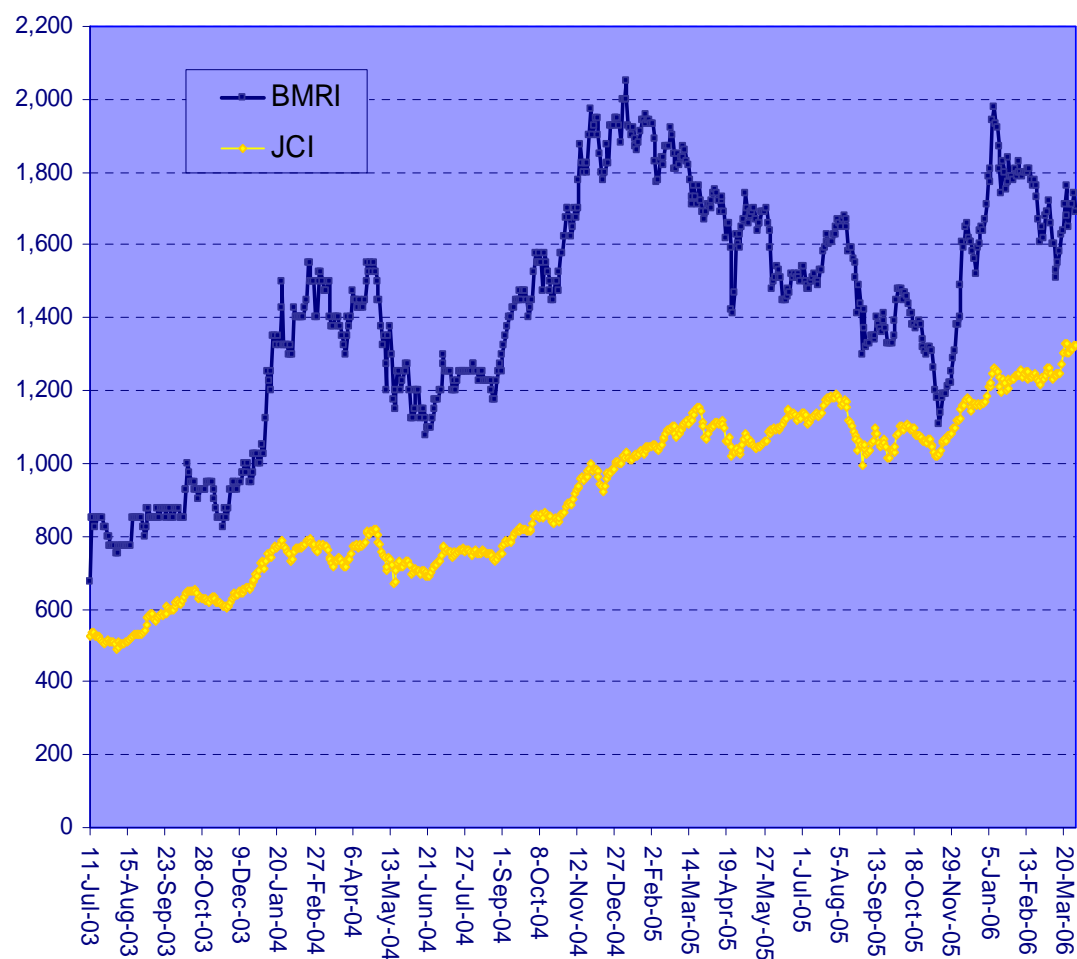


PT Bank Mandiri (Persero) Tbk

Q1 2006 Results Presentation

Passion to Serve, Passion to Perform

Shareholding Information



△ from:	IPO	Jan 1 2006
BMRI	+150.37%	+3.05%
JCI	+152.14%	+13.79%

Description	Shareholders as of 31 March 2006		
	Investors	Shares	%
DOMESTIC			
1. Government	1	14,000,000,000	69.0%
2. Retail	2,924	246,470,000	1.2%
3. Employees	10,568	101,833,814	0.5%
4. Pension Funds/ Cooperatives/ Foundations	82	71,459,500	0.4%
5. Assurance/Banks	27	53,574,500	0.3%
6. Institutional	148	290,472,083	1.4%
7. Mutual Funds	41	66,654,500	0.3%
Total	13,791	14,830,464,397	73.1%
INTERNATIONAL			
1. Retail	51	3,271,500	0.0%
2. Institutional	323	5,454,980,417	26.9%
Total	371	5,458,251,917	26.9%
TOTAL	14,165	20,288,716,314	100.00%

Bank Mandiri Presentation Contents

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Key Quarterly Balance Sheet Items & Financial Ratios

<i>IDR billion / %</i>	FY 2005	Q1 2005	Q1 2006	YoY Change (%)
Gross Loans	106,853	99,650	105,075	5.6
Government Bonds	92,056	93,211	92,225	(1.1)
Total Assets	263,383	249,373	254,885	2.2
Customer Deposits	206,289	171,016	198,083	15.8
Total Equity	23,215	25,352	23,889	(5.8)
RoA - before tax (p.a.)	0.5%	1.3%	1.2%	
RoE - after tax (p.a.)	2.5%	8.3%	8.7%	
Cost to Income ⁽¹⁾	56.6%	43.7%	48.2%	
NIM (quarterly)	4.0%	4.5%	3.9%	
LDR	51.8%	58.3%	53.0%	
Gross NPL / Total Loans	25.3%	17.8%	26.2%	
Provisions / NPLs	44.4%	51.1%	46.9%	
Tier 1 CAR ⁽²⁾	18.0%	20.5%	19.5%	
Total CAR ⁽²⁾	23.7%	26.6%	25.2%	
Total CAR incl. Market Risk	23.2%	25.8%	24.6%	
EPS (Rp)	30	26	25.14	(2.5)
Book Value/Share (Rp)	1,150	1,259	1,178	(6.4)

(1) (G&A and employee expenses) / (Net Interest Income + Other Operating Income), excluding bond gains

(2) Bank only - Not including Market Risk

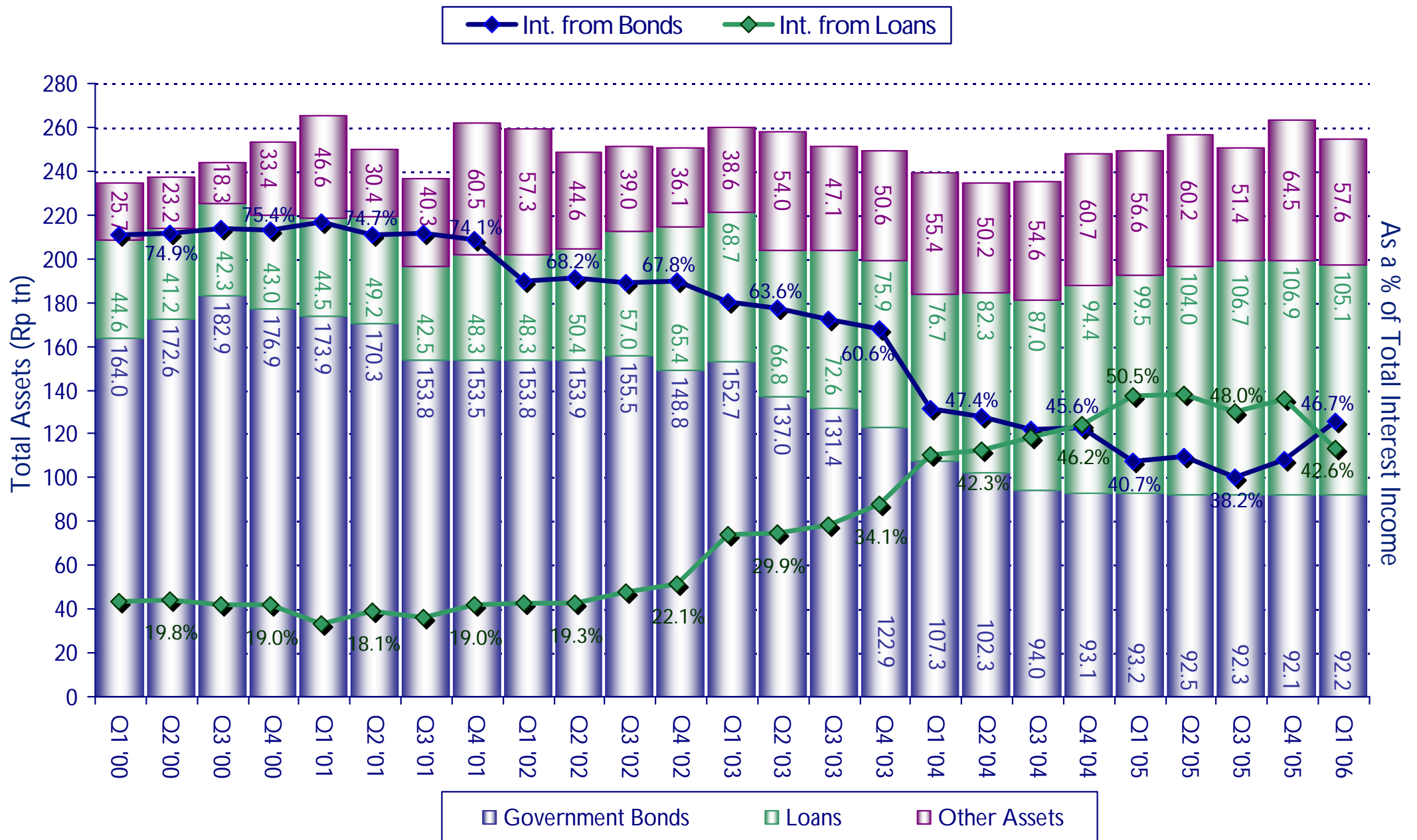
Summary P&L Information – Q1 2005 vs. Q1 2006

	Q1 2005		Q1 2006		YoY Change
	Rp (Billions)	% of Av.Assets*	Rp (Billions)	% of Av.Assets	(%)
Interest Income	4,777	7.9	6,507	10.2	36.2
Interest Expense	(2,407)	(4.0)	(4,297)	(6.7)	78.5
Net Interest Income	2,370	3.9	2,210	3.4	(6.8)
Other Operating Income	566	0.9	554	0.9	(2.1)
Gain from Increase in Value & Sale of Bonds	88	0.1	354	0.6	302.3
Provisions, Net	(763)	(1.3)	(873)	(1.4)	14.4
Personnel Expenses	(604)	(1.0)	(695)	(1.1)	15.1
G & A Expenses	(678)	(1.1)	(636)	(1.0)	(6.2)
Other Operating Expenses**	(165)	(0.3)	(133)	(0.2)	(19.4)
Profit from Operations	814	1.3	781	1.2	(4.1)
Non Operating Income	(13)	0.0	6	0.0	(146.2)
Net Income Before Tax	801	1.3	787	1.2	(1.7)
Net Income After Tax	519	0.9	510	0.8	(1.7)

* % of Average Assets on an annualized basis

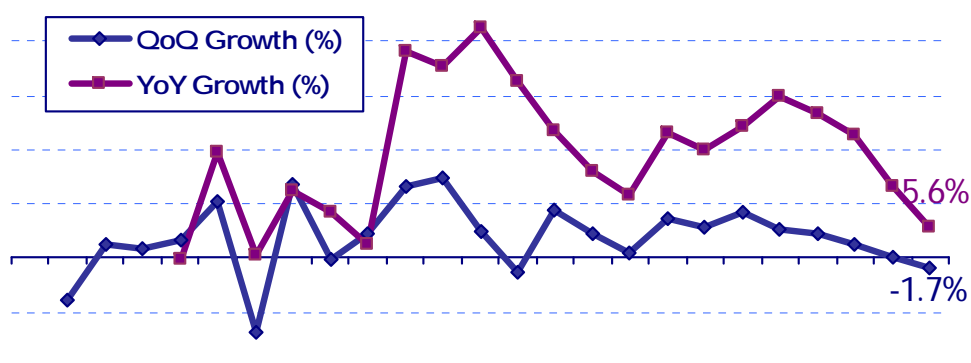
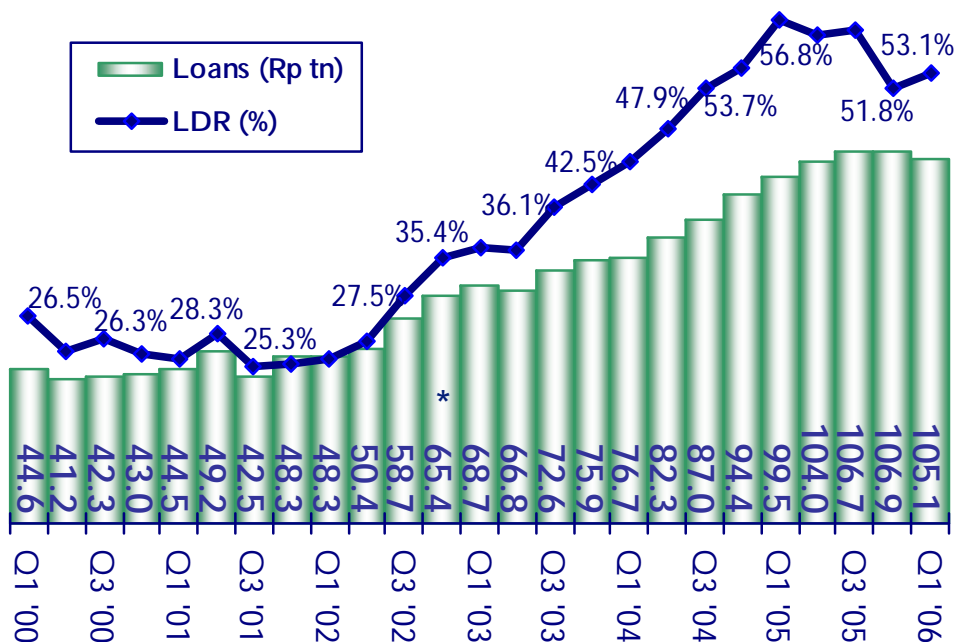
** primarily premiums paid under the blanket guarantee scheme

Total assets grew by 2.2% Y-o-Y – Consolidated



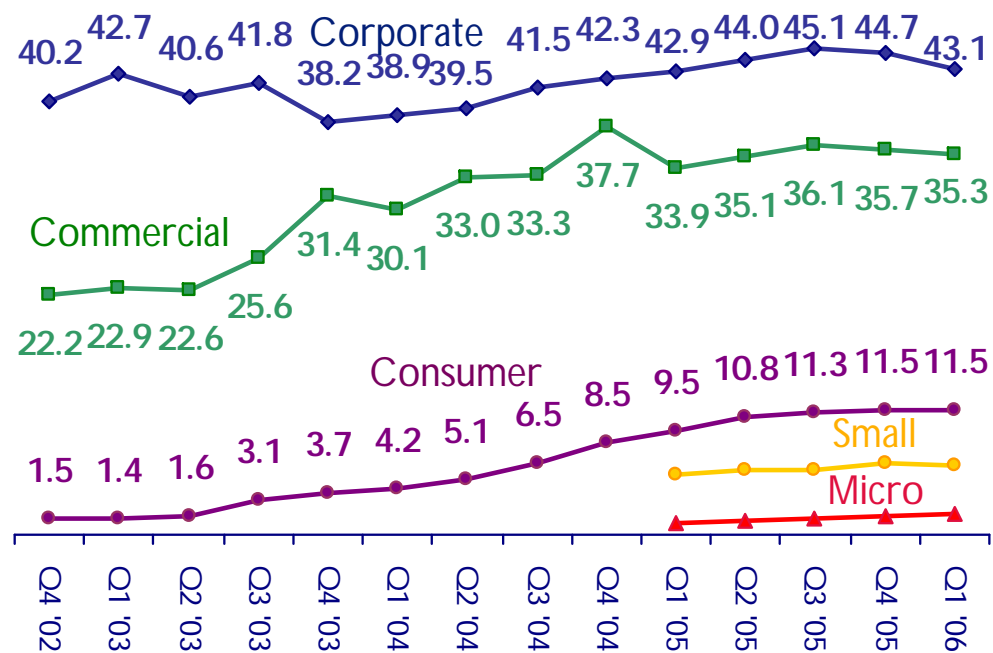
Loan volume was flat or declining across all segments Q-o-Q

Quarterly Loan Data – Consolidated



* Note: Includes IBRA loan purchases of Rp 5 tr

Quarterly Loan Segment Details – Bank Only



By Segment (Bank only)	Loans (Rp tn)	Y-O-Y Growth (%)	% of Portfolio
Corporate	43.07	0.4%	43.9%
Commercial	35.32	4.3%	36.0%
Small	6.40	14.5%	6.5%
Micro	1.82	85.9%	1.9%
Consumer	11.45	20.3%	11.7%
Total	98.07	5.6%	100.0%

As of March 2006; Non-consolidated numbers

Business Unit Performance, Q1 2006 (Reviewed)

<i>Business Unit Performance (Rp bn)</i>	<i>Corp.</i>	<i>Comm.</i>	<i>Cons.</i>	<i>Small & Micro</i>	<i>CRG</i>	<i>Treasury*</i>
Earning Assets (Avg. Bal.)	24,963	23,945	11,466	7,670	23,844	106,813
Deposits & Borrowings (Avg. Bal.)	58,770	23,204	111,154	1,328	0	7,315
Interest Margin on Assets	128	207	187	89	(165)	(139)
Interest Margin on Liabilities	419	254	795	23	0	(33)
Total Interest Margin	546	461	982	113	(165)	(171)
Other Operating Income	48	22	272	21	18	487
Other Operating Expenses**	(68)	(90)	(611)	(71)	(20)	(22)
Pre-Provision Operating Profit	526	392	643	63	(166)	294
Operating Profit (Incl. Provision)	(68)	(348)	601	(16)	(264)	287
% of Pre-Prov. Operating Profit***	32.1%	24.0%	39.2%	3.8%	(10.1%)	18.0%
% of Operating Profit (Incl. Prov.)	(8.7%)	(44.4%)	76.8%	(2.0%)	(33.7%)	36.7%

Excludes Overseas

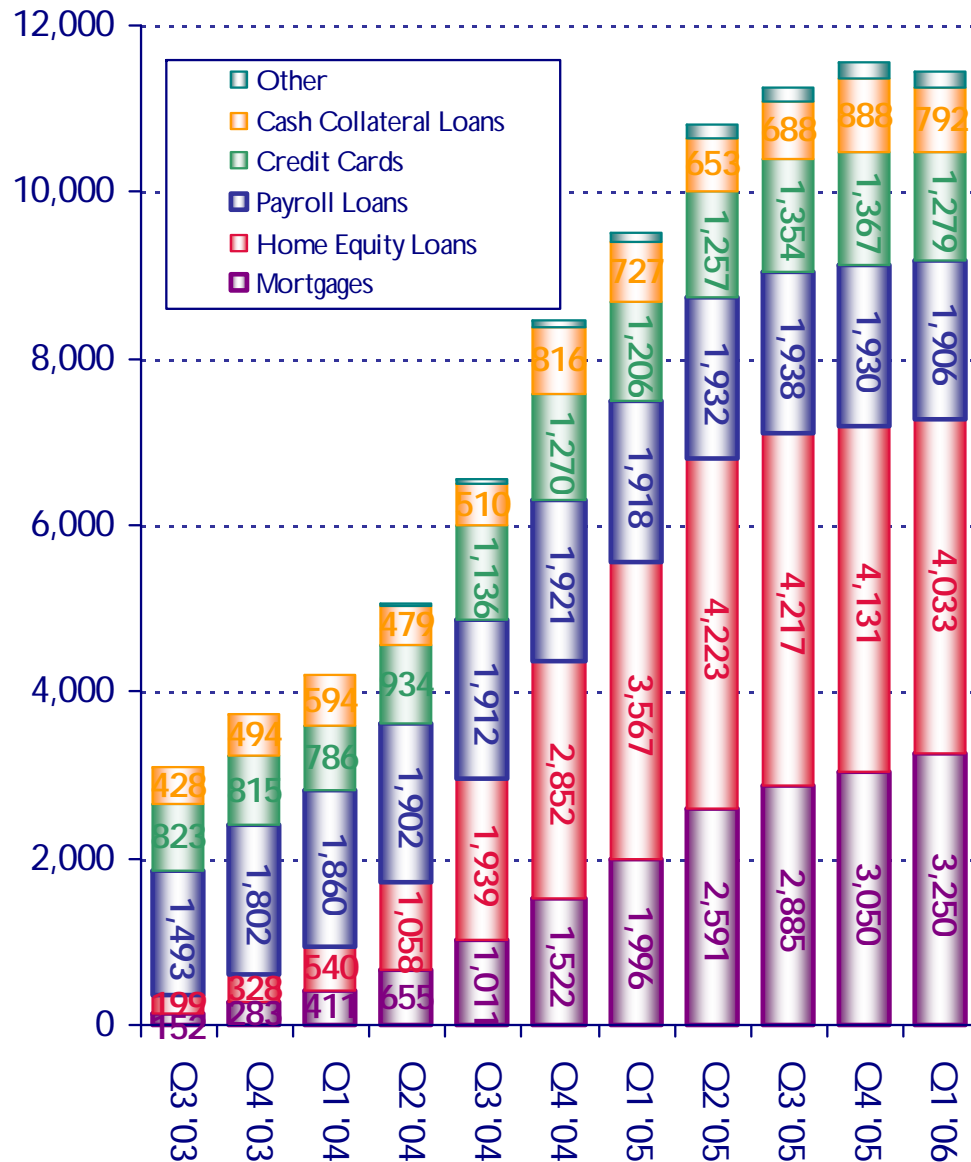
* Includes Government Bonds

** Includes Allocated Cost

*** Balance of pre-provision operating profit attributable to funds transfer pricing on capital not allocated to BU

Consumer lending contracted 0.8% despite Mortgage growth

Quarterly Consumer Loan Balances by Type



Consumer Loan Growth by Type

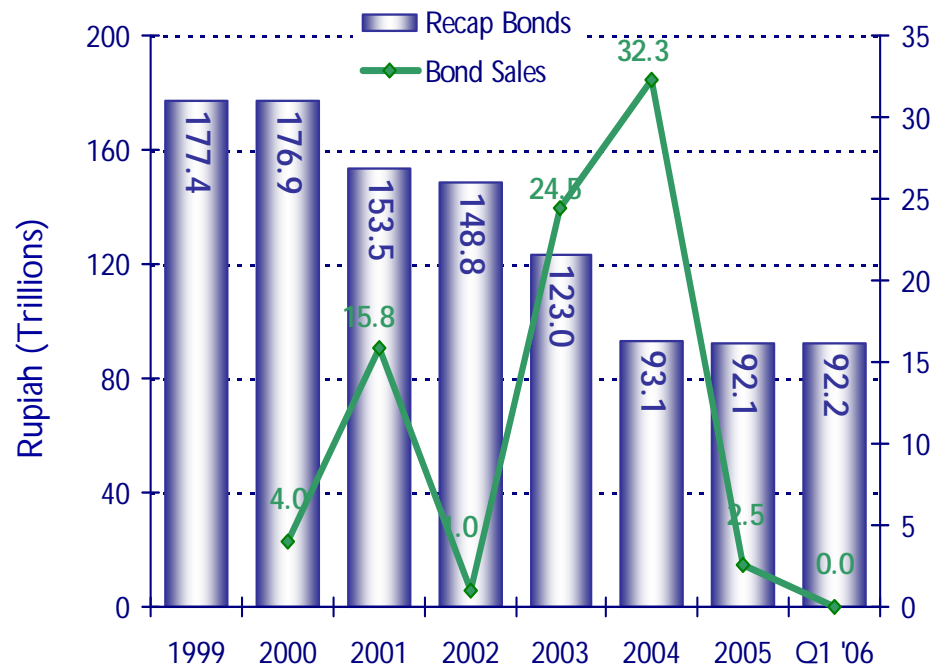
Loan Type	Growth (%)	
	Y-o-Y	Q-o-Q
Other	80.91%	9.17%
Cash Collateral Loans	9.03%	(10.81%)
Credit Cards	6.10%	(6.44%)
Payroll Loans	(0.59%)	(1.25%)
Home Equity Loans	13.07%	(2.38%)
Mortgages	62.86%	6.56%
Total Consumer	20.33%	(0.78%)

*Auto & Motorcycle Loans channeled or executed through finance companies = Rp 3.77 tn in our Commercial Loan Portfolio

Sales of Rp20 bn from the Recap Bond Portfolio in Q1 '06

<i>At Fair Value, Mar 2006 (Rp tn)</i>	Trading (Mark to Market*)	AFS (Mark to Market#)	HTM (Nominal Value)	Total	% of Total
Fixed Rate	0.6	1.9	1.4	3.9	4.2%
Variable Rate	1.6	27.0	59.7	88.4	95.8%
Hedge Bonds	-	-	-	-	-
Total	2.2	28.9	61.1	92.2	
% of Total	2.4%	31.4%	66.2%		

Bond Portfolio Movement (Fair Value) 1999 – Q1 '06



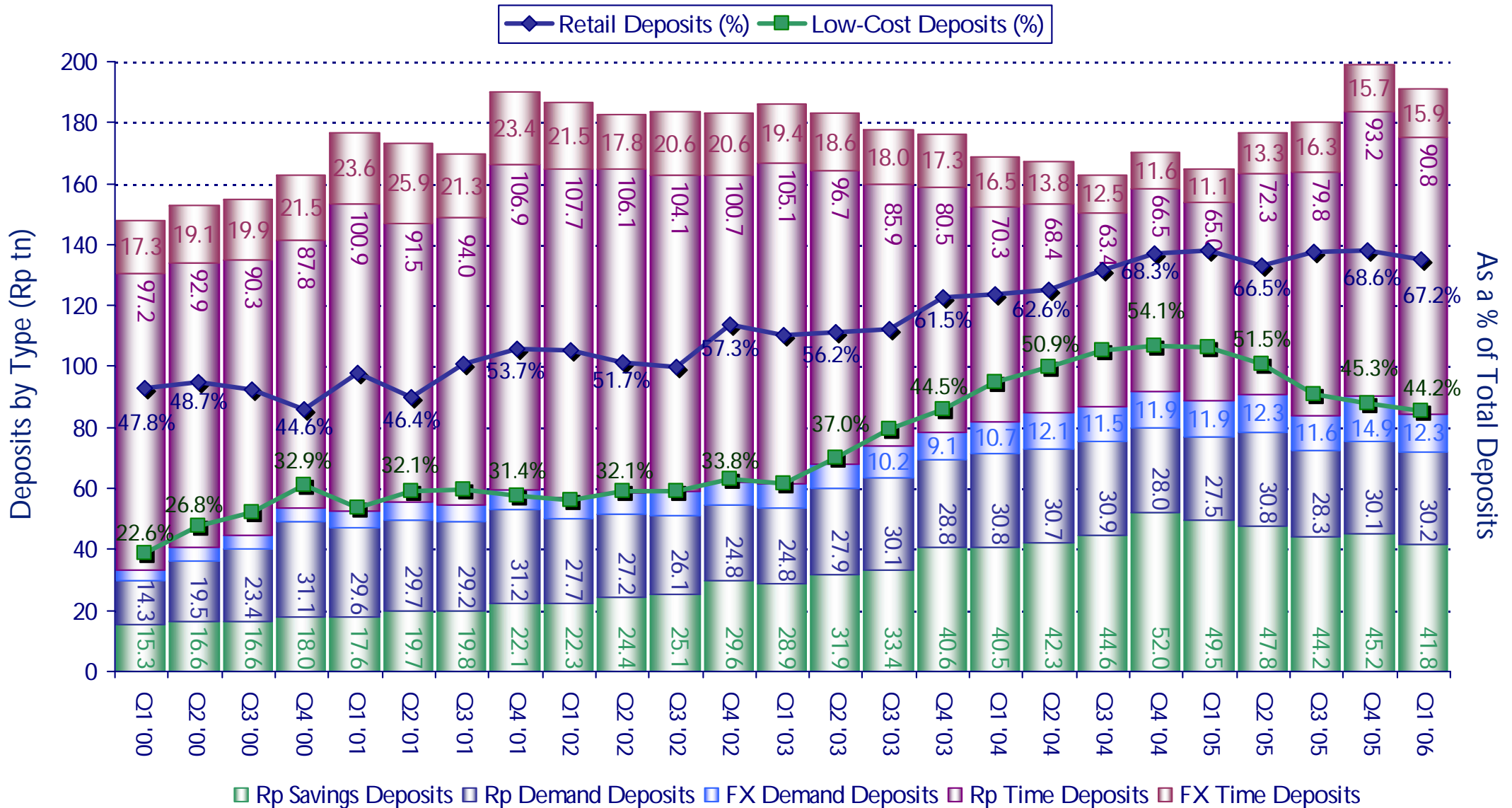
Portfolio Sales as of March 2006 (Rp bn)

IDR bn	2003	2004	2005	Q1 '06
Bonds Sold	24,505	32,334	2,544	20
Realized Profit	1,868	1,365	257	5
Unrealized Profit	(52)	66	(66)	48

* Mark to Market impacts Profit
Mark to Market impacts Equity

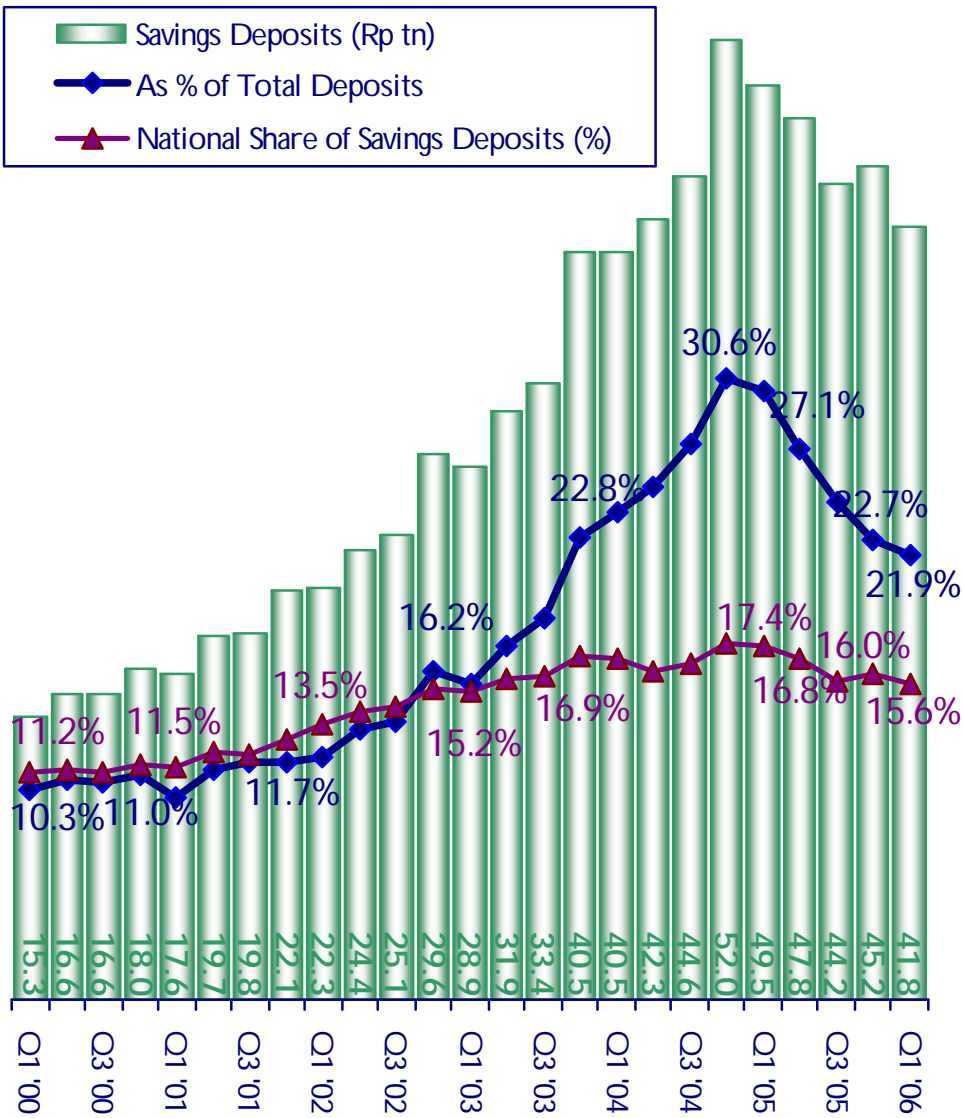
Q1 fall of 4.0% on Rp Time & Savings, FX Demand accounts

