

CONSOLIDATED FINANCIAL STATEMENTS

PT Bank Mandiri (Persero) Tbk. and Subsidiaries

STATEMENTS OF FINANCIAL POSITION

As at 31 March 2014 and 31 December 2013

| No. | DESCRIPTION | (In Millions of Rupiah) | | | |
|---|-------------|-------------------------|--------------------|--------------------|--------------------|
| | | BANK | | CONSOLIDATED | |
| | | 31 March 2014 | 31 December 2013 | 31 March 2014 | 31 December 2013 |
| | | | (Audited) | | (Audited) |
| ASSETS | | | | | |
| 1. Cash | | 13,111,632 | 17,226,616 | 14,501,262 | 19,051,934 |
| 2. Placements with Bank Indonesia | | 58,980,998 | 69,819,352 | 67,101,424 | 78,521,140 |
| 3. Placements with other banks | | 23,525,940 | 23,710,890 | 26,230,263 | 24,650,787 |
| 4. Spot and derivative receivables | | 263,559 | 175,947 | 255,127 | 175,947 |
| 5. Securities | | | | | |
| a. Fair value through profit/loss | | 1,901,939 | 1,470,994 | 17,823,003 | 14,866,672 |
| b. Available for sale | | 70,833,595 | 61,370,553 | 71,527,141 | 62,197,173 |
| c. Held to maturity *** | | 24,789,129 | 24,945,188 | 26,662,275 | 26,516,455 |
| d. Loans and receivables | | 12,356 | 13,210 | 12,365 | 13,210 |
| 6. Securities sold with agreement to repurchase (Repo) | | 5,115,026 | 5,182,803 | 5,115,026 | 5,182,803 |
| 7. Securities purchased with agreement to resell (Reverse Repo) | | - | 3,103,351 | 778,359 | 3,737,613 |
| 8. Acceptances receivables | | 10,584,664 | 10,178,370 | 10,584,664 | 10,178,370 |
| 9. Loans | | | | | |
| a. Fair value through profit/loss | | - | - | - | - |
| b. Available for sale | | - | - | - | - |
| c. Held to maturity | | - | - | - | - |
| d. Loans and receivables | | 415,149,428 | 416,978,030 | 464,336,768 | 467,170,449 |
| 10. Consumer finance receivables | | - | - | 5,413,529 | 4,644,901 |
| 11. Investments in shares | | 3,158,612 | 3,159,465 | 8,585 | 7,891 |
| 12. Policy holder's investment in Unit Link Contract | | - | - | - | - |
| 13. Allowance for impairment on financial assets -/- | | - | - | - | - |
| a. Securities | | (147,783) | (148,728) | (291,043) | (292,040) |
| b. Loans | | (14,831,637) | (15,002,015) | (16,466,638) | (16,535,651) |
| c. Others | | (1,753,609) | (1,677,609) | (1,885,154) | (1,774,259) |
| 14. Intangible assets | | 2,177,675 | 2,178,033 | 2,521,713 | 2,514,368 |
| 15. Accumulated amortisation for intangible assets -/- | | (1,328,384) | (1,288,191) | (1,402,401) | (1,354,113) |
| 16. Premises and equipment | | 11,712,088 | 11,701,859 | 13,319,016 | 13,258,248 |
| 17. Accumulated depreciation for premises and equipment -/- | | (4,807,615) | (4,807,311) | (5,839,362) | (5,612,651) |
| 18. Net earning assets | | | | | |
| a. Abandoned properties | | 150,039 | 151,090 | 150,272 | 151,323 |
| b. Repossessed assets | | 19,815 | 19,815 | 38,957 | 33,838 |
| c. Suspense account | | 568,539 | 427,009 | 568,539 | 427,009 |
| d. Inter office assets | | - | - | - | - |
| e. Operational activities conducted in Indonesia | | (12,007,146) | - | (12,007,146) | - |
| f. Operational activities conducted outside Indonesia | | (12,115,708) | - | (12,115,708) | - |
| 19. Allowance for impairment on non financial assets -/- | | (285,430) | (287,147) | (298,493) | (300,209) |
| 20. Lease Financing | | 3,536,195 | 4,093,766 | 673,197 | 619,681 |
| 21. Deferred tax assets | | 3,754,881 | 3,754,881 | 4,922,488 | 4,922,488 |
| 22. Other assets | | 18,094,798 | 15,555,697 | 24,083,143 | 20,724,273 |
| TOTAL ASSETS | | 640,457,763 | 648,250,177 | 729,482,971 | 733,099,762 |
| LIABILITIES AND EQUITY | | | | | |
| 1. Demand deposits ** | | 106,405,920 | 116,250,862 | 110,738,212 | 123,445,524 |
| 2. Savings deposits ** | | 202,316,366 | 214,128,654 | 223,960,603 | 236,510,887 |
