

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 supports Indonesia's Sukuk Markets Development with guaranteed Medium Term Ijarah Sukuk of PT Polytama Propindo

Manila, 4 March 2022 – The Credit Guarantee and Investment Facility, a trust fund of the Asian Development Bank ("CGIF") is pleased to announce its support for the guaranteed IDR220.5 billion 3-year and 5-year medium term ijarah sukuk ("Medium Term Ijarah Sukuk") issuances by PT Polytama Propindo ("Polytama" or "the Company"). Polytama is a leading manufacturer of polypropylene resin (PP resin) in Indonesia. The Medium Term Ijarah Sukuk transaction is CGIF's continued support to the development of Indonesia's sukuk markets following the guaranteed IDR160 billion public sukuk issuance for Polytama in 2021.

The Medium Term Ijarah Sukuk was rated $idAAA_{(sy)(cg)}$ by PEFINDO and was successfully issued on 4 March 2022 via private placement. Polytama will use the proceeds for operational expenditures of their existing polypropylene plant. PT CIMB Niaga Sekuritas ("CIMB") acted as the Arranger.

Ms. Guiying Sun, Chief Executive Officer of CGIF stated, "We are delighted to extend our guarantee to the IDR Medium Term Ijarah Sukuk for Polytama in addition to the guarantees extended to the Company's bond and sukuk issuances in 2021. This is expected to aid the Company in diversifying funding sources for their growth in the petrochemical industry in Indonesia. We also appreciate that the transaction is the first guaranteed IDR medium term sukuk issued via private placement in Indonesia. CGIF will continue to support the development of Indonesia's sukuk market and introduce more sukuk and bond issuances in the Indonesian bond market."

Mr. Uray Azhari, Finance Director of Polytama, said "We express our sincere gratitude to CGIF and CIMB for the support and the successful issuance of the Medium Term Ijarah Sukuk. The CGIF guarantee and the issue rating of $idAAA_{(sy)(cg)}$ by PEFINDO enable Polytama to diversify our access of funding in Indonesia and successfully introducing Polytama's credit into private placement market and shariah-compliant investor group. This transaction has supported Polytama's mission to become a leading polypropylene sector in Indonesia. Polytama is

committed to making a positive contribution to the environment and continuing its support for the development of the petrochemical industry.”

Mr. Martin Simorangkir, Director of PT CIMB Niaga Sekuritas stated, “We are honored to support Polytama and collaborate with CGIF for the opportunity to lead this landmark transaction, which is a debut of guaranteed sukuk in the Indonesian private placement market. 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 sukuk capital market and provides a safe and attractive investment option to shariah-compliant investors in particular.”

About CGIF

CGIF is a multilateral facility established by the Association of Southeast Asian Nations (“ASEAN”) members, China, Japan, Korea (“ASEAN+3”) and the Asian Development Bank (“ADB”). It is established as a trust fund of ADB with paid-in capital of USD1,145 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 and started commercially in 1995 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 in 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%).

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