Deposit Analysis – Bank Only

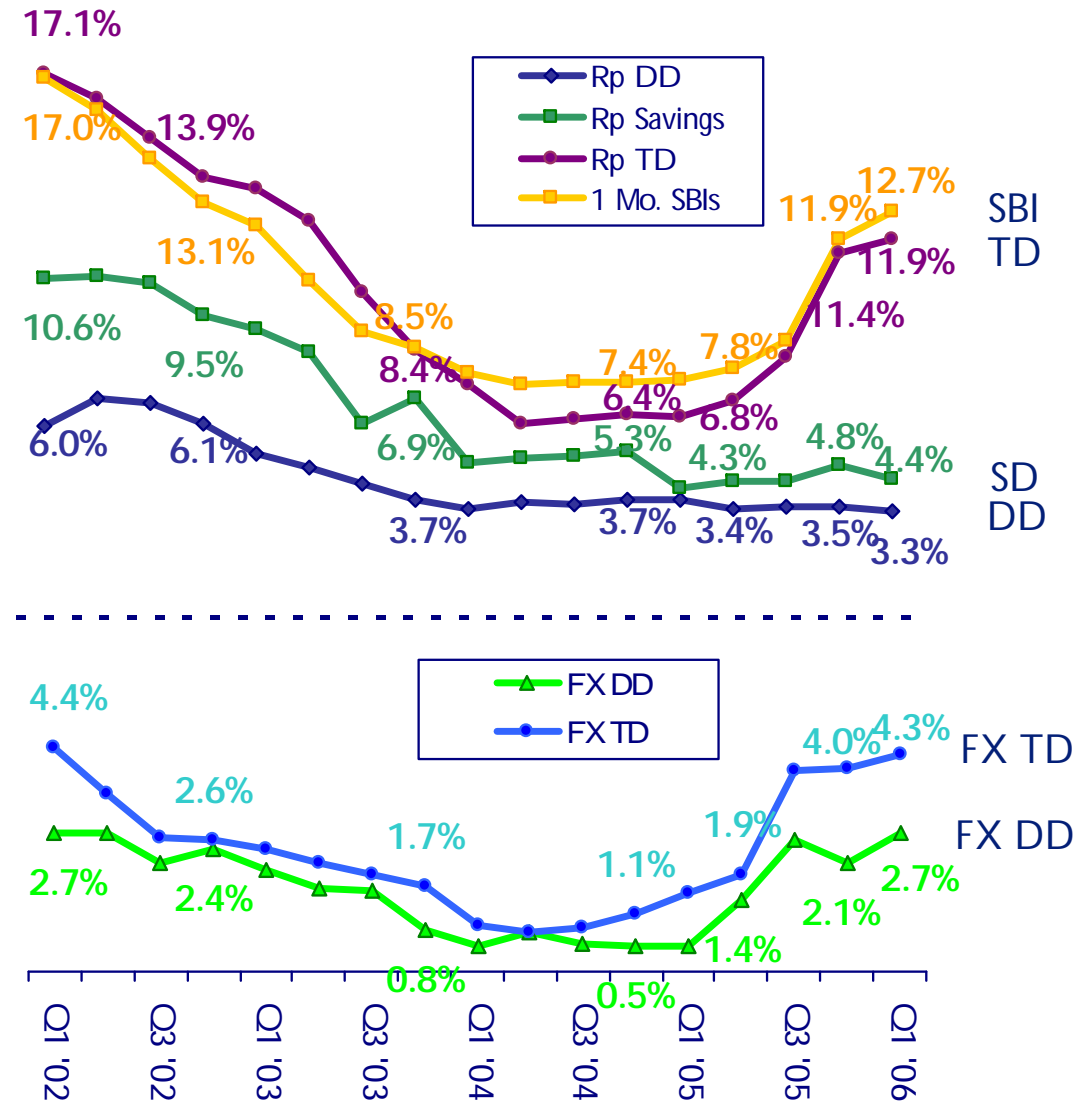


Savings deposit volume slips 7.5% in Q1

Savings Deposit Growth

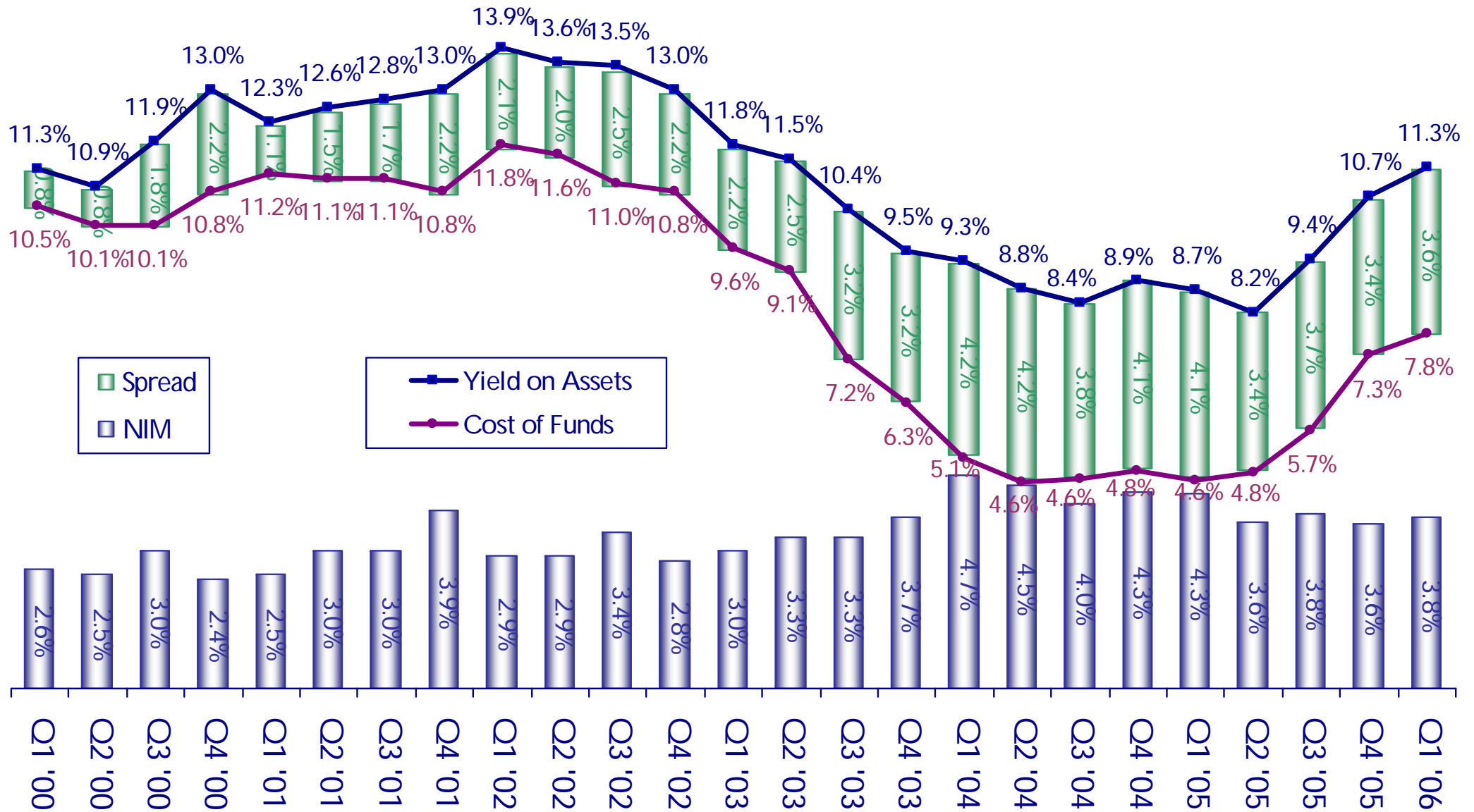


Average Quarterly Deposit Costs (%)



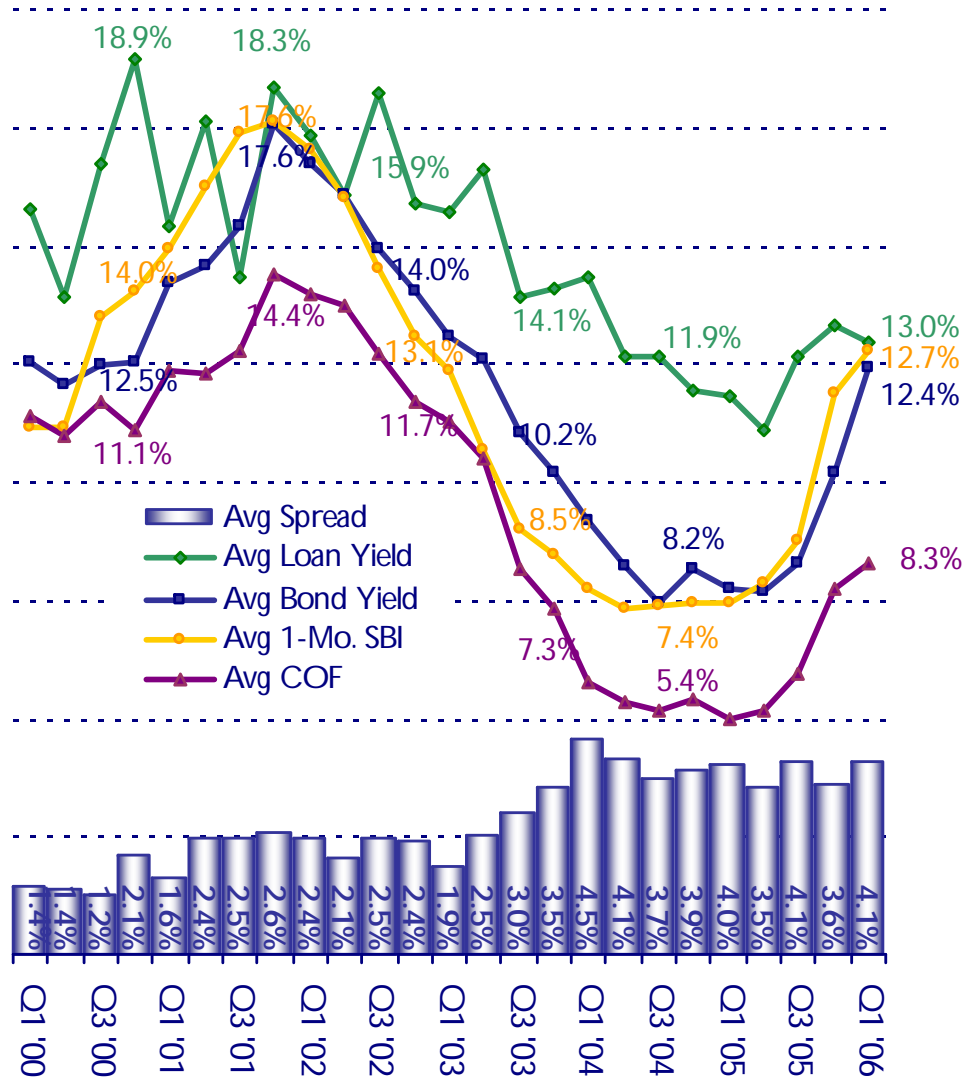
Margins expand slightly on rising bond yields

All figures - Bank Only

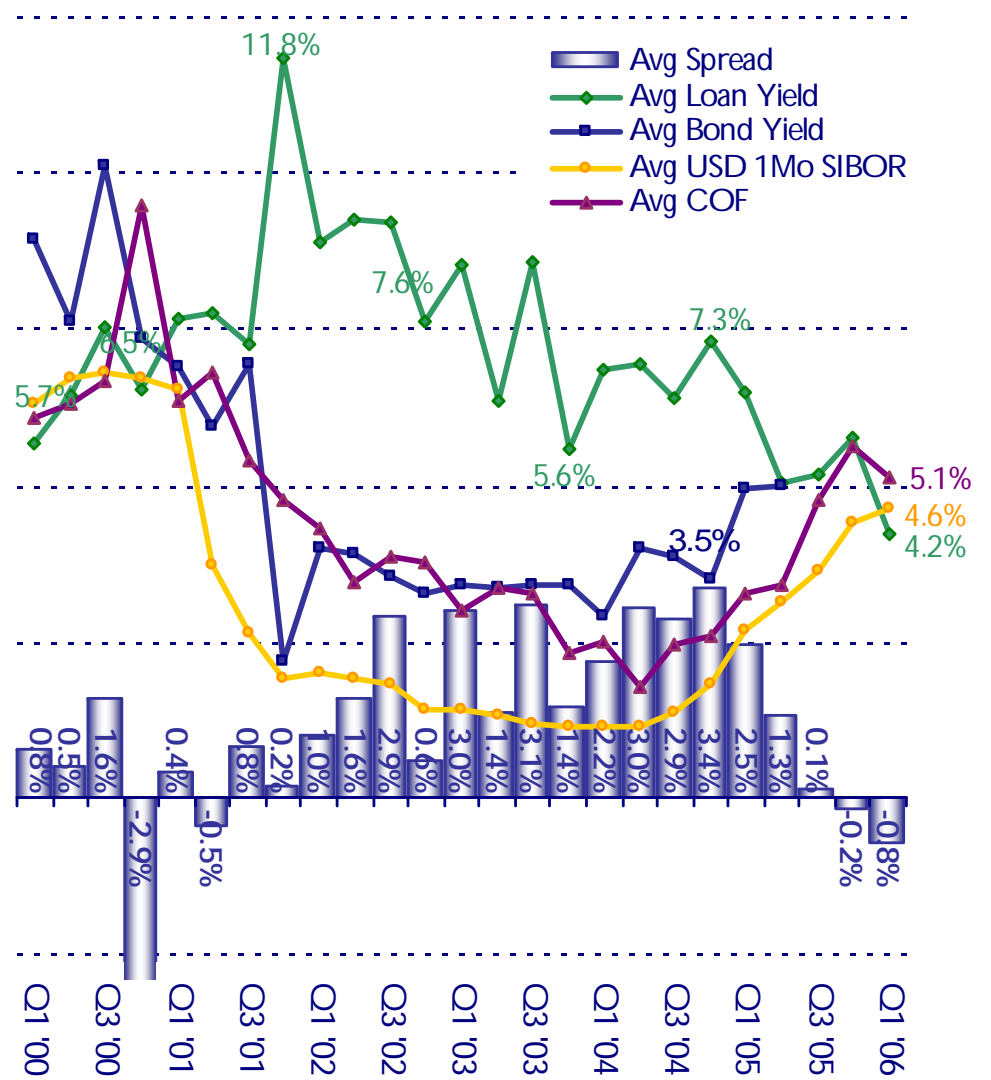


Quarterly Margin Analysis by Currency

Quarterly Rupiah Margins

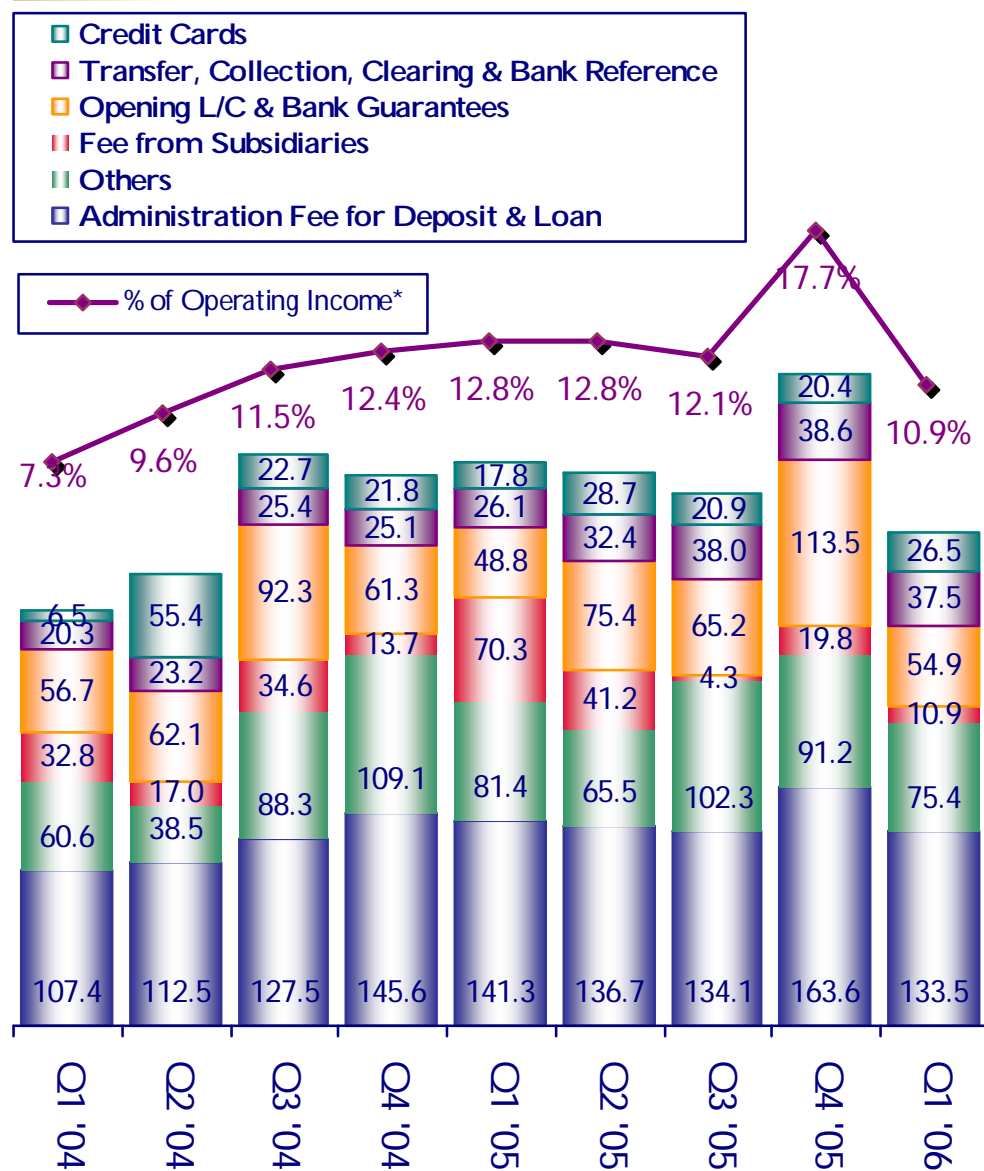


Quarterly Foreign Currency Margins



Non-loan Related Fees & Commissions decline on Subsidiaries

Non-loan related fees & commissions



*Non-Loan related fees & commissions/Total Operating Income

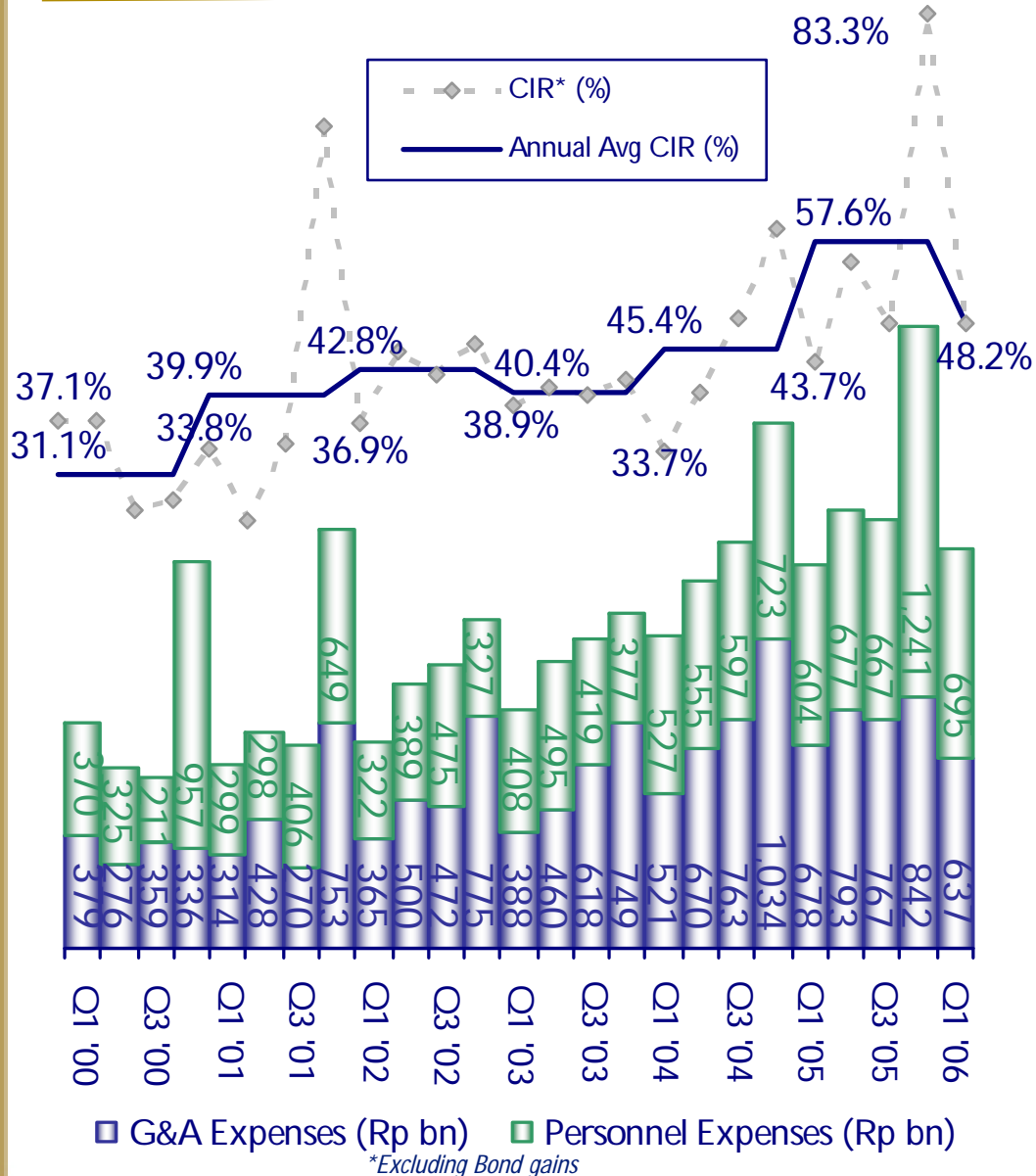
Details of Q1 2005 & 2006

Non-Loan Related Fees & Commissions (Rp billion)	Q1 2005	Q1 2006	Y-o-Y Δ (%)
Administration Fees	141.31	133.48	(5.5)
Others*	81.37	75.41	(7.3)
Subsidiaries	70.31	10.85	(84.6)
L/C & Guarantees	48.83	54.90	12.4
Transfers, Collections..	26.08	37.53	43.9
Credit Cards	17.84	26.48	48.4
Total	385.73	338.66	(12.2)

*Others include Custodian & Trustee fees, Syndication, Mutual Funds, Payment Points, etc.

Cost to Income Ratio returns to below 50% in Q1

Quarterly Consolidated Operating Expenses & CIR

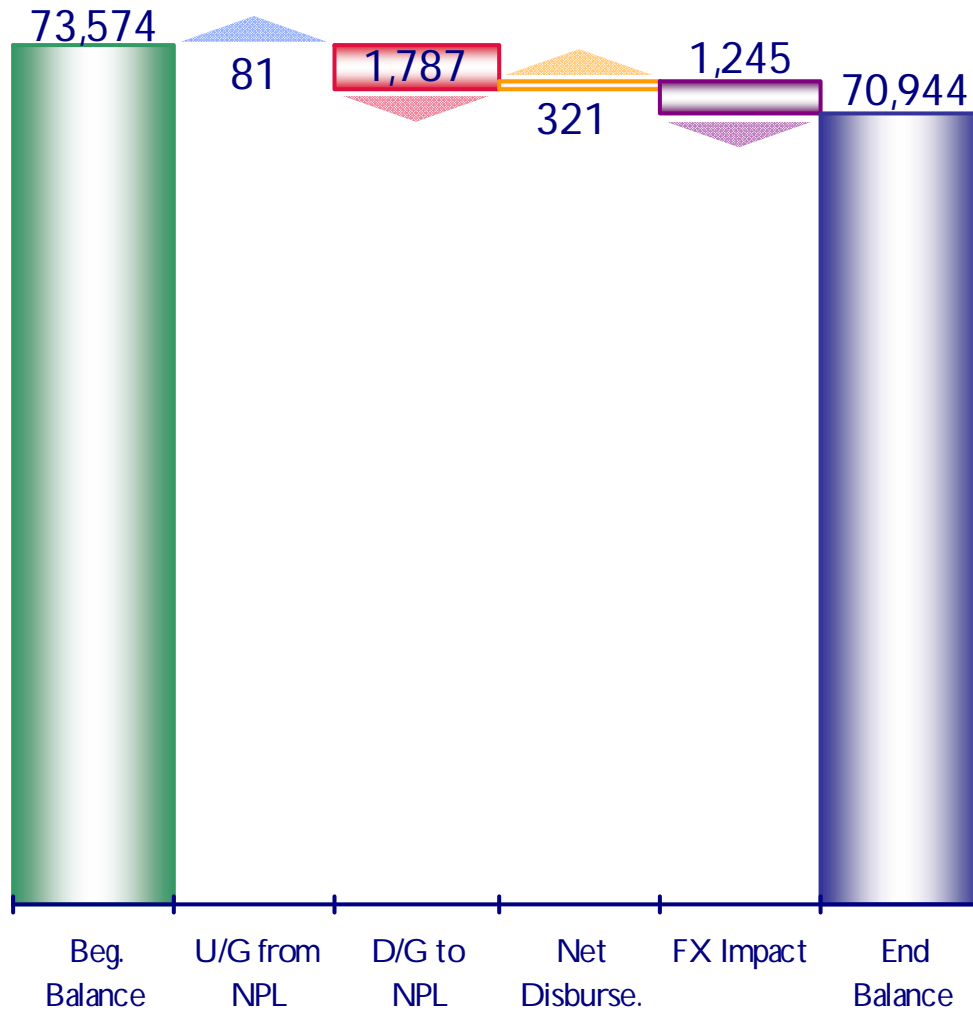


Breakdown of Q1 2005 & 2006 Operating Expenses

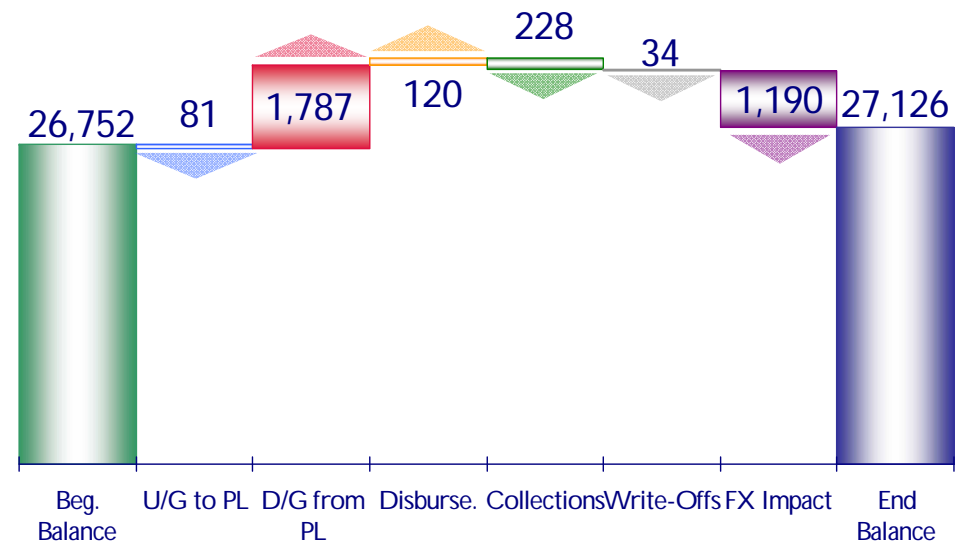
	Q1 '05	Q1 '06	Change (Y-o-Y)
Personnel Expenses			
Other Allowances	265,803	303,387	14.1%
Post Employment Benefits	18,239	26,741	46.6%
Base Salary	231,956	268,354	15.7%
Subsidiaries	63,267	70,186	10.9%
Training	24,821	26,627	7.3%
Total Personnel Expenses	604,086	695,295	15.1%
G & A Expenses			
Occupancy Related	136,632	190,289	39.3%
IT & Telecommunication	201,310	169,839	(15.6%)
Promotion & Sponsorship	103,035	43,078	(58.2%)
Subsidiaries	65,849	76,744	16.5%
Transportation & Traveling	62,467	63,355	1.4%
Professional Services	76,850	52,140	(32.2%)
Employee Related	31,403	41,592	32.4%
Total G & A Expenses	677,546	637,037	(6.0%)

