

**BALANCE SHEETS**  
**As of June 30, 2003 and 2002**  
(In millions of Rupiah)

NO	DESCRIPTION	BANK		CONSOLIDATED	
		June 30, 2003	June 30, 2002	June 30, 2003	June 30, 2002
		audited	audited	audited	audited
	<b>ASSETS</b>				
1.	C a s h	1,906,030	1,632,190	1,942,110	1,647,630
2.	Placements with Bank Indonesia				
	a. Current Accounts with Bank Indonesia	9,935,690	9,678,943	10,016,375	9,715,022
	b. Certificates of Bank Indonesia	15,466,962	14,999,794	15,832,712	15,150,094
	c. Others	4,630,000	2,790,000	4,630,000	2,790,000
3.	Current Accounts with Other Banks				
	a. Rupiah	2,669	1,410	11,179	8,329
	b. Foreign currencies	706,503	598,563	718,424	605,238
4.	Placements with Other Banks				
	a. Rupiah	275,000	782,668	422,542	791,821
	b. Foreign currencies	5,297,808	3,021,849	5,328,185	2,896,199
	Allowance for possible losses on placements with other banks - / -	(62,844)	(40,036)	(64,041)	(40,037)
5.	Securities Held				
	a. Rupiah				
	i. Trading	70,750	-	80,343	2,669
	ii. Available for sale	445,078	228,833	499,436	236,914
	iii. Held to maturity	1,320,070	1,276,655	1,398,322	1,287,954
	b. Foreign currencies				
	i. Trading	169,663	83,202	169,663	83,202
	ii. Available for sale	244,614	420,776	244,614	492,435
	iii. Held to maturity	2,649,114	3,886,247	3,034,366	4,083,560
	Allowance for possible losses on securities held - / -	(1,872,200)	(3,600,592)	(1,872,762)	(3,600,606)
6.	Government Bonds				
	a. Trading	4,090,587	9,255,352	4,090,587	9,255,352
	b. Available for Sale	29,509,080	33,942,782	29,509,080	33,942,782
	c. Held to maturity	103,433,472	110,651,590	103,433,472	110,651,590
7.	Securities Purchased with Agreement to Resell (reverse repo)				
	a. Rupiah	-	-	-	-
	b. Foreign currencies	-	-	-	-
	Allowance for possible losses on securities purchased with agreement to resell (reverse repo) -/-	-	-	-	-
8.	Derivative Receivables	1,187,671	314,540	1,188,108	316,343
	Allowance for possible losses on derivative receivables - / -	(11,877)	(3,145)	(11,877)	(3,145)
9.	Loans				
	a. Rupiah				
	i. Related parties	549,767	446,089	549,882	446,089
	ii. Third parties	39,380,772	29,801,393	40,782,043	30,717,841
	b. Foreign currencies				
	i. Related parties	442,846	410,357	540,725	410,563
	ii. Third parties	24,511,079	18,538,307	24,914,103	18,849,363
	Allowance for possible loan losses - / -	(8,668,262)	(5,627,612)	(8,712,913)	(5,685,877)
10.	Acceptances Receivable	2,605,307	2,148,630	2,605,307	2,149,351
	Allowance for possible losses on acceptances receivables - / -	(73,163)	(342,068)	(73,163)	(342,068)
11.	Investments in Shares of Stock	1,764,797	881,288	110,219	95,377
	Allowance for possible losses on investments in shares of stock - / -	(32,454)	(11,933)	(32,454)	(11,933)
12.	Accrued Income	2,171,093	2,849,568	2,174,522	2,843,797
13.	Prepaid Expenses	146,884	131,416	188,606	146,053
14.	Prepaid Taxes	1,487,684	363,585	1,496,690	364,926
15.	Deferred Tax Assets - net	2,974,345	3,600,477	2,975,546	3,609,983
16.	Premises and Equipment	6,666,709	2,839,499	6,943,597	3,085,741
	Accumulated depreciation - / -	(1,521,093)	(1,234,918)	(1,678,017)	(1,373,210)
17.	Leased Assets	37,550	-	37,550	-
	Accumulated depreciation for leased assets - / -	(6,258)	-	(6,258)	-
18.	Repossessed Assets	71,942	-	80,559	5,248
19.	Other Assets	4,128,807	3,084,534	4,274,945	3,259,894
	<b>TOTAL ASSETS</b>	<b>256,032,192</b>	<b>247,800,233</b>	<b>257,772,327</b>	<b>248,884,484</b>

