

PRESS RELEASE

This announcement is not an offer to sell or the solicitation of an offer to buy securities. This announcement is not for distribution, directly or indirectly, in the United States. The securities described herein have not been and will not be registered under the United States Securities Act of 1933, as amended (the "Securities Act") and may not be offered or sold in the United States or to, or for the account or benefit of, U.S. persons (as such term is defined in the Securities Act) unless they are exempt from registration under the Securities Act. There will be no public offer of the securities in the United States and there is no intention to register any part of the securities offering in the United States.

CGIF guarantees sukuk for the first time

Manila, 9 September 2021 – The Credit Guarantee and Investment Facility, a trust fund of the Asian Development Bank ("CGIF") is pleased to announce its support for the guaranteed IDR319.5 billion 3-year and 5-year senior bond ("Bond") and IDR160 billion 3-year and 5-year ijarah sukuk ("Sukuk") issuances by PT Polytama Propindo ("Polytama" or "the Company"). Polytama is a leading manufacturer of polypropylene resin (PP resin) in Indonesia. The Sukuk transaction is the first guaranteed IDR denominated sukuk in Indonesia and the first sukuk with a CGIF guarantee.

The publicly offered Sukuk and Bond, rated $idAAA_{(sy)(cg)}$ and $idAAA_{(cg)}$ respectively by PEFINDO, were issued on 8 September 2021 and listed on the Indonesia Stock Exchange today. Polytama will use the proceeds to support polypropylene production in their existing plant.

PT Indo Premier and PT Mandiri Sekuritas acted as the Joint Lead Underwriters.

Ms. Guiying Sun, Chief Executive Officer of CGIF stated, "We are delighted to have guaranteed Polytama's IDR Bond and IDR Sukuk issuances, which will certainly benefit them in diversifying funding sources for its growth in the petrochemical industry in Indonesia. This is a milestone for CGIF to guarantee sukuk for the first time. The transaction is also the first guaranteed IDR sukuk in Indonesia. CGIF will continue to support the development of sukuk market in Indonesia and introduce more bond issuers in the Indonesian bond market."

Mr. Uray Azhari, Finance Director of Polytama, said "It is an honor for us to accept CGIF guarantee for our IDR Sukuk and Bond issuance this year. CGIF guarantee and the issue ratings of $idAAA_{(sy)(cg)}$ and $idAAA_{(cg)}$ by PEFINDO enable Polytama to diversify our access of funding in Indonesia and successfully introducing Polytama's credit into broader investor group. This transaction has supported Polytama's mission to become a leading polypropylene sector in Indonesia. Polytama is committed to always making a positive contribution to the environment and continuing its support for the development of the petrochemical industry to reduce import dependency."

Mr. Eban Banowo, Investment Banking Associate Director of PT Indo Premier Sekuritas and **Mr. Primonanto Budiarmojo, Executive Director of PT Mandiri Sekuritas**, in their joint statement, "We are grateful to Polytama and CGIF for the opportunity to lead this landmark transaction in the Indonesian market, which is a debut of guaranteed sukuk in Indonesia and first sukuk with a CGIF guarantee. This transaction marks a positive step towards the development of Sukuk market and reflects that a CGIF guarantee enables Indonesian issuers to access the IDR debt capital market."

About CGIF

CGIF is a multilateral facility established by the Association of Southeast Asian Nations ("ASEAN") members, China, Japan, Korea ("ASEAN+3") and Asian Development Bank ("ADB"). It is established as a trust fund of ADB with paid-in capital of USD1,129 million from its Contributors. As a key component of the Asian Bond Markets Initiative ("ABMI"), CGIF was established to develop and strengthen local currency and regional bond markets in the ASEAN+3 region. CGIF commenced its guarantee operations on 1 May 2012 and seeks to provide credit enhancements, mainly in local currencies, issued by credit worthy ASEAN+3-domiciled bond issuers.

Also, as a contributor to CGIF, ADB acts as the Secretariat to ABMI, and has long worked with ASEAN+3 policymakers to establish the ASEAN+3 Multi-Currency Bond Issuance Framework ("AMBIF"). The ABMI, CGIF, and AMBIF were established to support development of active long-term local currency bond markets so borrowers can avoid the currency and maturity bond mismatches that caused the 1997-1998 Asian Financial Crisis.

About Polytama

Polytama was established in 1993 as a significant manufacturer of polypropylene resin (PP resin) in Indonesia. The Company is one of the leading and growing petrochemical companies providing PP resin in Indonesia under the Masplene® brand name. The Polytama plant is located at Limbangan Village, Juntinyuat District, Indramayu, West Java, with a maximum capacity of 300,000 MT per year. As of today, its shareholders are PT Tuban Petrochemical Industries ("TubanPetro") with ownership at 80% and Pasio Investment B.V. who owns 20% of shares. TubanPetro is a subsidiary of state-owned PT Pertamina (Persero) (51%), the Ministry of Finance of Republic of Indonesia (47%), and PT Pertamina Pedeve Indonesia (2%). Polytama is the largest subsidiary of TubanPetro.

CGIF Media & Guarantee Enquiries

Guarantee Enquiries: guarantee_enquiries@cgif-abmi.org

Media Enquiries: media@cgif-abmi.org

+63 2 8580 7944

+63 919 087 1159

CGIF Website: www.cgif-abmi.org