Q1 2006 Loan Movement, PL & NPL

Performing Loan Movements (Rp bn) - Bank Only

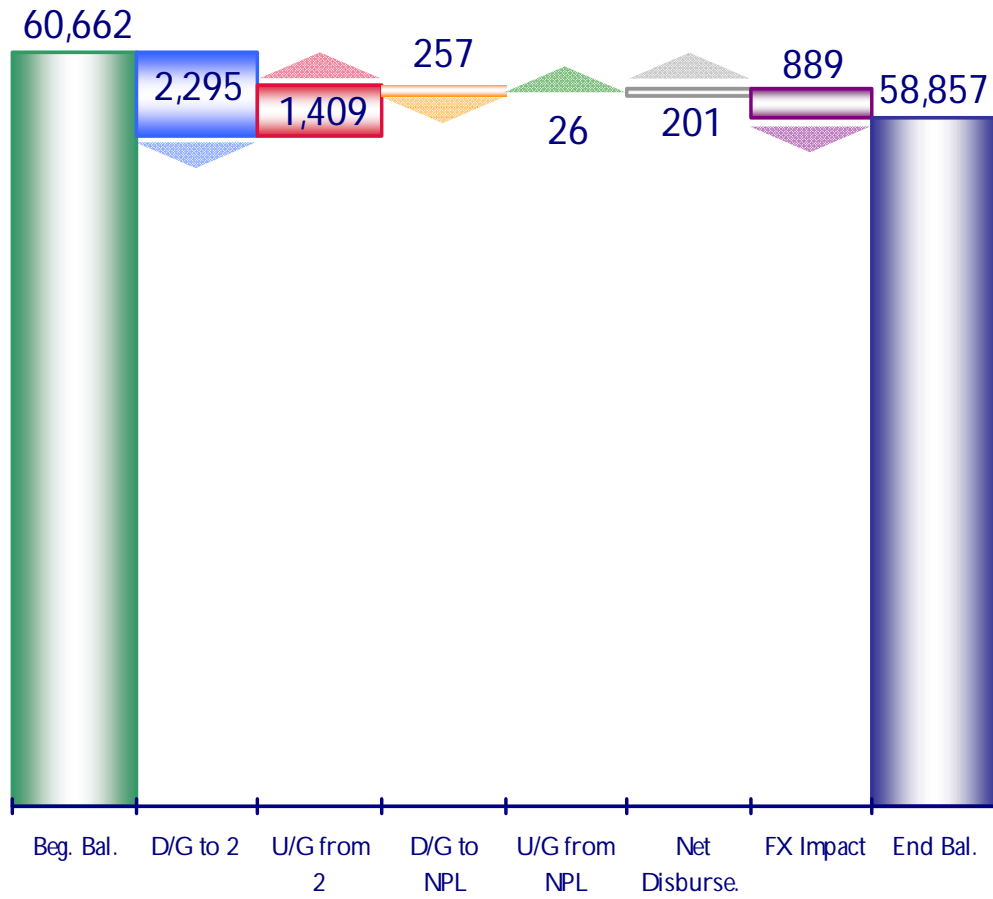


Non-Performing Loan Movements (Rp bn) - Bank Only

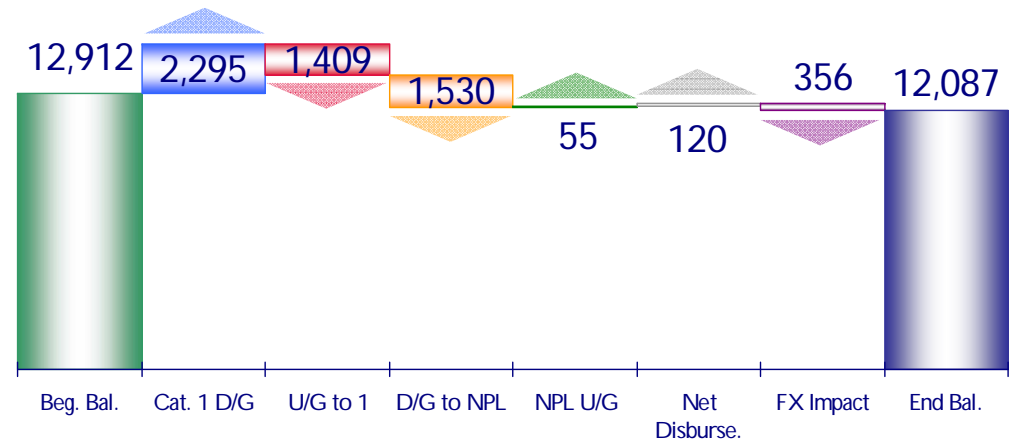


Q1 2006 Movement in Category 1 and 2 Loans

Category 1 Loan Movements (Rp bn) – Bank Only

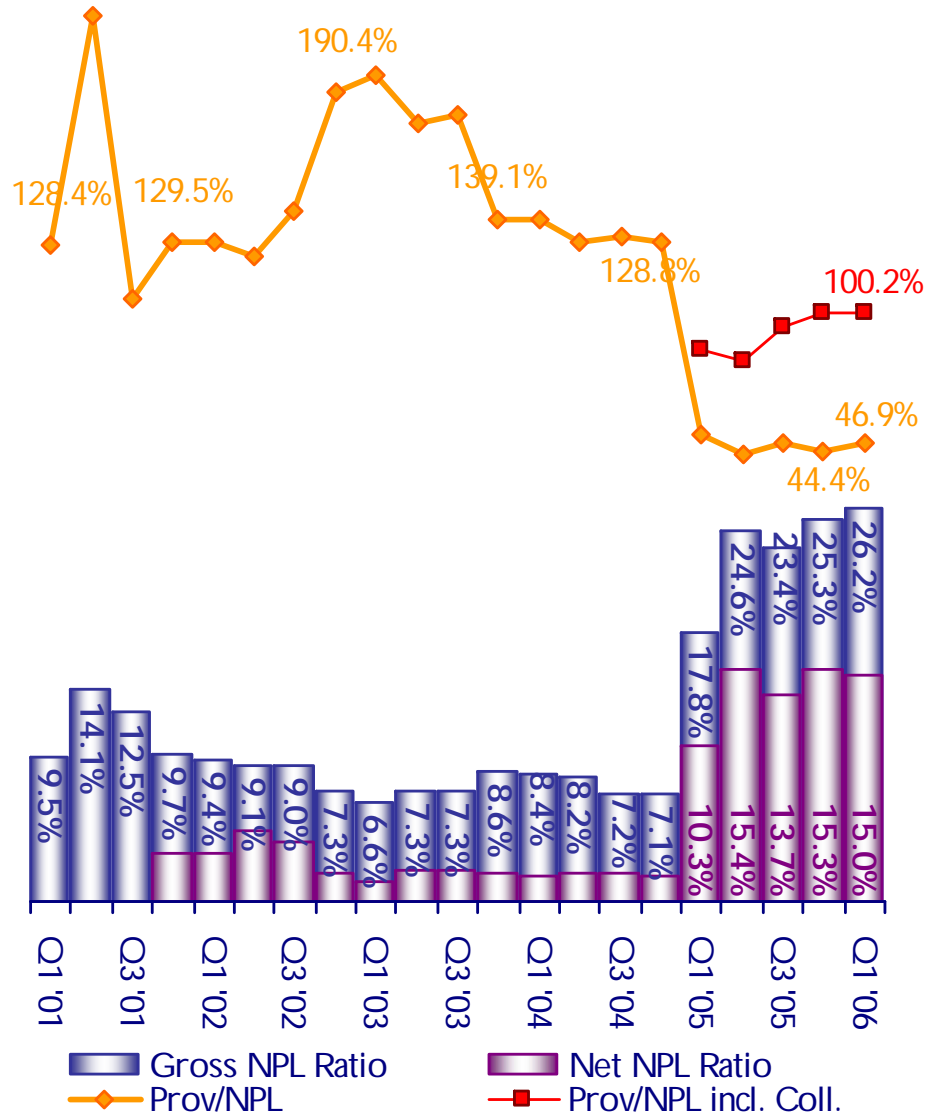


Category 2 Loan Movements (Rp bn) – Bank Only

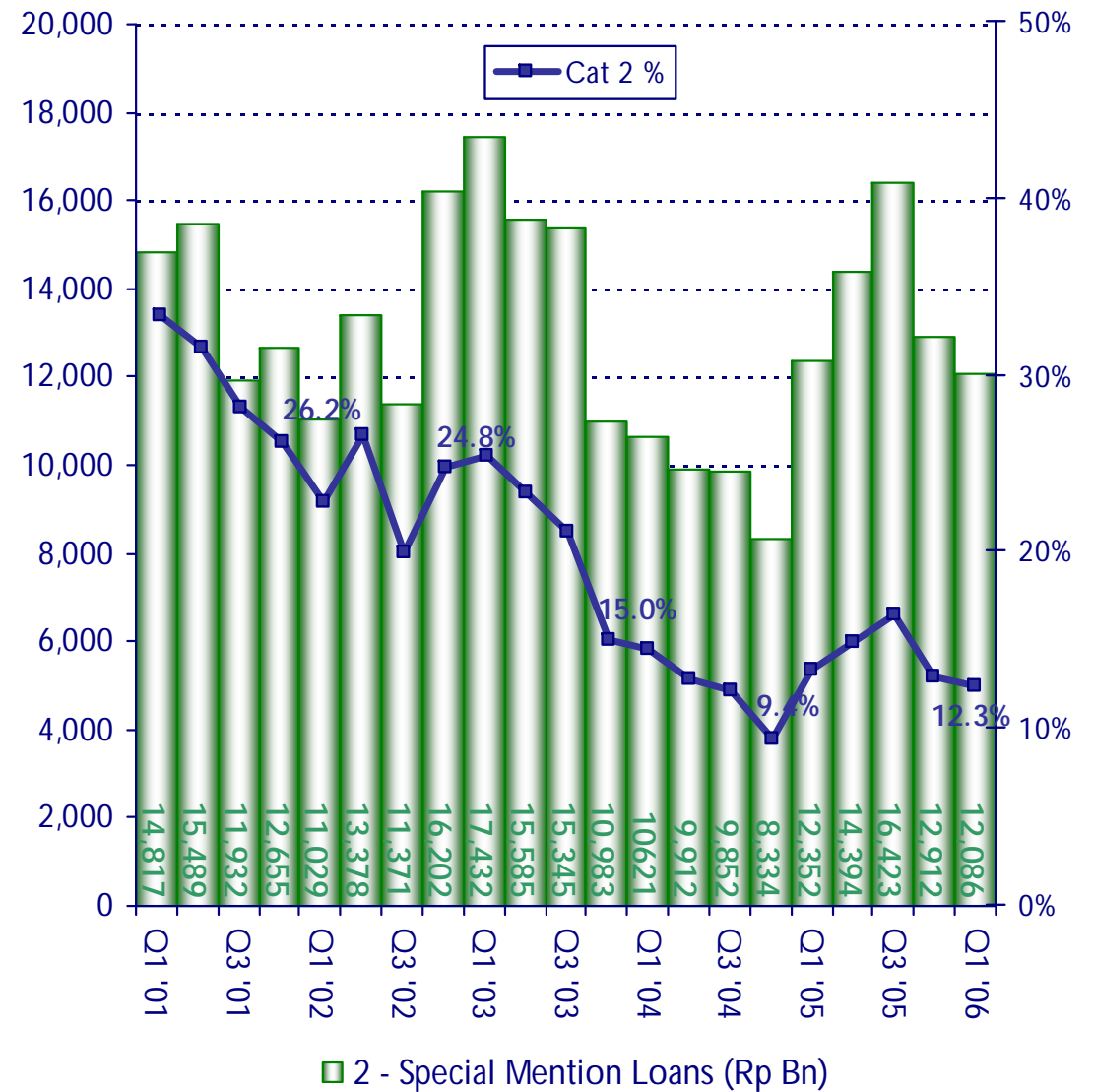


Provisioning coverage reflects BI requirements

NPL Movement - Consolidated



Category 2 Loans – Bank Only



NPL, Provisioning & Collateral Details – Bank Only

Non-Performing Loans by Segment

	NPLs (Rp tn)	Q1△ (Rp tn)	NPLs (%)
Corporate	16.72	0.02	38.82%
Commercial	9.89	0.18	22.71%
Consumer	0.52	0.18	4.51%
Total	27.13	0.38	27.66%

- Bank Mandiri's current provisioning policy adheres to BI requirements
- As of 31 March '06, loan loss provisions excess to BI requirements = Rp 133bn

Provisioning Policy	Performing Loans		Non-Performing Loans		
	1	2	3	4	5
Collectibility	1	2	3	4	5
BI Req.	1%	5%	15%	50%	100%
BMRI Policy	1%	5%	15%	50%	100%
BMRI pre-2005	2%	15%	50%	100%	100%

Collateral Valuation Details

Collateral value is credited against cash provisioning requirements on a conservative basis. For assets valued above Rp 5bn:

- Collateral is valued only if Bank Mandiri has exercisable rights to claim collateral assets
- 70% of appraised value can be credited within the initial 12 months of valuation, declining to:
 - 50% of appraised value within 12 to 18 months
 - 30% of appraised value within 18 to 24 months
 - No value beyond 24 months from appraisal
- Collateral has been valued for 133 accounts and collateral provisions of Rp 14,642bn have been credited against loan balances of Rp 20,005bn

Collectibility	1	2	3	4	5
Total Cash Prov. (Rp bn)	593	526	610	1,712	9,271
% Cash Provisions	1.0%	4.40%	13.8%	29.6%	54.8%
Collateral Prov. (Rp bn)		2,529	1,491	2,832	7,790
# of Accounts		19	26	20	68

Quarterly Analysis of Upgrades and Downgrades*

Total Corporate, Commercial & Small Business Loans

Loan Background	Q1 '06 Balance (Rp bn)	Net Upgrades/Downgrades#				Q1 2006 Details	
		Q2 2005	Q3 2005	Q4 2005	Q1 2006	DG to NPL	UG to PL
Restructured	18,762.7	10.0%	4.5%	2.9%	0.8%	0.9%	0.1%
IBRA	4,123.9	3.4%	0.5%	4.8%	0.3%	0.3%	-
Pre-Merger	902.8	0.1%	0.1%	1.2%	0.2%	0.2%	0.1%
Post-Merger	59,005.7	8.2%	1.4%	5.1%	2.3%	2.3%	0.1%
Overseas	1,972.6	1.8%	0.4%	3.6%	0.2%	0.4%	0.3%
Total	84,767.6	8.0%	2.0%	4.5%	1.8%	1.8%	0.1%

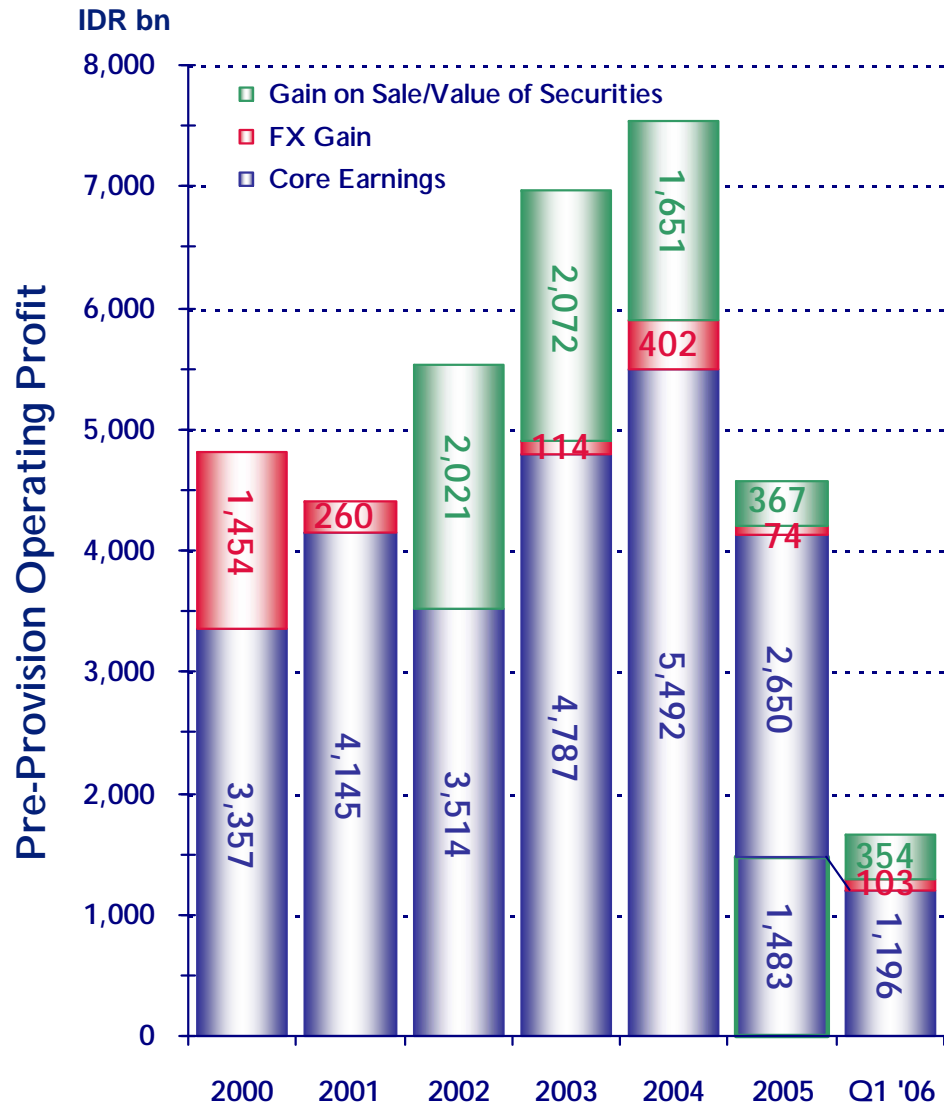
% downgrades and upgrades are quarterly figures

* Excluding Micro & Consumer Banking

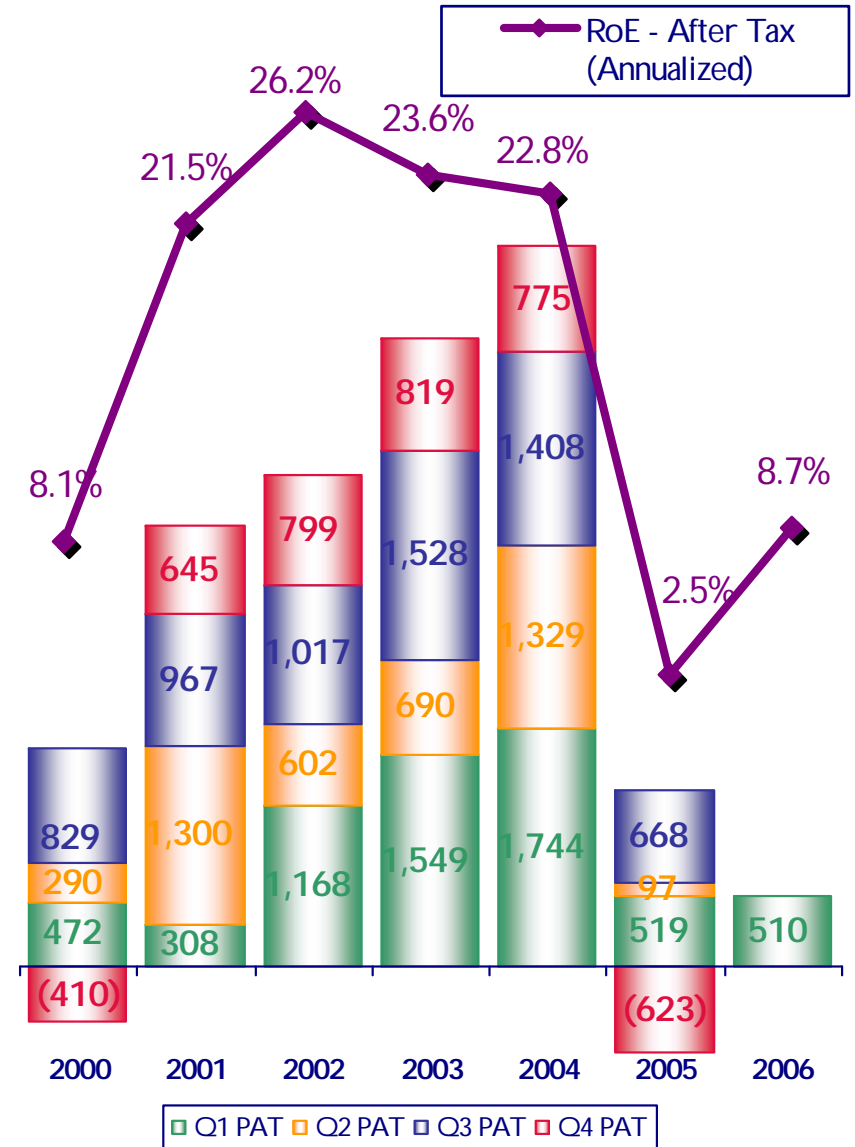
Note: For a breakdown of Corporate and Commercial loans, please refer to the detail slide in the appendix.

Q1 2006 core earnings decline 19.4% from Q1 2005

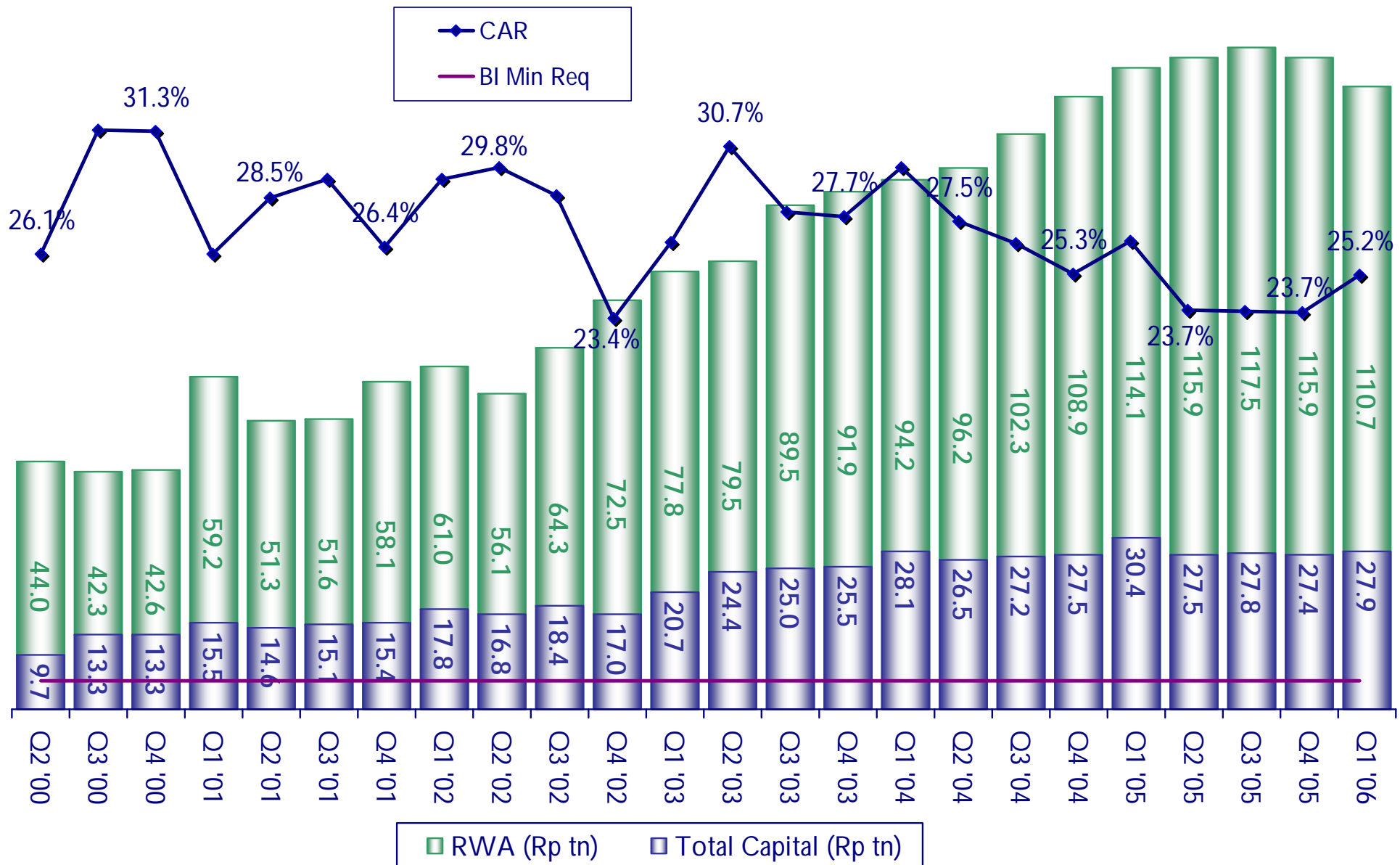
Core Earnings



Profit After Tax & ROE



High CAR maintained at 25.2%



Additional Factors

Written-off Loans

- Aggregate of IDR 22.93 tn (US\$ 2.53 bn) in written-off loans as of end-March 2006, with significant recoveries on-going:
 - 2001: IDR 2.0 tn
 - 2002: IDR 1.1 tn
 - 2003: IDR 1.2 tn
 - 2004: IDR 1.08 tn
 - 2005: IDR 0.818 tn (US\$ 83.2 mn)
 - Q1 '06: IDR 0.204 tn (US\$ 22.5 mn)

Loan Collateral Undervalued

- Collateral values included for provisioning purposes on only 133 accounts. This will rise as current valuations are completed

Corporate Actions

Dividend Payment

- Dividend Payment of Rp14.853 per share
- Schedule :
 - a. Cum Date : June 14, 2006
 - b. Ex Date : June 15, 2006
 - c. Payment Date : June 30, 2006
- Total Dividend payments for 2005 = Rp301,684,655,575.70

Annual General Meeting Results

Agenda 1

1. Approved Annual Report of the Company for the Financial Year Ending on 31 Dec '05 and ratified Consolidated Financial Report of the Company for the Financial Year Ending on 31 Dec '05.
2. Approved Annual Report of the Partnership and Environment Construction Program for the Financial Year Ending on 31 Dec '05.
3. Gave full release and discharge (volledig acquit et de charge) to the Board of Directors and Board of Commissioners for their management and supervision during the Financial Year Ending 31 Dec '05.

Agenda 2

1. Approved and determined the use of the net profit of the company for the Financial Year of 2005, in amount of Rp603,369,311,151.39.

Agenda 3

1. To appoint the Public Accountant Office Purwantono, Sarwoko & Sandjaya – Ernst & Young as the Public Accountant Office to audit the Consolidated Financial Report of the Company for the Financial Year Ending 31 Dec '06.
2. To Appoint the Financial and Development Supervisory Board of the Province of DKI Jakarta II (BPKP Provinsi DKI Jakarta II) to audit the Annual Report of Partnership and Environment Construction Program for the Financial Year Ending on 31 Dec '06.

Annual General Meeting Results

Agenda 4

1. Approved that Salary of the members of The Board of Directors and the members of the Board of Commissioners shall not increase, therefore the amount of such salary and honorarium remains the same as the amount of salary and honorarium as determined in the Annual General Meeting of shareholders held on 16 May '05.
2. Approved that Facilities and Benefits of the members of the Board of Directors and the members of the Board of Commissioners is determined pursuant to the resolution of the Annual General Meeting of Shareholders held on 14 Jun '02 and Letter of The Ministry of The State-owned Enterprise No. S-412/MBU/2004, dated 10 August '04.
3. Approved that Post-service benefits of the members of the Board of Directors and the members of Board of Commissioners is determined pursuant to the resolution of the General Meeting of Shareholders held on 22 Jan '03.

Agenda 5

1. Approved to grant options for phase-III amounting to 309,416,215 options or 1.55% of the fully issued and paid-up capital at the time of IPO, to buy the Company's new Series B shares which will be issued, in which every 1 (one) option gives right to the holder to buy 1 (one) Company's new Series B shares.
2. Determined the price and the implementation guidelines of MSOP phase-III shall follow the Decision of the Board of Directors of Jakarta Stock Exchange No. Kep-305/BEJ/07/2004, dated on 19 Jul '04, particularly Rule No.1-A.

Annual General Meeting Results

Agenda 5 (cont.)

3. Approved that to grant authority to the Board of Commissioners to:
 - a. Increase the issued and paid-up capital of the Company, which followed by the amendment of article 4 paragraph 2 and paragraph 3 of the Company's Articles of Association in case there is an execution of the option by purchasing the Company's new Series B shares.
 - b. Determine the implementation and supervision policy of MSOP phase-III, including to determine the option receiver, and to report it to the next General Meeting of Shareholders.

Agenda 6

1. To terminate with honor, Johannes Bambang Kendarto as Director of the Company and thank him for his services provided during his post effective as of the closing of this Meeting.
2. To appoint 5 new Directors of the Company , as follows:
 1. Sentot A. Sentausa - Director
 2. Thomas Arifin - Director
 3. Budi G. Sadikin - Director
 4. Bambang Setiawan - Director
 5. Riswinandi - Director
3. To designate Edwin Gerungan, who is the President Commissioner of the Company, as an Independent Commissioner.
4. Approved to grant authority to the Board of Commissioners of the Company to determine the allocation of duty and authority among the Directors of the Company pursuant to the Articles of Association of the Company.

