

**TOTAL EXPOSURE IN LEVERAGE RATIO
PT BANK COMMONWEALTH
AS OF 31 MARCH 2020**

(in Millions Rupiah)

No	Description	Balance
1	Total assets in Published Statements of Financial Position (gross amount before allowance for impairment losses)	22,570,920
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	(69,528)
7	Adjustment for eligible cash pooling transactions as regulated in this Financial Services Authority regulation	-
8	(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)	14,301
9	Adjustment for Securities Financing Transactions (SFT) exposure, i.e. reverse repo	11,447
10	Adjustment for Off-Balance Sheet exposure after multiplied with Credit Conversion Factor (CCR)	243,175
11	Adjustment for prudential valuation in the form of capital deduction factors and allowance for impairment losses	(1,051,380)
12	Other adjustments	-
13	Total Exposure in Leverage Ratio calculation	21,718,935

Qualitative Analysis

Total exposure in leverage ratio calculation was amounted to IDR 21,719 billion, lower by IDR 376 billion as compared to total assets in on balance sheets which amounted to IDR 22,095 billion. This is mainly driven by adjustment of capital deduction factors by IDR 574 billion (i.e. intangible assets and deferred tax assets) which are excluded from leverage ratio calculation, compensated with additional exposure from off balance sheets by IDR 241 billion (net after CCR and allowance for impairment losses).

**LEVERAGE RATIO CALCULATION
PT BANK COMMONWEALTH
AS OF 31 MARCH 2020**

(in Millions Rupiah)

No	Description	Period	
		31-Mar-20	31-Dec-19
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)	22,279,188	-
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)	(475,936)	-
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)	(573,615)	-
7	Total Asset Exposures in Statements of Financial Position	21,229,637	-
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	11,395	-
9	Add-on amounts for PFE associated with all derivative transactions	11,045	-
10	(Exemption on derivative transactions exposure that are settled through CCP)	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	22,440	-
Securities Financing Transaction (SFT) Exposures			
14	Gross carrying amount of SFT assets	214,065	-
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	11,447	-
17	Agent transaction exposures	-	-
18	Total SFT Exposures	225,512	-
Off Balance Sheets Exposures			
19	Outstanding all commitment and contingency liabilities at gross amount, before allowance for impairment losses	2,247,889	-
20	(Adjustment for credit conversion factors)	(2,004,714)	-

No	Description	Period	
		31-Mar-20	31-Dec-19
21	(Allowance for impairment loss on Off Balance Sheets in accordance with financial accounting standard)	(1,829)	-
22	Total Off Balance Sheets Exposures	241,346	-
Capital and Total Exposure			
23	Tier 1 Capital	3,244,716	-
24	Total Exposure	21,718,935	-
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)	14.94%	-
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)	14.94%	-
26	Minimum Leverage Ratio requirement	3%	-
27	Leverage Ratio buffer	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	385,609	-
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	214,065	-
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	21,890,479	-
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	21,890,479	-
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	14.82%	-
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	14.82%	-
Qualitative Analysis			

No	Description	Period	
		31-Mar-20	31-Dec-19
	<p>1. The Leverage Ratio as of 31 December 2019 was not presented because the first requirement was for position as of 31 March 2020.</p> <p>2. The Bank's Leverage Ratio as of 31 March 2020 is at 14.94%, far above the minimum requirement ratio of 3%.</p> <p>3. If using the daily average balance of SFT, the leverage ratio is slightly lower, which is at 14.82%, however it is still far above the minimum requirement ratio of 3%. This was due to higher reverse repo receivables, especially during Feb - March 2020.</p>		