**BALANCE SHEETS**  
**As of June 30, 2003 and 2002**  
(In millions of Rupiah)

NO	DESCRIPTION	BANK		CONSOLIDATED	
		June 30, 2003	June 30, 2002	June 30, 2003	June 30, 2002
		audited	audited	audited	audited
	<b>LIABILITIES AND SHAREHOLDER'S EQUITY</b>				
1	Demand Deposits				
	a. Rupiah	27,887,082	27,239,817	27,980,606	27,326,048
	b. Foreign currencies	7,959,010	7,058,872	8,031,576	7,133,894
2	Other Current Liabilities	1,004,021	351,394	1,031,465	404,574
3	Savings Deposits	31,939,697	24,401,402	32,546,064	24,681,656
4	Time Deposits				
	a. Rupiah				
	i. Related parties	1,897,173	1,799,300	1,579,556	1,672,381
	ii. Third parties	94,801,206	104,074,115	95,619,089	104,384,561
	b. Foreign currencies				
	i. Related parties	198,402	32,653	20,484	21,042
	ii. Third parties	18,352,837	17,783,620	18,592,557	17,938,406
5	Certificates of Deposit				
	a. Rupiah	35	260,078	35	260,078
	b. Foreign currencies	-	-	-	-
6	Deposit from Other Banks	13,622,375	11,686,597	13,698,513	11,689,250
7	Securities Sold with Agreement to Repurchase (repo)	3,077,500	735,000	3,077,500	735,000
8	Derivative Payable	14,985	11,889	17,730	14,024
9	Acceptances Payable	2,605,307	2,116,279	2,605,307	2,117,000
10	Securities Issued				
	a. Rupiah	306,144	138,242	306,144	138,242
	b. Foreign currencies	3,724,440	2,101,989	3,662,476	2,067,029
11	Fund borrowings				
	a. Funding Facilities from Bank Indonesia	-	-	-	-
	b. Others				
	i. Rupiah				
	- Related parties	-	-	-	-
	- Third parties	3,579,408	3,373,747	3,579,408	3,374,395
	ii. Foreign currencies				
	- Related parties	-	-	-	-
	- Third parties	5,093,371	9,905,933	5,093,371	9,866,602
12	Allowance for Possible Losses on Commitments and Contingencies	1,550,363	3,366,703	1,550,434	3,366,783
13	Obligation under Capital Lease	16,261	-	16,616	-
14	Accrued Expenses	751,698	1,023,586	770,017	1,020,471
15	Taxes Payable	1,277,764	-	1,291,034	1,152
16	Deferred Tax Liabilities	-	-	-	-
17	Other Liabilities	6,924,207	7,817,541	7,198,756	8,063,871
18	Subordinated Loans				
	a. Related parties	-	-	-	-
	b. Third parties	5,553,211	5,708,516	5,585,211	5,740,516
19	Loan Capital				
	a. Related parties	-	-	-	-
	b. Third parties	2,870,775	2,934,900	2,870,775	2,934,900
20	Minority Interests	-	-	3,423	3,642
21	<b>Shareholder's Equity</b>				
	a. Paid-Up Capital	10,000,000	4,251,000	10,000,000	4,251,000
	b. Additional Paid-in Capital	-	174,962,319	-	174,962,319
	c. Agio (Disagio)	168,801,319	-	168,801,319	-
	d. Donated Capital	-	-	-	-
	e. Differences Arising from Translation of Financial Statements in Foreign Currencies	9,604	28,119	19,076	68,381
	f. Premises and Equipment Revaluation Increment	3,046,936	-	3,056,724	9,788
	g. Unrealized Gain (Losses) from Securities and Government Bonds Available for Sale	1,160,209	(2,245,650)	1,160,209	(2,244,793)
	h. Other Comprehensive Income	-	-	-	-
	i. Differences in Arising from Restructuring Transactions Among Entities Under Common Control	-	-	-	-
	j. Retained Earnings (Accumulated Losses)	(161,993,148)	(163,117,728)	(161,993,148)	(163,117,728)
	<b>TOTAL LIABILITIES &amp; SHAREHOLDER'S EQUITY</b>	<b>256,032,192</b>	<b>247,800,233</b>	<b>257,772,327</b>	<b>248,884,484</b>

