



Moya Group secures IDR 8.8 trillion credit facility to accelerate 350,000 new piped water connections in Jakarta

Jakarta, 21 February, 2023 - PT Air Bersih Jakarta (a subsidiary of PT Moya Indonesia, referred to as “**ABJ**” or “**the Company**”) entered into a credit agreement with a syndication of PT Bank Central Asia Tbk, PT Bank OCBC NISP Tbk, PT Bank Tabungan Negara (Persero) Tbk, PT Bank BTPN Tbk, PT Sarana Multi Infrastruktur (Persero), PT Bank KB Bukopin Tbk, and PT Bank China Construction Bank Indonesia Tbk (the “**Syndication Lenders**”) for banking facilities of up to a total principal amount of IDR 8,874,000,000,000. This Syndication agreement was arranged by PT Bank Central Asia Tbk, Oversea-Chinese Banking Corporation Limited, and PT Bank OCBC NISP Tbk.

The signing of this credit agreement with the Syndication Lenders is a key milestone required under the agreements:

- (i) Master Cooperation Agreement;
- (ii) Brownfield Cooperation Agreement to optimize the existing water assets;
- (iii) Greenfield Cooperation Agreement to build new water assets.

(Collectively the “**Cooperation Agreements**” or the “**Projects**”) that were signed between the Company and PAM JAYA. The Projects will have a 25-year cooperation period, which is expected to start when operational management of the existing water treatment plants (WTP) commences on the 3 May 2023. The aim of the combined Projects is to help PAM JAYA reach 100% service coverage by 2030, by constructing a new Buaran-3 WTP with 3,000 liters per second (lps) capacity, installing a new pipe network (for SPAM Jatiluhur-1, SPAM Karian-Serpong, and SPAM Buaran 3), and installing 1,092,000 new connections, including to residential areas, businesses and government installations.

One of the most important issues in Jakarta is land subsidence. This issue has been raised and discussed extensively in the past few years. Jakarta is sinking by an average of 12 – 18 cm every year (according to experts). Minister of Public Works and Housing (PUPR), Basuki Hadimuljono has stated that the main cause of the problem is the overuse of groundwater.

Many commercial buildings, industrial entities, and residences, build their own underground wells as their main water source. The number of underground wells in housing areas has created a massive empty space underground. This then creates a major subsidence problem.

According to the Minister of PUPR, the government cannot ban groundwater usage before providing a solution.

“If we finish this project according to its timeline and we can start supplying to Jakarta, then in 2030, the Government could convince the public to stop using groundwater. Only with these efforts we can stop the usage of groundwater,” said Basuki Hadimuljono, Minister of PUPR, at an event to mark the signing of ‘Credit Syndication Facility Agreement between PT Air Bersih Jakarta and Syndication Lenders’, located at the Ministry PUPR office, South Jakarta, on 2 February 2023.



CEO of Moya Indonesia Holdings, Mohamad Selim, speaking at the same event, noted that the Company targets to install approximately 2,500 km of pipe network in the next 2 (two) years in Jakarta. At the same time, the Company also aims to install around three hundred and fifty thousand (350,000) new connections.

He also mentioned that the Company will build and operate the clean water infrastructure for the people of Jakarta, while the downstream activities will be carried out by PAM JAYA which is a Regional-Owned Enterprise (BUMD) under DKI Jakarta provincial government.

President Director of ABJ, Lafrik Bano Rangkuty, explained that the Company will start the construction projects by April this year. The projects includes Jatiluhur I downstream, Karian-Serpong downstream, Buaran-3 upstream, Buaran-3 downstream, and optimization of existing assets.

The new credit facility is expected to accelerate the Projects with which Moya Group hopes that piped water access can become the solution to stop the groundwater usage in order to prevent further sinking of Jakarta.

For further information, please contact ir@moyaasia.com