| 3. Time deposits ** | | 167,622,601 | 169,339,524 | 196,902,890 | 196,385,250 |
| 4. Investment fund - revenue sharing | | - | - | - | - |
| 5. Fund from Bank Indonesia | | 24,581,357 | 12,658,783 | 24,526,626 | 12,669,235 |
| 6. Fund from other banks ** | | 136,397 | 230,621 | 136,707 | 231,955 |
| 7. Spot and derivative liabilities | | 4,590,474 | 4,590,474 | 4,590,474 | 4,590,474 |
| 8. Liabilities sold with repo agreements to repurchase (Repo) | | 10,584,664 | 10,178,370 | 10,584,664 | 10,178,370 |
| 9. Acceptances liabilities | | 564 | 564 | 1,675,011 | 1,674,259 |
| 10. Securities issued | | - | - | - | - |
| 11. Fund borrowings | | 3,755,478 | 4,047,615 | 3,750,478 | 4,465,615 |
| a. Loans capital | | 12,142,613 | 13,996,524 | 15,133,697 | 15,999,539 |
| b. Others fund borrowings | | 1,609,456 | 2,061,958 | 1,609,456 | 2,061,958 |
| 12. Margin deposits received | | - | - | - | - |
| 13. Inter office liabilities | | - | - | - | - |
| a. Operational activities conducted in Indonesia | | - | 8,729,833 | - | 8,729,833 |
| b. Operational activities conducted outside Indonesia | | - | (8,753,251) | - | (8,753,251) |
| 14. Deferred tax liabilities | | - | - | 13,959,552 | 12,002,997 |
| 15. Other liabilities | | 24,514,091 | 17,740,655 | 24,050,806 | 20,450,806 |
| 16. Liability to Unit Link Holders | | - | - | - | - |
| 17. Investment fund - profit sharing | | - | - | - | - |
| TOTAL LIABILITIES | | 558,259,981 | 565,688,861 | 640,441,969 | 644,309,166 |
| EQUITY | | | | | |
| 1. Share capital | | 16,000,000 | 16,000,000 | 16,000,000 | 16,000,000 |
| a. Unpaid-in capital -/- | | (4,333,333) | (4,333,333) | (4,333,333) | (4,333,333) |
| 2. Treasury stock | | - | - | - | - |
| 3. Additional Paid-in Capital | | - | - | - | - |
| a. Ago | | 17,476,308 | 17,476,308 | 17,316,192 | 17,316,192 |
| b. Disagio -/- | | - | - | - | - |
| c. Donated capital | | - | - | - | - |
| d. Funds for paid-up capital | | - | - | - | - |
| e. Others | | - | - | - | - |
| 20. Other comprehensive income (losses) | | - | - | - | - |
| a. Adjustment arising from translation of financial statement | | 118,720 | 126,010 | 177,730 | 221,620 |
| b. Gain (Losses) from changes of financial assets on available for sale | | (1,042,129) | (1,760,611) | (1,032,414) | (1,765,908) |
| c. Effective cash flow hedges | | - | - | - | - |
| d. Premises and equipment revaluation increment | | - | - | - | - |
| e. Other comprehensive income from equity associations | | - | - | - | - |
| f. Gain (Losses) from actuarial benefit program | | - | - | - | - |
| g. Income tax related to other comprehensive income | | 234,022 | 347,529 | 232,080 | 348,568 |
| h. Others | | - | - | - | - |
| 21. Difference arising from quasi reorganisation | | - | - | - | - |
| 22. Difference arising from restructuring value of transaction of entities under common control | | - | - | - | - |
| 23. Other equity | | - | - | - | - |
| 24. Reserve | | 2,333,333 | 2,333,333 | 2,333,333 | 2,333,333 |
| a. General reserve | | 4,339,179 | 4,339,179 | 4,390,894 | 4,390,894 |
| b. Appropriated reserve | | - | - | - | - |
| 25. Retained Earning | | 42,511,775 | 33,108,218 | 47,438,360 | 37,044,018 |
| a. Previous years *) | | 4,499,903 | 17,212,966 | 18,203,753 | 18,203,753 |
| b. Current year | | 82,197,782 | 82,561,316 | 87,455,566 | 87,419,237 |
| TOTAL EQUITY ATTRIBUTABLE TO OWNER | | 82,197,782 | 82,561,316 | 87,455,566 | 87,419,237 |
| 26. Non controlling interest | | 82,197,782 | 82,561,316 | 87,455,566 | 87,419,237 |
| TOTAL EQUITY | | 82,197,782 | 82,561,316 | 87,455,566 | 87,419,237 |
| TOTAL LIABILITIES AND EQUITY | | 640,457,763 | 648,250,177 | 729,482,971 | 733,099,762 |