**STATEMENTS OF PROFIT AND LOSS**  
**For the period ended June 30, 2003 and 2002**  
(In millions of Rupiah)

DESCRIPTION	BANK		CONSOLIDATED	
	June 30, 2003 audited	June 30, 2002 audited	June 30, 2003 audited	June 30, 2002 audited
<b>INCOME AND EXPENSES FROM OPERATIONS</b>				
<b>1. Interest Income</b>				
1.1. Interest Income				
a. Rupiah	12,588,583	15,300,293	12,697,076	15,375,647
b. Foreign currencies	1,077,307	1,063,018	1,103,208	1,085,119
1.2. Fees and Commissions				
a. Rupiah	180,797	96,834	211,102	102,420
b. Foreign currencies	35,148	42,870	35,307	56,465
<b>TOTAL INTEREST INCOME</b>	<b>13,881,835</b>	<b>16,503,015</b>	<b>14,046,693</b>	<b>16,619,651</b>
<b>2. Interest Expenses</b>				
2.1. Interest Expense				
a. Rupiah	9,640,966	12,423,094	9,685,302	12,452,542
b. Foreign currencies	713,339	932,376	720,693	937,861
2.2. Fees and Commissions	-	-	-	-
<b>TOTAL INTEREST EXPENSE - / -</b>	<b>10,354,305</b>	<b>13,355,470</b>	<b>10,405,995</b>	<b>13,390,403</b>
<b>NET INTEREST INCOME</b>	<b>3,527,530</b>	<b>3,147,545</b>	<b>3,640,698</b>	<b>3,229,248</b>
<b>3. Other Operating Income</b>				
3.1. Other Fees and Commissions	313,156	275,081	339,973	284,937
3.2. Foreign Exchange Gain-net	114,023	-	112,863	-
3.3. a. Gain from sell-buy of Securities and Government Bonds	1,363,938	195,238	1,363,938	195,238
b. Gain from Increase in Value and Sale of Securities and Government Bonds	282,844	1,242,725	282,844	1,242,725
3.4. Other Income	293,115	295,949	293,481	328,227
<b>TOTAL OTHER OPERATING INCOME</b>	<b>2,367,076</b>	<b>2,008,993</b>	<b>2,393,099</b>	<b>2,051,127</b>
<b>4. Provision of Allowance for Possible Losses on Earning Assets</b>	554,595	1,432,753	563,425	1,432,753
<b>5. Provision (Reversal of Allowance) for Possible Losses on Commitments and Contingencies</b>	352,128	(1,190,319)	352,096	(1,190,319)
<b>6. Provision (Reversal of Allowance) for Possible Losses on Other Assets</b>	1,603	347,817	1,603	347,817
<b>7. Other Operating Expenses</b>				
7.1. General and Administrative Expenses	790,991	783,459	857,446	846,977
7.2. Salaries and Employee Benefits	840,562	687,375	893,693	729,105
7.3. Losses from Decline in Value and Sale of Securities and Government Bonds	-	-	-	-
7.4. Foreign Exchange Loss - net	-	57,702	-	59,271
7.5. Other expenses	296,599	358,860	308,437	362,498
<b>TOTAL OTHER OPERATING EXPENSES - / -</b>	<b>1,928,152</b>	<b>1,887,396</b>	<b>2,059,576</b>	<b>1,997,851</b>
<b>PROFIT FROM OPERATIONS</b>	<b>3,058,128</b>	<b>2,678,891</b>	<b>3,057,097</b>	<b>2,692,273</b>
8. Non-Operating Income	206,337	363,537	220,555	384,128
9. Non-Operating Expenses	127,399	90,606	130,929	96,405
<b>NON OPERATING INCOME - NET</b>	<b>78,938</b>	<b>272,931</b>	<b>89,626</b>	<b>287,723</b>
10. Extraordinary Income / Expenses	-	-	-	-
<b>11. PROFIT BEFORE INCOME TAX</b>	<b>3,137,066</b>	<b>2,951,822</b>	<b>3,146,723</b>	<b>2,979,996</b>
12. Estimated Income Tax Expense - / -				
- Current Income Tax	1,277,764	-	1,288,386	1,152
- Deferred Income Tax	(379,966)	1,181,386	(380,858)	1,207,634
<b>13. PROFIT BEFORE MINORITY INTERESTS</b>	<b>2,239,268</b>	<b>1,770,436</b>	<b>2,239,195</b>	<b>1,771,210</b>
14. Minority Interests - / -	-	-	(73)	774
15. Accumulated Losses Beginning of the Year	161,302,575	163,482,905	161,302,575	163,482,905
16. Dividend - / -	1,792,795	1,372,878	1,792,795	1,372,878
Others - / -	1,137,046	32,381	1,137,046	32,381
<b>17. Accumulated Losses End of Year</b>	<b>161,993,148</b>	<b>163,117,728</b>	<b>161,993,148</b>	<b>163,117,728</b>
<b>18. EARNINGS PER SHARE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**STATEMENTS OF COMMITMENTS AND CONTINGENCIES**

