

日本の力を、世界のために。

Supporting Your Global Challenges



# Introduction of the challenges and initiatives necessary to promote financing in private enterprises

---

SAGAWA Hiroshi

Chief Representative, Manila Office

6 June 2025



## Total Number and Amount of Loan and Equity Investment Commitments (as of March 2023)

### Asia

- 11,839 projects
- USD 167 billion

### Oceania

- 1,145 projects
- USD 25 billion



### Bangladesh

Project finance for Meghnaghat natural gas-fired cycle power plant project



### Palau

Support for export of communications infrastructure equipment



### India

Support for enhancement of supply chain resilience of Japanese automobile manufacture



### Singapore

Support for export of multipurpose vessels



### Vietnam

Support for medical device manufacturing and sales



### Indonesia

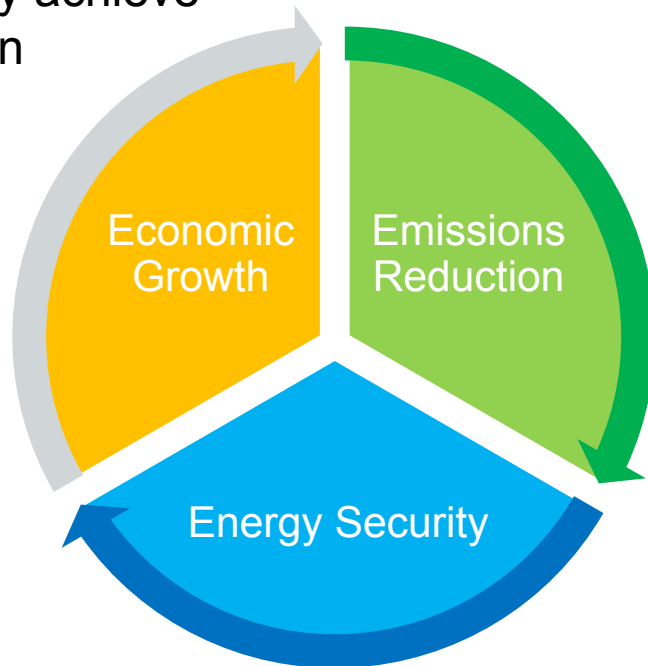
Project finance for Jawa 1 Gas-to-Power Project



## Triple Breakthrough

Aims to simultaneously achieve

- Emissions Reduction
- Economic Growth
- Energy Security



## One goal, various pathways

Toward our common goal of achieving net zero, we will make practical energy transitions through various pathways depending on the circumstances of each country.



- Promote decarbonization towards carbon neutrality/net-zero emissions, while also achieving economic growth, energy security and resilience, especially through innovation.
- Share an understanding that there are various and practical pathways towards carbon neutrality/net-zero emissions depending on the national circumstance and different starting point of each country.

~extracted from the AZEC Leaders' Joint Statement on 18 Dec. 2023~



- JBIC pursues decarbonization tailored to each country's circumstances by supporting tangible projects.
- To solve bankability challenges of each projects, JBIC established platforms and dialogues for discussion with governmental institutions, SOEs and related private sector.



## Vietnam

- 2023 July: AZEC/GX Promotion Working Team (WT)



## Indonesia

- 2023 September: AZEC Japan-Indonesia Joint Task Force
- 2025 January: Project Financing for the Muara Laboh Geothermal Power Expansion Project



## Philippines

- 2023 October and 2024 March: Project Development Platform
- 2024 April: High-Level Coordination Dialogue





## Thailand

- 2025 April: AZEC-SAVE Platform

## 1. AZEC/GX Promotion Working Team (WT)

A framework for discussion between the Japanese public and private sectors, and the Vietnamese government regarding the [regulations and systems](#) to promote green growth and energy transition.

Co-Leader	 <b>Embassy of Japan and JBIC Hanoi Office</b>	 <b>Ministry of Industry and Trade (MOIT) / Electricity &amp; Renewable Energy Authority (EAV)</b>
Participants	<b>47 companies from various sectors</b>	<b>Other ministries and SOEs in energy sector</b>

### Sub WT1 “Transition Energy / GX for Power Plants”

**Leader: Marubeni Corporation**

- ✓ Design and revise relevant regulations to develop bankable projects.
- ✓ Clarify the concept of transition and policies for fuel conversion.