Comprehensive implementation of Service Excellence Program

Measuring Service Quality

- A mystery shopping survey by MRI, along with setting up measurement parameters & service level indicators in respective working units at banking industry best practice as well as its rigorous and continuous monitoring
- Implement scoring tools by SQLO (Service Quality Liaison Officer) of hubs & regional offices to track and monitor branch service quality

Internalization and Recognition Program

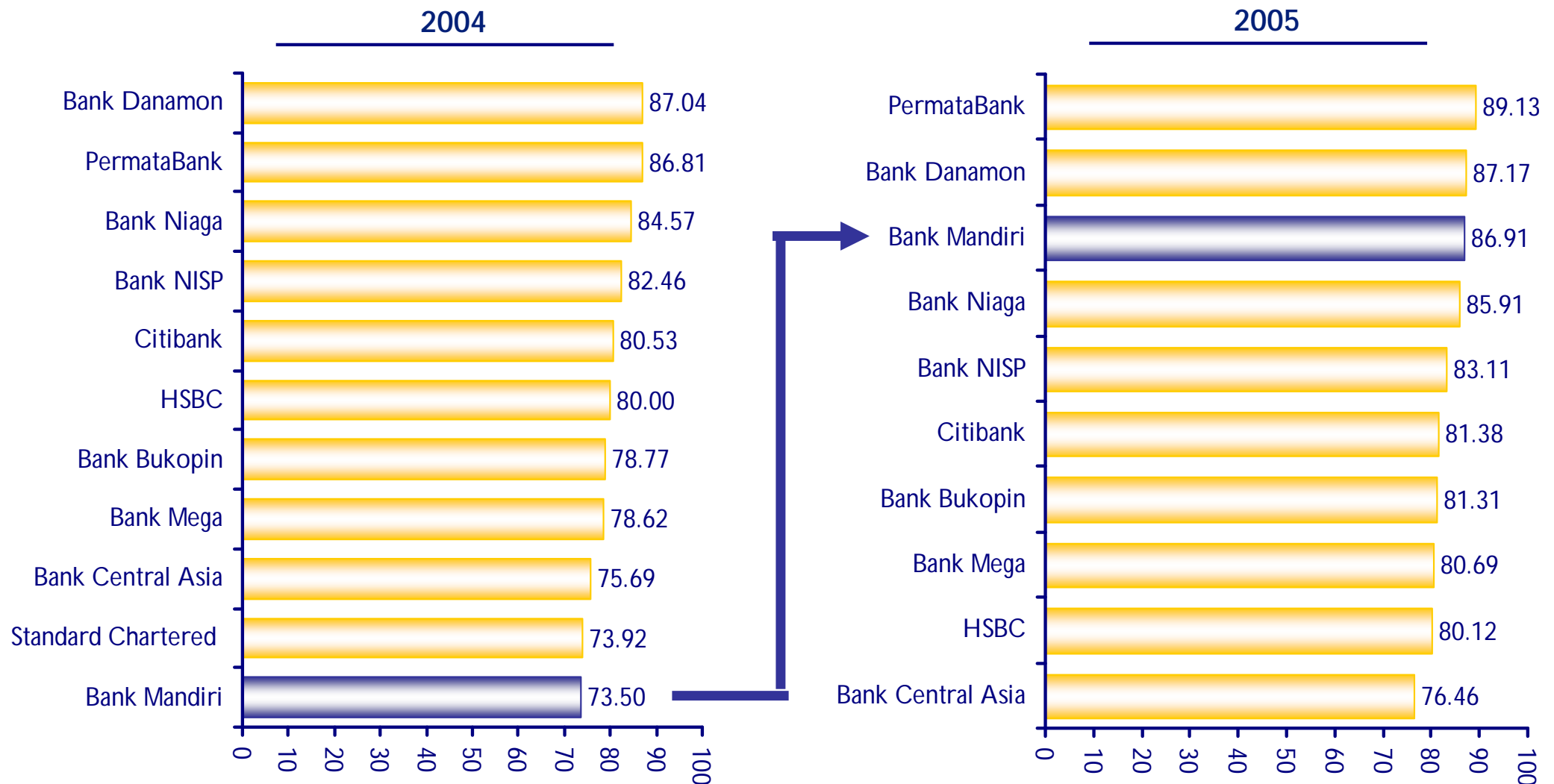
- On-going training program for Front Liners (Customer Service), Head of hubs & spokes
- Annual selection program for The Best Front Liners and The Best Branch
- Participation in the National Customer Service Championships

Implementing Breakthrough Projects

- More convenient and efficient Queuing Systems
- Freeing up CSOs / CSRs to focus on servicing customers
- Introducing Week-end Banking

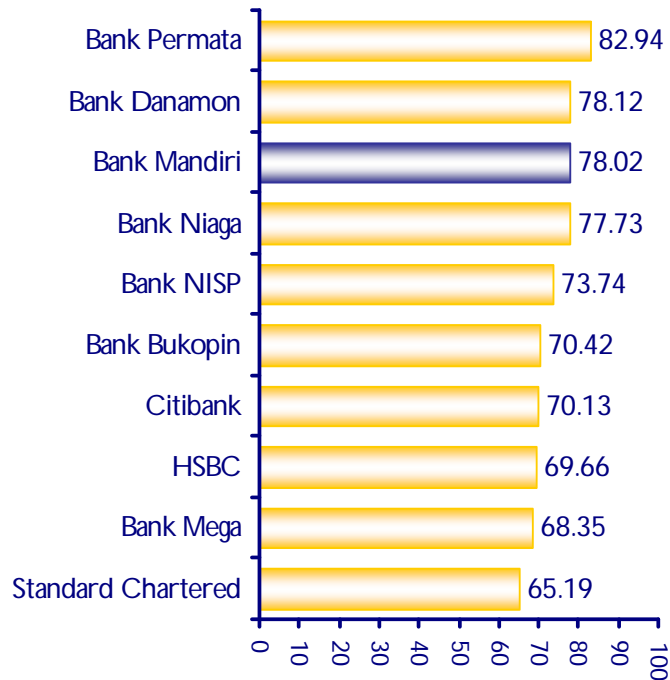
...Significantly Boost Customer Service Level and Loyalty

Top-10 Banks for Service Excellence - MRI Survey

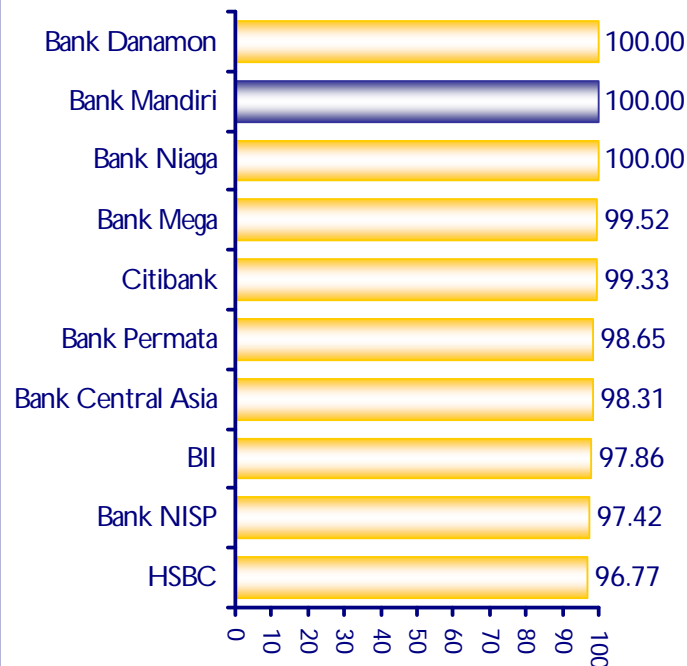


Outstanding in several Service Areas

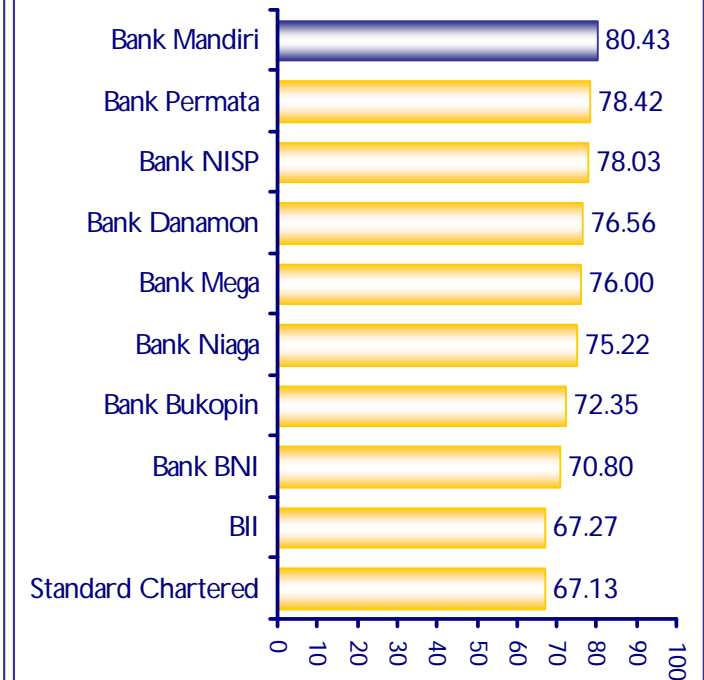
Customer Service



Banking Hall



Phone Banking



Understand product knowledge and communicate well. Provide product explanation to customers clearly and sufficiently

Provide comfort for customers in conducting their transactions

Ability to serve promptly and securely, and provide reliable peripherals

Top debtors with collectibility 4 & 5

Debtors

1. Raja Garuda Mas Group (3 entities)
2. PT Kiani Kertas
3. Domba Mas Group (7 entities)
4. Argo Pantes Group (8 entities)
5. Bosowa Group (9 entities)
6. PT Garuda Indonesia (Persero)
7. Djajanti Group (7 entities)
8. A. Latief Group (3 entities)
9. PT Suba Indah Tbk.
10. PT Flora Sawita Chemindo
11. PT Pakerin
12. PT Semen Kupang (Persero)
13. PT Benang Sari Indahtexindo
14. Batam Textile Industry

Debtors

15. PT Anugrah Lingkar Selatan
16. PT Petrowidada
17. Batavindo Group (3 entities)
18. PT Kalimantan Energi Lestari
19. PT Great River International Tbk.
20. PT Perkebunan Nusantara II (Persero)
21. PT Bina Mentari Tunggal
22. PT Merpati Nusantara Airlines (Persero)
23. Gunung Meranti Group (3 entities)
24. Top Jaya Group (3 entities)
25. PT Kertas Kraft Aceh
26. PT Sun Hope Investment
27. PT Bisma Narendra

Status of selected large debtors

Raja Garuda
Mas

- RGM is required to increase installment amount to improve loan quality and ensure final settlement by June 2010

Kiani Kertas

- Bank Mandiri still open to opportunities to negotiate with potential investors to resolve the outstanding loans

Argo Pantes

- Restructuring of loans to Argo Pantes require debtor to dispose of non-core assets and property of PT. Alfa Goldland Realty (subsidiary) as sources of repayment

Garuda
Indonesia

- Awaiting concrete proposal from debtor & Government to improve loan
- Bank Mandiri holds MCBs of Rp1,018 billion, and is still waiting for formal extension of Government guarantee

Djajanti
Group

- Subsidiaries are no longer in operation, so Bank Mandiri will recover loans through collateral sales / asset disposals, and will collect the remainder from the Djajanti Group Owner

Status of selected large debtors

A. Latief Group

- Several investors are interested in PT. Lativi Media Karya
- Loans to PT Pasaraya Tosersa Jaya & PT A. Latief Nusa Karya have been handed over to DJPLN (State Collection Agency)

Suba Indah

- Has already proposed a loan restructuring scheme. Bank Mandiri requires an initial payment in order to achieve a sustainable loan exposure, and cannot accept any restructuring proposal prior to the initial payment

Anugrah Lingkar Selatan

- Bank Mandiri requires the debtor to inject additional funds into the company or invite prospective investors to settle their debts.
- To date, no restructuring plan has been submitted from the debtor

Batavindo

- Debtor has identified a prospective investor to settle their loans with Bank Mandiri

Great River

- Still waiting for 2004 and 2005 financial audits in order to settle restructuring scheme

Update on regulations to accelerate NPL resolution

Ministry of Finance & Ministry of SOE

Ministries of Finance and SOE have publicly stated that the Government is in the process of preparing two regulations to accelerate NPL resolution in State Banks:

- A Government Regulation (PP) to clarify that State Owned Enterprise's (SOE) receivables are not state receivables and need not be managed and resolved as such
- A Ministry of Finance Regulation clarifying the authority of State Banks to manage receivables, including resolving NPLs, in line with corporate laws and regulations

Other Government Bodies

- The Office of the Coordinating Minister of Economy plays an important role in ensuring that all regulations related to the Financial Sector Reform package, including the two regulations mentioned above, will be completed on time
- The two regulations relating to SOE receivables are expected to be completed before the end of June 2006

Bank Indonesia and Other Key Stakeholders

- Consultations with other stakeholders and regulators are underway
- BI strongly supports the issuance of the new regulations, stating that it will help to accelerate the resolution of recently increasing NPLs in the banking system
- State auditor (BPK) also says that such regulation can be issued as long as that the process to implement the additional authority is accountable, transparent and done in conjunction with capability development of the state banks

New regulations expected to provide flexibility in managing NPLs

Clarify that SOE Receivables are not State Receivables

Clarification will allow for resolution and management of SOE receivables through mechanisms not available for state receivables

- The regulation is the basis to provide authority to SOE banks to manage NPLs in accordance with corporate laws and regulations
- The regulation is consistent with Law No. 1/ 2004 which defines state receivables as the amount of money owed to the central government

Authority of SOE in managing and resolving Receivables

- The authority will be implemented through accountable and transparent means and in accordance with good governance principles
- The authority will allow acceleration of NPL resolution through loan disposal or sale in bulk or individually
- If required, SOEs can provide principal forgiveness to cooperative debtors in settling their obligations in a manner similar to private banks

SPV Regulatory Framework

Initially expect a regulatory framework for establishing an SPV in Indonesia

- The regulation would allow a separation between economic beneficiary and legal ownership of assets
- Currently there is no clear signal if the regulatory framework is going to be part of the soon to released financial sector package

Alternatives for NPL resolution with expected new regulations

Principal Reduction for Settlement with Debtors

State Banks can currently provide principal reduction up to Rp 10bn when approved by the Minister of Finance. The new regulations would allow for principal reduction in settlement with existing debtors after consideration of the following aspects

- Debtors' cooperation & good intentions. Uncooperative debtors will not be eligible
- Cash flows both from operations as well other assets
- Commercial considerations - settlement of problem loans > other alternatives including restructuring through interest rate reduction or increasing tenor/postponement of principal payment

Loan Disposal

The authority to optimally resolve NPLs should include pursuing disposal or sale of loans to third parties, if necessary at below the principal value

- Private banks in Indonesia that have significantly reduced NPLs through such sales
- Disposal can be done with individual loans or portfolios of loans
- Criteria need to be defined for eligibility of investors to participate

Establishing off-shore SPV or JV Financial Company

The legal framework for establishing SPV in Indonesia is not expected, but it is still possible to establish a company for managing and resolving NPLs by:

- Establishing an off-shore SPV(s) as the new legal owner of the assets
- Establishing a JV Financial Company in Indonesia to manage problem loans/NPLs
- Potential investors can be invited to be joint owners of the company/entity

Establishing a “Bad Bank” remains an option

Resolution of NPLs in bulk

Due to the high level of NPLs both off and on balance sheet, Bank Mandiri needs to pursue options which could quickly:

- Achieve the target of 5% Net NPL by 2007
- Bank Mandiri has Rp ~27.1tn on-balance sheet NPLs & Rp 22.9tn off-balance-sheet
- Implementation of the bad-bank concept could accelerate the resolution and allow management to focus on business/debtors with future prospects

Retaining Upside from NPL Collections

- With the revision, State Banks can dispose of NPLs in the same manner as private banks
- For optimal returns, Bank Mandiri would like to retain the economic benefits from future collection from the NPLs

Limited Resources to Manage NPLs

- Significant management time is now allocated to manage and resolving NPLs, hindering our ability to grow good business
- Significant personnel from our credit restructuring unit (22.5%) are now dedicated to managing off-balance sheet problem loans
- These resources can be allocated to debtors with better prospects if our off-balance sheet loans can be managed by the bad bank

Internal work in progress to accelerate NPL resolution

Shareholder Approval for Principal Reduction

- In AGM/EGMs, a limit of Rp 5 tn in principal reduction has been approved and is available for written-off loans
- Our credit restructuring unit will centrally monitor the utilization of these limits

Organization

- BOD has proposed a separate Directorate to manage NPLs:
- A separate unit within Credit Restructuring will focus on disposal and other exit strategies made possible with the new regulations
 - CMO will explore options to establish a bad-bank with help of advisors

Policies and Criteria

- We are revising or developing new policies and procedures to be implemented with the additional authority provided by the new regulation
- Developing eligibility criteria for principal reduction or loan disposal
- Un-cooperative debtors will not be eligible for principal reduction

Review by Independent Parties

- Independent parties to conduct legal & commercial review of loan disposal
- New and revised policies will need to be reviewed by the commissioners
- Regulators and supervisor body are to be consulted to ensure policies are in line with good governance as expected by these stakeholders

Summary Balance Sheet: March & Dec 2005, March 2006

	Q1'05	Q4'05	Q1 '06		Y-o-Y
	Rp (trillions)	Rp (trillions)	Rp (trillions)	USD (billions)#	Rp % Change
Total Assets	249.4	263.4	254.9	28.1	2.2
<i>Cash</i>	2.4	2.5	3.3	0.4	36.0
<i>Current Account w/BI</i>	14.3	20.3	22.2	2.4	55.3
<i>Certificates of BI</i>	3.7	6.5	7.3	0.8	98.3
<i>Other Placements w/BI</i>	5.1	8.3	0.0	0.0	(100.0)
<i>Current Accounts & Placements w/Other Banks</i>	8.2	16.1	16.3	1.8	98.6
<i>Securities - Net</i>	4.1	4.0	3.5	0.4	(14.1)
Government Bonds	93.2	92.1	92.2	10.2	(1.1)
<i>Trading</i>	1.7	2.1	2.2	0.2	31.1
<i>AFS</i>	29.0	28.8	28.9	3.2	(0.2)
<i>HTM</i>	62.5	61.1	61.1	6.7	(2.3)
Loans	99.7	106.9	105.1	11.6	5.6
<i>Performing Loans</i>	81.9	79.8	77.6	8.6	(5.2)
<i>Non-Performing Loans</i>	17.8	27.0	27.5	3.0	55.5
<i>Allowances</i>	(9.1)	(12.0)	(12.9)	(1.4)	44.7
Loans – Net	90.6	97.9	92.2	10.2	1.7
Total Deposits – Non-Bank	171.0	206.3	198.1	21.9	15.8
<i>Demand Deposits</i>	40.6	46.4	44.1	4.9	8.7
<i>Savings Deposits</i>	51.1	47.2	43.8	4.8	(14.2)
<i>Certificate & Time Deposits</i>	79.3	112.7	110.1	12.1	38.9
Shareholders' Equity	25.4	23.2	23.9	2.6	(5.8)

Summary Quarterly Balance Sheet: Q2 '05 – Q1 '06

	Q2 '05	Q3 '05	Q4 '05	Q1 '06		Q-o-Q
	Rp (tn)	Rp (tn)	Rp (tn)	Rp (tn)	US\$ (bn)#	Rp % Change
Total Assets	256.8	250.3	263.4	254.9	28.1	(3.1)
<i>Cash</i>	2.3	2.6	2.5	3.3	0.4	29.5
<i>Current Accounts w/BI</i>	15.9	18.8	20.3	22.2	2.4	9.4
<i>Certificates of BI</i>	5.4	0.1	6.5	7.3	0.8	13.3
<i>Other Placements w/BI</i>	4.1	2.4	8.3	0.0	0.0	(100.0)
<i>Current Accounts & Placements w/Other Banks</i>	13.4	12.6	16.1	16.3	1.8	1.5
<i>Securities - Net</i>	3.3	4.2	4.0	3.5	0.4	(12.2)
Government Bonds	92.5	92.3	92.1	92.2	10.2	0.2
<i>Trading</i>	2.4	2.3	2.1	2.2	0.2	3.1
<i>AFS</i>	29.0	28.8	28.8	28.9	3.2	0.4
<i>HTM</i>	61.1	61.1	61.1	61.1	6.7	0.0
Loans	104.0	106.7	106.9	105.1	11.6	(1.7)
<i>Performing Loans</i>	78.5	81.7	79.8	77.6	8.6	(2.8)
<i>Non-Performing Loans</i>	25.6	25.0	27.0	27.5	3.0	1.7
<i>Allowances</i>	(10.9)	(11.9)	-12.0	(12.9)	(1.4)	7.6
Loans – Net	93.1	94.7	97.9	92.2	10.2	(5.8)
Total Deposits – Non-Bank	183.2	186.4	206.3	198.1	21.9	(4.0)
<i>Demand Deposits</i>	44.4	41.1	46.4	44.1	4.9	(4.9)
<i>Savings Deposits</i>	49.5	46.0	47.2	43.8	4.8	(7.0)
<i>Certificate & Time Deposits</i>	89.2	99.4	112.7	110.1	12.1	(2.3)
Shareholders' Equity	22.8	23.6	23.2	23.9	2.6	2.9

Summary P&L Information – Q1 2006

	Q1 2005		Q4 2005		Q1 2006		Q-o-Q Change
	Rp (Billions)	% of Av.Assets*	Rp (Billions)	% of Av.Assets*	Rp (Billions)	% of Av.Assets	(%)
Interest Income	4,777	8.0	6,023	9.4	6,507	10.0	8.0
Interest Expense	(2,407)	(4.0)	(3,952)	(6.2)	(4,297)	(6.6)	8.7
Net Interest Income	2,370	4.0	2,071	3.2	2,210	3.4	6.7
Other Operating Income	566	0.9	432	0.7	554	0.9	28.2
Gain from Increase in Value & Sale of Bonds	88	0.1	(50)	(0.1)	354	0.5	(808.0)
Provisions, Net	(763)	(1.3)	(1,134)	(1.8)	(873)	(1.3)	(23.0)
Personnel Expenses	(604)	(1.0)	(1,241)	(1.9)	(695)	(1.1)	(44.0)
G & A Expenses	(678)	(1.1)	(842)	(1.3)	(636)	(1.0)	(24.5)
Other Operating Expenses**	(165)	(0.3)	(139)	(0.2)	(133)	(0.2)	(4.3)
Profit from Operations	814	1.4	(799)	(1.2)	781	1.2	(197.7)
Non Operating Income	(13)	0.0	63	0.1	6	0.0	(90.5)
Net Income Before Tax	801	1.3	(736)	(1.1)	787	1.2	(206.9)
Net Income After Tax	519	0.9	(623)	(1.0)	510	0.8	(181.9)

* % of Average Assets on an annualized basis

** primarily premiums paid under the blanket guarantee scheme

Recap Bond Portfolio Details, 31 Mar 2006 – Bank Only

Series	Maturity Date	Interest Rate (%)	Nominal			Mark to Market	Fair Value		
			Trading	AFS	HTM		Trading	AFS	HTM
Fixed Rate									
FR0002	15-Jun-09	14.00%	68			105.85	72		
FR0005	15-Jul-07	12.25%	500			100.66	503		
FR0010	15-Mar-10	13.15%			1,350,000	100.00			1,350,000
FR0014	15-Nov-10	15.58%		2,947		112.71		3,321	
FR0019	15-Jun-13	14.25%		1,101,133		110.21		1,213,547	
FR0020	15-Dec-13	14.28%	518,538	538,491		110.67	573,850	595,932	
Sub Total			519,106	1,642,571	1,350,000		574,426	1,812,801	1,350,000
Variable Rate									
VR0010	25-Oct-06	12.92%	1,342,361			100.03	1,342,710		
VR0011	25-Feb-07	12.92%	5,000			100.01	5,001		
VR0012	25-Sep-07	12.73%	44,000	190,000		100.00	43,998	189,992	
VR0013	25-Jan-08	12.92%	155,000	1,198,384		99.98	154,961	1,198,084	
VR0014	25-Aug-08	12.92%	40,000			99.84	39,936		
VR0016	25-Jul-09	12.92%	20,000			99.18	19,837		
VR0017	25-Jun-11	12.73%	30,000	328,270		99.21	29,762	325,670	
VR0019	25-Dec-14	12.73%		5,050,000	1,114,300	99.19		5,009,196	1,114,300
VR0020	25-Apr-15	12.92%		4,100,000	391,029	99.08		4,062,362	391,029
VR0021	25-Nov-15	12.92%		2,400,000	690	99.07		2,377,656	690
VR0022	25-Mar-16	12.73%		692,844	6,796,813	99.06		686,352	6,796,813
VR0023	25-Oct-16	12.92%		659,738	4,086,068	98.91		652,534	4,086,068
VR0024	25-Feb-17	12.69%			8,210,550	100.00			8,210,550
VR0025	25-Sep-17	12.83%			5,210,550	100.00			5,210,550
VR0026	25-Jan-18	12.09%			3,475,267	100.00			3,475,267
VR0027	25-Jul-18	12.09%			3,475,267	100.00			3,475,267
VR0028	25-Aug-18	12.92%		1,696,428	3,475,267	98.88		1,677,377	3,475,267
VR0029	25-Aug-19	12.92%		5,344,421	3,475,267	98.80		5,280,235	3,475,267
VR0030	25-Dec-19	12.83%			8,016,765	100.00			8,016,765
VR0031	25-Jul-20	12.92%		5,597,343	12,016,765	98.65		5,521,555	12,016,765
Sub Total			1,636,361	27,257,428	59,744,598		1,636,206	26,981,013	59,744,598
Grand Total			2,155,467	28,899,999	61,094,598		2,210,631	28,793,814	61,094,598
			2.34%	31.36%	66.30%		2.40%	31.26%	66.34%
(Stated in Rp Millions)			Total Nominal Value				Total Fair Value		
					92,150,064				92,099,043

Bank Mandiri's Credit Ratings

Sovereign Ratings

Outlook

Long Term Bank Deposits

Long Term Foreign Currency Debt

Short Term Foreign Currency Debt

Long Term Local Currency Debt

Short Term Local Currency Debt

Bank Mandiri Ratings

Long Term Foreign Currency Outlook

Long Term Bank Deposits

Long Term Foreign Currency Debt

Short Term Foreign Currency Debt

Subordinated Debt

Bank Financial Strength

Long Term Local Currency Outlook

Long Term Local Currency Debt

Short Term Local Currency Debt

National Rating

	S&P	Moody's	Fitch	Pefindo
Outlook	Positive	Positive	Stable	
Long Term Bank Deposits		B3		
Long Term Foreign Currency Debt	B+	B2	BB-	
Short Term Foreign Currency Debt	B	NP	NR	
Long Term Local Currency Debt	BB	B2	NR	
Short Term Local Currency Debt	B			
Long Term Foreign Currency Outlook	Stable	Positive	Stable	
Long Term Bank Deposits		B3		
Long Term Foreign Currency Debt	BB-	WR	BB-	
Short Term Foreign Currency Debt	B		B	
Subordinated Debt			B+	
Bank Financial Strength		E+		
Long Term Local Currency Outlook	Stable			
Long Term Local Currency Debt	BB-		BB-	idA+
Short Term Local Currency Debt	B			
National Rating	B		idnAA	

Reconciliation to IFRS

	FY '02	FY '03	FY '04	FY '05
	Rp (Billions)	Rp (Billions)	Rp (Billions)	Rp (Billions)
Net profit under Indonesian GAAP	2,746	4,586	5,256	603
IFRS Adjustments				
Allow. for possible losses on earning assets	955	(662)	(309)	(2,681)
Allow. for possible losses on commitments & contingencies	351	104	70	(223)
Change in fair value of derivatives	-	52	-	-
Employee benefits	10	(21)	25	-
Accretion on deferred inc. arising from loan purchase from IBRA	-	55	10	9
De-recognition of revaluation of premises & equipment	-	199	75	25
De-recognition of allowances	(995)	-	-	-
Securities & Gov. Bond (trading portfolio)	293	-	-	-
Deferred income taxes	(184)	82	38	861
Net Adjustment	430	(191)	(90)	(2,008)
Net profit in accordance with IFRS	3,176	4,395	5,166	(1,405)

IFRS = International Financial Reporting Standards

Our aspiration is to be a Dominant Multi-Specialist Bank



Dominant Multi-specialist Bank Model



Dominant Bank in Indonesia, with 20-30% market share of revenue across all segments, with distinctive strategies for each business that capture synergies across different market segments

To be the customers' bank of choice, offering the most extensive range of products and most convenient access



Corporate

- "To be the dominant wholesale bank, offering integrated transaction, credit and capital market products to large local corporations"

Commercial

- "To be the primary commercial bank, leveraging our dominant corporate position to provide services to SMEs up- and downstream in the value chain"

Consumer

- "To be the primary chosen bank for the affluent segment and the *'transaction bank'* for the mass affluent"
- To be the most convenient loan provider and a preferred partner among local consumer finance players

Micro

- "Maintain our current presence and keep options open for possibility of further expansion"

Individual segment strategies

Corporate Banking

- Maintaining our position as market leader and focusing our effort to shift into a more profitable product mix (e.g. fee-based products)
- Leveraging our strength in wholesale and investment banking through Mandiri Sekuritas
- Ensuring profitability of our loan book by fundamentally reworking risk management processes
- Exiting non profitable businesses by reducing our exposure to relationships and sectors which do not offer sufficient returns for the risk

Commercial Banking

- Accessing and integrating the financial flows across the value chain to better understand the risks and price accordingly
- Providing innovative fee-based products around cash management and working capital arrangements to dominate fee businesses
- Focusing on mid-caps and larger small companies with transaction intensive businesses
- Capturing wealth management opportunities of operator-owner entities

Consumer Banking

- Expand our engagement in the consumer segment
- Boost our efforts to build Mandiri Prioritas by building our sales capabilities, while refocusing our list of initiatives on acquisition and retention of the mass affluent segment
- Aspire to have the largest share in terms of primary banking relationships based on the largest branch and ATM network in the country and expansion of EDCs
- Play a major role in certain consumer finance segments eg. mortgage and cards
- Increase and optimize integration with Bank Syariah Mandiri and AXA Mandiri to provide complete solutions

Micro Banking

- Focus of this year is to maintain our presence in this segment
- Leveraging our in-branch capacity to serve the customers
- Keep an option for possibility of further expansion later in 2006

Transformation themes for achieving these aspirations

Strategic Aspiration: Dominant Multi-Specialist Bank

Build winning organization and performance culture

- Re-structure the organization
- Revamp performance management system
- Reinforce high ethical standards
- Implement new corporate culture in the bank
- Establish a Leadership and talent development program

"Culture"

Deliver tailored proposition for priority segments

- Implement new coverage models for wholesale banking
- Design and implement an optimal retail channel network configuration
- Embed stronger service and sales culture in branches
- Develop and launch a lower affluent retail offering
- Acquire ethnic banks and multi-finance companies

"Boost Sales"

Revamp alliance program

- Specify focus of alliance management program
- Aggressively launch 2-3 high opportunity programs

"Strategic Alliances"

Strengthen risk management and operations

- Improve current NPL position : Bad bank and quick liquidation
- Design and implement a strong CRM based loan monitoring system
- Enhance effectiveness of current loan approval processes
- Optimize end-to-end operations, e.g. significantly reduce TAT for consumer loans

"Control NPLs"

Vision of Bank Mandiri Implementation Roadmap

	~12 months	~12-24 months	~12-24 months
	Horizon 1: Fix the leaks and lay foundations	Horizon 2: Consolidate and build momentum	Horizon 3: Accelerate and grow
	“Back on Track”	“Outperform the Market”	“Shaping the End Game”
Build winning organization & performance culture	<ul style="list-style-type: none"> ▪ New BU structure and Performance Management System in place to drive performance culture ▪ Higher professional standards embedded 	<ul style="list-style-type: none"> ▪ Among most desired employers in Indonesia due to best people development program 	
Deliver tailored proposition for priority segments	<ul style="list-style-type: none"> ▪ Piloted and implementing CST model for large corporates ▪ New commercial business model in place for medium and small commercial 	<ul style="list-style-type: none"> ▪ Dominant corporate bank built on CST model ▪ Among top commercial players with strong penetration in target segments ▪ Completed acquisition of specialized bank and multifinance company ▪ Market-leading position for affluent and lower affluent banking ▪ Most convenient and service-oriented retail bank 	<ul style="list-style-type: none"> ▪ Completed acquisition and integration of major domestic bank
Revamp alliance program		<ul style="list-style-type: none"> ▪ Top 3 alliance program up and running, creating synergies across segments 	<ul style="list-style-type: none"> ▪ Alliance program up and running, creating synergies across segments
Strengthen risk management & operations	<ul style="list-style-type: none"> ▪ “Bad Bank” up and running to resolve NPL issues ▪ Key operational improvements well-underway 	<ul style="list-style-type: none"> ▪ NPLs down to 5% gross 	<ul style="list-style-type: none"> ▪ NPLs fully resolved and Bad Bank dissolved
Overall Bank	<ul style="list-style-type: none"> ▪ C/I ratio of ~76% with ~15% market share 	<ul style="list-style-type: none"> ▪ C/I ratio of ~59% with ~16-17% market share 	<ul style="list-style-type: none"> ▪ C/I ratio of ~54-55% with ~20-30% market share ▪ P/B ratio 2.2 ▪ Exploring regional expansion options