**As of June 30, 2003 and 2002**

(In millions of Rupiah)

NO	DESCRIPTION	BANK		CONSOLIDATED	
		June 30, 2003	June 30, 2002	June 30, 2003	June 30, 2002
		audited	audited	audited	audited
<b>COMMITMENTS</b>					
<b>COMMITMENT RECEIVABLES</b>					
1.	Unused fund borrowings facilities				
	a. Rupiah	-	-	-	-
	b. Foreign currencies	-	-	2,066	-
2.	Others	20,387	1,805,307	20,387	1,805,307
<b>TOTAL COMMITMENT RECEIVABLES</b>		<b>20,387</b>	<b>1,805,307</b>	<b>22,453</b>	<b>1,805,307</b>
<b>COMMITMENT PAYABLES</b>					
1.	Unused loan facilities				
	a. Rupiah	9,450,163	6,338,354	9,502,027	6,339,451
	b. Foreign currencies	3,386,215	2,440,131	3,392,248	2,440,830
2.	Outstanding irrevocable letters of credit	5,096,794	5,048,299	5,278,159	5,189,452
3.	Others	91,547	1,758,752	91,547	1,758,752
<b>TOTAL COMMITMENT PAYABLES</b>		<b>18,024,719</b>	<b>15,585,536</b>	<b>18,263,981</b>	<b>15,728,485</b>
<b>COMMITMENTS - NET</b>		<b>(18,004,332)</b>	<b>(13,780,229)</b>	<b>(18,241,528)</b>	<b>(13,923,178)</b>
<b>CONTINGENCIES</b>					
<b>CONTINGENT RECEIVABLES</b>					
1.	Guarantees received				
	a. Rupiah	145,071	140,040	145,071	140,040
	b. Foreign currencies	1,145,905	1,176,063	1,214,918	1,176,063
2.	Unrecognized interest income	-	-	-	-
	a. Rupiah	1,778,783	1,898,658	1,778,783	1,898,658
	b. Foreign currencies	1,346,206	1,042,084	1,346,206	1,042,084
3.	Others	37,667	277,783	37,667	277,783
<b>TOTAL CONTINGENT RECEIVABLES</b>		<b>4,453,632</b>	<b>4,534,628</b>	<b>4,522,645</b>	<b>4,534,628</b>
<b>CONTINGENT PAYABLES</b>					
1.	Guarantees issued				
	a. Bank guarantees				
	a. Rupiah	2,245,727	1,901,422	2,247,035	1,904,771
	b. Foreign currencies	4,718,244	7,170,935	4,728,401	7,190,360
	b. Others	-	-	-	-
2.	Outstanding revocable letters of credit	-	-	-	-
3.	Others	27,233	154,908	30,738	155,923
		-	-	-	-
<b>TOTAL CONTINGENT PAYABLES</b>		<b>6,991,204</b>	<b>9,227,265</b>	<b>7,006,174</b>	<b>9,251,054</b>
<b>CONTINGENCIES - NET</b>		<b>(2,537,572)</b>	<b>(4,692,637)</b>	<b>(2,483,529)</b>	<b>(4,716,426)</b>

MANAGEMENT OF THE BANK	SHAREHOLDER f)
<b>Board of Commissioners</b>	Republic of Indonesia : 100%
- President Commissioner : Binhadi - Commissioner : Soedarjono - Commissioner : Markus Parmadi - Commissioner : Sabana Kartasasmita	
<b>Board of Directors</b>	
- President Director : E.C.W. Neloe - Director : I Wayan Pugeg - Director : I Wayan Agus Mertayasa - Director : J.B. Kendarto - Director : M. Sholeh Tasripan - Director : Ventje Rahardjo - Director : Omar S. Anwar - Director : Nimrod Sitorus	