### Sub WT2 “Power Generation through Renewable Energy”

**Leader: Sumitomo Corporation**

- ✓ Promote rooftop solar and off-shore wind power projects
- ✓ Implement biomass fuel and WtE projects.

### Sub WT3 “Grid and Electricity Power Market”

**Leader: Tokyo Electric Power Company**

- ✓ Introduce DPPA for renewable energy.
- ✓ Enrich wholesale and retail electricity market
- ✓ Expand and strengthen grid capacity

### Progress

- Sub WT1: **Submitted policy recommendation** concerning the revision of the Electricity Law, Decree on Gas-fired Power Plants, and PPA template. **Regulatory improvements were partially achieved** and further discussions are ongoing.
- Sub WT2/3: Submitted opinion statement on the draft decree. **Some of the recommendations were reflected in Decree No. 80.**

## 2. AZEC/GX Project Accelerating Platform (PAP)

A platform among Vietnamese ministries, SOEs, Japanese companies and public organizations [to materialize individual projects](#) categorized in the following 3 pillars.

**1. Develop sustainable large-scale power generation**

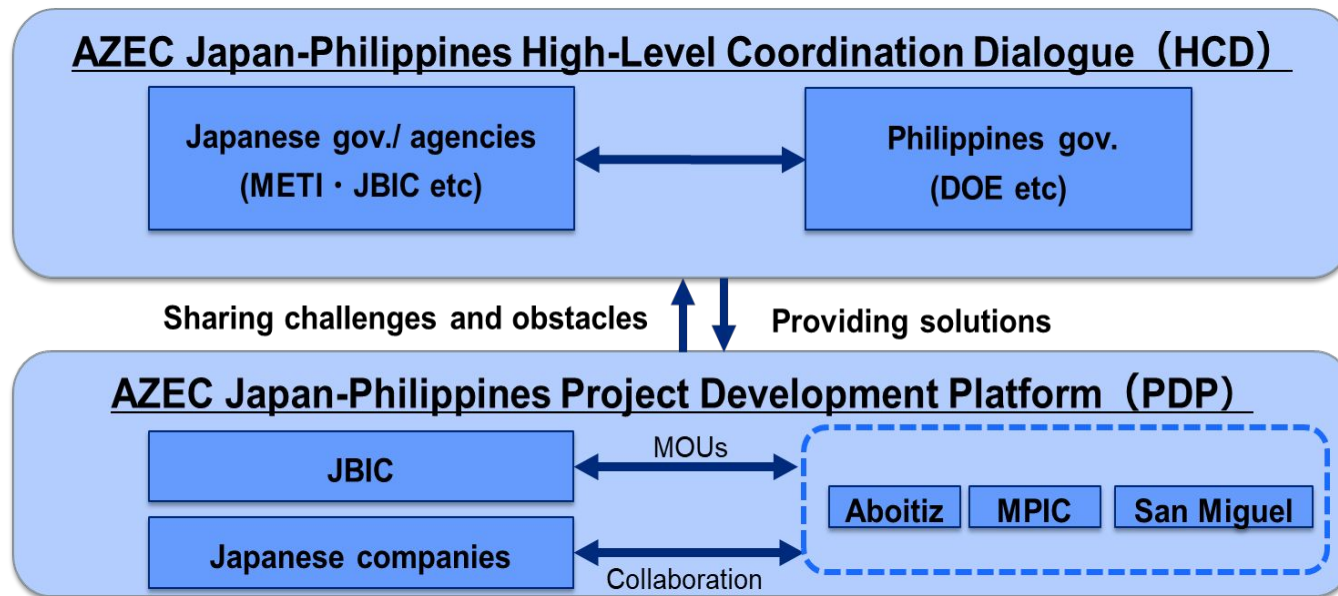
**2. Strengthen grid resilience and promote energy efficiency**

**3. Expand renewable energy**

### Progress

- At the Japan-Vietnam summit held on April 28, 2025, both sides agreed to develop 15 Japan-Vietnam cooperation projects.
- PAP working level meeting was held among Japanese companies and Vietnamese ministries on May 14, 2025.

