

**TOTAL EXPOSURE IN LEVERAGE RATIO  
PT BANK COMMONWEALTH  
AS OF 30 SEPTEMBER 2021**

(in Millions Rupiah)

No	Description	Balance
1	Total assets in Published Statements of Financial Position (gross amount before allowance for impairment losses)	20,198,467
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	9,657
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)	200,883
11	Adjustment for prudential valuation in the form of capital deduction factors and allowance for impairment losses	(1,138,256)
12	Other adjustments	-
13	Total Exposure in Leverage Ratio calculation	19,270,751

**Qualitative Analysis**

Total exposure in leverage ratio calculation was amounted to IDR 19,271 billion, lower by IDR 454 billion as compared to total assets in on balance sheets which amounted to IDR 19,725 billion. The difference was due to capital deduction factors (intangible assets and deferred tax assets) total amounted to IDR 663 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 199 billion and adjustment for derivative transaction (potential future exposures) amounted to IDR 10 billion.

**LEVERAGE RATIO CALCULATION  
PT BANK COMMONWEALTH  
AS OF 30 SEPTEMBER 2021**

(in Millions Rupiah)

No	Description	Period	
		30-Sep-21	30-Jun-21
<b>Asset Exposures in Statements of Financial Position</b>			
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)	19,913,255	19,636,143
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)	(473,802)	(410,810)
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)	(662,856)	(633,001)
<b>7</b>	<b>Total Asset Exposures in Statements of Financial Position</b>	<b>18,776,597</b>	<b>18,592,332</b>
<b>Derivative Transaction Exposures</b>			
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	62	27
9	Add-on amounts for PFE associated with all derivative transactions	9,639	10,125
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)	-	-
<b>13</b>	<b>Total Derivative Transaction Exposures</b>	<b>9,701</b>	<b>10,152</b>
<b>Securities Financing Transaction (SFT) Exposures</b>			
14	Gross carrying amount of SFT assets	285,168	1,151,182
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	-	2,391
17	Agent transaction exposures	-	-
<b>18</b>	<b>Total SFT Exposures</b>	<b>285,168</b>	<b>1,153,573</b>
<b>Off Balance Sheets Exposures</b>			
19	Outstanding all commitment and contingency liabilities at gross amount, before allowance for impairment losses	1,959,641	1,997,534
20	(Adjustment for credit conversion factors)	(1,758,758)	(1,792,449)
21	(Allowance for impairment loss on Off Balance Sheets in accordance with financial accounting standard)	(1,598)	(1,582)

No	Description	Period	
		30-Sep-21	30-Jun-21
22	<b>Total Off Balance Sheets Exposures</b>	<b>199,285</b>	<b>203,503</b>
<b>Capital and Total Exposure</b>			
23	Tier 1 Capital	2,935,153	3,103,354
24	Total Exposure	19,270,751	19,959,560
<b>Leverage Ratio</b>			
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)	15.23%	15.55%
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)	15.23%	15.55%
26	Minimum Leverage Ratio requirement	3.00%	3.00%
27	Leverage Ratio buffer	N/A	N/A
<b>Disclosure of Average Balance</b>			
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	567,325	739,386
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	285,168	1,151,182
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	19,552,908	19,547,764
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	19,552,908	19,547,764
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	15.01%	15.88%
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	15.01%	15.88%
<b>Qualitative Analysis</b>			
<p>1. The leverage ratio as of 30 Sep 2021 is at 15.23%, far above the minimum requirement ratio of 3%. The leverage ratio as of 30 Sep 2021 is lower compared to the Leverage Ratio as of 30 Jun 2021 at 15.55% mainly driven by decreasing tier 1 capital.</p> <p>2. If using the daily average balance of SFT during Q3 2021, the leverage ratio is lower, which at 15.01%, inline with higher daily average balance of SFT exposure (reverse repo) during Q3 2021 as compared to outstanding balance of SFT as of 30 Sep 2021.</p>			