

PT Bank Pembangunan Daerah Jawa Timur, Tbk  
Capital & Risk Exposure Disclosure Report  
30 September 2023

Key Metric

(in millions of rupiah)

No	Description	T	T-1	T-2	T-3	T-4
		30/09/2023	30/06/2023	31-Mar-23	31-Dec-22	30-Sep-22
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	10.549.913	10.379.346	10.675.163	10.346.392	9.400.982
2	Tier 1	10.549.913	10.379.346	10.675.163	10.346.392	9.400.982
3	Total Capital	11.039.155	10.854.851	11.114.889	10.783.955	9.836.642
	Risk Weighted Assets (amounts)					
4	Total Risk Weighted Assets (RWA)	42.780.948	41.696.080	39.034.492	43.593.473	43.434.519
	Risk-based Capital Ratios in percentage of RWA					
5	CET1 ratio (%)	24,66%	24,89%	27,35%	23,73%	21,64%
6	Tier 1 ratio (%)	24,66%	24,89%	27,35%	23,73%	21,64%
7	Total capital ratio (%)	25,80%	26,03%	28,47%	24,74%	22,65%
	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	<b>CET1 available after meeting the bank's minimum capital requirements (%)</b>	<b>14,78%</b>	<b>15,01%</b>	<b>17,36%</b>	<b>13,74%</b>	<b>11,65%</b>
	Leverage Ratio according to Basel III					
13	Total exposure	107.095.079	103.043.449	96.658.421	103.333.015	98.560.600
14	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves)	9,85%	10,07%	11,04%	9,84%	9,54%
14b	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	9,85%	10,07%	11,04%	9,84%	9,54%
14c	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	9,85%	10,07%	11,04%	9,84%	9,54%
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)	31.235.675	38.399.405	43.355.287	47.522.030	48.869.745
16	Total Net Cash Outflow	13.681.276	13.180.592	12.730.418	14.866.990	16.159.932
17	LCR ratio (%)	228,31%	291,33%	340,56%	319,65%	302,41%
	Net Stable Funding Ratio (NSFR)					
18	Total Available Stable Funding	77.953.906	77.699.450	74.562.229	76.884.556	69.318.174
19	Total Required Stable Funding	48.721.086	46.256.411	43.917.836	43.225.519	42.552.690
20	NSFR ratio (%)	160,00%	167,98%	169,78%	177,87%	162,90%

Qualitative Analysis

Bank Jatim's total capital as of September 2023 (T) is IDR 11.03 trillion, an increase of 1.70% from the position in June 2023 (T-1). This increase was mainly due to an increase in profit for the year as well as an increase in supplementary capital (Tier 2) which was supported by an increase in the general reserve component of PPA productive assets which must be established. When compared with the previous period (June 2023), there is an increase in profit for the year of 52.02%, namely IDR. 374,625 million. In the September 2023 period, the overall Capital Adequacy Ratio (CAR) decreased from the June 2023 position of 26.03% to 25.80% in the September 2023 position, this was due, among other things, to an increase in total capital but it was not comparable. with a large increase in the risk-weighted total asset component, so that the ratio formed in this period is smaller than the previous period.

Bank Jatim's leverage ratio as of September 2023 (T) was 9.85%, a decrease of 0.22% from the position in June 2023 (T-1). This decrease was due to a decrease in core capital, but it was not commensurate with the magnitude of the decrease in the total exposure component, so this resulted in the ratio formed being smaller compared to the previous period. In general, the bank's leverage ratio as of September 2023 is still above the minimum limit set by the regulator at >3%.

The Liquidity Adequacy Ratio (LCR) and Net Stable Funding Ratio (NSFR) in September 2023 (T) have decreased compared to the previous period June 2023 (T-1). The LCR ratio decreased by 63.02% which was caused by a decrease in the ratio component in High Quality Liquid Assets (HOLA) while the Net Cash Outflow (NCO) value component increased so that the ratio formed was smaller than the previous period. The decrease in Total HOLA of 22.98% occurred in the Level 1 component, mainly originating from the Securities component issued by the Central Government and Bank Indonesia (22.43% or Rp. 7.96 T). Meanwhile, the NSFR Ratio in the September 2023 period also decreased by 7.98% due to an increase in Total Available Stable Funding (ASF) of 0.33% compared to the June 2023 period which was due to an increase in funding originating from corporate customers, while in Total Funding Required Stability (RSF) has increased by 5.34% compared to June 2023 due to the allocation of assets to long term, namely credit and placement with HOLA Level 1 collateral. The NSFR ratio as a whole has decreased due to an increase in the Total Stable Funding available (ASF) but this is not commensurate with the size of the increase in the Total Stable Funding required (RSF) so that the ratio formed in this period is smaller than the previous period (June 2023).