

Hana Bank Partners with Chandra Asri to Close Market-Leading Sustainability-Linked Green Loan

- *USD13 million Green Loan channeled to refinance completed Green Projects with positive and direct Environmental, Social and Governance (ESG) impacts*
- *The concrete step underlines Hana Bank and Chandra Asri's joint-commitment to Sustainable Development*
- *Efforts are in accordance with Indonesia's National Long-Term Development Plan of "a greener and sustainable Indonesia."*

Jakarta, 19 April 2021 –PT Bank KEB Hana Indonesia (Hana Bank) has partnered with PT Chandra Asri Petrochemical Tbk (Chandra Asri) to extend a USD13 million Sustainability-Linked Green Loan for dedicated green projects that have been successfully completed by the Company at its production site in Cilegon, Banten. The partnership reaffirms Hana Bank's commitment to providing customer-focused services and support for business sustainability, in accordance with Indonesia's National Long-Term Development Plan to support pro-growth, pro-jobs, pro-poor and pro-environment investments.

The innovative and unsecured facility will be for the Company's capital expenditure and other expenses related to the completion of the identified green projects, at competitive terms, and further deepens and diversifies Chandra Asri's liquidity pool.

"Hana Bank aim to contributes in achieving Indonesia's sustainable development goals by increasing the growth of our financing portfolio, in accordance with the principle of sustainable finance. It is with great pleasure that we support Chandra Asri, as the leading petrochemical company in Indonesia, to grow and build a sustainable business beneficial to the country. With the network and services of international standard, Hana Bank promises to become our customers' best financial partner," said **Mr. Park Jong Jin**, CEO of Hana Bank.

"Sustainability is good business, and we can all do well by doing good. Chandra Asri is fully committed to upholding robust and resilient Environmental, Social and Governance (ESG) standards in our daily operations, as well as weaving it into the fabric of our long-term strategy. We are pleased with the support, trust and partnership provided by Hana Bank in recognition of the advances we have achieved in this area, with our solid track record of execution and completion," said **Andre Khor**, Chief Financial Officer of Chandra Asri.

The two finalized projects that have qualified for the facility are the construction of the Enclosed Ground Flare (EGF) and the roll-out of Electrical forklifts (E-Forklifts) by the Company. The Enclosed Ground Flare is capable of burning 220 tons of hydrocarbons per hour completely using a closed combustion method. Construction was completed safely, on time, within spec and meeting the budget, even in the midst of the pandemic. By replacing the conventional flare, Chandra Asri will be able to reduce noise levels by up to 30%, and eliminate heat and light emissions, without any smoke discharge.

The second completed green project was to replace conventional combustion forklifts with electrical forklifts by 2020, to underpin Chandra Asri's focus on building a sustainable transport system within its supply chain. The new growing fleet of 53 forklifts is powered by lithium batteries, with electricity sourced from an ecosystem of installed solar panels. It has zero emissions and on an annualized basis will reduce 69,455 kg of LPG, save 165,360 liters of diesel, cut 446,472 metric kilograms of carbon dioxide, and fully eliminate nitrogen oxide exhaust.

Chandra Asri is the largest integrated petrochemical producer in Indonesia and operates the country's only Naphtha cracker that produces Olefins (Ethylene, Propylene), Pygas, Butene-1, MTBE and Mixed C4, as well as Polyolefins (Polyethylene and Polypropylene). The green projects are the manifestation of the Company's continued focus and commitment towards environment sustainability, as part of its holistic Sustainability Framework and focus on ESG Principles.

About PT Bank KEB Hana Indonesia

PT Bank KEB Hana Indonesia (Hana Bank) is a foreign exchange commercial bank focuses in serving small and medium business, corporate, and retail segments customers. In Korean, Hana means "the first". Therefore, as part of our effort to lead a fast customer-focused services that prioritize the convenience of our customers, Hana Bank is committed in improving our services through digital banking innovation. Hana Bank customers can benefit from the Bank's various digital channels, including: My Hana Mobile Banking, My Hana Internet Banking, as well as Corporate Banking System. Having branch offices and ATM network covering Sumatra, Java, Bali, and Sulawesi, we have a vast presence in Indonesia. Along with the synergy and support from Hana Financial Group as one of the largest and leading financial companies in South Korea, Hana Bank also provide a worldwide network with international service standards.

For more information please visit: www.hanabank.co.id

About Chandra Asri

Chandra Asri Petrochemicals Indonesia's largest integrated petrochemical company producing Olefins and Polyolefins. With a history of over 29 years and over 2,000 dedicated staff, the company incorporates state-of-the-art technologies and supporting facilities located strategically in the country's petrochemical hub, Cilegon and Serang. As a Growth Partner, Chandra Asri is committed on creating high-value jobs, expanding the domestic petrochemical value chain, and serving the needs of the vibrant and growing Indonesian market. For more information, visit: www.chandra-asri.com