Jakarta, August 29, 2003

S. E & O  
Board of Directors  
**PT Bank Mandiri (Persero)**

**E.C.W. Neloe**  
President Director

**I Wayan Pugeg**  
Managing Director

**Notes :**

- The above financial information was derived from consolidated financial statements of PT Bank Mandiri (Persero) Tbk. and Subsidiaries for the six month periods ended June 30, 2003 and 2002 which have been audited by KAP Prasetyo, Sarwoko & Sandjaja - Ernst & Young (Partner in charge : Drs. Sandjaja), Registered Public Accountants, with unqualified opinion.
- The above financial information have been prepared for the purpose of complying with Bank Indonesia's Regulation No. 3/22/PBI dated December 13, 2001 - Regarding the Transparency of Banks' Financial Condition and the additional requirements of Bank Indonesia's Circular Letter SE-BI No.3/30/DPNP dated December 14, 2001 - Regarding The Presentation of Quarterly and Monthly Published Financial Statements for Banks and Bank Indonesia Regulation No.4/7/PBI/2002 dated September 27, 2002 - Regarding Prudential Principles for Purchase of Credit by Bank from the Indonesian Bank Restructuring Agency (IBRA) by the Bank and to comply with Rule No.X.K.2 Decision of the Chairman of Bapepam attachment No.Kep-17/PM/2002 - Regarding Obligation to Submit Periodic Financial Statements.
- For comparative purposes, several accounts in the financial information for six month periods ended June 30, 2002 have been reclassified to conform the presentation of accounts in the financial information for the six month periods ended June 30, 2003
- The management has intention to conduct a quasi-reorganization. The effects of the quasi-reorganization has not been reflected in the financial information for the six month periods ended June 30, 2003
- The exchange rate to 1 US Dollar as of June 30, 2003 and 2002 was Rp. 8,625 and Rp 8,740 , respectively
- Since July 20, 2003, 20 % of PT Bank Mandiri 's share is owned by public and 80 % is owned by the Government of Republic of Indonesia
- Earnings per share as of June 30, 2003 was Rp. 112 (one hundred and twelve rupiah) with total number of shares of 20 shares

**EARNING ASSETS QUALITY AND OTHER INFORMATION**

**As of June 30, 2003 and 2002**

(in millions of Rupiah)

