



PT Pan Brothers Tbk

PRESS RELEASE

Tangerang, 15 November 2021

On 11 November 2021, PT Pan Brothers Tbk (“**Pan Brothers**” or the “**Company**”) has attended the follow-up hearing on the Application for a Bankruptcy Filing by PT Bank Maybank Indonesia Tbk with the agenda for the Reading of the Decision. The Panel of Judges decided to **reject the Bankruptcy Application filed by Maybank in its entirety and to Sentence Maybank to pay the court fees incurred as a result of this Application for a Bankruptcy Filing**. The legal considerations for the decision are basically:

1. The Panel of Judges considers that due to the legal relationship between the Company and its creditors that have been ongoing in the State of Singapore.
2. The Panel of Judges is of the opinion that in the event that the main issues as referred to in the Bankruptcy Application are maintained, then this will become a knot of problems that are no longer simple.
3. Based on these facts, the Panel of Judges assesses that the fulfilment of the elements of the formal requirements for the Bankruptcy legal remedy cannot be proven simply in accordance with the provisions of Article 8 paragraph (4) in the Bankruptcy Law, so it deserves to be rejected.

We affirm that since October 2020 until now, PT Pan Brothers Tbk and the Group have always and continue to pay interest obligations on a regular basis. Debts to banks are working capital debts and are needed for the company's working capital interests so that the company's sales do not experience a drastic decline. So that the facilities are still needed and we can still pay the interest.

The challenges faced during the Covid-19 pandemic and the discontinuation of credit facilities used as working capital made the Company's cash flow conditions very depressed. However, even in the midst of an unfavourable situation, the Company is still able to record positive profits to date. All of this can be realized because of the support and trust from buyers and suppliers so that operational activities can continue normally without any reduction in employees/layoffs.

Currently, PT Pan Brothers Tbk and the Group together with Financial Advisor and Legal Advisor have completed restructuring schemes and submitted term sheet proposals to syndicated and bilateral banks. In the term sheet, the Company and the Group requested an extension of the maturity of the facilities provided for 2 years for active and syndicated bilaterals, and 3 years for passive bilaterals. In general, the lenders have approved the term sheet proposal as referred to.

We believe that all our commitment and best efforts will be able to realize the business plan and in line with the government's efforts to support the recovery of Indonesia's economic growth. Currently the market for our industry is very open with the opportunity to receive shift orders from many countries, which perceive Indonesia as the country most ready to

accept it. And PT Pan Brothers Tbk and the Group in particular are partner producers of various world brands that have a high level of compliance in terms of social, safety, and technical compliance with export standards.

Directors
PT Pan Brothers Tbk