*) Accumulated losses of Rp162,874,901 million has been eliminated against additional paid-in capital/ago through quasi-reorganisation on 30 April 2003.

Consolidated balance includes temporary syariah funds from a Subsidiary.

**) Including Securities owned by Subsidiary which classified "At Cost" accordance with SFAS 110 "Accounting for Sukuk", which was effective since 1 January 2012.

STATEMENTS OF ASSETS' QUALITY AND OTHER INFORMATION

As at 31 March 2014 and 2013

| No. | DESCRIPTION | BANK | | | | | | | | | | | |
|-------------------------------|--|---------------|--------------------|-----------------|----------|-----------|---------------|-------------|--------------------|-----------------|------------|------------|-------------|
| | | 31 March 2014 | | | | | 31 March 2013 | | | | | | |
| | | Current | Special Mention | Sub Standard | Doubtful | Loss | Total | Current | Special Mention | Sub Standard | Doubtful | Loss | Total |
| I. RELATED PARTIES | | | | | | | | | | | | | |
| 1. | Placements with other banks | | | | | | | | | | | | |
| a. | Rupiah | 70 | - | - | - | - | 70 | 84 | - | - | - | - | 84 |
| b. | Foreign currencies | 1,325,907 | - | - | - | - | 1,325,907 | 106,012 | - | - | - | - | 106,012 |
| 2. | Spot and derivative receivables | | | | | | | | | | | | |
| a. | Rupiah | - | - | - | - | - | - | - | - | - | - | - | - |
| b. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| 3. | Securities | | | | | | | | | | | | |
| a. | Rupiah | 262,541 | - | - | - | - | 262,541 | 150,037 | - | - | - | - | 150,037 |
| b. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| 4. | Securities sold with agreement to repurchase (Repo) | | | | | | | | | | | | |
| a. | Rupiah | - | - | - | - | - | - | - | - | - | - | - | - |
| b. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| 5. | Securities purchased with agreement to resell (Reverse Repo) | | | | | | | | | | | | |
| a. | Rupiah | - | - | - | - | - | - | - | - | - | - | - | - |
| b. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| 6. | Acceptances receivables | 36,894 | - | - | - | - | 36,894 | - | - | - | - | - | - |
| 7. | Other receivable - trade transaction | | | | | | | | | | | | |
| a. | Rupiah | - | - | - | - | - | - | - | - | - | - | - | - |
| b. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| 8. | Loans | | | | | | | | | | | | |
| a. | Micro, small and medium loans (UMKM) | | | | | | | | | | | | |
| i. | Rupiah | - | - | - | - | - | - | - | - | - | - | - | - |
| ii. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| b. | Non UMKM | 7,204,179 | 622 | - | - | - | 7,204,801 | 3,750,958 | 691 | - | - | - | 3,751,652 |
| i. | Rupiah | 3,709,993 | 622 | - | - | - | 3,710,615 | 3,577,036 | 691 | - | - | - | 3,577,730 |
| ii. | Foreign currencies | 3,494,186 | - | - | - | - | 3,494,186 | 173,922 | - | - | - | - | 173,922 |
| c. | Restructured loans | | | | | | | | | | | | |
| i. | Rupiah | - | - | - | - | - | - | - | - | - | - | - | - |