No	ACCOUNT	BANK											
		JUNE 30, 2003						JUNE 30, 2002					
		CURRENT	SPECIAL MENTION	SUB STANDARD	DOUBTFUL	LOSS	TOTAL	CURRENT	SPECIAL MENTION	SUB STANDARD	DOUBTFUL	LOSS	TOTAL
<b>A</b>	<b>Related Parties</b>												
1	Placement with other banks	387,149	-	-	-	-	387,149	-	-	-	-	-	-
2	Securities Held *)	137,373,366	-	-	-	-	137,373,366	154,171,834	-	-	-	-	154,171,834
3	Loan to related parties	522,479	368,136	-	-	101,998	992,613	392,485	459,533	4,428	-	-	856,446
a.	Small scale business credit (KUK)	-	-	-	-	-	-	-	-	-	-	-	-
b.	Property Loans	27,124	743	-	-	-	27,867	-	31,100	4,428	-	-	35,528
i.	Restructured	20,600	-	-	-	-	20,600	-	31,100	-	-	-	31,100
ii.	Unrestructured	6,524	743	-	-	-	7,267	-	-	4,428	-	-	4,428
c.	Other restructured loans	188,879	367,294	-	-	101,998	658,171	5,098	428,433	-	-	-	433,531
d.	Others	306,476	99	-	-	-	306,575	387,387	-	-	-	-	387,387
4	Investment in shares of stock of related parties	1,655,011	-	-	-	8,106	1,663,117	786,345	-	-	-	-	786,345
a.	In bank financial institutions	901,671	-	-	-	-	901,671	655,447	-	-	-	-	655,447
b.	In non bank financial institutions	628,709	-	-	-	8,106	636,815	15,199	-	-	-	-	15,199
c.	Due to loan restructuring	-	-	-	-	-	-	-	-	-	-	-	-
d.	Others	124,631	-	-	-	-	124,631	115,699	-	-	-	-	115,699
5	Other receivables from related parties	-	-	-	-	-	-	-	-	-	-	-	-
6	Commitments and contingencies to related parties	-	-	-	-	-	-	-	-	-	-	-	-
<b>B</b>	<b>Third Parties</b>												
1	Placement with other banks	10,524,831	-	-	-	-	10,524,831	7,194,321	-	-	-	168	7,194,489
2	Securities Held (issued by Bank Indonesia and third parties)	18,238,725	-	-	-	1,787,299	20,026,024	17,176,774	-	-	-	3,396,623	20,573,397
3	Loan to third parties	44,100,380	15,069,913	1,410,627	1,365,190	1,945,741	63,891,851	30,935,605	12,832,563	2,422,665	1,790,514	358,353	48,339,700
a.	Small scale business credit (KUK)	1,964,718	593,889	58,244	103,969	207,800	2,928,620	2,020,250	576,211	72,335	22,960	96,694	2,788,450
b.	Property Loans	1,657,067	1,111,228	44,464	88,984	279,713	3,181,456	1,230,941	632,430	243,025	9,344	15,103	2,130,843
i.	Restructured	317,775	808,836	358	62,300	234,660	1,423,929	263,014	408,977	146,830	-	-	818,821
ii.	Unrestructured	1,339,292	302,392	44,106	26,684	45,053	1,757,527	967,927	223,453	96,195	9,344	15,103	1,312,022
c.	Other restructured loans	11,639,296	9,560,273	828,505	617,339	1,156,360	23,801,773	9,640,503	10,024,776	1,659,663	1,594,147	95,243	23,014,332
d.	Others	28,839,299	3,804,523	479,414	554,898	301,868	33,980,002	18,043,911	1,599,146	447,642	164,063	151,313	20,406,075
4	Investment in shares of stock of third parties	78,209	-	-	-	23,471	101,680	83,849	-	-	-	11,094	94,943
a.	In bank financial institutions	-	-	-	-	10,715	10,715	-	-	-	-	-	-
b.	In non bank financial institutions	-	-	-	-	-	-	-	-	-	-	-	-
c.	Due to loan restructuring	72,920	-	-	-	9,530	82,450	78,466	-	-	-	-	78,466
d.	Others	5,289	-	-	-	3,226	8,515	5,383	-	-	-	11,094	16,477
5	Other receivables from third parties	3,797,755	131,885	-	-	-	3,929,640	1,132,978	1,206,319	74,354	47,478	401,628	2,862,757
6	Commitments and contingencies to third parties	10,194,018	1,769,723	34,113	32,309	30,600	12,060,763	13,130,622	763,970	119,905	-	2,019,819	16,034,316
	<b>TOTAL</b>	<b>226,871,923</b>	<b>17,339,657</b>	<b>1,444,740</b>	<b>1,397,499</b>	<b>3,897,215</b>	<b>250,951,034</b>	<b>225,004,813</b>	<b>15,262,385</b>	<b>2,621,352</b>	<b>1,837,992</b>	<b>6,187,685</b>	<b>250,914,227</b>
7	Required allowance for losses on earning assets **)	1,675,693	1,508,496	187,913	662,419	3,691,103	7,725,624	527,457	763,119	354,428	730,397	5,836,621	8,212,022
8	Established allowance for losses on earning assets	3,656,984	3,049,500	620,894	1,252,684	3,691,103	12,271,165	2,799,882	2,411,602	1,208,574	1,121,597	5,836,621	13,378,276
9	Value of bank's assets pledge as collateral :												
a.	To Bank Indonesia												
b.	To other banks												
10	Percentage of small scale business credit to total loans						4.51%						5.67%
11	Percentage of small scale business credit debtors to total debtors						32.69%						44.94%

\*) Include Government Bond (recapitalization program)

\*\*) The calculation of allowance of earning assets should be provided after deducted by collaterals, certificates of Bank Indonesia, Bank Indonesia intervention and Government Bonds.

