

MUFG Bank, Ltd.

A member of MUFG, a global financial group

For Immediate Release

MUFG seals USD404 million sustainability-linked loan facilities for data centres developed by EdgeConneX in Indonesia

Singapore, Jakarta, 14 September 2023 – MUFG Bank, Ltd. (MUFG) has closed a USD404 million worth of sustainability-linked loan facilities (SLL) for the development of two data centres in Jakarta, Indonesia. These data centres are being developed by PT Graha Teknologi Nusantara, a wholly owned subsidiary of EdgeConneX.

MUFG is one of the four Mandated Lead Arrangers (MLAs), as well as the Account Bank, Facility Agent, Security Agent, and Hedging Bank for the transaction. The leading roles played by MUFG in this transaction highlights its market-leading project finance practice and capabilities in the digital infrastructure sector. This transaction is also MUFG's second project financed greenfield data centre transaction in APAC this year.

This financing is a significant landmark as it represents the first-ever SLL facilities for data centres in Indonesia. The sustainability key performance indicators (KPIs) framework has been developed to comply with the SLL principles published by the Loan Market Association (LMA), and the KPIs adopted are aligned with EdgeConneX's sustainability strategy and commitments. Data centres have high energy consumption needs and key areas of focus for sustainability are powering data centres efficiently and with renewable energy. The project has also incorporated lost time injury rate as a KPI to advocate for higher workplace safety standards, which is especially relevant in developing countries.

Mr. Shiv Sivarajah, Head of Project Finance for Asia at MUFG, said: "MUFG is honoured to partner with EdgeConneX on their inaugural Indonesian data centre project. Digitalisation is a key driver of economic growth and data centres are among the critical infrastructure underpinning the trend. MUFG is delighted to play a role in this journey in Indonesia and more widely across Asia.

"This deal is testament to MUFG's ability to support its digital infrastructure clients by tailoring bespoke financing solutions, including the incorporation of relevant and ambitious sustainability goals," he added.

In line with its sustainability mission, MUFG has publicly committed to investing a cumulative total of JPY35 trillion into sustainability related financing globally by 2030, of which just over 70% of this target, or JPY24.6 trillion, has already been achieved (FY2019 to FY2022¹). MUFG also announced its commitment to achieve net-zero emissions in its finance portfolio by 2050 and its own operations by 2030.

The bank is also leading the financing and engagement work track within the Net Zero Banking Alliance (NZBA), convened by the United Nations to rally global financial institutions towards supporting net zero carbon emissions. MUFG also published a transition whitepaper sharing Japan's climate strategy, how it can serve as a blueprint for the carbon neutrality ambitions of South-east Asia, and advance global net zero transition.



MUFG and EdgeConneX executives at the opening ceremony of PT Graha Teknologi Nusantara's data centres in Jakarta on 13 September. They include: Kazushige Nakajima, MUFG's Country Head of Indonesia (second from left), Phillip Marangella, EdgeConneX's Chief Marketing & Product Officer (third from left), Sachin Goel, MUFG's Head of Technology, Media and Telecoms for APAC (second from right) and Jean Monson, MUFG's Director of Project Finance and ESG Finance (third from right).

¹ MUFG Climate Change Initiatives May 2023
https://www.mufg.jp/dam/ir/presentation/2023/pdf/slides230525_en.pdf

About MUFG

Mitsubishi UFJ Financial Group, Inc. (MUFG) is one of the world's leading financial groups. Headquartered in Tokyo and with over 360 years of history, MUFG has a global network with approximately 2,000 locations in more than 50 markets. The Group has about 160,000 employees and offers services including commercial banking, trust banking, securities, credit cards, consumer finance, asset management, and leasing.

The Group aims to "be the world's most trusted financial group" through close collaboration among our operating companies and flexibly respond to all of the financial needs of our customers, serving society, and fostering shared and sustainable growth for a better world. MUFG's shares trade on the Tokyo, Nagoya, and New York stock exchanges.

MUFG Bank, Ltd. is Japan's premier bank, with a global network spanning more than 50 markets. Outside of Japan, the bank offers an extensive scope of commercial and investment banking products and services to businesses, governments and individuals worldwide.

In Asia Pacific, MUFG has a presence across 19 markets – Australia, Bangladesh, Cambodia, China, Hong Kong, Indonesia, India, South Korea, Laos, Malaysia, Myanmar, New Zealand, Pakistan, Philippines, Singapore, Sri Lanka, Taiwan, Thailand and Vietnam.

It has also formed strategic partnerships with some of the most prominent banks in South-east Asia, further augmenting its unrivalled network across the region – VietinBank in Vietnam, Krungsri in Thailand, Security Bank in the Philippines and Bank Danamon in Indonesia.

<https://www.bk.mufg.jp/global/globalnetwork/asiapacific/index.html>

For media enquiries, please contact:

Karl Ho
Corporate Communications, Asia
DID: +65 93864956
Email: karl_ho@sg.mufg.jp

Heather Chua
Corporate Communications, Asia
DID: +65 69183843
Email: heather_chua@sg.mufg.jp