- Power sector of the Philippines has been privatized for more than 20 years. To promote projects for decarbonization in the Philippines, JBIC launched [AZEC Japan-Philippines Project Development Platform \(PDP\)](#) by concluding MOUs with 3 major conglomerates.
- Japan and the Philippines agreed to inaugurate [AZEC Japan-Philippines High-Level Coordination Dialogue \(HCD\)](#) to hold discussions on challenges that projects for decarbonization may face and solutions thereto.
- JBIC promotes Japanese companies' technology contributing to decarbonization of Philippines by holding seminars toward Philippines public and private sector.



HCD and PDP

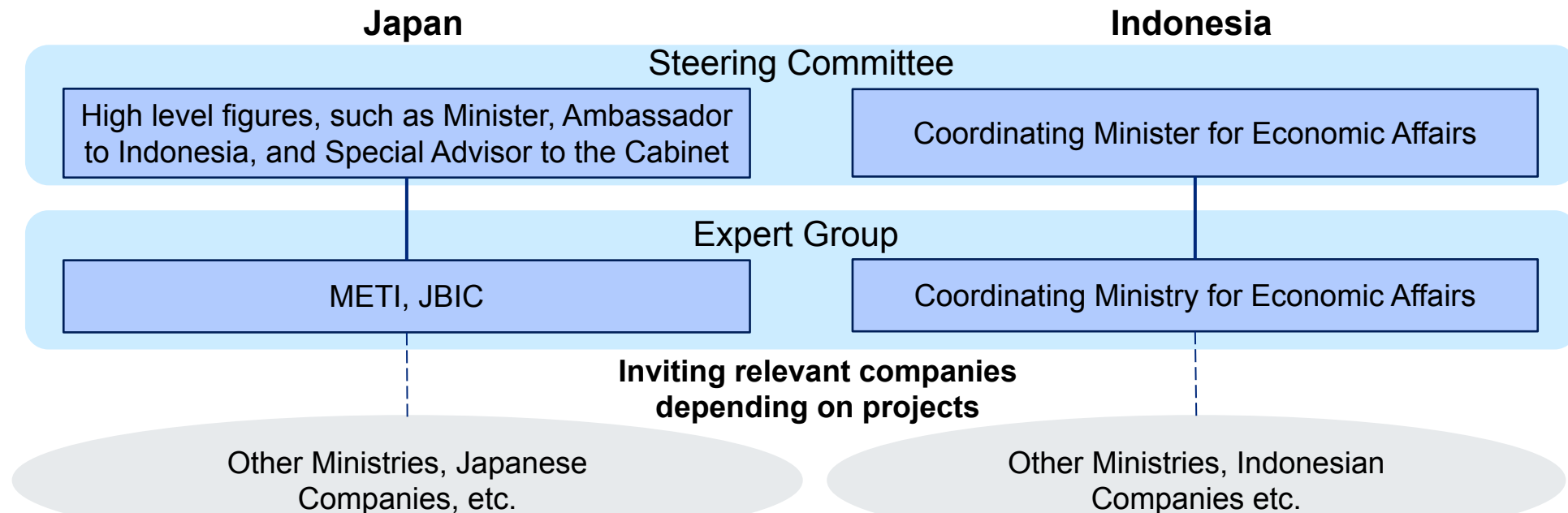


JBIC Renewable Energy Seminar 2025

# JBIC Activities to promote AZEC in Indonesia - Joint Task Force

, a mission of Japan's representatives (including Mr. Maeda, **Special Advisor to the Cabinet at that time, Mr. Kanasugi, former Ambassador to Indonesia**, Ministry of Economy Trade and Industry (METI), JBIC and Japanese companies' executives etc.) held a meeting with Mr. Airlangga Hartarto, Coordinating Minister for Economic Affairs and agreed to inaugurate

- **Under this framework, Japan and Indonesia will jointly hold discussions on challenges that projects for decarbonization may face and solutions there to, by**
- **Jointly figure out appropriate solutions such as METI/NEDO's support for FS, JBIC finance, JICA ODA and other ministries' support, for the identified challenges and obstacles.**





