



## OJK Approves BABP Rights Issuance

Jakarta, September 1, 2021

PT Bank MNC Internasional Tbk (**MNC Bank** or **BABP**), a subsidiary of PT MNC Kapital Indonesia Tbk (**BCAP**), has received an Effective Statement from the OJK yesterday, August 31, 2021 to carry on the Company's planned rights issuance.

### Rights Issue Agenda to Support Growth

BABP plans to raise capital through a non-dilutive rights issuance, targeting up to 14,234,614,922 series B shares, with one to two (1 new share for 2 existing shares) a maximum of 33.33% of the total paid-in capital after the right issue. With a rights execution price of IDR318, BABP targets to raise fresh funds of up to IDR4.5 trillion (USD312 million).

At the current price, post-rights issue Price-to-Book Value (PBV) will stand at 2.79x compared to PBV of 7.41x as of yesterday's closing. A fairly bargain valuation compared to other digital banks in Indonesia, thus giving investors the opportunity to embark alongside the business growth agenda with significant future upside.

The proceeds of IDR4.5 trillion (USD312 million) will be used to:

1. Strengthen MNC Bank's capital structure
2. Expand MNC Bank's lending capacity digitally and for user acquisition to scale and support business growth
3. Support the development of the MotionBanking app, including development of AI-based credit scoring capabilities and the integration of MotionPay, MotionWallet, MotionVisa, MotionMastercard, MotionInsure, MotionTrade, MotionCredit, and other related fintech solutions into the Motion Banking Ecosystem

## Rights Issue Timeline

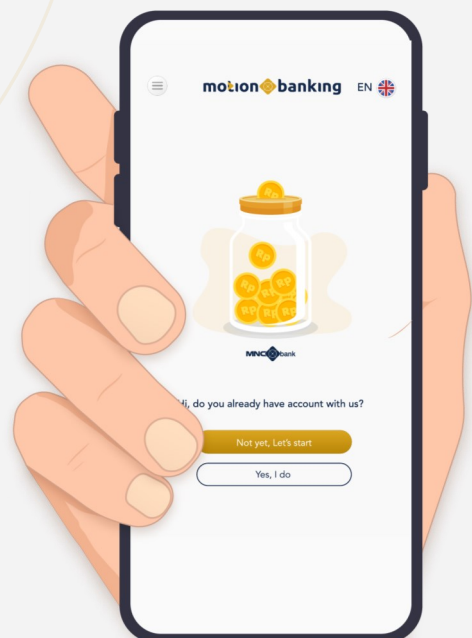


Since obtaining a digital onboarding license earlier in May 2021, MotionBanking, a digital banking application developed by MNC Bank, expects to scale up its business through robust product innovation and development initiatives targeted at the rising need for digital banking services, supported by a captive market from MNC Group’s ecosystem and via strategic partnerships with other ecosystem players.

Targeting Indonesia’s unbanked and underbanked citizens home and abroad, currently, MotionBanking capitalizes on the low-touch economy enabling branchless onboarding of new customers, and the initial version allows digital deposits and transaction management, alongside a continuous roadmap of features rolling out such as automated payments, virtual credit cards, alongside a suite of new digital lending solutions such as Buy Now Pay Later (BNPL), all through the convenience of banking through smartphones.

Furthermore, the platform is built with an Open API architecture, enabling rapid and seamless integration with other digitally focused rapid growth strategic partners such as e-commerce, mobile operator and e-game alongside the ability to collaborate with third party ecosystems.

Via these collaborations and strategic partnerships, MotionBanking is targeting circa 30 million digital banking user accounts in 5 years.



## MotionBanking Development Chart

Licensed by :



### 27 May 2021 – Obtained Digital Onboarding License

MNC Bank obtained a digital onboarding license from the Financial Services Authority (OJK). This license allows new customers to open accounts digitally without a need to visit a physical office.



### 3 June 2021 – MotionBanking Launching

Introducing MotionBanking Digital Ecosystem that implements Open API System, enable it to connect with external parties ecosystem



### 29 June 2021 – Strategic Partnership with Atome and Kredit Pintar

That includes digital lending with Kredit Pintar, “buy now pay later” products through Atome, AI-based credit scoring, and underwrite a lower risk digital lending.



### 7 July 2021 – Strategic Partnership with Jasamarga Related Business

Business cooperation which includes digital banking services, cashless ecosystem development.



### 15 July 2021 – First Virtual Credit Card in Indonesia with Visa

MotionBanking announced partnership with Visa Indonesia to issue the first virtual credit card in Indonesia to be called MotionVisa. MotionVisa is directly connected to the Department of Population and Civil Registration (Dukcapil), resulting in instant approval and much faster credit decisions.



### 23 July 2021 – Strategic Partnership with XL Axiata

MotionBanking can access XL Axiata’s 56 million mobile users and offer special promotions and incentives for XL Axiata users.



### 27 July 2021 – Virtual Debit and Credit Cards with Mastercard

MotionBanking announced partnership with Mastercard for the release of MotionMastercard, a set of virtual debit and credit cards, effectively a digital substitute for the familiar plastic cards ideal for online payments, under Mastercard’s payment network.



### 28 July 2021 – Full biometric onboarding with Artificial Intelligence (AI)

MotionBanking allows new users to open an account with only a selfie and a few data clarifications eliminating the need for a video call verification as previously done via KYC agents.



### 18 August 2021 – Collaboration with MotionInsure (insurtech)

MotionInsure and MotionBanking are developing bancaassurance, a concept of selling MotionInsure products within the MotionBanking app, offering customers a one-stop solution for a complete range of banking and investment products and services.

“In the near future, with Open API, we plan to integrate all Motion Technology digital capabilities, including stock trading, wealth management, insurance, P2P lending, and other solutions being developed into MotionBanking, to make it one-stop digital financial solutions app.”

**Teddy Tee, COO of MotionBanking**

#MotionBanking #DigitalBanking #FutureBankingHere #LifeInMotion #MNCBank #BABP #MNCFinancialServices

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