

Environmental and social due diligence summary

Issuer	PT Ketrosden Triasmitra (Triasmitra)
Use of CGIF's guarantee	<p>Specific corporate bond with the use of proceeds (UOP) allocated to the following relevant business activities (RBAs):</p> <ol style="list-style-type: none"> i. Refinancing the Company's two existing cable projects (Projects): <ul style="list-style-type: none"> • Jayabaya Cable System (Jakarta – Surabaya Backbone) • Damai Cable System (Medan – Dumai Backbone) ii. Vessel purchasing iii. Various funding needs of the telecommunications maintenance business
Countries of operations	Indonesia
Categorisation	<p>Specific Purpose Corporate Bond</p> <p>Environment – B Involuntary Resettlement – C Indigenous Peoples – C ESMS – Low</p>

Environmental and social management system	<p>Triasmitra has an existing environmental and social management system (ESMS) in place that is compliant with ISO 14001 requirements. This ESMS was enhanced to integrate environmental, health, safety, and social objectives and procedures into Triasmitra's operations and to ensure compliance with CGIF's Environmental and Social Safeguards (ESS) Policy. The enhanced ESMS includes specific management plans for biodiversity, waste, hazardous materials, health and safety, and a procurement plan that is also applicable to non-project UOPs.</p>
Screening and identification of risks	<p>The RBAs, assessed against CGIF's ESS, are classified as Category B for Environment. Based on national regulations, the Projects are not required to undertake an environmental impact assessment (EIA), but have undertaken the required assessment of impacts through the Environmental Management Effort (Upaya Pengelolaan Lingkungan) and Environmental Monitoring Effort (Upaya Pemantauan Lingkungan) process (UKL/UPL). The anticipated environmental impacts during the RBAs' operations are site-specific, not expected to be significant or irreversible, and can be mitigated by appropriate management programs.</p> <p>The RBAs are classified as Category C for Involuntary Resettlement (IR). No involuntary resettlement impacts occurred as a result of the construction of the Projects. The areas of the landing points for both Projects were acquired by Triasmitra through negotiated land sales and purchase agreements, while the right of way for the inland cable</p>

	<p>connections were secured through land lease agreements. The construction and operation activities of both RBAs have not and will not result in deprivation of access to the fishing communities.</p> <p>The RBAs are classified as Category C for Indigenous Peoples as the communities near the Projects are not part of any distinct or vulnerable societal groups.</p> <p>Overall, the management of risks and impacts associated with the operational activities of the RBAs are in accordance with the applicable national laws and regulations, and are in compliance with internationally-recognized management systems and requirements such as OHSAS 18001 (Occupational Health and Safety), ISO 9001: 2015 (Quality Management System) ISO 14001: 2015 (Environmental Management System), and MARPOL 73/78 (International Convention for the Prevention of Pollution from Ships).</p>
<p>Institutional capacity, commitment and development</p>	<p>The ESMS describes the institutional arrangements for its implementation. This includes the appointment of an ESMS Manager and the ESMS-related functions and roles within the corporate and subsidiary levels. Training will be provided internally, and supported by CGIF as necessary, to build Triasmitra’s capacity to effectively manage environmental and social risks.</p>
<p>Stakeholder communication, participation and consultation</p>	<p>A Stakeholder Engagement Plan (SEP) was developed as part of the enhanced ESMS to document the methods and process by which Triasmitra’s stakeholders and other interested parties are consulted in relation to Triasmitra and its subsidiaries' activities.</p> <p>In addition, the ESMS establishes and maintains a grievance mechanism to ensure that complaints received relating to environmental and social issues from internal or external sources are correctly documented and reported. E&S performance will be reported by the ESMS Manager to Triasmitra management on a regular basis and to CGIF on an annual basis for the tenor of the bond.</p>