## Project Outline

- Expansion of the Muara Laboh geothermal Power Project (approx. 85 MW) currently in operation by PT Supreme Energy Muara Laboh, a project entity jointly owned by Sumitomo Corporation, INPEX Corporation, and an Indonesian company PT Supreme Energy (SE). The project involves the construction, ownership, and operation of a plant with an output of approximately 83 MW.
- The total amount of co-financing is approx. 370 million USD (JBIC's portion: approx. 138 million USD). The loan is cofinanced by ADB, Mizuho, MUFG, SMBC, and Hyakugo Bank (commercial lenders' portions insured by NEXI).

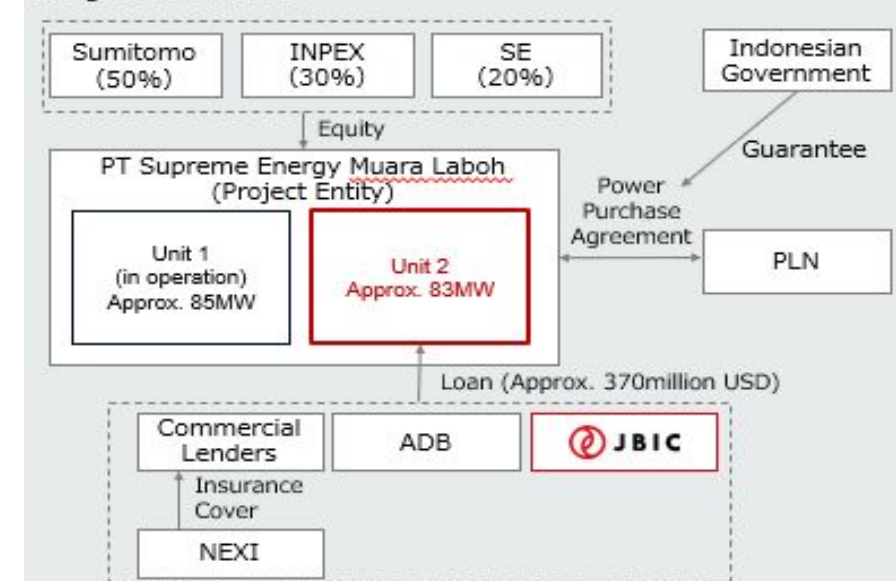


(Provided by Sumitomo Corporation)

