

## Provision of Fund to Related Party and Large Exposure

### Provision of Fund to the Related Party

Based on the provisions of PSAK No.7 concerning "Related Party Disclosures" and Bapepam and LK Regulations No. KEP-347 / BL / 2012 dated June 25, 2012 concerning Presentation and

Disclosure of Financial Statements of Issuers or Public Companies, related parties are defined as:

1. People who:
  - a. Has control or joint control over the reporting entity;
  - b. Has significant influence over the reporting entity; or
  - c. Is the key management personnel of the reporting entity or the parent of the reporting entity.
2. An entity is related to a reporting entity if any of the following:
  - a. Entity and the reporting entity are members of the same group
  - b. An entity is an associate or joint venture of the entity
  - c. Both entities are joint ventures of the same third party
  - d. An entity is a joint venture of a third entity and the other entity is an associate of the third entity
  - e. The entity is a post-employment benefit plan for employees of either the reporting entity or an entity related to the reporting entity.
  - f. Entity controlled or jointly controlled by a person identified as referred to in point 1); or
  - g. People who are identified as referred to in point 1) letter a) has significant influence over the entity or the entity's key management personnel.

### Mechanisms Providing funds to Related Parties

1. Provision of funds to related parties, including the material made in accordance with applicable regulations.
2. Provision of funds to related parties do review by the Risk Management Oversight Committee for further discussion at the meeting of the Board of Commissioners.
3. Provision of funds to related parties shall be approved by the Board of Commissioners.

### Provision of Funds to Related Parties

Provisions regarding the LLL limit setting are as follows:

All funds supply portfolios to parties related to the Company are set at a maximum of 10% (ten percent) of the Bank's Capital. The provisions of other parties that are regulated are:

1. Banks are prohibited from giving the provision of funds to related parties as opposed to the general procedures applicable provision of funds.
2. Banks are prohibited from giving the provision of funds to related parties without the approval of the Board of Commissioners.
3. Banks are prohibited from buying low-quality assets from related parties.
4. If the quality of the provision of funds to related parties decreased to substandard, doubtful and loss, banks are obliged to take measures completion of repair among others, by:
  - a. Loan repayment at the latest within a period of 60 (sixty) days from the decline in the quality of Provision of Funds and or
  - b. Restructured loans since the decline in the quality of provision of funds.
5. Provision of funds to the borrower who is not a related party that is distributed or used for the benefit of related parties are classified as the provision of funds to related parties.
6. Borrower who is not a related party who receives the provision of funds as intended there is item 5) is classified as a related party.
7. In the event that the bank will provide a supply of funds in the form of capital which resulted in the bank where invested capital (investee) to related parties, banks are obliged to ensure:
  - a. The provision of these funds plan does not violate the provision of funds to related parties.

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- b. Provision of Funds will be and has been given to investee The once coupled with the entire portfolio of Provision of Funds to Related Parties does not violate the existing provisions.
- c. Corresponding requirements referred to Item 1, 2, 3 and 4 have been met.

Related parties include:

1. Individual or company / entity exercising control over the Bank.
2. Companies / entities in which the Bank acts as the controller.
3. Individual or company / other body exercising control of the company
4. Companies in which:
  - a. individual and or company / entity referred to in point 1 act as a controller.
  - b. Individuals or companies / entities referred to in paragraph 3 acts as a controller;
5. Commissioners, Directors and Executive Officers of the Bank.
6. Parties may be related to the second degree, either horizontally or vertically.
7. Company / entity Commissioners, Board of Directors, Executive Officers and or at a company / entity referred to in point 1, 2,3 and 4.
8. Company / entity Commissioners, Board of Directors And or Executive Officers are:
  - a. Commissioners, Directors And or Executive Officer of the Bank.
  - b. Commissioners, Directors and Executive Officers of the company or / entity referred to in items 1,2,3 and 4.
9. Companies / entities 50% (fifty percent) or more of Commissioners and Directors of the Board of Commissioners, Board of Directors and / or Officers Executives at the company / entity referred to in item 3 or 4.
10. Companies / entities in which:
  - a. Commissioner Directors and Executive Officers of the Bank or referred to in letter e) act as a controller.
  - b. Commissioners, Directors, and or Executive Officer of the parties referred to in paragraphs 1, 2, 3, or 4 exercises control;
11. Company / entity that has a financial relationship with the Bank and or the parties referred to in items 1 through 10 above.
12. Collective investment contract in which the Bank and or the parties referred to in items 1 to 10 have a 10% (ten percent) or more of the shares in the investment manager of the collective investment contract;
13. The borrower be an individual or a company /non-bank entities that provide assurance to the parties referred to in items 1 through 12.
14. borrowers who -pihak granted bail by the parties referred to in items 1 through 12.
15. Bank Another gives assurance to the parties referred to in items 1 through 12 as long as there counterguarantee of the Bank and or the parties referred to in items 1 through 12 to the other bank.
16. Company / agency another in which there are the interests of the parties referred to in item 6.

### Provision of Fund to Non-Related Parties

Provision of Funds to 1 (one) Borrower who is not a Related Party is determined to be no more than 20% (twenty percent) of the Bank's Capital.

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### Provision of Fund to Non-Related Parties Group

Provision of Fund to 1 (one) Borrower group that is not a Related Party is determined to be no more than 25% (twenty five percent) of the Bank's Capital.

### Provision of Fund to SOEs

Provision of Funds to State-Owned Enterprises (SOEs) for development purposes is determined to be no higher than 30% (thirty percent) of Bank Capital.

Borrowers are classified as members of a Borrower group if the Borrower has a control relationship with another Borrower either through ownership, management, and / or financial relationships.

LLL	Related Party	Non Related Party	Non Related Party (Group Borrower)	SOE
Breach of LLL	N/A	N/A	N/A	N/A
Exceeded LLL	N/A	N/A	N/A	N/A

### Transactions with related parties

In 2018, transactions with related parties (Related Party Transaction) has been conducted in a fair, generally applicable (normal commercial terms), fair (arm length basis) as follows:

Provision of Funds	Number of Debtor	OS
Related Party	574	5.322.650
Individual	50	154.887.635
top 25 SOEs	25	89.462.392
top 25 non-state-owned enterprises	25	65.425.242
Group	50	156.798.861
Top 25 Group SOE	25	99.428.280
Top 25 Group Non SOE	25	57.370.581