# FOREIGN EXCHANGE TRANSACTIONS AND DERIVATIVES

As of June 30, 2003

(in millions of Rupiah)

NO	TRANSACTION	BANK				
		Contract Market Value		Derivative Receivable & Payable		Contract Value with Netting Agreement
		Hedging	Others	Receivable	Payable	
<b>A.</b>	<b>Exchange Rate Related</b>					
1	Spot	-	194,991	-	-	-
2	Forward	-	234,316	5,979	9,178	-
3	Option					
	a. Purchased	-	-	-	-	-
	b. Written	-	-	-	-	-
4	Future	-	-	-	-	-
5	Swap	-	3,380,721	1,019,851	5,807	-
				-	-	
6	Other	-	-	-	-	-
<b>B.</b>	<b>Interest Rate Related</b>					
1	Forward	-	-	-	-	-
2	Option					
	a. Purchased	-	-	-	-	-
	b. Written	-	-	-	-	-
3	Future	-	-	-	-	-
4	Swap	80,743	81,098	161,841	-	161,841
5	Other	-	-	-	-	-
<b>C.</b>	<b>Other</b>	-	-	-	-	-
TOTAL				1,187,671	14,985	

**FINANCIAL RATIOS**  
**As of June 30, 2003 and 2002**

NO	KEYS RATIOS	Bank	
		June 30, 2003	June 30, 2002
<b>I.</b>	<b>Capital</b>		
	1. CAR	26.41%	29.84%
	2. Premises and Equipment to Capital *)	24.49%	9.58%
<b>II.</b>	<b>Earning Assets</b>		
	1. Non-Performing Earning Assets	2.69%	4.24%
	2. NPL :		
	- Gross NPL	7.43%	9.30%
	- Net NPL	2.02%	4.83%
	3. Allowance for Possible Losses on Earning Assets	4.89%	5.33%
	4. Compliance for Allowance for Possible Losses on Earning Assets	158.84%	162.91%
<b>III.</b>	<b>Rentability</b>		
	1. ROA	2.44%	2.28%
	2. ROE	30.39%	31.07%
	3. NIM	2.98%	2.88%
	4. Operating Expenses to Operating Income **)	81.18%	85.53%
<b>IV.</b>	<b>Liquidity</b>		
	LDR	35.38%	26.84%
<b>V.</b>	<b>Compliance</b>		
	1. a. Percentage Violation of Legal Lending Limit		
	a.1. Related Parties	-	-
	a.2. Third Parties	-	-
	b. Percentage of Lending in Excess of the Legal Lending Limit		
	a.1. Related Parties	-	-
	a.2. Third Parties	-	-
	2 Reserve Requirement (Rupiah)	5.26%	5.11%
	3 Net Open Position	10.54%	7.53%

\*) Premises and equipment are computed after deducted by accumulated depreciation.

\*\*) Operating expenses include interest expenses, provision for possible losses on earning assets, provision for possible losses on other assets divided by operational income include interest income.

**CALCULATION OF CAR**  
**As of June 30, 2003 and 2002**  
(in millions of Rupiah)

NO	DESCRIPTION	Bank	
		June 30, 2003	June 30, 2002
<b>I. COMPONENTS</b>			
<b>A. Core Capital</b>		<b>12,913,024</b>	<b>11,011,568</b>
1. Paid-Up Capital		10,000,000	4,251,000
2. Disclosed Reserves			
a. Agio		168,801,319	-
b. Disagio (-/-)		-	-
c. Donated Capital / Additional Paid-In Capital		-	174,962,319
d. General and Appropriated Reserves		2,155,386	1,499,638
e. Previous Years Profit After Tax		-	-
f. Previous Years Losses (-/-)		(168,982,490)	(171,205,419)
g. Current Year Profit After Tax (50%)		-	-
h. Current Year Losses (-/-)		929,205	1,475,911
i. Differences Arising from Translation of Financial Statements in Foreign Currencies		-	-
1) Positive Adjustment		-	-
2) Negative Adjustment (-/-)		9,604	28,119
j. Funds for Paid-Up Capital		-	-
k. Decline in Value of Equity Participation in Available for Sale Portfolio (-/-)		-	-
l. Differences Arising from Restructuring of Transaction among Entities under Common Control		-	-
3. Goodwill (-/-)		-	-
<b>B. Supplemental Capital (Max 100% of core capital)</b>		<b>9,776,035</b>	<b>6,506,977</b>
1. Reserve for Premises and Equipment Revaluation		3,046,936	-
2. General Reserves of Allowance for Possible Losses on Earning Assets (max 1.25% of risk weighted assets)		994,338	521,613
3. Loan Capital		1,922,366	1,990,980
4. Subordinated Loans (max 50% of core capital)		3,812,395	3,994,384
5. Increase in Value of Equity Participation in Available for Sale Portfolio (45%)		-	-
<b>II. Total Core Capital and Supplemental Capital (A+B)</b>		<b>22,689,059</b>	<b>17,518,545</b>
<b>III. Investments in Shares of Stock (-/-)</b>		<b>(1,681,147)</b>	<b>(767,068)</b>
<b>IV. Total Capital (II-III)</b>		<b>21,007,912</b>	<b>16,751,477</b>
<b>V. Risk-Weighted Assets</b>		<b>79,547,079</b>	<b>56,129,640</b>
<b>VI. Established Capital Adequacy Ratio (IV : V)</b>		<b>26.41%</b>	<b>29.84%</b>
<b>VII. Required Minimum Capital Adequacy Ratio</b>		<b>8%</b>	<b>8%</b>