## Implications

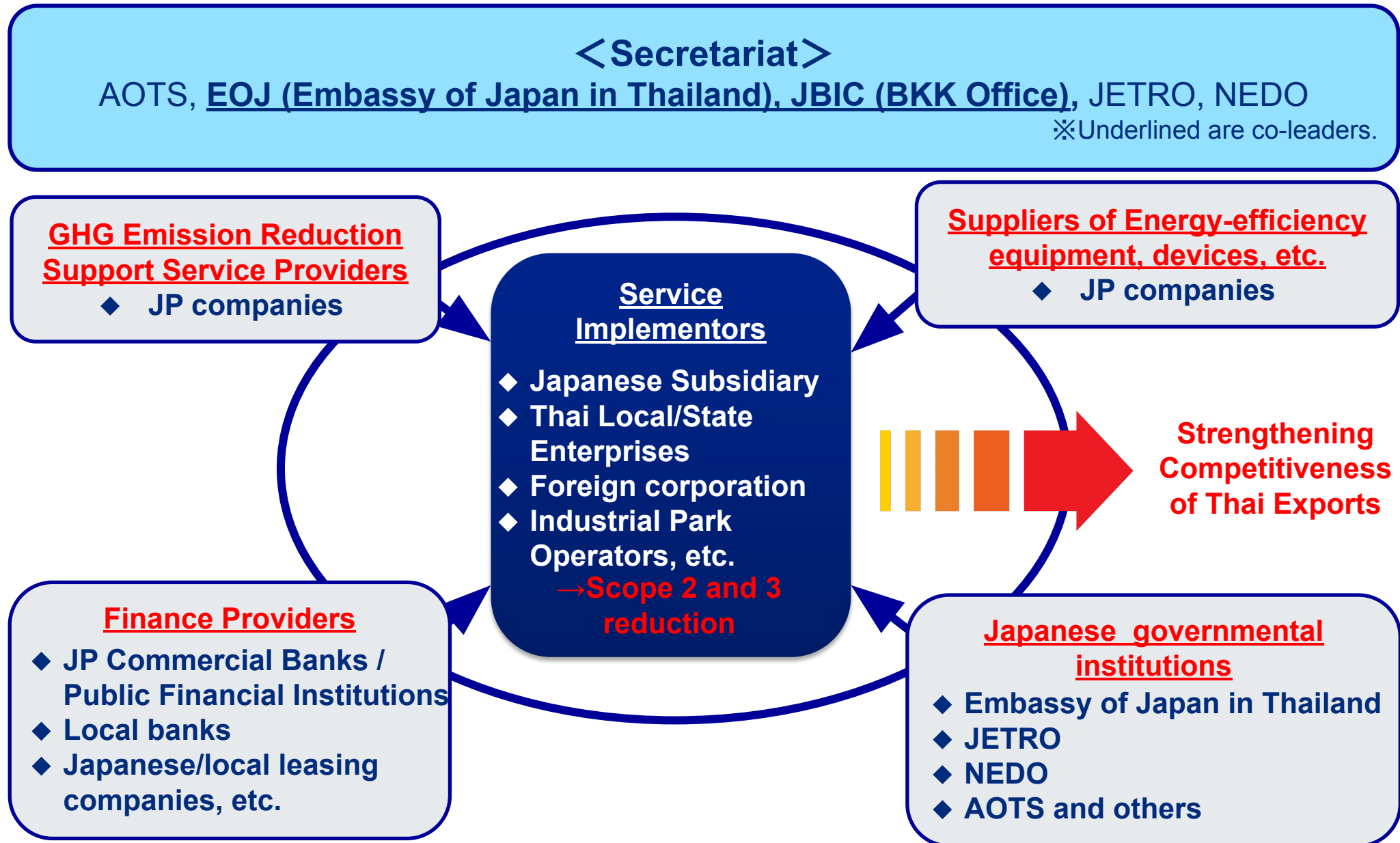
- Under the **AZEC** concept and the “Just Energy Transition Partnership (Indonesia JETP)”, **JBIC led the structuring of the project by facilitating provision of geothermal power generation technologies and experience by Japanese companies** which address the social issue of decarbonization in Indonesia.
- **Contributing to maintaining and improving international competitiveness of Japanese industries** through providing financial support to Sumitomo Corporation and INPEX for their overseas infrastructure projects.
- **Aligned with Indonesia's energy policy.** The Indonesian government aims to achieve **carbon neutrality by 2060** by increasing the share of renewable energy up to 23% of the country's power supply by 2025 (31% by 2050) and up to 50% of new power sources by 2030 (of which geothermal energy accounts for 8%) based on the power development plan of Indonesia (RUPTL 2021-2030).

