

Environmental, Social, and Governance (ESG) Implementation Initiative

Maybank Indonesia is engaged in the banking industry which does not directly interfere with the environment, however Maybank Indonesia has carried out Environmental, Social and Governance (ESG) initiatives in the banking operations. This initiative is also in line with directions from Maybank Group through the Maybank Sustainability Plan 20/20 strategic plan since 2014. Maybank Indonesia regularly review its portfolio to identify facilities that comply with the Environmental, Social and Governance (ESG) lending criteria. At least 39% (as of December 2019) of the Bank's portfolio have complied with such criteria. The Bank continues to monitor this portfolio, and is committed to continually expand the portfolio within the corridor of the Bank's risk appetite.

Maybank Indonesia applies sustainability approaches to business and investment operations, so that it can manage risk appropriately and, at the same time, help facilitate economic and community growth. The LST initiative enables Maybank Indonesia to understand and meet the needs of the Shareholders and other Stakeholders, while still taking into account the Bank's influence in every business action to the community. Furthermore, the Bank will implement measures to implement Sustainable Finance in accordance with the implementation strategy of the Financial Services Authority.

In 2019, Maybank Indonesia has implemented a review of the Sustainable Finance initiative in the LST sector to align with POJK 51 with the components of the LST commitment which includes:

Environmental	Social	Governance
<ul style="list-style-type: none"> • Climate change • Land use • Water usage • Energy use • Emissions and waste • Conservation/sustainability of natural resources 	<ul style="list-style-type: none"> • Human rights • Employee Rights and Benefits • Workforce diversity • Responsible for Products and Services • Public relations • Supply Chain Management • Community Based Investment • Corporate social responsibility • Consumer protection • Animal Safety 	<ul style="list-style-type: none"> • Corporate governance • Transparency and reporting • Sustainable Finance • Stakeholder Management