

PRESS RELEASE

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CGIF Supports PT Sarana Mitra Luas Tbk's Maiden Bond Issuance

Manila, 11 December 2024 – Credit Guarantee and Investment Facility ("CGIF"), a trust fund of the Asian Development Bank ("ADB") has guaranteed the 3- and 5-year bonds amounting to IDR 300 billion in aggregate issued by first-time bond issuer PT Sarana Mitra Luas Tbk ("SMIL").

SMIL is engaged in forklift rental and material handling solutions, including forklift rentals with or without operators, and output-based rentals. SMIL offers a range of equipment, such as diesel and electric forklifts, reach trucks, and loaders, catering to industries such as manufacturing, steel, automotive, food, and logistics. With over 4,000 forklifts and 1,000 employees, SMIL is Indonesia's market leader in heavy equipment rental.

Listing on Indonesia Stock Exchange (IDX) today, the bonds are rated $idAAA_{(CG)}$ by PEFINDO and were issued at a coupon rate of 7.35% p.a. for the 3-year tranche and 7.80% p.a. for the 5-year tranche. The proceeds will be used for the purchase of electric forklifts, batteries, and chargers and refinancing of existing forklift leases. SMIL's bond issuance marks the 3rd IDR guaranteed bond by CGIF in Indonesia in 2024 after PT Steel Pipe Industry of Indonesia Tbk and PT Hartadinata Abadi Tbk, reflecting growing momentum in the market.

PT MNC Sekuritas, PT KB Valbury Sekuritas, PT Korea Investment and Sekuritas Indonesia, and PT Mirae Asset Sekuritas Indonesia acted as the Joint Lead Underwriters (JLUs).

Mr. Hongwei Wang, Chief Executive Officer of CGIF said, "We are excited to announce the successful issuance of SMIL's bonds with our guaranteed support. This represents SMIL's inaugural issuance in the Indonesian corporate bond market as well as CGIF's pioneering support for a forklift rental enterprise in Indonesia. Further, it underscores CGIF's commitment in supporting the development of Indonesia's forklift rental industry. This transaction will diversify SMIL's funding sources and lengthen their overall debt duration as part of their company strategy."

Hadi Suhermin, President Director of PT Sarana Mitra Luas Tbk, stated "We extend our deepest gratitude to the Credit Guarantee and Investment Facility (CGIF) for their support in our bond issuance. This partnership not only signifies a pivotal milestone in our journey but also reinforces our commitment to sustainable growth and operational excellence. With the proceeds dedicated to expanding our fleet of electric forklifts and optimizing our services, we are poised to enhance our capacity to serve diverse industries while contributing to Indonesia's broader economic development. This issuance is a testament to our vision of becoming the most trusted and integrated material handling solutions provider in Indonesia, and we are

confident that this collaboration with CGIF strengthens our foundation for long-term success and industry leadership.”

Wilson Sofan, Chief of Investment Banking of PT MNC Sekuritas, remarked “We congratulate PT Sarana Mitra Luas Tbk on its successful bond issuance with the invaluable support of CGIF as a reliable and credible guarantor. This milestone not only enhances investor confidence in the quality of the issuance but also marks a significant advancement for the Indonesian corporate bond market. PT MNC Sekuritas is proud to be part of this journey and believes this achievement underscores the vast opportunities for issuers and investors to access the bond market through innovative and attractive capital market instruments that offer a comfortable risk profile.”

Tenny Juniawarman, Director of PT KB Valbury Sekuritas, added “We are honored to collaborate with CGIF as the guarantor for our valued client. This partnership underscores our shared commitment to enabling innovative financial solutions and fostering growth across the region. CGIF's guarantee is a testament to the strength of our client’s vision and the potential of their transformative initiatives. Together, we are driving progress and creating lasting economic impact.”

Andina Tirta Dewi, Head of Investment Banking of PT Korea Investment and Sekuritas Indonesia, stated, “We are very proud and honored to participate in PT Sarana Mitra Luas Tbk inaugural CGIF-guaranteed bond issuance, represents a significant achievement in advancing regional financial markets. With the issuance of this Bond, it can strengthen the company's finances by obtaining long-term funding. This milestone highlights CGIF’s vital role in enhancing the credit rating of bonds issuances through its guarantees, which not only reduce risks for investors but also support the development of local bond markets. By fostering greater investor confidence and facilitating access to funding, CGIF is able to expand the guarantees for a variegated industry and continues to strengthen financial integration and sustainability across the region.”

Arthur Troy Adhika, Head of Investment Banking of PT Mirae Asset Sekuritas Indonesia “We are pleased with the support given by CGIF for this project. Working as a team we were able to overcome obstacles that the project presented. We hope this successful first issuance will enhance SMIL operational performance.”

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 USD1,158 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 guaranteed 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 PT Sarana Mitra Luas Tbk

PT Sarana Mitra Luas Tbk (“SMIL”) is the market leader for heavy equipment rental in Indonesia. Established in 2005 and located in Cikarang, Bekasi Regency, West-Java Province, Indonesia, SMIL is engaged in the forklift rental business and other material handling services. SMIL currently owns over 4,000 forklifts with over 1,200 employees. SMIL is a public company listed on the Indonesia Stock Exchange (BEI) since May 4, 2023, with the stock code of “SMIL”.

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