. Waste water will be treated and used again in the production process which gives a significant reduction of production water. In addition to 112 direct jobs at the plant, approximately 12,000 local farmers will be contracted for the supply of cassava roots. This will enable farmers to increase their income significantly compared to current products such as palm oil.

Country of investment

Indonesia

Risk category

The investment is a category B (medium) investment. A CSR action plan will be drafted, which is based upon the OECD and IFC performance standards, which aims to reduce the risk of non-compliance with these standards.

Fund manager

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