### Project Scheme



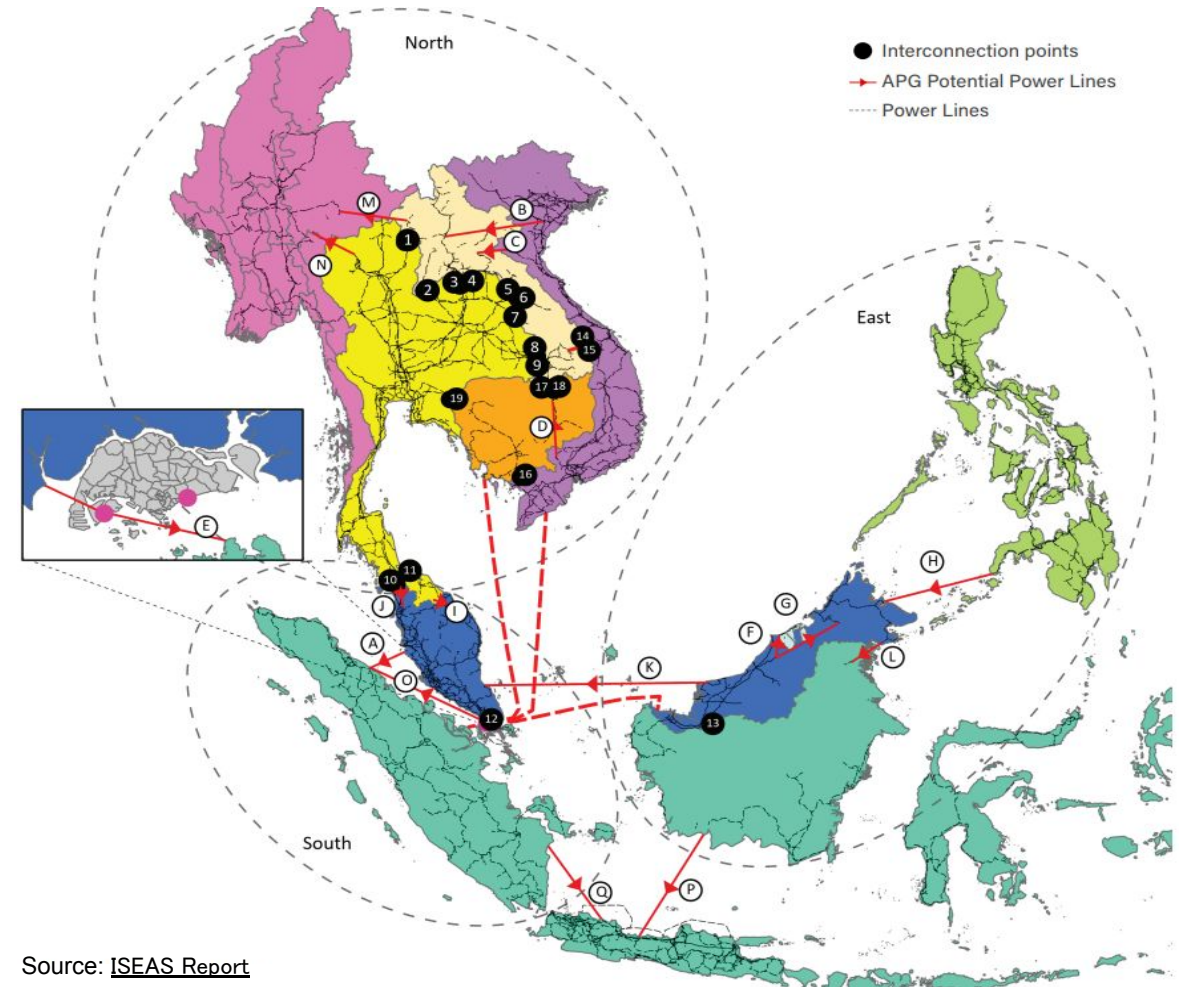


# JBIC Activities to promote AZEC in Thailand - SAVE Platform



# JBIC Activities to promote AZEC - ASEAN Power Grid

- A regional power grid initiative in ASEAN aimed at enabling wide-area electricity interconnection . The project seeks to expand intra-regional electricity trade, strengthen and modernize transmission networks, and integrate clean and renewable energy sources.
- Proposing Countries: **All 10 ASEAN members** – Brunei, Cambodia, Indonesia, Laos, Malaysia, Myanmar, the Philippines, Singapore, Thailand, and Vietnam.
- At the **ASEAN Summit** (October 2024, Vientiane, Laos), leaders acknowledged the need to **promote regional interconnectivity through the ASEAN Power Grid (APG)** (Note 1). Similarly, at the **Japan-ASEAN Summit** (October 2024, also in Vientiane), **support for the prompt establishment of the APG was reaffirmed** (Note 2).
- **Malaysia, as the ASEAN Chair in 2025** , has identified the development of the APG as one of its top priorities .



Source: [ISEAS Report](#)

Note 1: "... We acknowledged the need to make significant progress in advancing regional interconnectivity through the ASEAN Power Grid (APG) ..."  
(Chairman's Statement of the ASEAN Summit)

Note 2: "... We reaffirmed our support for the expeditious establishment of the ASEAN Power Grid."  
(Chairman's Statement of the Japan-ASEAN Summit)