

PT Bank Pembangunan Daerah Jawa Timur, Tbk
 Capital & Risk Exposure Disclosure Report
 31 March 2021

Key Metric

(in millions of rupiah)

No	Description	T	T-1	T-2	T-3	T-4
		31-Mar-21	31-Dec-20	30-Sep-20	30-Jun-20	31-Mar-20
	Available capital (amounts)					
1	Common Equity Tier 1 (CET1)	8,954,464	8,411,757	7,920,211	7,623,970	8,090,351
2	Tier 1	8,954,464	8,411,757	7,920,211	7,623,970	8,090,351
3	Total Capital	9,359,291	8,825,829	8,311,606	8,002,501	8,455,548
	Risk Weighted Assets (amounts)					
4	Total Risk Weighted Assets (RWA)	40,478,122	40,776,010	38,981,987	37,954,233	36,908,004
	Risk-based Capital Ratios in percentage of RWA					
5	CET1 ratio (%)	22.12%	20.63%	20.32%	20.09%	21.92%
6	Tier 1 ratio (%)	22.12%	20.63%	20.32%	20.09%	21.92%
7	Total capital ratio (%)	23.12%	21.64%	21.32%	21.08%	22.91%
	Additional CET1 Buffer requirements as a percentage of RWA					
8	Capital Conservation Buffer (2.5% from RWA) (%)	3%	0%	0.00%	0.00%	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%	0.00%	0.00%	0.00%	2.50%
12	CET1 available after meeting the bank's minimum capital requirements (%)	12.86%	11.41%	11.10%	10.83%	12.67%
	Leverage Ratio according to Basel III					
13	Total exposure	89,691,846	83,710,131	96,923,210	88,172,567	76,960,849
14	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves)	9.98%	10.05%	8.18%	9.18%	10.51%
14b	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves)	9.98%	10.05%	8.18%	9.18%	10.51%
14c	Basel III leverage ratio (%) (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	9.98%	10.05%	8.18%	9.18%	10.51%
14d	Basel III leverage ratio (%) (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values for SFT assets	9.98%	10.05%	8.18%	9.18%	10.51%
	Liquidity Coverage Ratio (LCR)					
15	Total High Quality Liquid Assets (HOLA)	37,860,894	38,088,289	32,991,216	27,246,809	22,427,903
16	Total Net Cash Outflow	13,845,218	13,970,548	12,414,512	11,337,373	9,955,782
17	LCR ratio (%)	273.46%	272.63%	265.75%	240.33%	225.28%
	Net Stable Funding Ratio (NSFR)					
18	Total Available Stable Funding	67,689,053	63,585,403	60,878,974	55,575,480	51,790,931
19	Total Required Stable Funding	40,038,145	39,658,510	38,122,301	37,093,800	35,764,833
20	NSFR ratio (%)	169.06%	160.33%	159.69%	149.82%	144.81%

Qualitative Analysis

The total capital of Bank Jatim in the position of March 2021 (T) is Rp. 9.3 trillion, an increase of 6.04% from the position in December 2020 (T-1). This increase was mainly due to a decrease in risk-weighted assets of Rp. 298 billion and an increase in capital mainly from the provision for last year's profit of Rp. 1.5 trillion and a decrease in deduction factors such as the less difference between PPA & allowance for impairment losses on productive assets of Rp. 18.7 billion, thus encouraging the growth of the Capital Adequacy Ratio (CAR) from the position in December 2021 of 21.64% to 23.12% in the position of March 2021.

Leverage ratio of Bank Jatim in the position of March 2021 (T) was 9.98%, a decrease of 0.07% from the position in December 2020 (T-1). This decrease was mainly due to an increase in the value of Securities Financing Transaction (SFT) Exposure, where the gross carrying value of SFT assets compared to the position in December 2020 (T-1) increased by Rp. 6.7 Trillion. The Leverage Ratio of Bank Jatim for the position of March 2021 is still above the minimum limit set by the regulator of > 3%

The Liquidity Adequacy Ratio (LCR) and the Net Stable Funding Ratio (NSFR) in the position of March 2021 (T) experienced an increase compared to the previous period December 2020 (T-1). The LCR ratio has increased by 0.83% due to a decrease in the value of High Quality Liquid Assets (HOLA) which is not proportional to the decrease in the value of Net Cash Outflow (NCO) so that the ratio formed is greater than the previous period. Meanwhile, the NSFR ratio increased by 8.73% because there was an increase in Available Stable Funding (ASF) higher than the Stable Funding Required (RSF).