**LOAN PURCHASED FROM IBRA**  
**January 01, 2003 - June 30, 2003**  
(In millions of Rupiah)

<b>NO</b>	<b>DESCRIPTION</b>	<b>Amount</b>
1	Loan principal / outstanding balance as of June 30, 2003	4,516,466
2	Amount of loan purchased from January 1, 2002 - June 30, 2003 *)	4,919,042
3	Total provision / deferred income	385,250
4	Allowance for possible loan losses as of June 30, 2003	902,871
5	Interest and other income from January 1, 2003 - June 30, 2003	106,139

\*) Included loans purchased from IBRA amounting Rp.149,399 million, recorded under other assets due to cessie agreements from IBRA were still in process of finalization

**LOAN PURCHASED FROM IBRA****January 1, 2003 to June 30, 2003**

(In millions of Rupiah)

(Based on Bank Indonesia's Regulation No. 4/7/PBI/2002 dated September 27, 2002 Chapter VI section 24)

**a. Summary of loan purchased from IBRA**

NO	DESCRIPTION	Amount
1	Loan principal / outstanding balance as of June 30, 2003	4,516,466
2	Amount of loan purchased from January 1, 2002 - June 30, 2003 *)	4,919,042
3	Total provision / deferred income	385,250
4	Allowance for possible loan losses as of June 30, 2003	902,871
5	Interest and other income from January 1, 2003 - June 30, 2003	106,139

\*) Included loans purchased from IBRA amounting Rp.149,399 million, recorded under other assets due to cessie agreements from IBRA were still in process of finalization

**b. Summary of movement of loans purchased from IBRA**

NO	DESCRIPTION	Amount
1	Beginning Balance	4,854,357
2	Foreign currency translation	(285,797)
3	Addition during the period *	66,708
4	Repayment during the period	(118,802)
5	Loans written off during the period	-
6	Ending Balance	4,516,466

\* Included loans purchased from IBRA amounting Rp. 60,318 which previously recorded under other assets as of December 31, 2002 due to the cessie agreements were still in process of finalization. As of March 31, 2003 the cessie agreements related to these loans are final.

**c. Summary of movement of allowance for possible loan losses derived from the difference between purchase price and loan principal**

NO	DESCRIPTION	Amount
1	Beginning Balance	288,797
2	Foreign Currency translation	(20,578)
3	Additional (less) allowance for possible loan losses of loans purchased from IBRA during the period *)	(82,522)
4	Allowance for possible loan losses for loans written off	-
5	Reversal of provision for loan losses due to the repayment over purchase price	-
6	Ending Balance	185,697

\*) Represents reclassification to deferred income amounting Rp.32,594 due to new credit agreements have been signed and additional payments to debtors that the difference between purchase price and loan principal previously booked as allowance for possible losses amounted Rp.49,928

**d. Summary of movement of deferred income derived from the difference between purchase price and loan principal**

NO	DESCRIPTION	Amount
1	Beginning Balance	-
2	Foreign currency translation	(9,403)
3	Additional deferred income of loans purchased from IBRA during the period *)	44,671
4	Deferred income for loans written off	-
5	Reversal of deferred income due to the repayment over purchase price	-
6	Ending Balance	199,553

\*) Included reclassification from allowance for possible losses amounting Rp.32,594 due to new credit agreements have been signed

e. Interest and other income received related to loans purchased from IBRA during 2003 106,139

f. Loans covered by new credit agreements 2,745,653

g. Additional facility extended to debtors under loans purchased from IBRA 57,700