

## Shandong Heavy Industry Group Invests 40% in MNC Leasing

Jakarta, 22 January 2024 - Shandong Heavy Industry Group (SHIG), one of the largest heavy equipment and truck manufacturing companies in China, through its subsidiary SINOTRUK, has signed a joint venture (JV) agreement with PT MNC Kapital Indonesia Tbk (IDX: BCAP) for ownership in one of BCAP's subsidiaries, MNC Leasing. Therefore, SINOTRUK will own 40% of MNC Leasing, a heavy equipment and truck financing company under MNC Group.



For its ownership in MNC Leasing, SINOTRUK will spend Rp274 billion, equivalent to a valuation of 2x Book Value, which will be divided into 20% of existing shares owned by BCAP and the issuance of new shares of 20%. The funds obtained from the issuance of new shares will be used to expand MNC Leasing's branch network, especially in mining areas, to be closer to heavy equipment business people.

This JV will benefit both parties. SINOTRUK will undoubtedly be able to strengthen its heavy equipment and truck sales business in Indonesia, where MNC Leasing will be a strategic partner in providing financing to its customers. For MNC Leasing, this investment will strengthen its capital structure and open up opportunities to obtain

additional funding from international partners. MNC Leasing will also gain new customers coming from SINOTRUK.

After signing the agreement, the investment still requires approval from the Financial Services Authority (OJK), which is expected to be obtained within the next six months.

With the new shareholder, MNC Leasing will change its management team. Two directors and one commissioner from SINOTRUK will join the team.

In the future, MNC Leasing will focus on active collaboration with heavy equipment and truck brands under SINOTRUK, especially for financing to the mining sector.





12 listed companies and 13 stocks, with an asset securitization rate of more than 95%.

The Group has an annual revenue of more than 500 billion yuan and a total profit of more than 20 billion yuan with 150,000 employees worldwide. Weichai Group ranked 22th among Chinas Top 100 multinational companies in 2023, with a transnational index of 48.57%.

The Group's main business covers six segments including power system, commercial vehicles,

agricultural equipment, construction machinery, intelligent logistics and marine transportation equipment. The Group's sales of heavy-duty engines, heavy-duty transmissions and heavy-duty trucks are the first in the world, the forklifts and luxury yachts of the Group are leading in the world, and the Group's sales of agricultural equipment and bulldozers are the first in China. The products are sold to over 150 countries and regions all over the world.

For further information, please contact:

**Natassha Yunita**

Head of Investor Relations

[natassha.yunita@mncgroup.com](mailto:natassha.yunita@mncgroup.com)

[ir.bcap@mncgroup.com](mailto:ir.bcap@mncgroup.com)

**PT MNC Kapital Indonesia Tbk**

MNC Bank Tower, 21/F, MNC Center

Jl. Kebon Sirih Kav 21-27, Menteng

Central Jakarta 10340, Indonesia

Phone : +6221 2970 9700

[www.mncfinancialservices.com](http://www.mncfinancialservices.com)

**DISCLAIMER**

By accepting this Press Release, you agree to be bound by the restrictions set out below. Any failure to comply with these restrictions may constitute a violation of applicable securities laws.

The information and opinions contained in this Press Release have not been independently verified, and no representation or warranty, expressed or implied, is made as to, and no reliance should be placed on the fairness, accuracy, completeness or correctness of, the information or opinions contained here in. It is not the intention to provide, and you may not rely on this Press Release as providing, a complete or comprehensive analysis of the condition (financial or other), earnings, business affairs, business prospects, properties or results of operations of The Company or its subsidiaries. The information and opinions contained in this Press Release are provided as at the date of this presentation and are subject to change without notice. Neither The Company (including any of its affiliates, advisors and representatives) nor the underwriters (including any of their respective affiliates, advisors or representatives) shall have any responsibility or liability whatsoever (in negligence or otherwise) for the accuracy or completeness of, or any errors or omissions in, any information or opinions contained herein nor for any loss howsoever arising from any use of this Press Release.

In addition, the information contained in this Press Release contains projections and forward-looking statements that reflect The Company's current views with respect to future events and financial performance. These views are based on a number of estimates and current assumptions which are subject to business, economic and competitive uncertainties and contingencies as well as various risks and these may change over time and in many cases are outside the control of The Company and its directors. No assurance can be given that future events will occur, that projections will be achieved, or that The Company's assumptions are correct. Actual results may differ materially from those forecasts and projected.

This Press Release is not and does not constitute or form part of any offer, invitation or recommendation to purchase or subscribe for any securities and no part of it shall form the basis of or be relied upon in connection with any contract, commitment or investment decision in relation thereto.