Regulations on Asset Classification: PBI No. 7/2/PBI/2005)

<p>Classification by Aging of Interest Payments[#]</p>	<table border="1"> <thead> <tr> <th><i>Classification by Payment History</i></th> <th><i>Previously</i></th> <th><i>Current</i></th> <th>No change to BI Prov. Req.</th> </tr> </thead> <tbody> <tr> <td>Category 1 - Current</td> <td>Current</td> <td>Current</td> <td>1%</td> </tr> <tr> <td>Category 2 – Special Mention</td> <td>1 – 90 days</td> <td>1 – 90 days</td> <td>5%</td> </tr> <tr> <td>Category 3 – Sub-Standard</td> <td>91 – 180 days</td> <td>91 – 120 days</td> <td>15%</td> </tr> <tr> <td>Category 4 - Doubtful</td> <td>181 – 270 days</td> <td>121 – 180 days</td> <td>50%</td> </tr> <tr> <td>Category 5 - Loss</td> <td>271+ days</td> <td>181+ days</td> <td>100%</td> </tr> </tbody> </table>				<i>Classification by Payment History</i>	<i>Previously</i>	<i>Current</i>	No change to BI Prov. Req.	Category 1 - Current	Current	Current	1%	Category 2 – Special Mention	1 – 90 days	1 – 90 days	5%	Category 3 – Sub-Standard	91 – 180 days	91 – 120 days	15%	Category 4 - Doubtful	181 – 270 days	121 – 180 days	50%	Category 5 - Loss	271+ days	181+ days	100%
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<p>BI Collectibility takes precedence[#]</p>	<p>In instances where there is disagreement in the determination of earning asset collectibility between the bank, its external auditors and BI, the bank must adopt BI's determination</p>																											
<p>One Debtor, One Project Concept[*]</p>	<ul style="list-style-type: none"> ➤ The Bank must classify all of its earning assets to a single debtor at the level of the lowest quality asset ➤ For debtors with exposures to more than one bank, all banks must adopt the lowest classification applied by any one bank to the debtor. ➤ All earning assets related to a particular project must be classified at the same level 																											
<p>Completeness of Financial Report[*]</p>	<ul style="list-style-type: none"> ➤ Banks must require debtors to submit current financial statements ➤ Failure to submit financial statements must result in an automatic downgrade of collectibility by one level, or to a maximum classification of sub-standard 																											

Accounting for Interest, Provisions and Collateral

Recognition of Interest Income	Classification	Regular Loans	Restructured Loans	IBRA Loans
	Cat. 1 - Current	Accrual Basis	Accrual Basis	Cash Basis
	Cat. 2 – Special Mention	Accrual Basis	Cash Basis	Cash Basis
	Cat. 3 – Sub-Standard	Cash Basis	Cash Basis	Cash Basis
	Cat. 4 - Doubtful	Cash Basis	Cash Basis	Cash Basis
	Cat. 5 - Loss	Cash Basis	Cash Basis	Cash Basis
Booking of Payments from Borrowers	Classification	Regular Loans	Restructured Loans	IBRA Loans (w/o new agreement)
	Cat. 1 - Current	Interest	Interest	Principal
	Cat. 2 – Special Mention	Interest	Interest	Principal
	Cat. 3 – Sub-Standard	Interest	Interest	Principal
	Cat. 4 - Doubtful	Principal	Principal	Principal
	Cat. 5 - Loss	Principal	Principal	Principal
Provisioning	Classification	Regular Loans	Restructured Loans	IBRA Loans
	Cat. 1 - Current	1%	As per BI regulations, except: – Not reversed by upgrading – Reversed by principal repayment – Beginning provisions determined at 31 Dec. 2004 – Based on net book value after restructuring loss	As per BI regulations, except: – Difference between principal and purchased value book as – Provisions, or – Deferred income if a new agreement has been made
	Cat. 2 – Special Mention	5%		
	Cat. 3 – Sub-Standard	15%		
	Cat. 4 - Doubtful	50%		
	Cat. 5 - Loss	100%		
Valuation of Collateral & Provisioning	Classification	Collateral	All Loans	
	Cat. 1 - Current	Not valued	Collateral valuation for provisioning is determined by the aging of the most recent independent appraisal (for assets over Rp 5bn): –70% of appraised value within the initial 12 months –50% of appraised value within 12 to 18 months –30% of appraised value within 18 to 24 months –No value after 24 months from appraisal	
	Cat. 2 – Special Mention	–Can be credited against cash provisions for Cat. 2-5		
	Cat. 3 – Sub-Standard			
	Cat. 4 - Doubtful			
	Cat. 5 - Loss			

Quarterly Analysis of NPL and PL changes

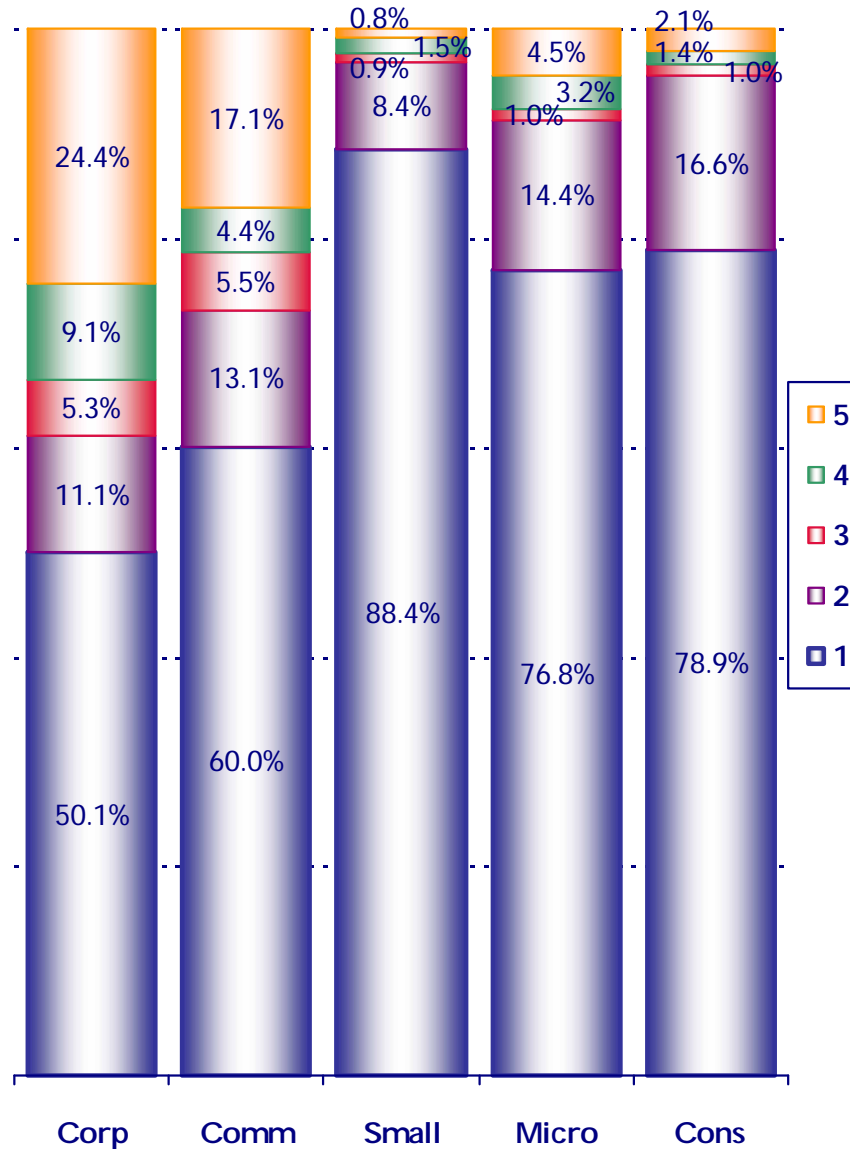
	Q2 2005#	Q3 2005#	Q4 2005#	Q1 2006#			
Loan Background	Net	Net	Net	Value (Rp bn)	DG to NPL	UG to PL	Net
Corporate Loans							
Restructured	6.1%	5.7%	1.1%	12,873	0.8%	-	0.8%
IBRA	3.5%	0.9%	5.2%	3,503	-	-	-
Pre-Merger	0.2%	-	6.1%	258	-	-	-
Post-Merger	12.0%	6.9%	3.3%	24,562	2.1%	-	2.1%
Overseas	1.4%	0.8%	3.6%	1,878	0.2%	0.3%	0.0%
Total	8.7%	5.5%	2.9%	43,073	1.5%	0.0%	1.4%
Commercial & Small Business Loans							
Restructured	17.9%	1.9%	6.6%	5,890	1.0%	0.3%	0.7%
IBRA	3.0%	1.7%	2.7%	621	1.8%	-	1.8%
Pre-Merger	0.1%	0.2%	0.1%	645	0.3%	0.1%	0.3%
Post-Merger	5.4%	2.5%	6.5%	34,444	2.5%	0.1%	2.4%
Overseas	-	9.2%	3.3%	95	4.3%	-	4.3%
Total	7.3%	1.7%	6.3%	41,694	2.2%	0.1%	2.1%
Total Loans							
Restructured	10.0%	4.5%	2.9%	18,763	0.9%	0.1%	0.8%
IBRA	3.4%	0.5%	4.8%	4,124	0.3%	-	0.3%
Pre-Merger	0.1%	0.1%	1.2%	903	0.2%	0.1%	0.2%
Post-Merger	8.2%	1.4%	5.1%	59,006	2.3%	0.1%	2.3%
Overseas	1.8%	0.4%	3.6%	1,973	0.4%	0.3%	0.2%
Total	8.0%	2.0%	4.5%	84,768	1.8%	0.1%	1.8%

% downgrades and upgrades are quarterly figures

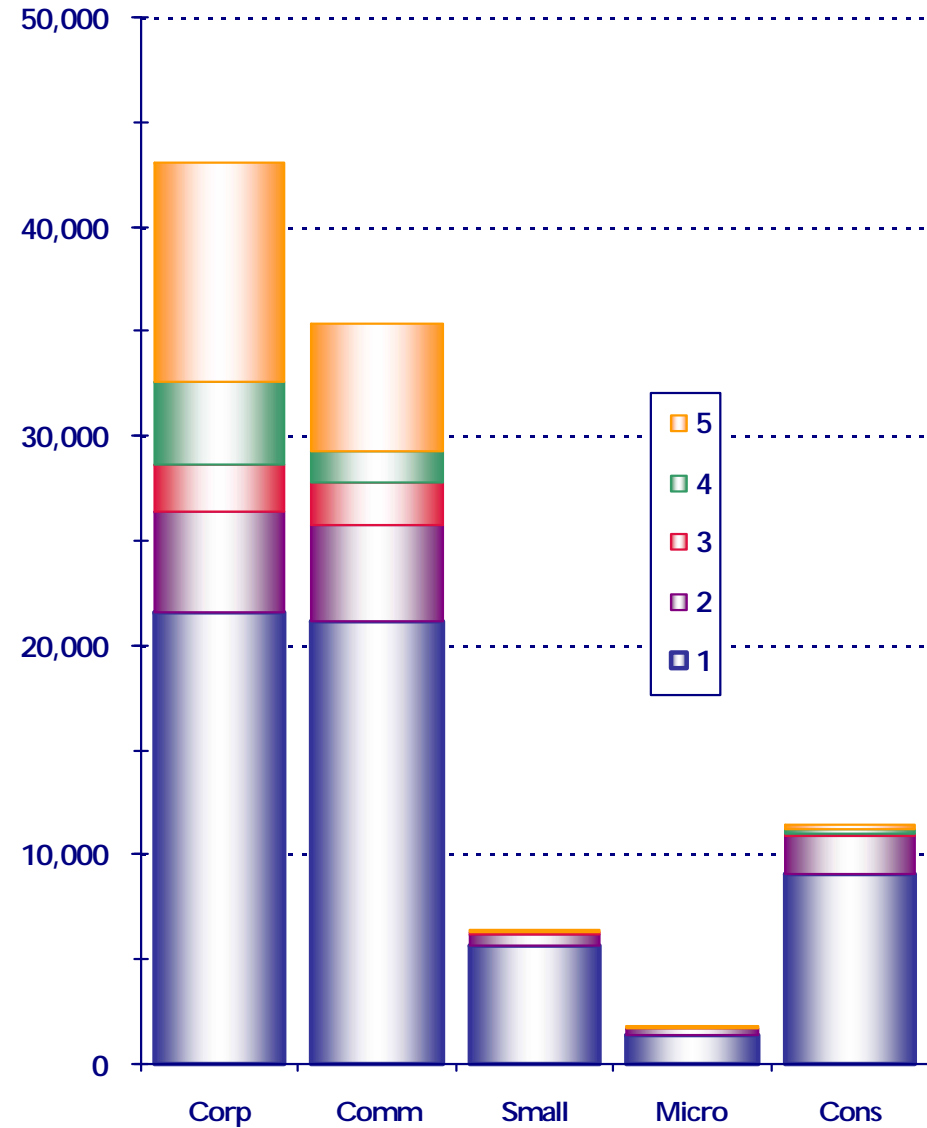
* Corporate, Commercial & Small Business Loans Only

Q1 2006 Loan Detail: Collectibility by Business Unit

Loan Profile: Q1 Collectibility (%) by BU - Bank Only

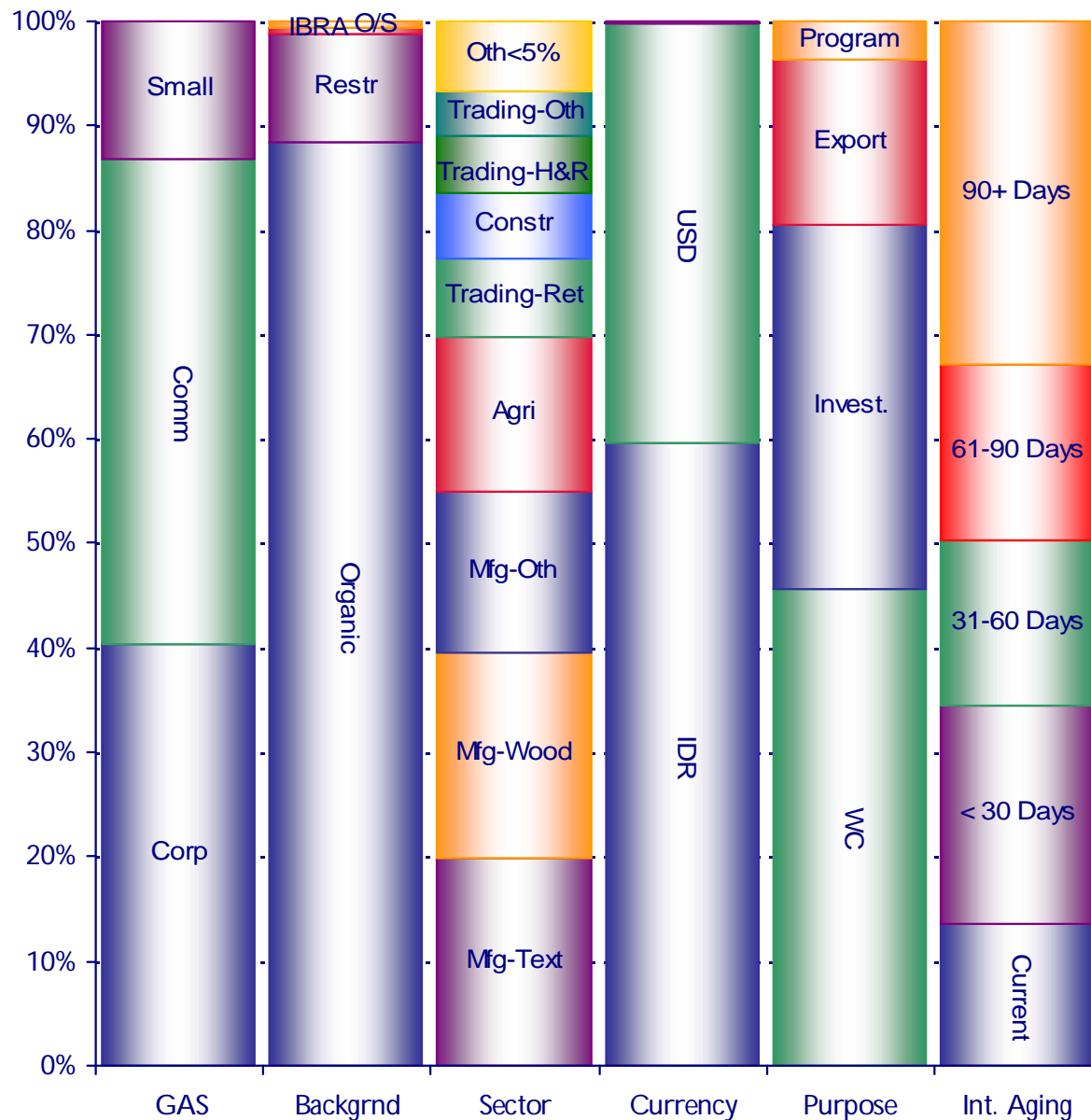


Loan Profile: Q1 Collectibility (Rp bn) by BU - Bank Only



Q1 2006 Loan Detail*: Downgrades to NPL

Loan Profile: Q1 Downgrades to NPL (Rp 1,558 bn) - Bank Only



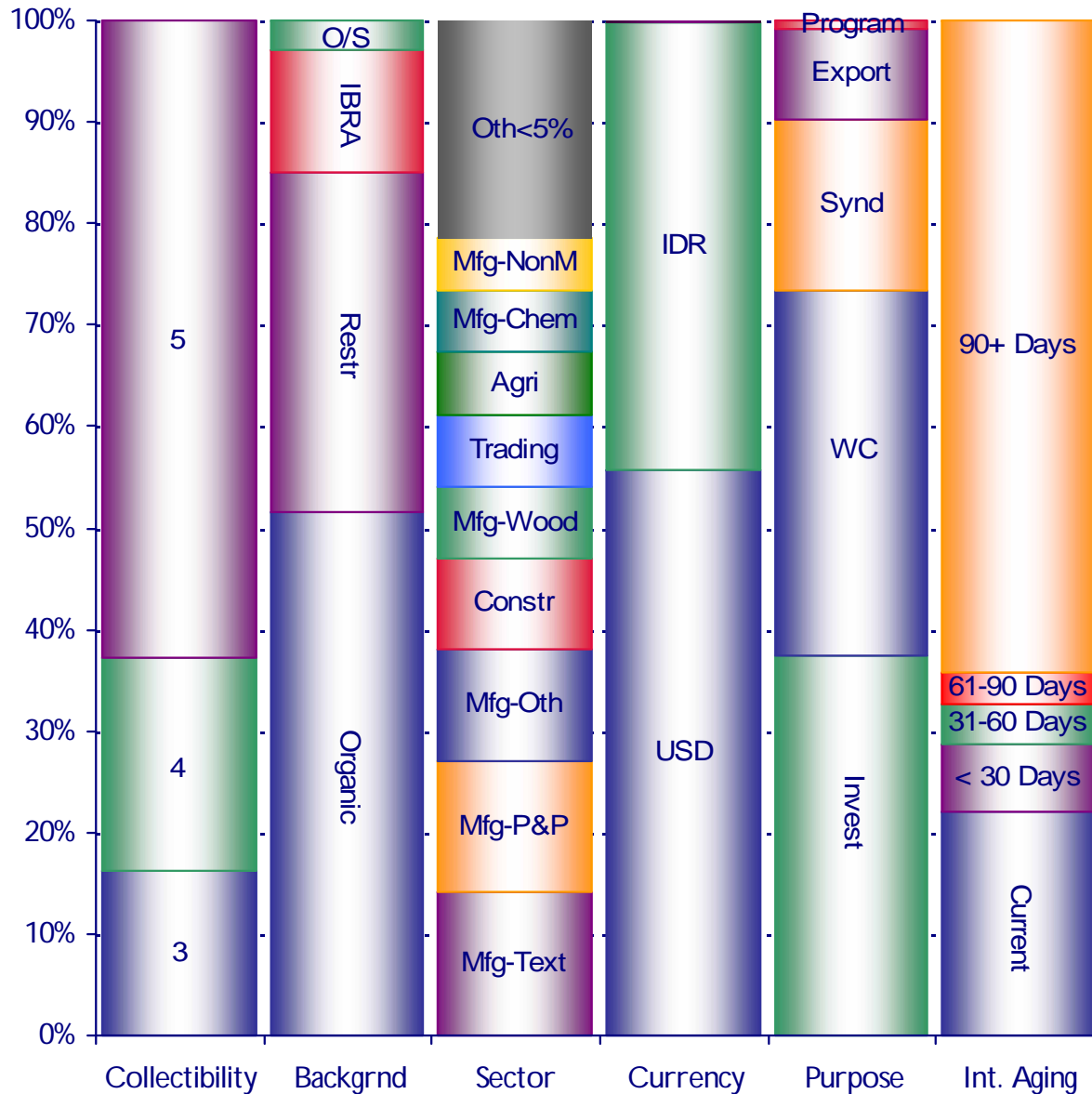
Corporate, Commercial & Small Business loans downgraded to NPL in Q1 totaled Rp 1,558 billion (1.6% of total loans). Of these loans:

- 13.5% were still current on interest payments with a further 21.0% less than 30 days overdue
- 46.4% were Commercial borrowers
- 10.3% were loans previously restructured
- 0.7% were loans purchased from IBRA
- Largest downgrades by sector:
 - Textile Manufacturing
 - Wood Manufacturing
 - Agriculture
- 59.6% were Rupiah loans
- 45.7% were Working Capital loans
- 1st time downgrades from Textile and Wood Manufacturing, Agriculture & Retail Trade

* Excluding Micro & Consumer Loans Only

Q1 2006 Loan Detail*: Non-Performing Loans

Loan Profile: Q1 NPLs (Rp 26,424 bn) Bank Only



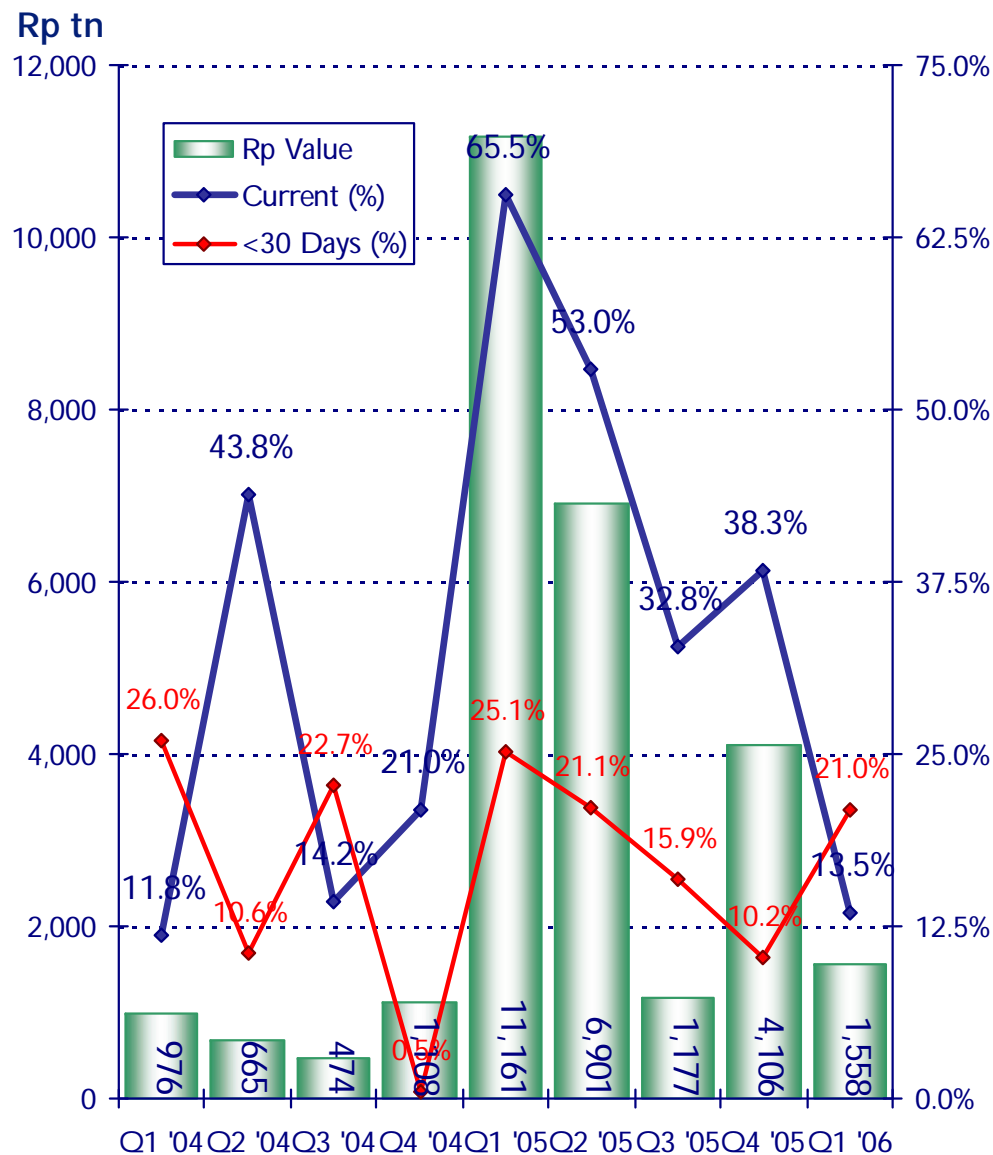
Corporate, Commercial & Small Business NPLs totaled Rp26,424 billion in Q1, or 26.9% of total loans. Of these NPLs in Q1:

- 22.1% remain current on interest payments and 13.7% are less than 90 days overdue
- 63.3% are to Corporate customers
- 37.3% are Investment loans
- Primary sectors are:
 - Manufacturing
 - Textiles
 - Pulp & Paper
 - Wood
 - Construction
 - Trading
- 55.8% are US Dollar loans
- 33.4% were previously restructured
- 12.2% were loans purchased from IBRA
- 16.2% are Cat. 3 & 21.1% are Cat. 4

