



KINETIK

Australia-Indonesia Climate, Renewable Energy and Infrastructure Partnership



PROGRAM SUMMARY

A partnership that supports economic growth and a just energy transition.



KINETIK

AUSTRALIA INDONESIA CLIMATE,
RENEWABLE ENERGY AND
INFRASTRUCTURE PARTNERSHIP

Australia and Indonesia are working together to grow Indonesia's green economy and accelerate its energy transition.

KINETIK, the Australia and Indonesia Partnership for Climate, Renewable Energy and Infrastructure, or Kemitraan untuk Iklim, Energy Terbarukan dan Infrastruktur, was officially launched in 2024.

Through KINETIK, Australia is investing AUD 200 million to support Indonesia's economic growth, decarbonisation, and energy security goals.

The two leaders welcomed the economic opportunities of the global net zero transition, including to increase investment, create jobs, drive sustainable growth and increase energy security.

Launched

2024

Investment

AUD 200 million

The partnership is deepening bilateral cooperation by assisting Indonesia to access increased climate finance, investing in small to medium-sized enterprises (SMEs), and promoting clean energy systems.

At the Annual Leaders Meeting in May 2025, President Prabowo Subianto and Prime Minister Anthony Albanese reinforced the value of KINETIK.



01

**Green
Economy**

02

**Decarboni
sation**

03

**Just
Transition**

FOCUS

KINETIK is focused on three main areas

- Encouraging increased investment in Indonesia's green economy and the energy transition by supporting Indonesia-led policy and regulatory reform through our existing bilateral economic governance program, Prospera
- Investing climate finance in small and medium-sized enterprises (SMEs) in Indonesia's green economy through Australian Development Investments (ADI) and driving investment in larger-scale green infrastructure projects through the Private Infrastructure Development Group (PIDG)
- Promoting a just transition in which women, people with disabilities, and regional communities participate in and benefit from the economic opportunities of the shift to a clean energy future



KINETIK initiative supports Indonesia's green transition with technical assistance on carbon markets, EV cooperation, Prospera expansion & a CEFC secondment.

POLICY AND REGULATORY SUPPORT

Australia is supporting Indonesia's efforts to progress its sustainable finance, green economy and energy transition agenda, including by providing technical assistance and expanding government-to-government partnerships.

This support builds on and expands the successful Prospera program, partnering with the Indonesian government and state-owned enterprises to provide data and evidence to inform public policy to guide the energy transition and response to climate change.

KINETIK will also support further cooperation between Indonesia and Australia on electric vehicles and battery supply chains. This delivers on the commitment by Australian and Indonesian leaders to advance cooperation in this critical sector.

Early activities

KINETIK is providing technical assistance to help develop Indonesia's carbon market roadmap, improve its sustainable finance taxonomy, and strengthen Indonesia's banking sector resilience through the development of the Climate Risk Stress Test Framework.

KINETIK is also helping Indonesia understand the economic impact of relaxing trade barriers to electric vehicles and reforming electricity tariffs and fossil fuel subsidies.

KINETIK is arranging a secondment from Indonesia's Ministry of Finance to Australia's Clean Energy Finance Corporation (CEFC) to build an understanding of the CEFC's successful approach to investing in Australia's clean energy transition.

CLIMATE FINANCE

Australian Development Investments - Financing for SMEs

KINETIK has established a dedicated funding stream of AUD 50 million through Australian Development Investments (ADI), an Australian government-owned Impact Investment Fund.

ADI operates a fund-of-funds model, providing investment capital and technical assistance to financial intermediaries who, in turn, provide access to financing for small to medium-sized enterprises (SMEs).

Through KINETIK, ADI will invest in four to five venture capital, private equity funds, and private debt funds focused on Indonesia.

These funds will provide finance to up to 30 SMEs working in Indonesia, including in clean energy (for example, floating solar, rooftop solar, early-stage wind development and exploration, advanced storage integration), energy efficiency (for example, manufacturing), electric mobility (for example, electric motorcycles), sustainable agriculture, and green financial services.

By taking on higher risk, this funding will encourage further investment from the private sector. We estimate being able to leverage at least three dollars of private sector funding for every dollar invested.

Early activities

- ADI announced a USD 8 million anchor commitment to Indonesian venture capital firm **AC Ventures' Climate and Sustainability Fund** on 10 February 2025.
- Due diligence is being conducted on other intermediary funds for investment.



Australia's \$50M KINETIK fund via ADI invests in Indonesian VC/PE funds to finance SMEs in clean energy, agri & finance, aiming for a 3:1 private investment leverage.



Australia's \$50M KINETIK Fund launches July 2025 to boost private investment in Indonesia's net-zero infrastructure, reinvesting returns over 10 years.

PIDG

Financing for renewable energy and green infrastructure projects

Australia will provide AUD 50 million to incentivise private investment in infrastructure projects that help Indonesia achieve a net-zero economy.

The KINETIK Affirma Capital Climate Transition Fund will be delivered through the Private Infrastructure Development Group (PIDG), a multilateral infrastructure project developer and investor. It will be managed by Affirma Capital, a leading private equity firm.

The KINETIK Fund will invest in areas such as clean energy, recycling and waste management, water treatment and reuse, and sustainable transport and logistics.

Examples of early potential investments include hydropower assets and industrial-scale solar.

