

PT Bank Pembangunan Daerah Jawa Timur, Tbk  
Capital & Risk Exposure Disclosure Report  
31 March 2023

Key Metric

(in millions of rupiah)

No	Description	T	T-1	T-2	T-3	T-4
		31-Mar-24	31-Dec-23	30-Sep-23	30-Jun-23	31-Mar-23
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	10,570,486	11,025,184	10,549,913	10,379,346	10,675,163
2	Tier 1	10,570,486	11,025,184	10,549,913	10,379,346	10,675,163
3	Total Capital	11,122,529	11,541,194	11,039,155	10,854,851	11,114,889
	Risk Weighted Assets (amounts)					
4	Total Risk Weighted Assets (RWA)	48,107,690	44,897,623	42,780,948	41,696,080	39,034,492
	Risk-based Capital Ratios in percentage of RWA					
5	CET1 ratio (%)	21.97%	24.56%	24.66%	24.89%	27.35%
6	Tier 1 ratio (%)	21.97%	24.56%	24.66%	24.89%	27.35%
7	Total capital ratio (%)	23.12%	25.71%	25.80%	26.03%	28.47%
	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%	0%	0%	0%	0%
10	Bank G-SIB and/or D-SIB additional (1% - 2.5%) (%)	0%	0%	0%	0%	0%
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>12.09%</b>	<b>14.68%</b>	<b>14.78%</b>	<b>15.01%</b>	<b>17.36%</b>
	Leverage Ratio according to Basel III					
13	Total exposure	100,868,913	104,182,788	107,095,079	103,043,449	96,658,421
14	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves)	10.48%	10.50%	9.85%	10.07%	11.04%
14b	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	10.48%	10.50%	9.85%	10.07%	11.04%
14c	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	10.48%	10.50%	9.85%	10.07%	11.04%
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 (HQLA)	25,866,452	28,475,832	31,235,675	38,399,405	43,355,287
16	Total Net Cash Outflow	12,953,466	14,815,384	13,681,276	13,180,592	12,730,418
17	LCR ratio (%)	199.69%	192.20%	228.31%	291.33%	340.56%
	Net Stable Funding Ratio (NSFR)					
18	Total Available Stable Funding	75,325,842	74,221,252	77,953,906	77,699,450	74,562,229
19	Total Required Stable Funding	50,931,545	49,503,129	48,721,086	46,256,411	43,917,836
20	NSFR ratio (%)	147.90%	149.93%	160.00%	167.98%	169.78%

Qualitative Analysis

Bank Jatim's total capital at March 2024 (T) was Rp 11.12 Trillion, a decrease of 3.63% from December 2023 (T-1). This decrease was mainly due to a decrease in profit for the year and a decrease in other items in other additional capital reserve components. When compared to the previous period (December 2023), profit for the year decreased by 78.92%, amounting to Rp. 1,160,264 million. In the March 2024 period, the overall Capital Adequacy Ratio (CAR) ratio decreased from the December 2023 position of 25.71% to 23.12% in the March 2024 position, this was caused, among others, by a decrease in total capital but not proportional to the amount of increase in the component of total risk-weighted assets, so that the ratio formed in this period was smaller than the previous period.

The leverage ratio of Bank Jatim in March 2024 (T) is 10.48%, the ratio has decreased by 0.19% from the position of December 2023 (T-1). This decrease is due to a decrease in both parameters, namely core capital and total exposure components so that it results in a smaller ratio formed compared to the previous period. Total exposure decreased due to the exposure of Administrative Account Transactions (TRA) and Securities Financing Transaction (SFT) exposure also decreased by 55.72% and 30.43% respectively. In general, the Bank's leverage ratio as of March 2024 is still above the minimum limit set by the regulator of >3%.

The Liquidity Adequacy Ratio (LCR) in March 2024 has increased compared to the previous period, while the net stable funding ratio (NSFR) has decreased. The LCR ratio for the March 2024 period amounted to 199.69%, an increase of 7.48% from the previous period (December 2023) of 192.20%, this was due to a decrease in the ratio component in High Quality Liquid Assets (HQLA) by 9.16%, on the other hand, the Net Cash Outflow (NCO) value component also decreased by 12.57% so that the ratio formed was smaller than the previous period. Total HQLA as of March 2024 amounting to Rp. 25.86 T was dominated by HQLA level 1, namely placements with Bank Indonesia and Securities issued by the Central Government & Bank Indonesia. In addition, the NSFR Ratio in the March 2024 period also decreased by 2.04% because the total available stable funding increased but was not offset by an increase in the total stable funding required so that the ratio formed in this period was smaller than the ratio in the previous period. Total Available Stable Funding (ASF) increased by 1.49% compared to the December 2023 period, the increase was due to an increase in deposits from both individual customers, micro & small businesses and corporations. On the other hand, the Total Required Stable Funding (RSF) when compared to the December 2023 period experienced a higher increase than the increase in ASF, which amounted to 2.89%. The increase is due to the allocation of assets to the long term, which is dominated by the loan portfolio and placement of securities (reprofiling).