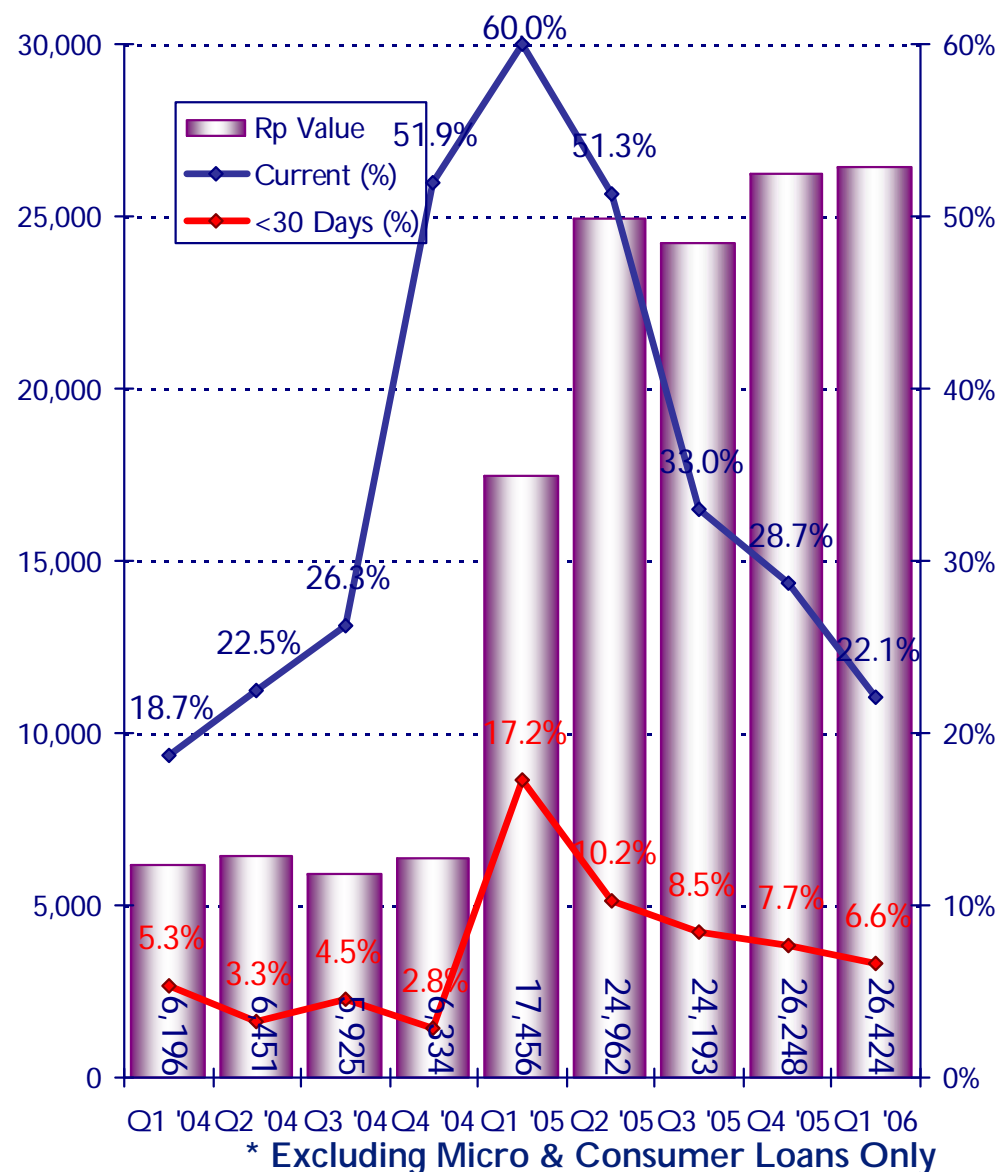
* Excluding Micro & Consumer Loans Only

NPL Loan Detail*: Quarterly by Interest Days Past Due

Quarterly Downgrades to NPL & Interest DPD - Bank Only

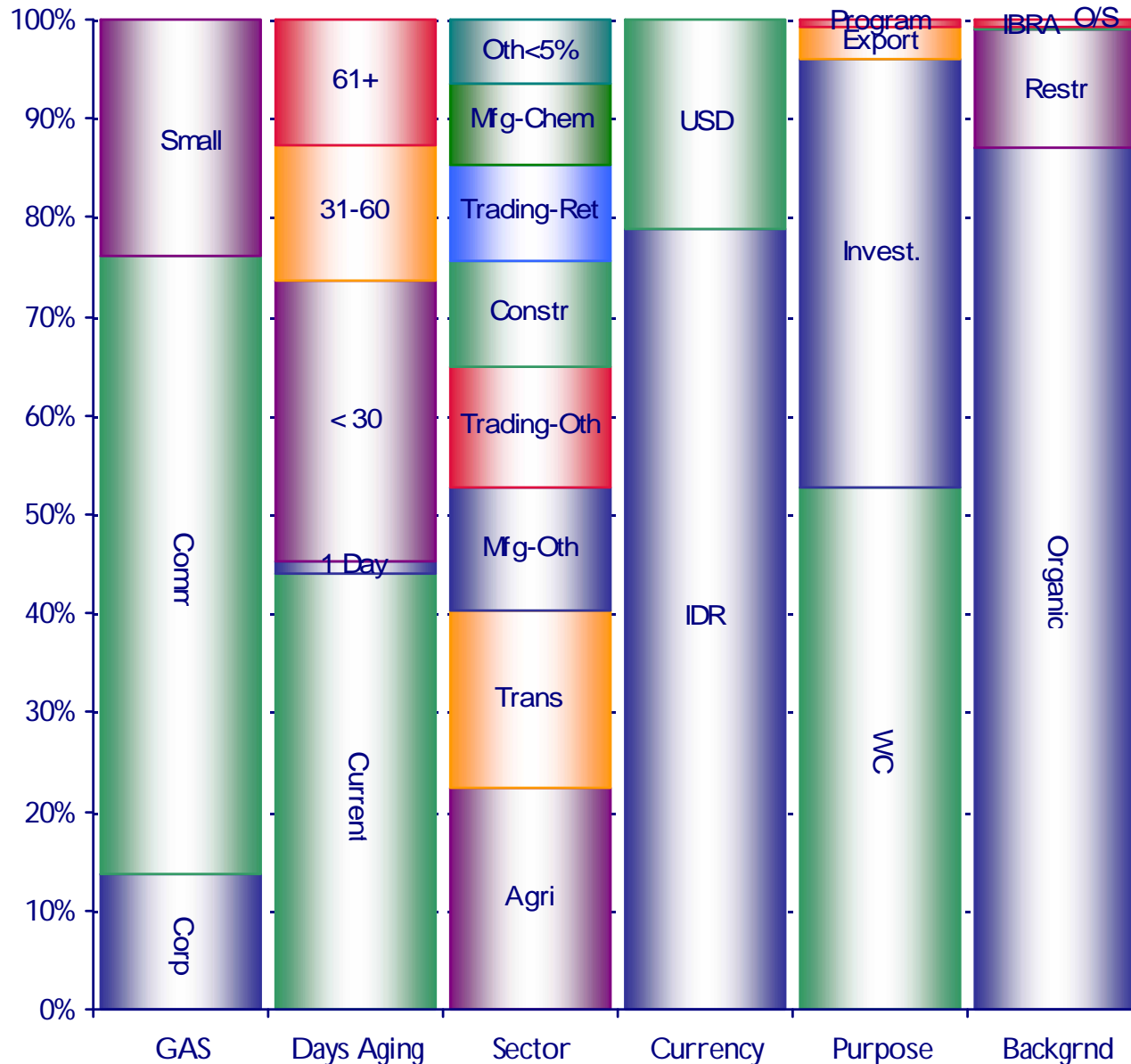


Quarterly NPL Stock & Interest DPD - Bank Only



Q1 2006 Loan Detail*: New Downgrades to Category 2

Loan Profile: Q1 Downgrades to Cat. 2 loans (Rp 1,492 bn) - Bank Only



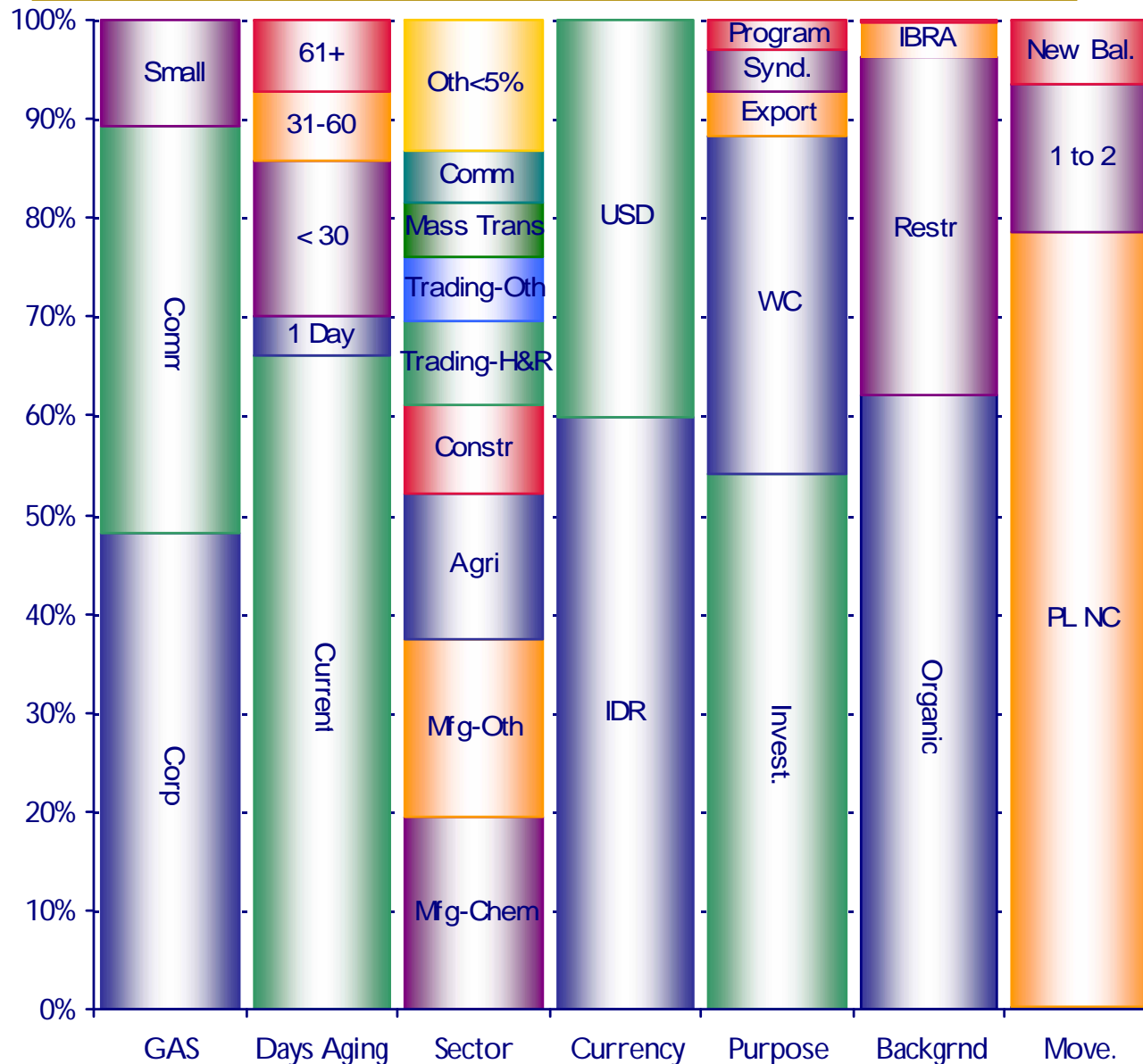
Rp 1,492 billion (1.5% of total loans) in Corporate, Commercial & Small Business loans were downgraded to Category 2 in Q1. Of the downgraded Special Mention Loans in Q1:

- 62.5% are for Commercial & 23.8% are for Small Business customers
- 44.1% are current & 1.1% are 1 day overdue
- Primary sectors downgraded are:
 - Agriculture
 - Transportation
 - Construction
 - Retail Trading
- 78.7% are Rupiah loans
- 52.8% are Working Capital loans
- 11.9% are Restructured loans
- 0.3% were purchased from IBRA

* Excluding Micro & Consumer Loans Only

Q1 2006 Loan Detail*: Category 2 Loans

Loan Profile: Q1 Category 2 Loans (Rp 9,928 bn) Bank Only



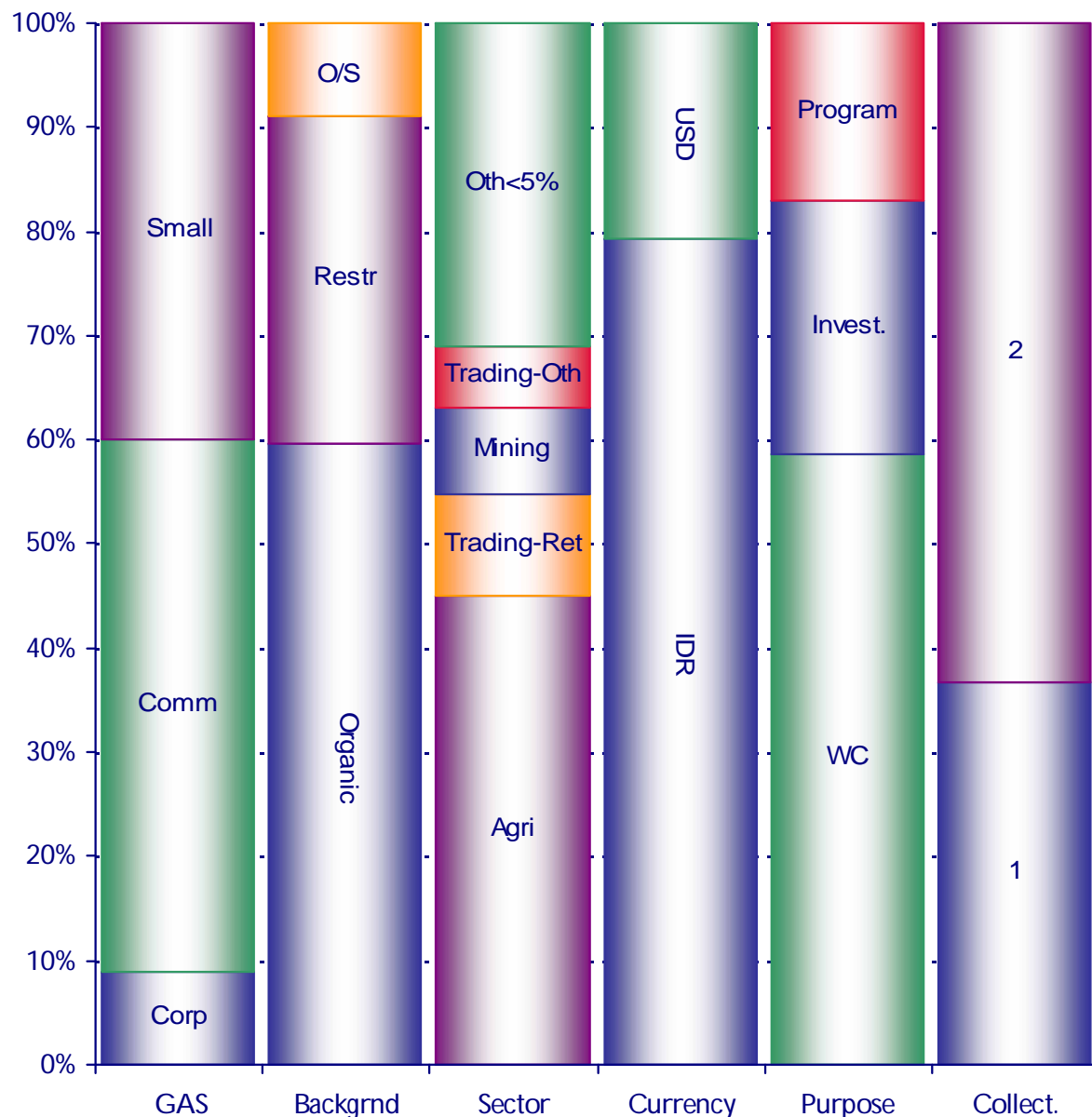
Rp 9,928 billion (10.1% of total loans) in Corporate, Commercial & Small Business loans were in Category 2 in Q1. Of these Special Mention loans in Q1:

- 48.1% are to Corporate customers
- 70.0% are current or 1 day overdue
- Primary sectors in Category 2 are:
 - Chemical Manufacturing
 - Agriculture
 - Construction
 - Trading, Hotels & Restaurants
- 59.8% are Rupiah loans
- 54.1% are Investment loans
- 34.0% are Restructured loans
- 3.7% were purchased from IBRA
- 78.1% saw no change in collectibility

* Excluding Micro & Consumer Loans Only

Q1 2006 Loan Detail*: Upgrades to PL

Loan Profile: Q1 Upgrades to PL (Rp 58 bn) - Bank Only



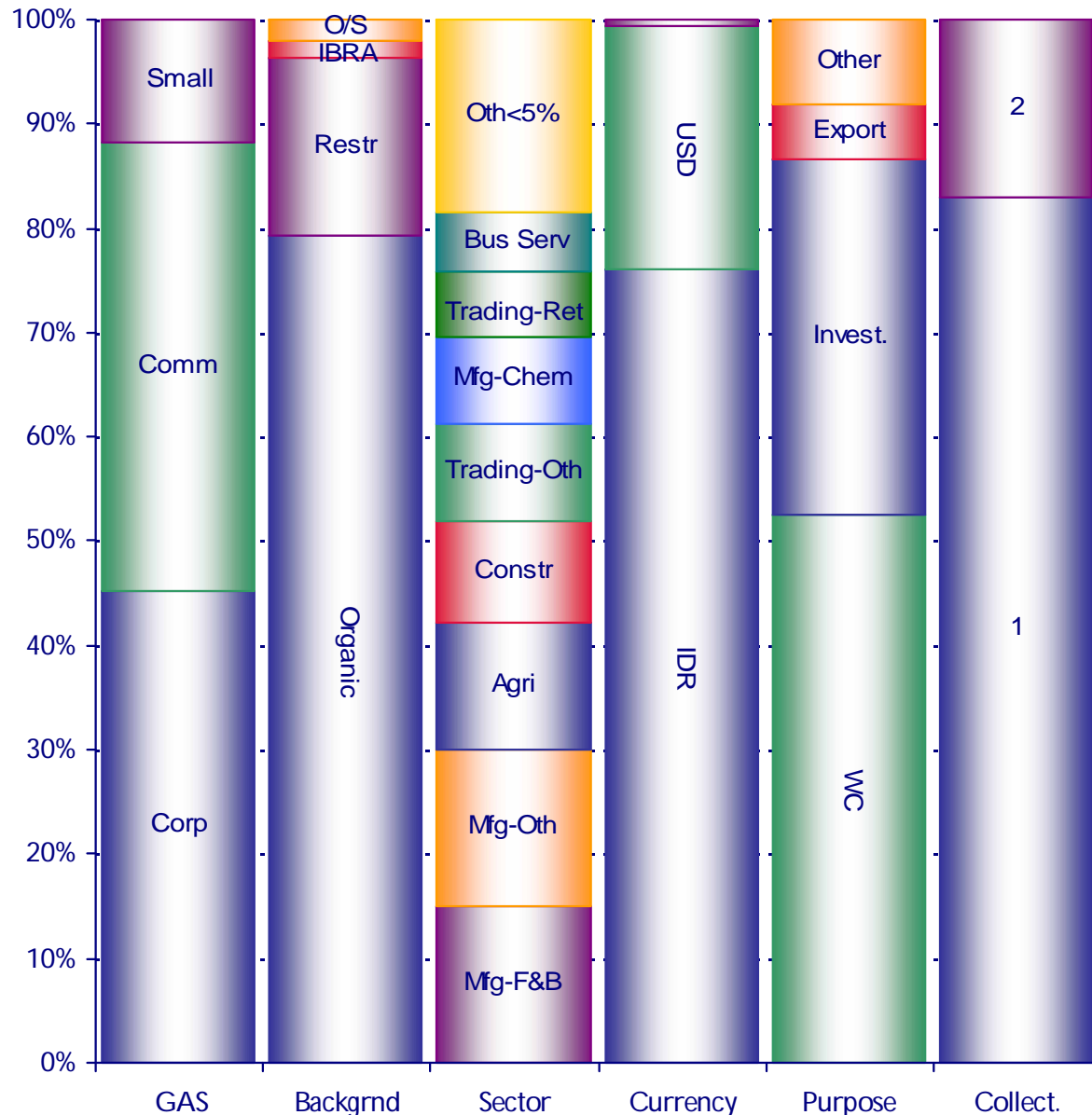
Corporate, Commercial & Small Business loans upgraded to PL in Q1 totaled Rp 58 billion (0.1% of total loans). Of these loans:

- 51.1% were to Commercial borrowers
- 68.4% were loans with no previous restructuring history
- 31.6% were loans previously restructured
- Largest upgrades by sector:
 - Agriculture
 - Retail Trading
 - Mining
- 79.4% were Rupiah loans
- 58.6% were Working Capital loans
- 63.3% of upgrades to PL were NPLs moving to Category 2
- 36.7% of upgrades to PL were NPLs moving to Category 1

* Excluding Micro & Consumer Loans Only

Q1 2006 Loan Detail*: Performing Loans

Loan Profile: Q1 Performing Loans (Rp 58,343 bn) Bank Only



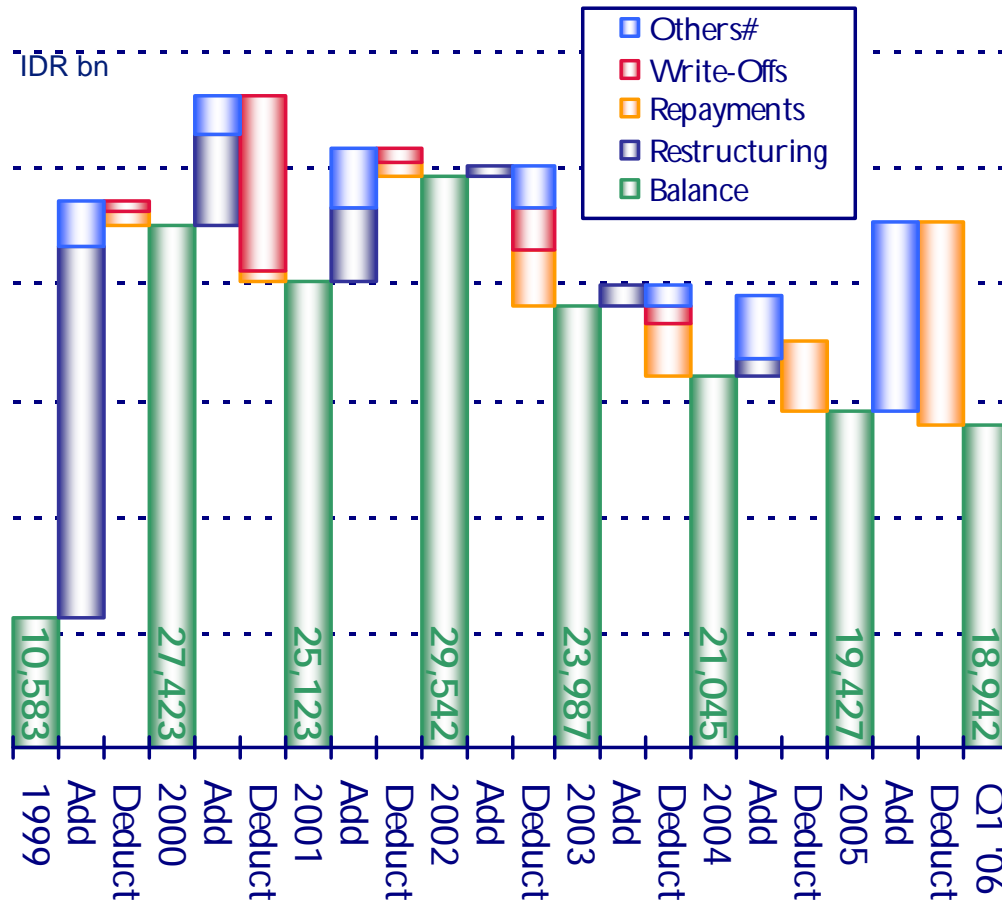
Rp 58,343 billion (59.5% of total loans) in Corporate, Commercial & Small Business loans were performing in Q1. Of these performing loans in Q1:

- 45.2% are to Corporate customers & 43.0% are to Commercial customers
- 81.4% have no restructuring history
- 17.0% are Restructured loans
- 1.6% were purchased from IBRA
- Primary sectors in Category 2 are:
 - F&B Manufacturing
 - Agriculture
 - Construction
 - Chemical manufacturing
- 76.2% are Rupiah loans
- 52.5% are Working Capital loans
- 90.0% saw no change in collectibility
- 0.1% were upgraded from NPL

* Excluding Micro & Consumer Loans Only

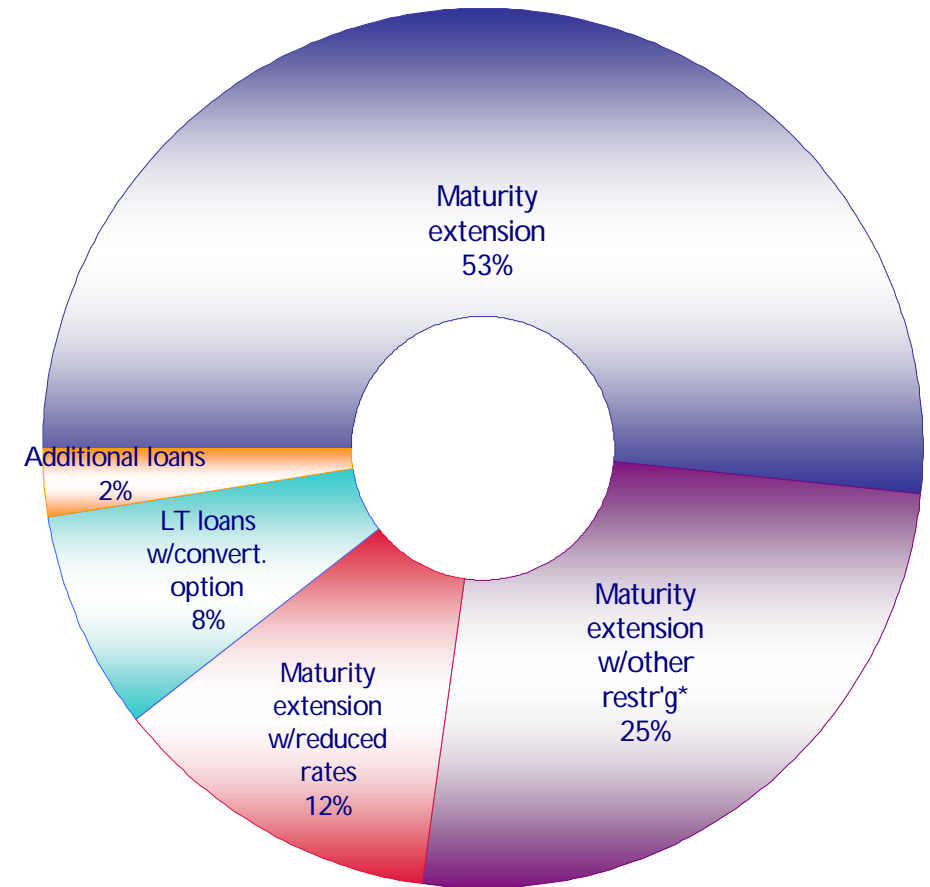
Limited Restructured Loan Activity in Q1 '06

Restructured Loan Movement 1999 - Q1 '06



(Rp billions)	FY '04	FY '05	Q1 '06
Loans Restructured	391	718	19
NPL Collections	813	1,118	228

Loans by Restructuring Type in Q1 2006

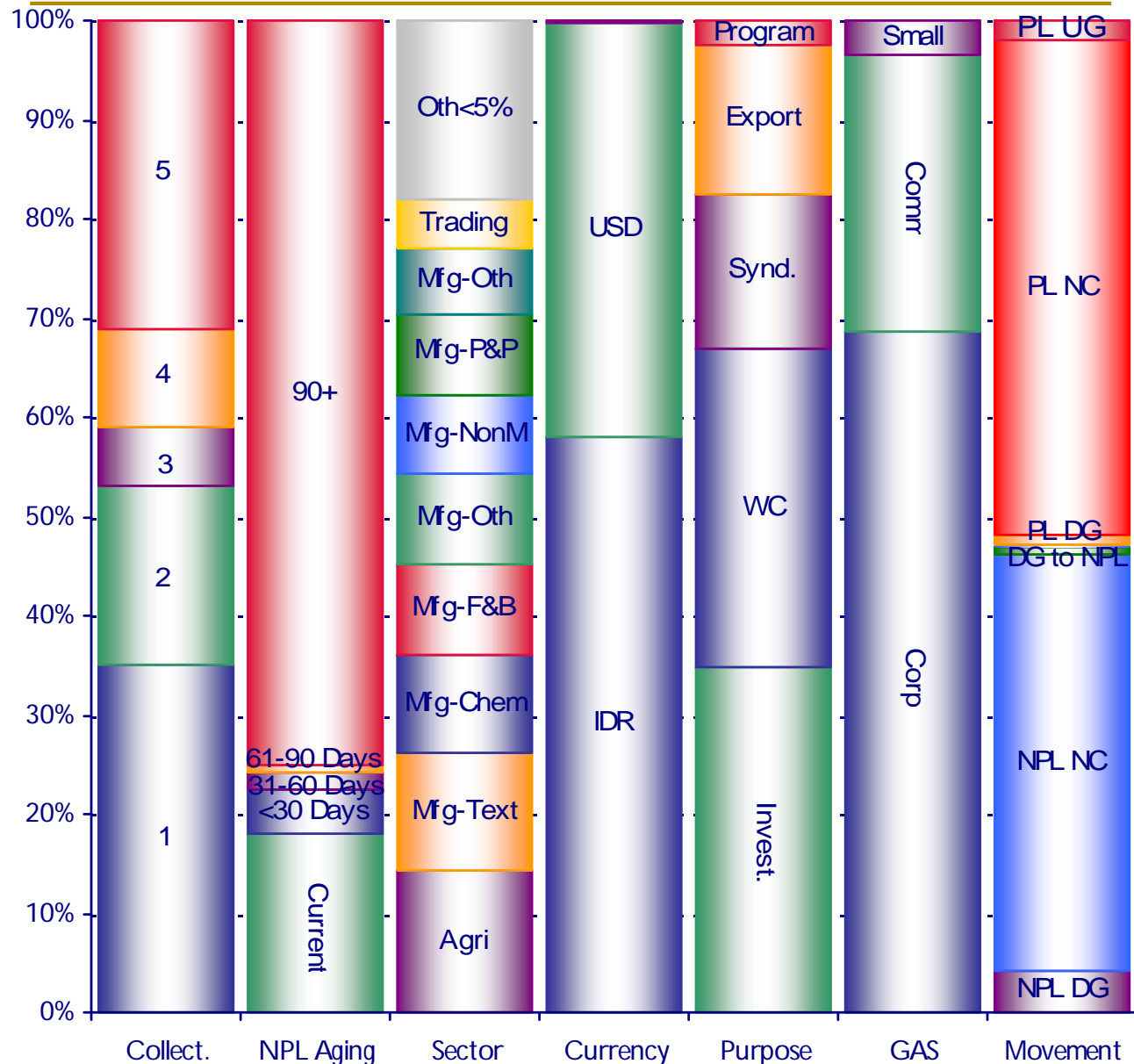


*Other Restructuring includes reduction of interest rates, rescheduling of unpaid interest & extension of repayment period for unpaid interest

#Others includes partial payments, FX impacts, and fluctuation in Working Capital facilities

Q1 2006 Loan Detail*: Restructured Loans

Loan Profile: Q1 Restructured Loans (Rp 18,763 bn) Bank Only



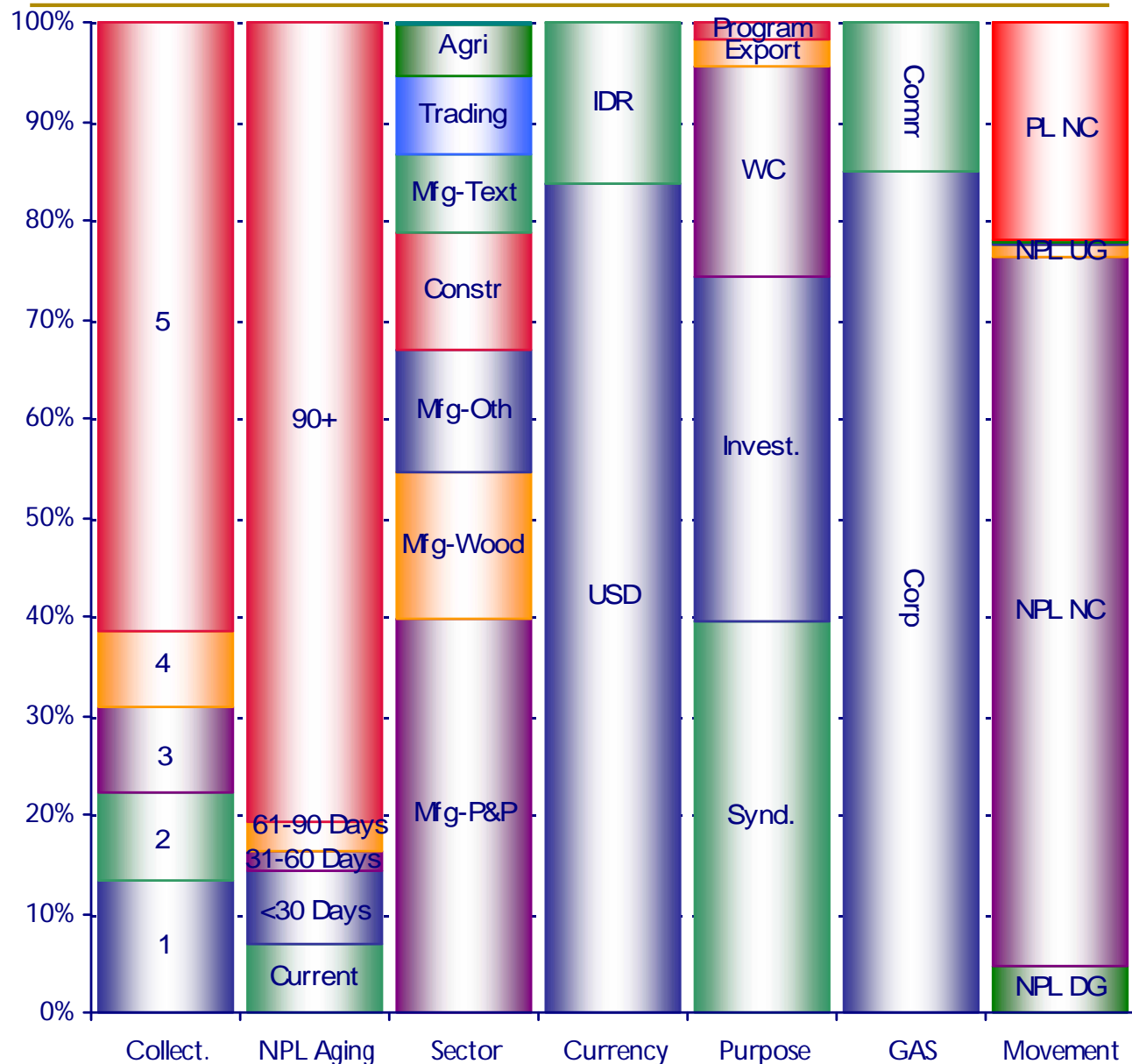
Of the remaining Rp 18,763 billion in restructured Corporate, Commercial & Small Business loans in Q1, or 19.1% of total loans:

- 53.0% are performing
- 72.2% of loans in Category 2 are current in interest payments
- Of the 47.0% which are in NPL, 17.9% are current in interest payments
- Primary sectors are:
 - Agriculture
 - Manufacturing
 - Chemicals
 - Textiles
 - F & B
- 58.1% are Rupiah loans
- 34.9% are Investment loans
- 68.6% are to Corporate customers
- 6.0% deteriorated in collectibility
- 2.0% showed improved collectibility

* Excluding Micro & Consumer Loans Only

Q1 2006 Loan Detail*: IBRA Loans

Loan Profile: Q1 Restructured Loans (Rp 4,124 bn) Bank Only

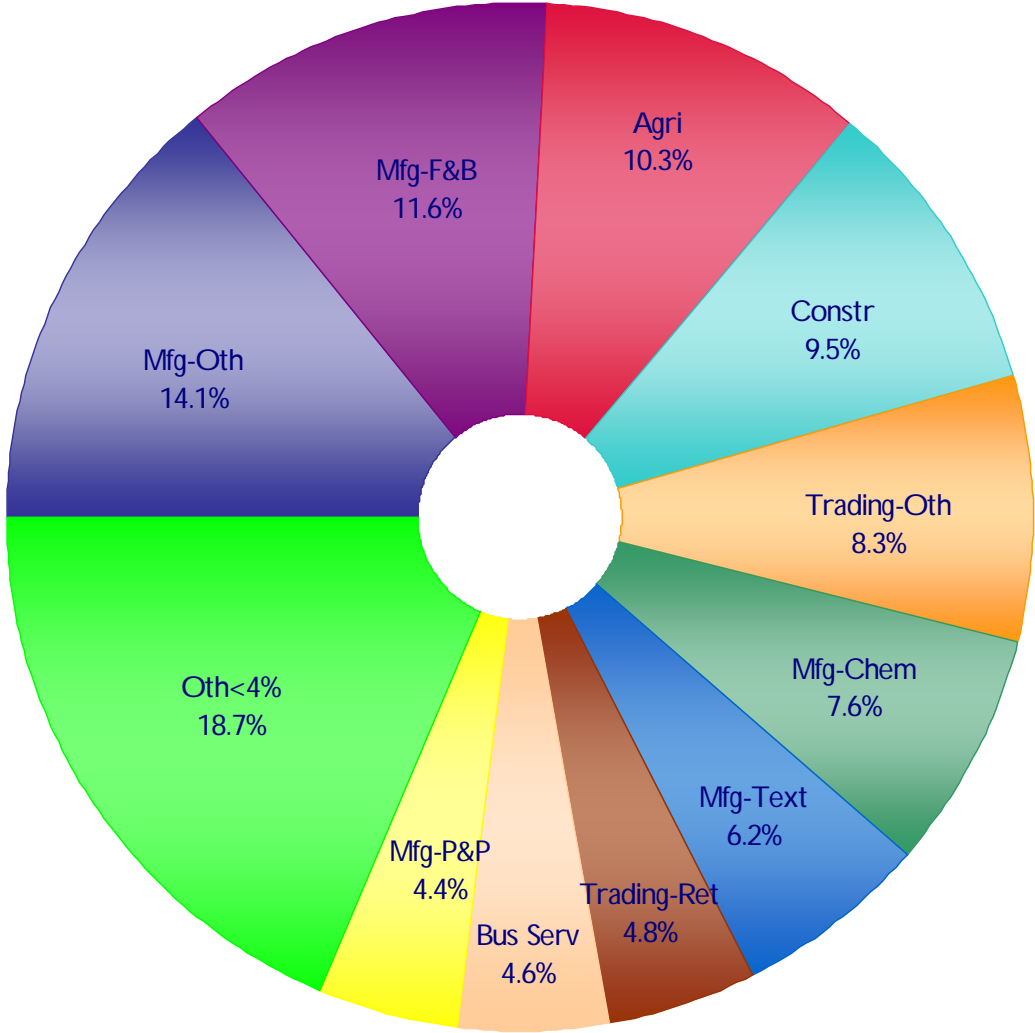


Rp 4,124 billion in loans purchased from IBRA remain on the books as of Q1, accounting for 4.2% of total loans:

- 22.1% are performing
- 94.8% of loans in Category 2 are current in interest payments
- Of the 77.9% which are in NPL, 6.9% are current in interest payments
- Primary sectors are:
 - Manufacturing
 - Pulp & Paper
 - Wood
 - Textiles
 - Construction
- 83.7% are US Dollar loans
- 39.6% are Syndicated loans, with another 34.7% Investment loans
- 84.9% are to Corporate customers
- 5.0% deteriorated in collectibility during the quarter

* Excluding Micro & Consumer Loans Only

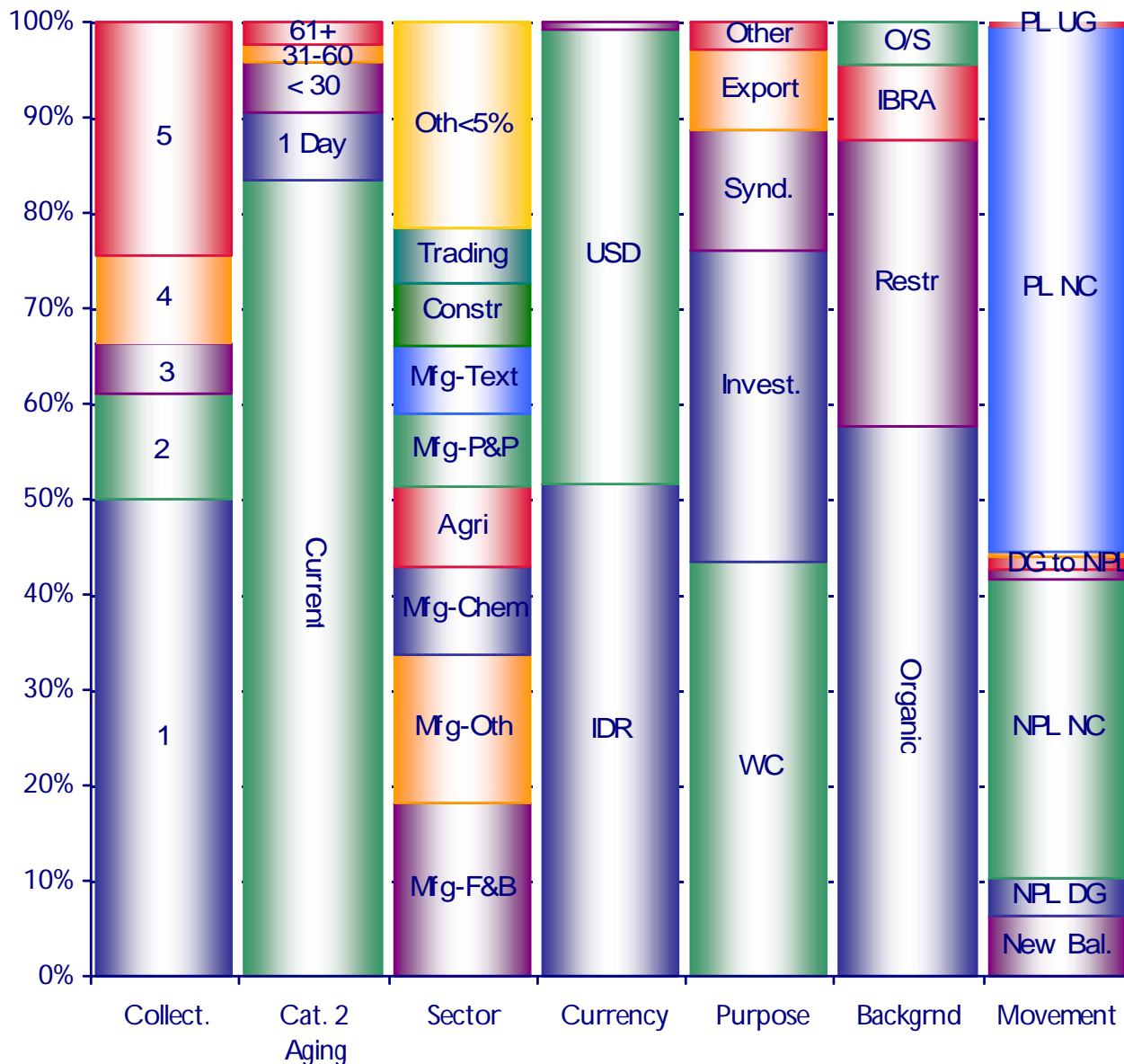
Loan Portfolio Sector Analysis, Q1 2006



(1) * Non-consolidated numbers
Each sector < 4%

Q1 2006 Loan Detail: Corporate Loans

Loan Profile: Q1 Corporate Loans Only (Rp 43,073 bn) Bank Only

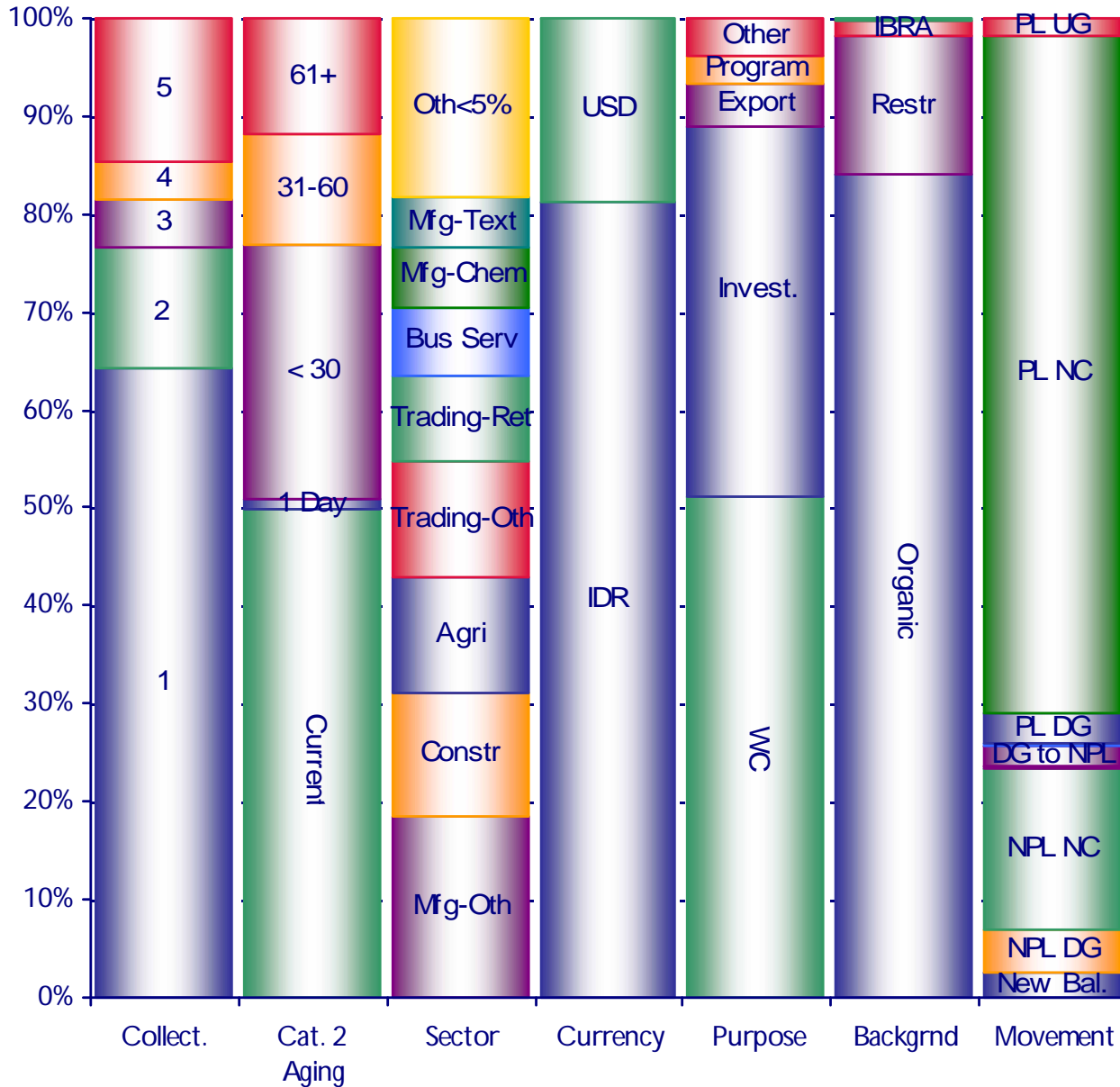


Rp 43,073 billion in loans were in the Corporate portfolio in Q1, or 43.9% of total loans. Of the Corporate Loans in Q1:

- 61.2% are performing loans, with 11.1% in Category 2
- 83.4% of Category 2 loans are current in interest payments
- 23.0% of NPLs are current in interest payments, with another 8.0% less than 30 days overdue
- Primary sectors in Corporate are:
 - Food & Beverage Mfg
 - Chemical Mfg
 - Pulp & Paper Mfg
 - Agriculture
- 51.5% are Rupiah loans
- 43.5% are Working Capital loans
- 29.9% are Restructured loans
- 8.1% were purchased from IBRA

Q1 2006 Loan Detail: Commercial & Small Business Loans*

Loan Profile: Q1 Commercial & Small Loans* Only (Rp 41,694 bn) Bank Only



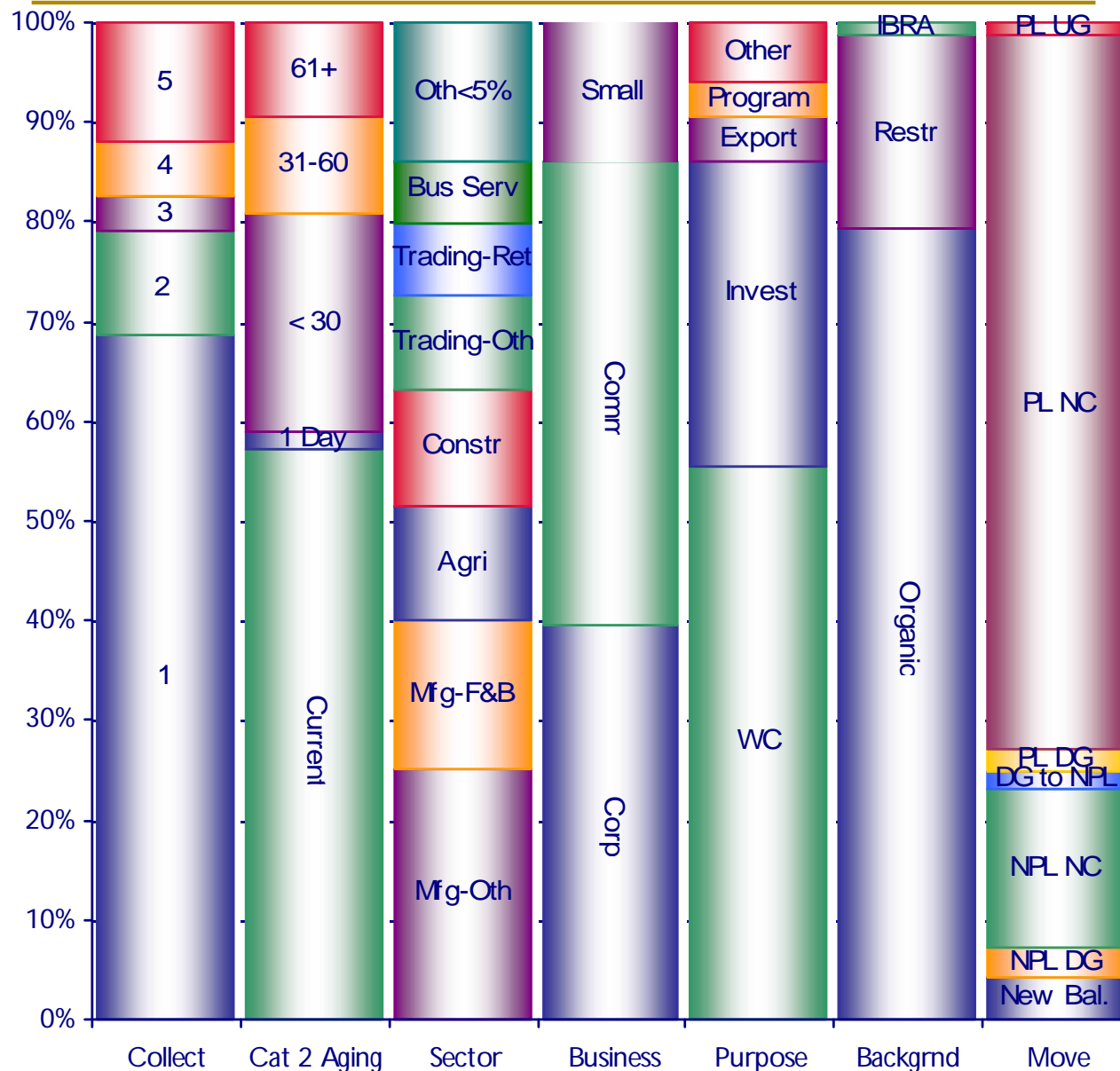
Rp 41,694 billion in loans were in the Commercial portfolio in Q1, or 42.5% of total loans. Of the Commercial & Small Business Loans* in Q1:

- 76.7% are performing, with 12.4% in Category 2
- 50.8% in Category 2 are current or 1 day overdue in interest payments
- 20.5% of NPLs are current in interest payments and 4.2% are less than 30 days overdue
- Primary sectors in Commercial are:
 - Construction
 - Agriculture
 - Trading & Retail
 - Business Services
- 81.3% are Rupiah loans
- 51.2% are Working Capital loans
- 14.1% are Restructured loans
- 1.5% were purchased from IBRA

* Excluding Micro Loans

Q1 2006 Loan Detail*: Rupiah Loans

Loan Profile: Q1 Loans (Rp 56,095 bn) Bank Only



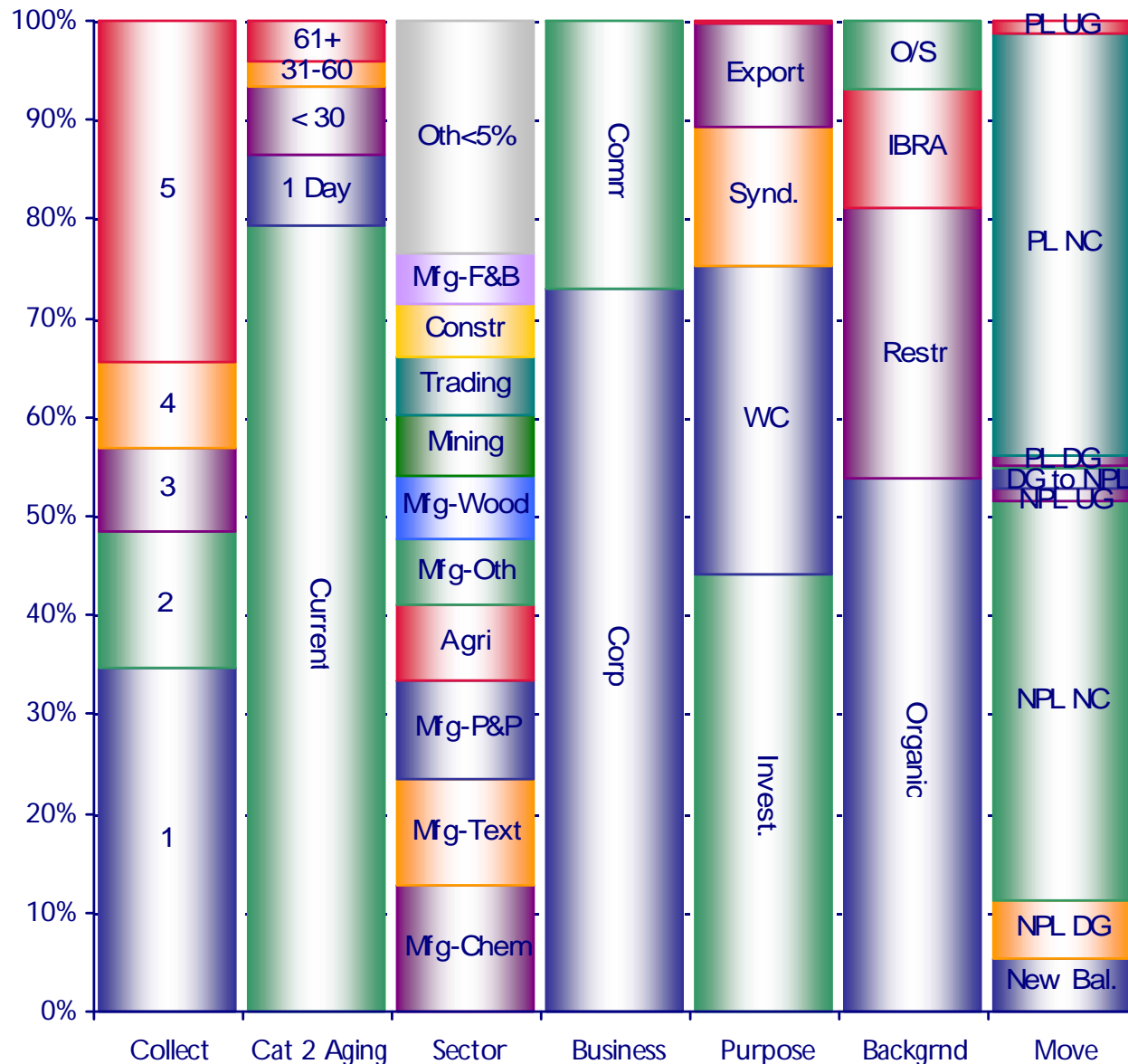
Rp 56,095 billion in loans were Rupiah denominated in Q1, or 57.2% of total loans. Of the Rupiah Loans in Q1:

- 79.2% are performing loans with 10.6% in Category 2
- 57.1% of Category 2 loans are current in interest payments
- 10.8% of NPLs are current in interest payments
- Primary sectors in Corporate are:
 - Food & Beverage Mfg
 - Agriculture
 - Construction
 - Trading
- 46.6% are Commercial loans
- 55.6% are Working Capital loans
- 19.4% are Restructured loans
- 1.2% were purchased from IBRA

* Excluding Micro & Consumer Loans Only

Q1 2006 Loan Detail*: Foreign Currency Loans

Loan Profile: Q1 FX Loans (Rp 28,673 bn) Bank Only



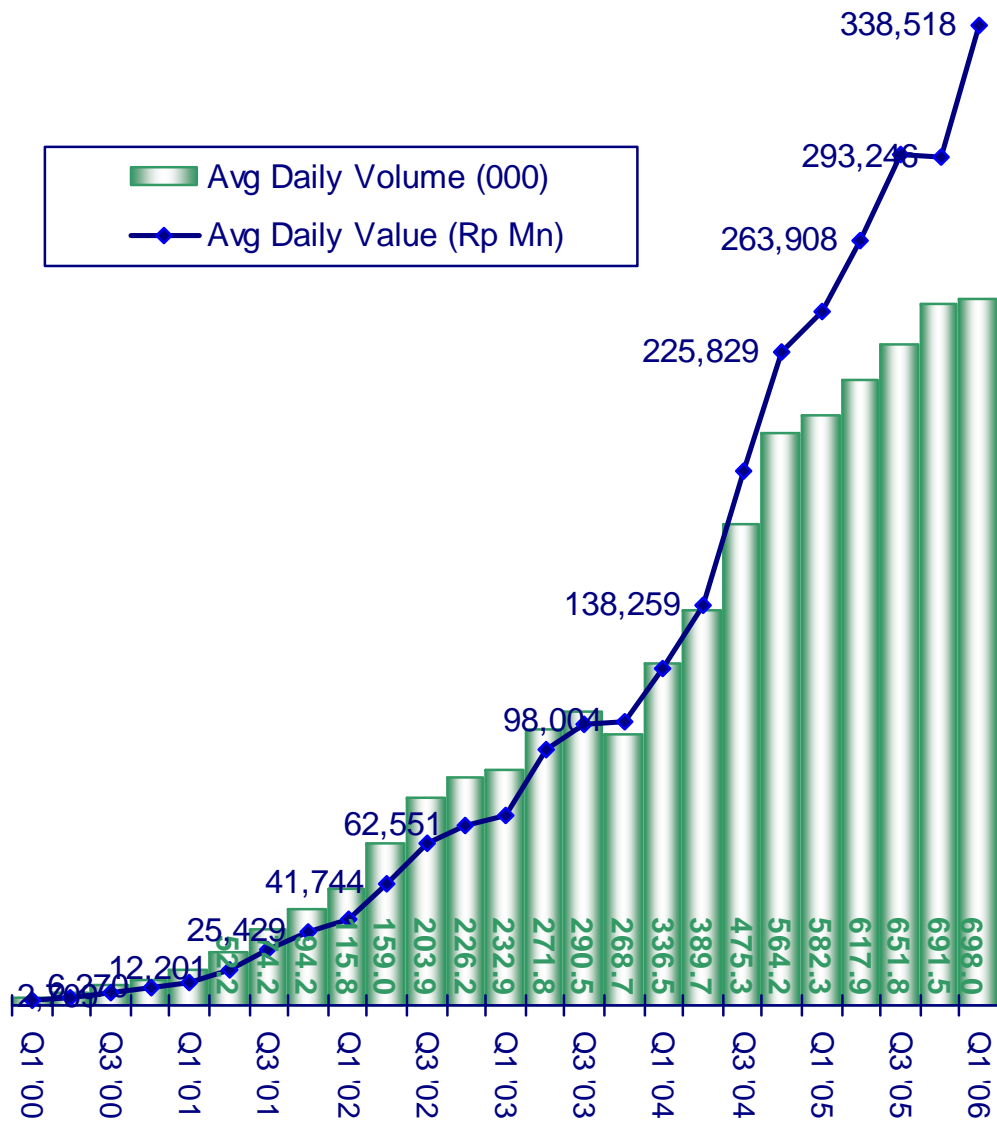
Rp 28,673 billion in loans were foreign currency denominated in Q1, or 29.2% of total loans. Of the FX Loans in Q1:

- 48.5% are performing loans with 13.9% in Category 2
- 79.4% of Category 2 loans are current in interest payments
- 31.0% of NPLs are current in interest payments
- Primary sectors in Corporate are:
 - Manufacturing of
 - Chemicals
 - Textiles & Leather
 - Pulp & Paper
 - Agriculture
 - Mining
- 72.8% are Corporate loans
- 44.1% are Investment loans
- 27.4% are Restructured loans
- 12.0% were purchased from IBRA