The KINETIK Fund will begin in the second half of 2025 with a 10-year investment period to 2035.

It will accelerate the development of infrastructure by helping Indonesia secure private sector financing for high-potential projects that require additional risk-tolerant capital. Investment returns will be reinvested into Indonesia's next high-impact green infrastructure opportunity.

Early activities

The KINETIK Affirma Capital Climate Transition Fund was officially launched on July 1, 2025.

PROMOTING A JUST ENERGY TRANSITION

KINETIK aims to build knowledge and coalitions so that women, people with disabilities and regional communities can participate in and benefit from the opportunities arising from the energy transition.

The partnership's activities aim to support entrepreneurs in Indonesia's green economy, with a focus on those that are led by women, improve the lives of women and live in Eastern Indonesia.

By investing in the next generation of women entrepreneurs, KINETIK is strengthening businesses that will contribute to Indonesia's ambitious economic growth goals.

Early activities

- The KINETIK Sweef Entrepreneurs Program, which provides training to SMEs in the green economy that are led by women or improve the lives of women, was launched on 14 March 2025
- The KINETIK Nex program will provide business incubation and grants to climate and clean energy start-ups, with a focus on those in Eastern Indonesia.
- KINETIK has funded short courses on renewable energy in remote communities and the just energy transition in Indonesia.



KINETIK promotes an inclusive energy transition in Indonesia, backing women-led green SMEs & entrepreneurs in Eastern Indonesia via the Sweef Program, Nex incubator & renewable energy training.





GENDER EQUALITY AND SOCIAL INCLUSION THROUGH CLIMATE INNOVATION

KINETIK's commitment to an inclusive energy transition

KINETIK supports climate start-ups and women entrepreneurs to benefit from opportunities in Indonesia's green economy and energy transition.

64.5 percent of micro, small, and medium-sized enterprises in Indonesia are owned and or managed by women. However, many women entrepreneurs have limited access to business advice, funding, mentoring, and the networks they need to grow and become investment-ready.

That is where the KINETIK Sweef and KINETIK NEX Entrepreneurs' Programs come in. Together with partners Sweef Capital and New Energy Nexus, these programs provide incubation, mentoring, and grant funding to early-stage startups in the green economy.

KINETIK promotes inclusive climate action by ensuring people with disabilities are part of green economy opportunities. At Temu Inklusi, KINETIK co-hosted a panel with SIGAB, a disability rights organization, to advocate for accessible, disability-inclusive innovation.



KINETIK's \$3.4M Sweef Program backs 100+ Indonesian women-led green businesses like Alner (reusable packaging) & Waterhub (refill stations), offering training and fellowship funding.

THE KINETIK SWEEF ENTREPRENEURS PROGRAM

Supporting women climate entrepreneurs

The KINETIK Sweef Entrepreneurs Program, managed by Sweef Capital, supports Indonesian women entrepreneurs to benefit from opportunities in Indonesia's green economy.

With AUD 3.4 million in funding, the program supports up to 100 women-led small businesses in renewable energy, waste management, and sustainable aquaculture.

Participants receive training, mentorship, and investor access, with 20 selected as KINETIK Sweef Fellows for extended funding and support over three years.

Early activities

- **Alner** – Sells essentials in reusable containers and offers cashback for returned containers.
- **Waterhub** – Installs water refill stations in schools, businesses, and public spaces to cut down plastic bottle use.
- **Electric Wheel** – Converts conventional motorcycles into hybrid vehicles to lower urban emissions.
- **Rezycology** – Uses digital tools (app and dashboard) to help waste collectors earn more, work efficiently, and get fairer prices.
- **Ternakin** – Supports fish farmers with smart sensors and digital tools for healthier fish, while linking them to markets, financing, and sustainable practices.



Explore the Sweef Entrepreneurs Program here: <https://kinetik.or.id/id/trailblazing-green-start-ups-named-kinetik-sweef-fellows/>



KINETIK NEX, with New Energy Nexus, backs Indonesian climate startups like Kuan Timor (solar water-from-air) & Sumba Solusi (e-waste solar lamps), focusing on women & regions. Meet them: <https://kinetik.or.id/meet-the-kinetik-nex-startups/>

Expanding local climate innovation: The KINETIK NEX Entrepreneurs Program

In partnership with New Energy Nexus Indonesia, the KINETIK NEX Entrepreneurs Program supports early-stage climate and clean-energy startups across Indonesia, with a focus on women founders and regional participation.

The first cohort comprises 15 startups from cities across Indonesia. Over an eight-week accelerator, participants receive tailored mentoring, technical assistance, and access to investors to strengthen their business models and climate impact.

Early Activities

- **Kuan Timor Teknologi (Kupang)** – Generates clean drinking water from air using solar energy, helping remote East Nusa Tenggara villages access affordable, safe water.
- **Sumba Solusi Alam (Sumba)** – Produces solar lamps and phone chargers from recycled e-waste to replace kerosene use and expand rural electrification.
- **Difabike (Yogyakarta)** – Provides electric tricycle taxis driven by and for people with disabilities.
- **Energi Timur Nusa Power (Sumba)** – Improves the performance of micro-hydro power in remote villages.



Meet the KINETIK NEX startups:
<https://kinetik.or.id/meet-the-kinetik-nex-startups/>





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