

**TOTAL EXPOSURE IN LEVERAGE RATIO  
PT BANK COMMONWEALTH  
AS OF 30 SEPTEMBER 2023**

(in Millions Rupiah)

No	Description	Balance
1	Total assets in Published Statements of Financial Position (gross amount before allowance for impairment losses)	16,764,053
2	Adjustment for investment in banking, financial, insurance, and/or other entities that are consolidated based on financial accounting standards but outside the consolidation scope based on the Financial Services Authority regulation	-
3	Adjustment for the value of the underlying set of financial assets that have been transferred in asset securitization that meet the requirements of sell-off as stipulated in the Financial Services Authority Regulation concerning the precautionary principle in asset securitization activities for conventional banks. In the event that the underlying financial assets have been deducted from the total assets on the Statements of Financial Position, the number in this line is 0 (zero)	-
4	Adjustment for temporary exemption of current accounts with Bank Indonesia in order to fulfill the minimum reserve requirements (if any)	N/A
5	Adjustment for fiduciary assets recognised on the Statements of Financial Position based on financial accounting standards but excluded from the total exposure calculation in Leverage Ratio	N/A
6	Adjustment for regular-way purchases and sales of financial assets using trade date accounting method	-
7	Adjustment for eligible cash pooling transactions as regulated in this Financial Services Authority regulation	-
8	Adjustment for Derivative transaction exposure	5,695
9	Adjustment for Securities Financing Transactions (SFT) exposure, i.e. reverse repo	-
10	Adjustment for Off-Balance Sheet exposure after multiplied with Credit Conversion Factor (CCR)	167,691
11	Adjustment for prudential valuation in the form of capital deduction factors and allowance for impairment losses	(981,443)
12	Other adjustments	-
13	Total Exposure in Leverage Ratio calculation	15,955,996

**Qualitative Analysis**

Total exposure in leverage ratio calculation was amounted to IDR 15,956 billion, lower by IDR 598 billion as compared to total assets in on balance sheets which amounted to IDR 16,554 billion. The difference was due to capital deduction factors (intangible assets and deferred tax assets) total amounted to IDR 770 billion which are excluded from leverage ratio calculation, compensated with additional exposure in leverage ratio calculation, which consist of net exposure off balance sheets (after CCR and allowance for impairment losses) amounted to IDR 167 billion and adjustment for derivative transaction (potential future exposures) amounted to IDR 5 billion.

**LEVERAGE RATIO CALCULATION**  
**PT BANK COMMONWEALTH**  
**AS OF 30 SEPTEMBER 2023**

(in Millions Rupiah)

No	Description	Period	
		30-Sep-23	30-Jun-23
Asset Exposures in Statements of Financial Position			
1	Asset exposures in Statements of Financial Position including collateral assets, but excluding derivative transactions and SFT exposures (gross amount before allowance for impairment losses)	16,760,545	17,946,311
2	Gross-up for derivatives collateral provided to the counterparties which result in decreased total assets exposure in balance sheet due to the financial accounting standard implementation	-	-
3	(Deduction of receivable assets for cash variation margin provided in derivative transactions)	-	-
4	(Adjustment for carrying amount securities received under SFT exposure that are recognised as an asset)	-	-
5	(Allowance for impairment losses on assets based on financial accounting standard)	(210,402)	(239,396)
6	(Asset that are taken into account as Tier I capital deduction factor referred to the Financial Services Authority regulation concerning minimum capital requirement for conventional banks)	(769,972)	(752,635)
7	Total Asset Exposures in Statements of Financial Position	15,780,171	16,954,280
Derivative Transaction Exposures			
8	Replacement cost associated with all derivative transactions, both in the case of eligible cash variation margin or netting-off agreement that meet certain requirements	4,911	8,854
9	Add-on amounts for PFE associated with all derivative transactions	4,292	7,545
10	(Exemption on derivative transactions exposure that are settled through CCP)	N/A	N/A
11	Adjustment for effective notional amount from credit derivatives	-	-
12	(Adjustment for effective notional amount offsets and add-on deductions for credit derivatives sales transactions)	-	-
13	Total Derivative Transaction Exposures	9,203	16,399
Securities Financing Transaction (SFT) Exposures			
14	Gross carrying amount of SFT assets	-	186,307
15	(Netted amounts of cash payables and cash receivables)	-	-
16	Counterparties credit risk for SFT assets referred to current exposure calculation as regulated in the attachment of this Financial Services Authority regulation	-	-
17	Agent transaction exposures	-	-
18	Total SFT Exposures	-	186,307