| j. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| d. | Property loans | 13,347 | 481 | - | - | - | 13,828 | 133,317 | 691 | - | - | - | 134,011 |
| 9. | Investments in shares | 2,654,451 | - | - | - | - | 2,654,451 | 2,713,364 | - | - | - | - | 2,713,364 |
| 10. | Temporary investment | - | - | - | - | - | - | - | - | - | - | - | - |
| 11. | Commitments and contingencies | | | | | | | | | | | | |
| a. | Rupiah | 371,519 | - | - | - | - | 371,519 | 215,060 | - | - | - | - | 215,060 |
| b. | Foreign currencies | 2,664,408 | - | - | - | - | 2,664,408 | 56,897 | - | - | - | - | 56,897 |
| 12. | Repossessioned assets | | | | | | | | | | | | |
| THIRD PARTIES | | | | | | | | | | | | | |
| 1. | Placements with other banks | | | | | | | | | | | | |
| a. | Rupiah | 10,531,668 | - | - | - | - | 10,531,668 | 9,231,863 | - | - | - | - | 9,231,863 |
| b. | Foreign currencies | 29,398,125 | - | - | - | 50,979 | 29,449,104 | 48,924,822 | - | - | - | 53,464 | 48,978,286 |
| 2. | Spot and derivative receivables | | | | | | | | | | | | |
| a. | Rupiah | 253,499 | - | - | - | - | 253,499 | 139,945 | - | - | - | - | 139,945 |
| b. | Foreign currencies | 60 | - | - | - | - | 60 | 709 | - | - | - | - | 709 |
| 3. | Securities | | | | | | | | | | | | |
| a. | Rupiah | 78,125,919 | - | - | - | 86,815 | 78,212,734 | 83,184,788 | - | - | - | 86,624 | 83,271,412 |
| b. | Foreign currencies | 19,049,306 | - | - | - | 12,438 | 19,061,744 | 4,748,352 | - | - | - | 10,822 | 4,759,174 |
| 4. | Securities sold with agreement to repurchase (Repo) | | | | | | | | | | | | |
| a. | Rupiah | 5,115,026 | - | - | - | - | 5,115,026 | - | - | - | - | - | - |
| b. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| 5. | Securities purchased with agreement to resell (Reverse Repo) | | | | | | | | | | | | |
| a. | Rupiah | - | - | - | - | - | - | 7,551,193 | - | - | - | - | 7,551,193 |
| b. | Foreign currencies | - | - | - | - | - | - | - | - | - | - | - | - |
| 6. | Acceptances receivables | 10,533,592 | 14,178 | - | - | - | 10,547,770 | 7,579,522 | 41,731 | 490 | - | - | 7,621,743 |
| 7. | Other receivable - trade transaction | | | | | | | | | | | | |
| a. | Rupiah | 14,314,416 | 76,207 | - | - | 145,944 | 4,356,567 | 2,630,910 | 63,194 | 8,952 | - | 145,944 | 2,849,000 |
| b. | Foreign currencies | 4,263,620 | 49,432 | - | - | 789,199 | 4,152,851 | 3,367,705 | 307,758 | 52,581 | - | 675,092 | 4,403,136 |
| 8. | Loans | | | | | | | | | | | | |
| a. | Micro, small and medium loans (UMKM) | 57,313,395 | 4,703,052 | 306,612 | 559,084 | 1,706,805 | 64,588,946 | 50,637,355 | 3,527,691 | 402,787 | 525,191 | 1,115,471 | 55,608,495 |
| i. | Rupiah | 56,687,146 | 4,699,961 | 306,612 | 559,084 | 1,706,805 | 64,588,946 | 49,938,058 | 3,507,880 | 402,787 | 525,191 | 1,115,471 | 55,246,215 |
| ii. | Foreign currencies | 626,249 | 13,091 | - | - | - | 639,340 | 343,549 | 18,731 | - | - | - | 363,280 |
| b. | Non UMKM | 326,857,521 | 11,734,542 | 493,536 | 506,321 | 2,419,575 | 343,553,170 | 267,155,667 | 9,864,668 | 384,573 | 505,903 | 3,581,485 | 351,493,821 |
