

PT Bank Pembangunan Daerah Jawa Timur, Tbk
 Capital & Risk Exposure Disclosure Report
 30 September 2022

Key Metric

(in millions of rupiah)

No	Description	T	T-1	T-2	T-3	T-4
		30-Sep-22	30-Jun-22	31-Mar-22	31-Dec-21	30-Sep-21
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	9.400.982	9.254.009	9.063.981	9.297.197	8.958.211
2	Tier 1	9.400.982	9.254.009	9.063.981	9.297.197	8.958.211
3	Total Capital	9.836.642	9.663.987	9.455.646	9.712.268	9.376.830
	Risk Weighted Assets (amounts)					
4	Total Risk Weighted Assets (RWA)	43.434.519	41.457.316	39.955.439	41.286.928	41.559.494
	Risk-based Capital Ratios in percentage of RWA					
5	CET1 ratio (%)	21,64%	22,32%	22,69%	22,52%	21,56%
6	Tier 1 ratio (%)	21,64%	22,32%	22,69%	22,52%	21,56%
7	Total capital ratio (%)	22,65%	23,31%	23,67%	23,52%	22,56%
	Additional CET1 Buffer requirements as a percentage of RWA					
8	Capital Conservation Buffer (2.5% from RWA) (%)	2,50%	2,50%	2,50%	2,50%	2,50%
9	Countercyclical Buffer (0 - 2.5% from RWA) (%)	0,00%	0,00%	0,00%	0,00%	0,00%
10	Bank G-SIB and/or D-SIB additional (1% - 2.5%) (%)	0,00%	0,00%	0,00%	0,00%	0,00%
11	Total CET1 as buffer (%) (Line 8 + Line 9 + Line 10)	2,50%	2,50%	2,50%	2,50%	2,50%
12	CET1 available after meeting the bank's minimum capital requirements (%)	11,65%	12,33%	13,43%	13,26%	12,30%
	Leverage Ratio according to Basel III					
13	Total exposure	98.560.600	108.967.078	105.686.110	100.978.948	101.100.270
14	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves)	9,54%	8,49%	8,58%	9,15%	9,27%
14b	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	9,54%	8,49%	8,58%	9,15%	9,27%
14c	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	9,54%	8,49%	8,58%	9,15%	9,27%
14d	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	-	-	-	-	-
	Liquidity Coverage Ratio (LCR)					
15	Total High Quality Liquid Assets (HOLA)	48.869.745	56.574.839	54.831.816	53.113.264	47.818.273
16	Total Net Cash Outflow	16.159.932	17.260.517	16.035.371	16.871.252	15.577.290
17	LCR ratio (%)	302,41%	327,77%	341,94%	314,82%	306,97%
	Net Stable Funding Ratio (NSFR)					
18	Total Available Stable Funding	69.318.174	79.529.320	77.760.205	76.340.516	74.757.949
19	Total Required Stable Funding	42.552.690	41.331.582	39.986.285	40.085.953	40.495.196
20	NSFR ratio (%)	162,90%	192,42%	194,47%	190,44%	184,61%

Qualitative Analysis

The total capital of Bank Jatim in September 2022 (T) is Rp 9.8 Trillion, an increase of 1.79% from the position in June 2022 (T-1). This increase was mainly due to an increase in the adding factor in the capital calculation component, namely an increase in profit for the year by 47.58% or Rp. 387 billion as well as a growth in Tier 2, namely in general reserves of PPA productive assets that must be formed by 6, 26% or Rp 25 billion, but overall the Capital Adequacy Ratio (CAR) for this period (September 2022) decreased from 23.31% in June 2022 to 22.65% in September 2022 due to an increase in Total Risk-Weighted Assets were not matched by growth in the capital component.

Bank Jatim's leverage ratio in the position of September 2022 (T) is 9.54%, an increase of 1.05% from the position of June 2022 (T-1). This increase was mainly due to an increase in core capital which is a component in the calculation of the leverage ratio. However, this was not matched by the growth in total exposure where in this period the Total SFT Exposure, especially in the gross carrying value component of SFT assets, experienced a significant decline, this was due to a decrease in the postal receivables of securities purchased with agreements to return (reverse repo), so that it resulted in the ratio formed is smaller than the previous period. When compared to the previous period (June 2022) the total value of Securities Financing Transaction (SFT) exposure decreased by Rp. 9.7 Trillion. In general, the Bank's leverage ratio for September 2022 is still above the minimum limit set by the regulator of >3%.

The Liquidity Adequacy Ratio (LCR) and Net Stable Funding Ratio (NSFR) in September 2022 (T) decreased compared to the previous period in June 2022 (T-1). The LCR ratio decreased by 25.36% due to a decrease in the ratio component in High-Quality Liquid Assets (HOLA) and in the value of Net Cash Outflow (NCO) so that the ratio formed was smaller than the previous period. Meanwhile, the NSFR Ratio on a quarterly basis (September 2022) also decreased by 29.52% due to a decrease in Total Available Stable Funding (ASF) of 12.84% as a result of the decline in TPF, especially TPF in the stable category with a tenor > 1 year, while in The Total Required Stable Funding (RSF) increased by 2.95% compared to June 2022 due to an increase in the component of the current category of loans and special attention with a tenor of > 1 year.