No	Description	Period	
		30-Sep-23	30-Jun-23
Off Balance Sheets Exposures			
19	Outstanding all commitment and contingency liabilities at gross amount, before allowance for impairment losses	1,547,509	1,486,440
20	(Adjustment for credit conversion factors)	(1,379,818)	(1,325,843)
21	(Allowance for impairment loss on Off Balance Sheets in accordance with financial accounting standard)	(1,069)	(1,098)
22	Total Off Balance Sheets Exposures	166,622	159,499
Capital and Total Exposure			
23	Tier 1 Capital	3,306,690	3,148,093
24	Total Exposure	15,955,996	17,316,485
Leverage Ratio			
25	Leverage Ratio, including the impact of temporary exemption on current accounts with Bank Indonesia in order to fulfill the minimum reserve requirements (if any)	20.72%	18.18%
25a	Leverage Ratio, excluding the impact of temporary exemption on current accounts with Bank Indonesia in order to fulfill the minimum reserve requirements (if any)	20.72%	18.18%
26	Minimum Leverage Ratio requirement	3%	3%
27	Leverage Ratio buffer	N/A	N/A
Disclosure of Average Balance			
28	Average balance of gross carrying amount of SFT assets, after adjustment for sales accounting transactions that are calculated on a net with cash payables in SFT and cash receivables in SFT during the quarter	572,661	166,123
29	Outstanding balance of gross carrying amount of SFT assets, after adjustment for sales accounting transactions that are calculated on a net with cash payables in SFT and cash receivables in SFT as of end of quarter	-	186,307
30	Total exposure, including the impact of temporary exemption on current accounts with Bank Indonesia in order to fulfill the minimum reserve requirements (if any), taken into account average balance of gross carrying amount of SFT assets as mentioned in row 28	16,528,657	17,296,301
30a	Total exposure, excluding the impact of temporary exemption on current accounts with Bank Indonesia in order to fulfill the minimum reserve requirements (if any), taken into account average balance of gross carrying amount of SFT assets as mentioned in row 28	16,528,657	17,296,301
31	Leverage Ratio, including the impact of temporary exemption on current accounts with Bank Indonesia in order to fulfill the minimum reserve requirements (if any), taken into account average balance of gross carrying amount of SFT assets as mentioned in row 28	20.01%	18.20%

No	Description	Period	
		30-Sep-23	30-Jun-23
31a	Leverage Ratio, excluding the impact of temporary exemption on current accounts with Bank Indonesia in order to fulfill the minimum reserve requirements (if any), taken into account average balance of gross carrying amount of SFT assets as mentioned in row 28	20.01%	18.20%
<b>Qualitative Analysis</b>			
<p>1. The leverage ratio as of 30 Sept 2023 is at 20.72%, far above the minimum requirement ratio of 3%. The leverage ratio as of 30 Sept 2023 is higher compared to the Leverage Ratio as of 30 June 2023 at 18.18% driven by increasing of tier 1 capital and decreasing total exposure, mainly from securities and credit.</p> <p>2. If using the daily average balance of SFT during Q3 2023, the leverage ratio is lower, which at 20.01%, inline with higher daily average balance of SFT exposure (reverse repo) during Q3 2023 as compared to outstanding balance of SFT as of 30 Sept 2023.</p>			