| i. | Rupiah | 272,277,989 | 9,736,196 | 329,554 | 505,438 | 2,419,575 | 285,268,752 | 222,985,059 | 7,379,205 | 384,522 | 491,895 | 2,419,871 | 233,660,552 |
| ii. | Foreign currencies | 54,579,532 | 1,997,346 | 164,082 | 200,883 | 1,841,150 | 58,086,927 | 44,170,608 | 2,874,463 | 1,828,051 | 47,833,744 | 11,824,030 | 65,748,237 |
| c. | Restructured loans | 6,297,403 | 3,268,145 | 50,841 | 18,729 | 1,569,742 | 11,955,662 | 6,772,319 | 3,779,457 | 360,865 | 27,540 | 961,872 | 11,692,542 |
| i. | Rupiah | 3,074,645 | 1,603,535 | 50,841 | 1 | 78,636 | 5,533,396 | 3,488,802 | 1,671,391 | 360,865 | 17,540 | 665,513 | 6,217,111 |
| ii. | Foreign currencies | 3,222,758 | 1,664,610 | - | 18,728 | 1,569,741 | 6,422,266 | 3,283,517 | 2,108,066 | 283,359 | 9,994 | 574,362 | 8,985,431 |
| d. | Property loans | 25,492,188 | 3,478,478 | 94,732 | 108,817 | 297,239 | 29,471,514 | 29,555,704 | 2,803,900 | 77,849 | 76,543 | 285,548 | 32,800,544 |
| 9. | Investments in shares | 2,654,451 | - | - | - | - | 2,654,451 | 2,713,364 | - | - | - | - | 2,713,364 |
| 10. | Temporary investment | 1,355 | - | - | - | 510 | 1,355 | - | - | - | - | - | 1,355 |
| 11. | Administrative account transaction | | | | | | | | | | | | |
| a. | Rupiah | 92,064,837 | 413,127 | 1,372 | 3,080 | 63,978 | 92,546,394 | 99,601,648 | 405,860 | 48,951 | 1,696 | 27,415 | 100,085,570 |
| b. | Foreign currencies | 59,150,058 | 212,479 | - | - | 4,923 | 59,367,460 | 44,796,925 | 192,821 | 9,139 | - | 7,659 | 45,006,544 |
| 12. | Repossessioned assets | | | | | 19,815 | 19,815 | - | - | - | - | 19,815 | 19,815 |
| III. OTHER INFORMATION | | | | | | | | | | | | | |
| 1. | Value of bank's assets pledge as collateral : | | | | | | | | | | | | |
| a. | To Bank Indonesia | | | | | | - | - | - | - | - | - | - |
| b. | To Others | | | | | | - | - | - | - | - | - | - |
| 2. | Total allowance for impairment on financial assets to earning assets | | | | | | 16,732,967 | - | - | - | - | - | 14,475,716 |
| 3. | Total required allowance for possible losses on assets | | | | | | 12,803,987 | - | - | - | - | - | 13,988,069 |
| 4. | Percentage of UMKM loans to total loans | | | | | | 15.56% | - | - | - | - | - | 16.32% |
| 5. | Percentage of UMKM loans to total loans | | | | | | 6.67% | - | - | - | - | - | 6.73% |
| 6. | Percentage of UMKM loans to total debtors | | | | | | 48.22% | - | - | - | - | - | 45.62% |
| 7. | Percentage of UMK debtors to total debtors | | | | | | 44.96% | - | - | - | - | - | 42.52% |
| 8. | Others | | | | | | | | | | | | |
| a. | Channelling of loans | | | | | | 10,527,668 | - | - | - | - | - | 11,087,159 |
| b. | Mutualrabat/Musayyadah financing | | | | | | - | - | - | - | - | - | - |
| c. | Write off on earning assets | | | | | | 556,310 | - | - | - | - | - | 569,058 |
| d. | Recovery of write off on earning assets | | | | | | 552,940 | - | - | - | - | - | 918,131 |
| e. | Write off on earning assets with elimination of right to collect | | | | | | - | - | - | - | - | - | - |