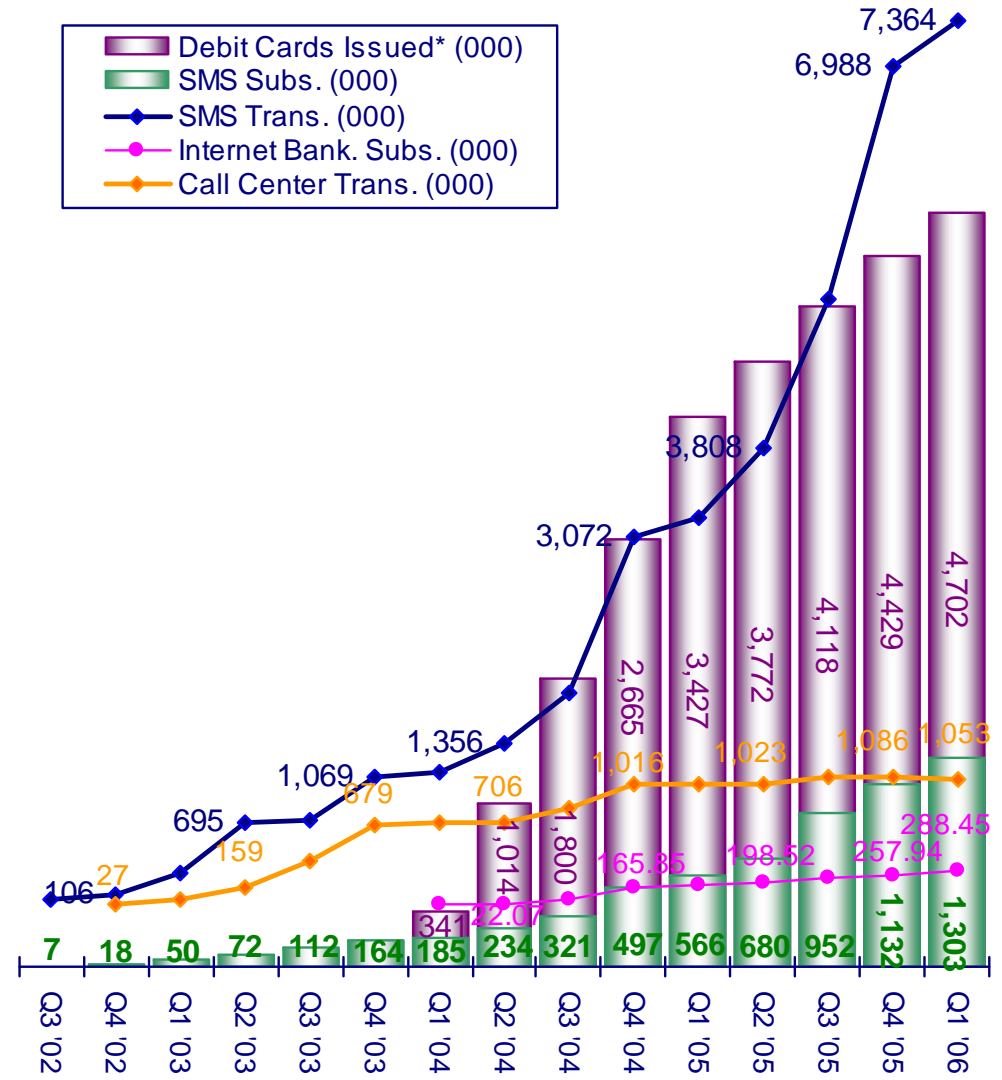
* Excluding Micro & Consumer Loans Only

Electronic banking channels rapidly expanding

ATM Average Daily Transaction Volume and Value



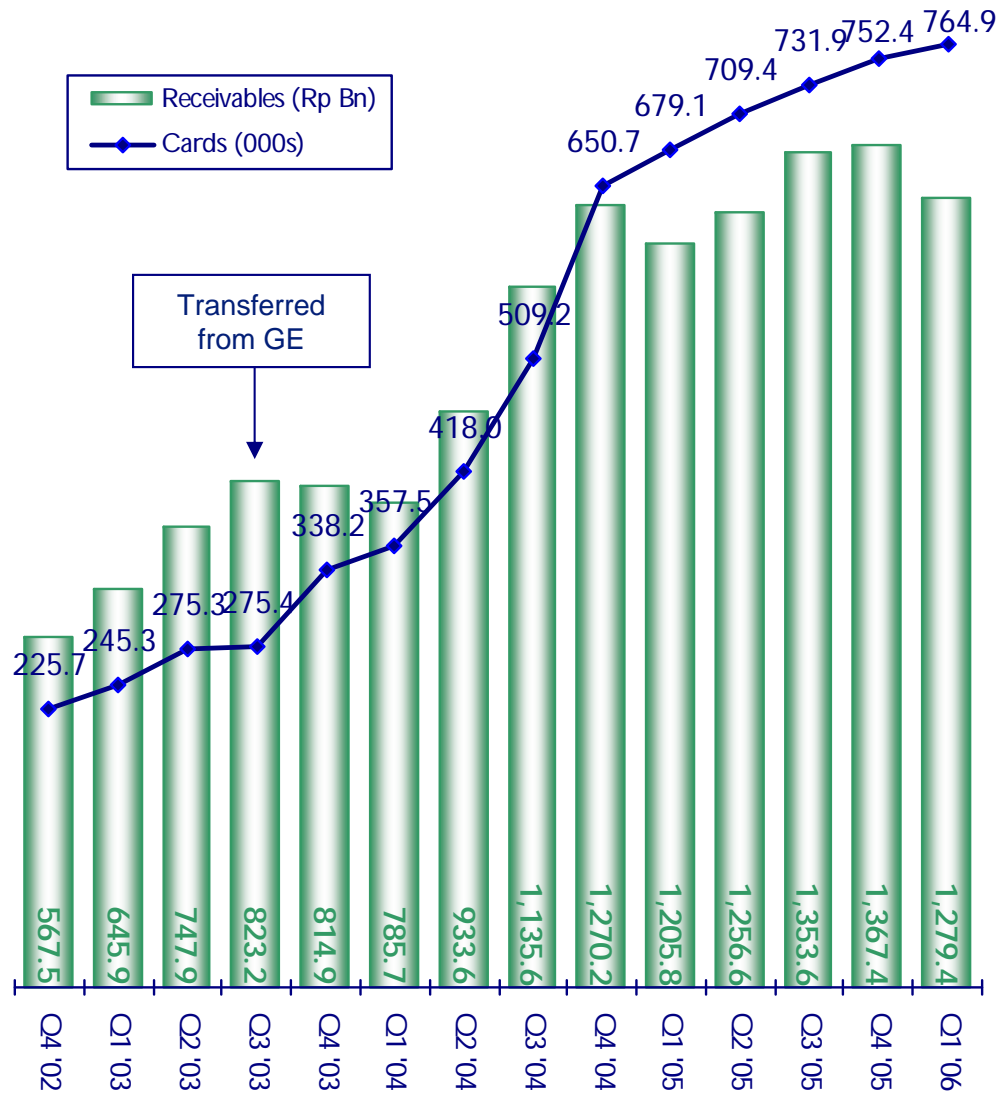
Other Transaction Services



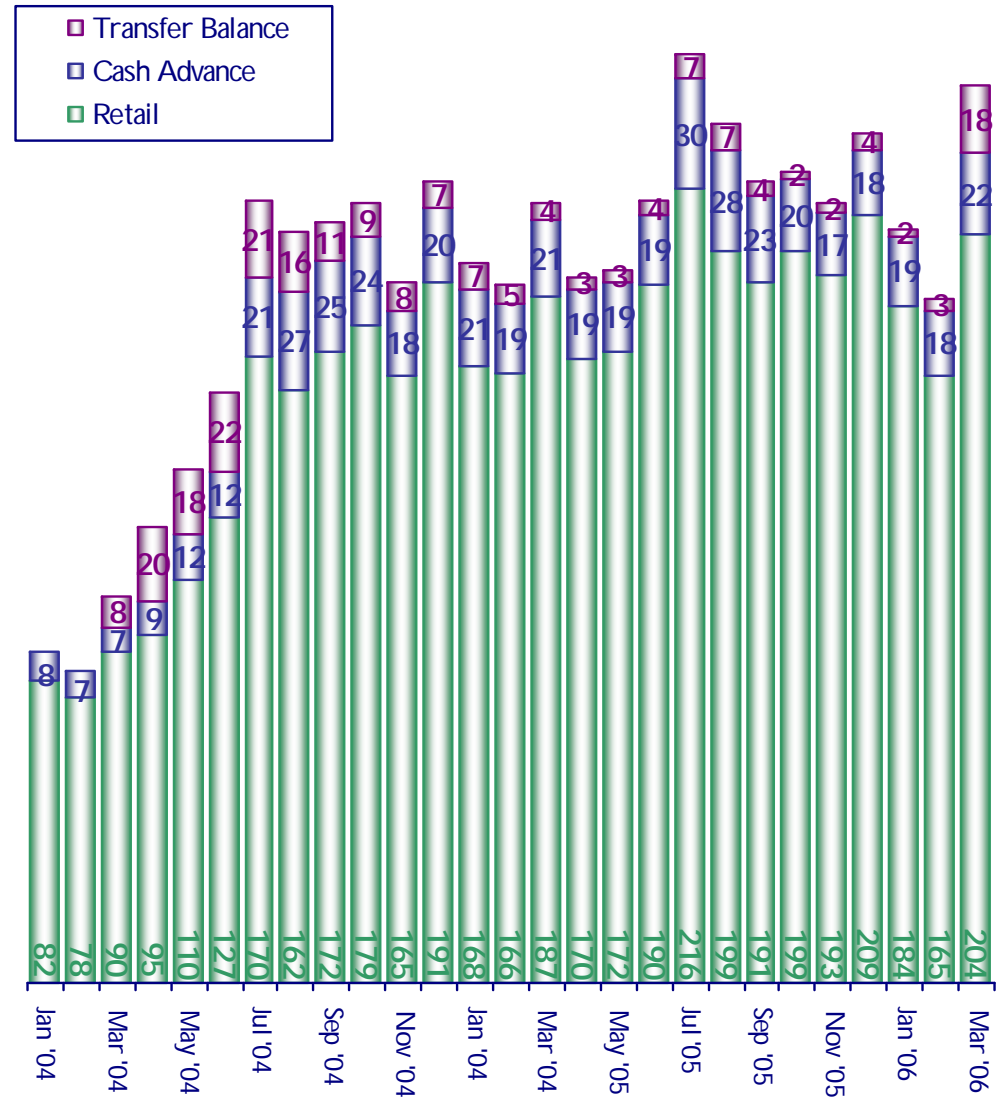
* Debit Cards reintroduced in Jan. '04

Credit Card business growth has resumed

Mandiri Visa Card Holders and EOQ Receivables

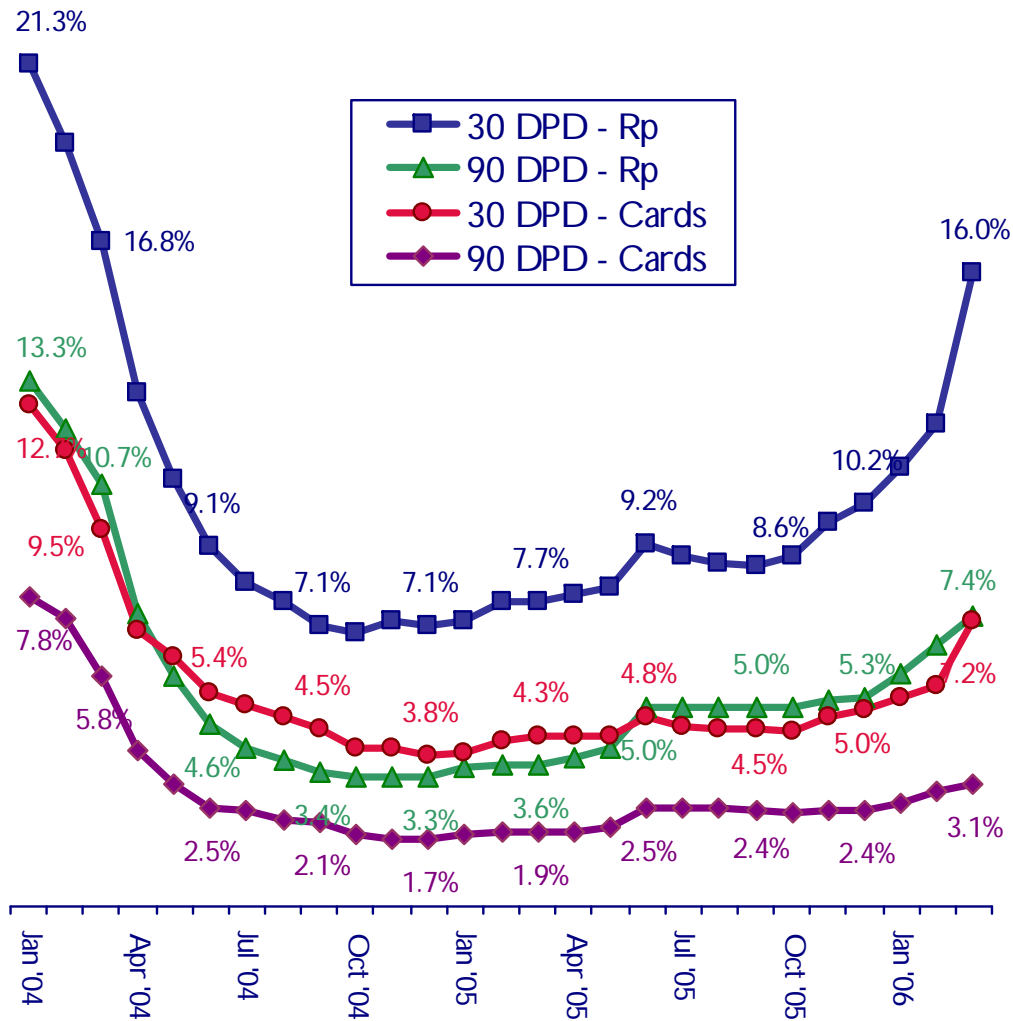


Visa Card Monthly Sales by Type of Transaction (Rp Billion)

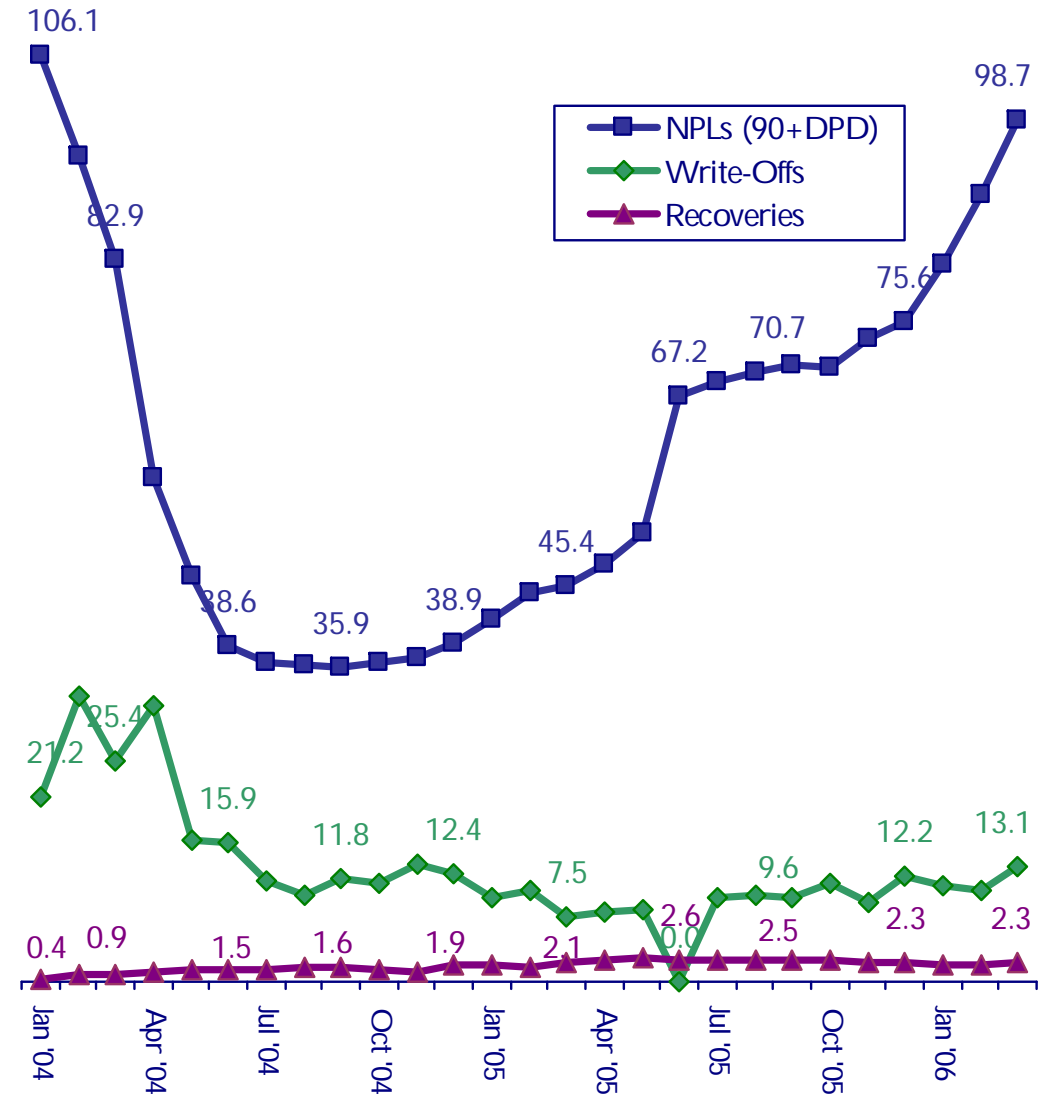


Credit Card portfolio stable throughout in Q1

Mandiri Visa Card Delinquency Rates (%)



Monthly Charge-offs, NPLs & Recoveries (Rp Billion)

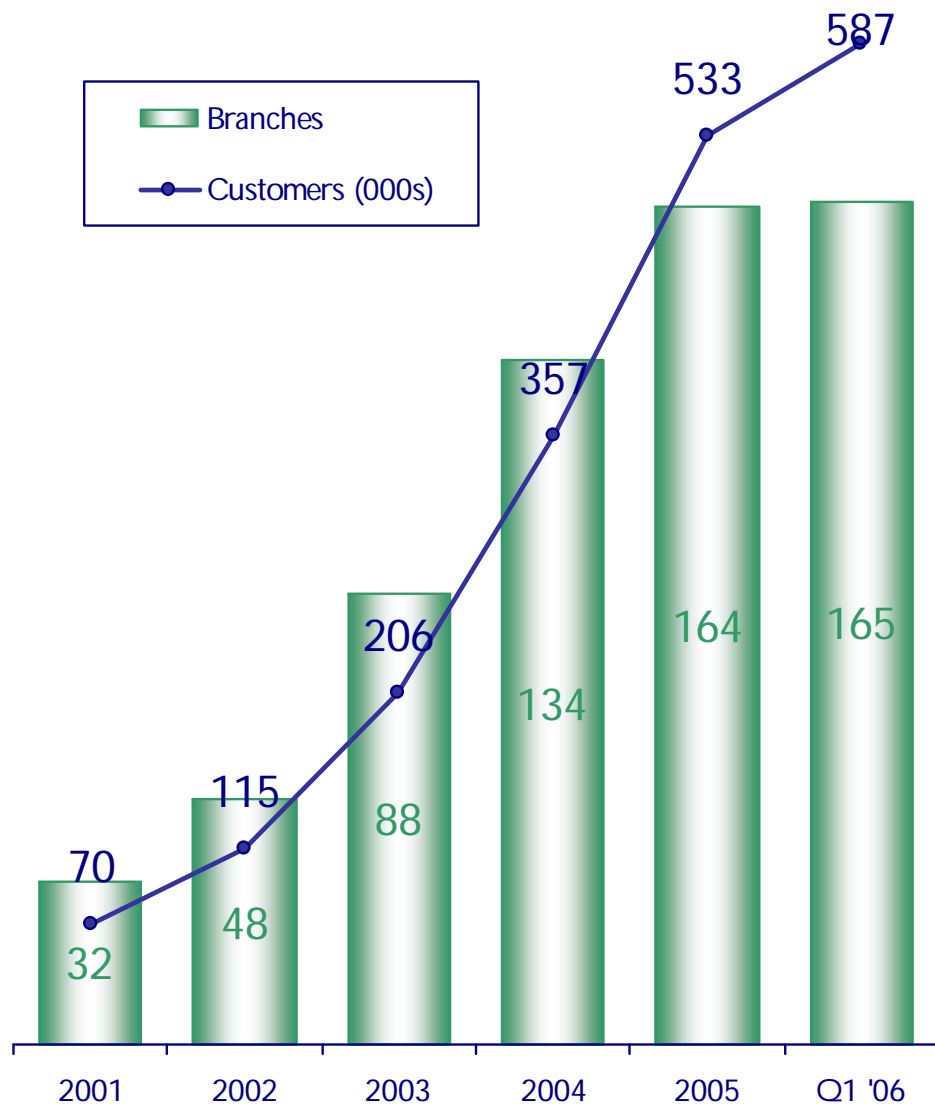


Summary of Principal Subsidiaries

Bank Syariah Mandiri	Mandiri Sekuritas	AXA Mandiri
<ul style="list-style-type: none"> • Equity Investment of Rp650.3 billion • Total Assets Rp8,228billion, with total financing extended of Rp6,177billion and total funds Rp7,040billion • Operating Income of Rp208.7 billion and Profit After Tax of Rp17.7 billion • Market share against Syariah Banking: 40.05% in assets, 38.61% in financing extended and 47.06% in deposits. • CAR=12.67% • ROA=1.41% • ROE=11.15% • 165 outlets, consisting of 111 branches and 54 cash outlets, along with 51 branded ATMs 	<ul style="list-style-type: none"> • Equity Investment of Rp671.7 billion • Total Assets Rp1,028 billion, total liabilities Rp314.5 billion and Equity of Rp713 billion • Operating Income amount to Rp21.6 billion, and PAT Rp10.9 billion • Equity transactions in BEJ of Rp5,065 billion • Bond transactions (SUN & Corporate) through BES and HIMDASUN of Rp3,322 billion • Largest local bond house : 42% of all secondary trading of Government bonds and 17% of all secondary trading of corporate bonds in the country. • Assets Under Management amounting to Rp316 billion on average. 	<ul style="list-style-type: none"> • Equity Investment of Rp69.5 billion • Total Assets of Rp1,146 billion and Annual First Year Premium (AFYP) of Rp53.5 billion • Total Gross Written Premium (GWP) amounted to Rp104 billion, consisting of unit-linked premiums of Rp95 billion (92%) and traditional product premiums of Rp8.4 billion (8%). Group business accounted for Rp11.8 billion, with the remainder of Rp91.9 billion from individual premiums • Embedded value of Rp259 billion (before expense overruns) and appraisal value of Rp1,057 billion • Operating since December 2003, has a presence in 593 Bank Mandiri branches with a team consisting of 662 Financial Advisors (FAs) • As of Q4 2005, AXA Mandiri was number 3 out of all life insurance companies in Indonesia, with a market share of new business of 7.5%

Bank Syariah Mandiri

Branch Network & Customer Growth



Summary Balance Sheet (Rp Billions)

Rp Bn	2003	2004	2005	Q1 '06
Total Assets	3,422	6,870	8,273	8,228
Cash & placement w/ BI	1,023	796	1,689	1,232
Current Accounts & Placements w/Other Banks	36	235	168	231
Securities - Net	76	427	383	473
Total Financing	2,162	5,267	5,791	6,177
Allowances	(42)	(86)	(127)	(138)
Total Financing - Net	2,119	5,181	5,664	6,039
Third Party Funds	2,629	5,882	7,037	7,040
Demand Deposits	298	981	1,261	1,491
Savings Deposits	753	1,567	1,958	2,068
Time Deposits	1,578	3,334	3,818	3,481
Shareholders Equity	450	549	633	650

Bank Syariah Mandiri

Summary P&L (Rp billions)

	2002	2003	2004	2005	Q1 '06
Total Operating Income	162.7	279.4	584.2	865.5	208.7
3rd Party Share on Returns	71.5	148.4	269.2	386.4	112.2
Bank's Share in Operating Income	91.3	131.1	315.0	479.1	96.5
Other Operating income	35.5	51.9	102.0	93.6	27.1
Operating Expenses	84.4	159.9	276.4	435.6	90.6
Income from Operations	42.3	23.0	140.6	137.2	24.2
Net Income before tax	43.4	24.5	150.4	136.7	26.0
Net Income after tax	30.1	15.8	103.4	83.8	17.7

Selected Financial Ratios

LDR	74.6%	66.1%	83.3%	75.6%	87.8%
CAR	39.3%	20.9%	10.6%	11.9%	12.7%
ROA	3.6%	1.0%	2.9%	1.8%	1.4%
ROE	7.4%	3.6%	22.3%	14.6%	11.2%

Mandiri Sekuritas

Summary Balance Sheet

Rp Bn	2003	2004	2005	Q1 '06
Total Assets	1,079.7	1,435.7	1,258.7	1,027.9
Cash & Equivalent	82.9	117.4	51.8	104.7
Time deposit	50.0	50.0	-	0.0
Marketable Securities	794.0	538.8	746.5	550.7
Receivables	123.0	478.6	84.3	91.6
Property & Equipment-net	8.0	11.8	9.6	10.3
Total Liabilities	380.8	699.3	565.9	314.5
Payable to Clearing & Guarantee body	79.3	39.1	30.1	46.1
Payable to customers	61.7	420.3	52.7	53.6
Repo	67.0	2.0	137.1	87.1
Bank Loans	150.0	190.0	305.0	105.0
Shareholders Equity	698.9	736.4	692.8	713.3

Summary P&L

Rp Bn	2003	2004	2005	Q1 '06
Operating Revenue	102.4	244.0	197.3	47.7
Brokerage Commissions	3.9	15.6	20.9	4.5
Investment Mgmt Fees	5.1	53.0	42.6	1.1
Advisory fees	6.1	10.4	6.0	0.9
Underwriting & Selling Fees	24.9	20.6	9.0	0.3
Gain on Trading of Marketable Securities	25.5	61.9	(13.1)	10.9
Interest & Dividends	33.5	82.7	131.8	30.0
Operating Expenses	54.1	134.6	114.5	26.1
G & A expenses	11.6	23.4	20.6	4.2
Salaries and allowances	29.8	53.7	48.4	13.8
Commissions	5.7	36.2	21.2	2.2
Profit from operations	48.4	109.4	82.8	21.6
Other income (charges) - net	24.0	(8.1)	(34.8)	(6.5)
Income before tax	72.4	101.3	48.0	15.1
Net Income after tax	52.7	63.0	18.4	10.9

New Management Team as of 22 May 2006



Agus Martowardojo
President Director



I Wayan Agus Mertayasa
Deputy President Director
Acting CFO



Omar S. Anwar
Director
Consumer Finance



Abdul Rachman
Director
Corporate Banking



Sasmita
Director
Technology &
Operations



Zulkifli Zaini
Director
Commercial Banking



Sentot A. Sentausa
Director
Risk Management



Bambang Setiawan
Director
Compliance &
Human Capital



Budi G. Sadikin
Director
Micro & Retail
Banking



Thomas Arifin
Director
Treasury



Riswinandi
Director
Special Asset
Management

CURRICULUM VITAE Director



Personal Data:

Name : Sentot A. Sentausa
Date of Birth : Jakarta, 10 June 1957

Educational Background:

Master of Business Administration, Monash University, Melbourne, 1995;
Bachelor of Statistics, Faculty of Math and Science, Padjadjaran University, Bandung, 1983

Work Experience:

Coordinator, Risk Management Bank Mandiri, 2005;
Group Head/SVP, Consumer Risk Management Bank Mandiri, 2004;
Group Head/SVP, Procurement and Fixed Asset Bank Mandiri, 2003.



Personal Data:

Name : Thomas Arifin
Date of Birth : Tanjung Enim, 16 January 1961

Educational Background:

Master of Business Administration, European University, Toulouse, France, 1993-Present;
Bachelor of Management, University of Indonesia, Jakarta, 1990
Bachelor of Accounting, Parahyangan Catholic University, Bandung, 1986

Work Experience:

General Manager, Risk Management Group Bank Permata, 2003;
First Vice President, International Banking Group Head Bank Bali, 2002-2003;
First Vice President, General Manager Bank Bali Los Angeles Branch, USA, 1996-2002.

CURRICULUM VITAE Director



Personal Data:

Name : Budi Gunadi Sadikin
Date of Birth : Bogor, 6 May 1964

Educational Background:

Bachelor of Physics, Faculty of Math and Science, Institute of Technology, Bandung 1988

Work Experience:

Executive Vice President, Head Of Consumer Mass Market Bank Danamon, 2003-2006;
Senior Vice President, Director Of Consumer and Commercial Bank, ABN-AMRO
Indonesia & Malaysia, 2002-2003;
Senior Vice President, Director Of Consumer and Commercial Bank, ABN-AMRO
Indonesia, 2000-2002;



Personal Data:

Name : Bambang Setiawan
Date of Birth : Semarang, 20 November 1958

Educational Background:

Master of Business Administration in Accounting, Temple University, Philadelphia,
Pennsylvania, 1993;
Bachelor of Accounting, Airlangga University, Surabaya, 1984

Work Experience:

Coordinator, Information and Technology/Group Head Accounting Bank Mandiri, 2005;
Deputy Head in Technology, Center of Financial Transaction Reporting and Analysis, 2004;
Group Head/Senior Vice President Compliance Bank Mandiri, 2003;
Project Head/Vice President Financial Control Bank Mandiri, 2001;

CURRICULUM VITAE Director



Personal Data:

Name : Riswinandi
Date of Birth : Jakarta, 12 September 1957

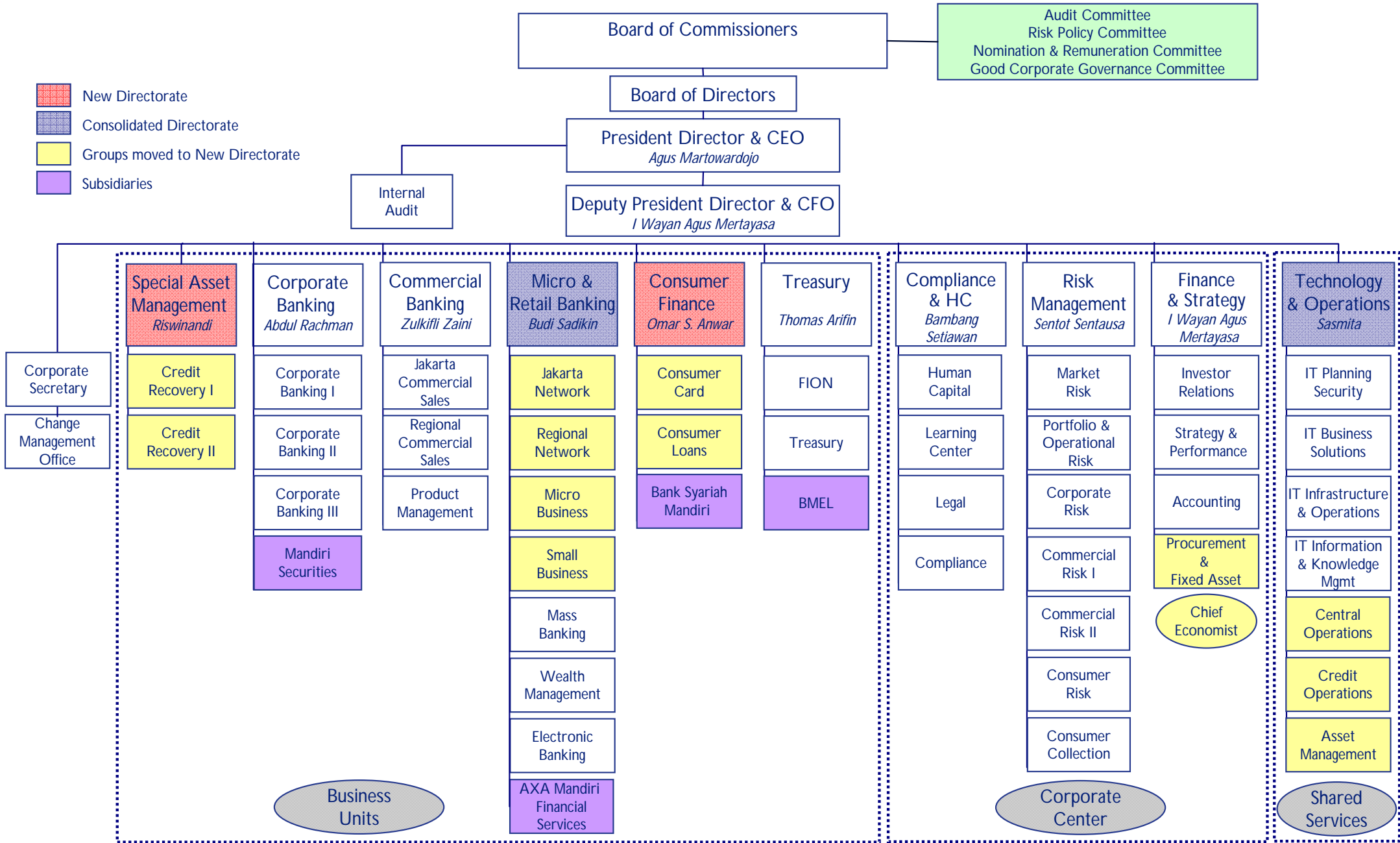
Educational Background:

Bachelor of Corporate Management, Trisakti University, Jakarta, 1983

Work Experience:

Group Head Credit Recovery II Bank Mandiri, 2005-2006;
Commissioner, Bank Mandiri, 2003;
Director, Bank Danamon, 2002;

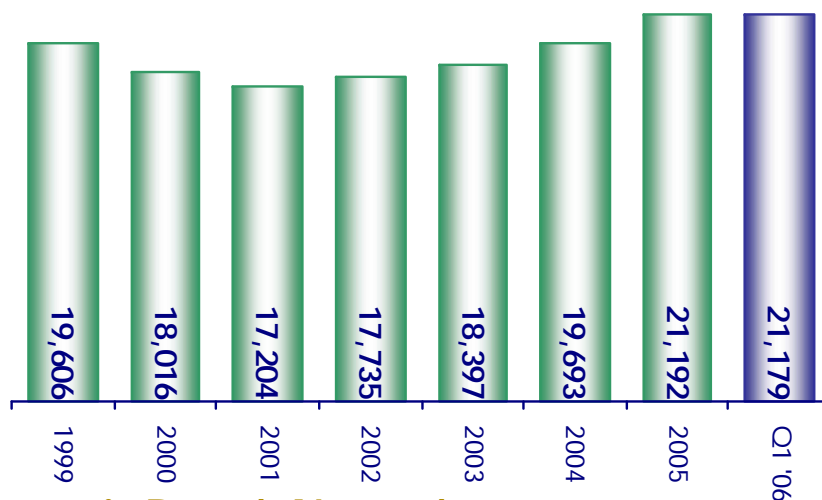
Organization Structure



Staffing and Distribution Network Growth

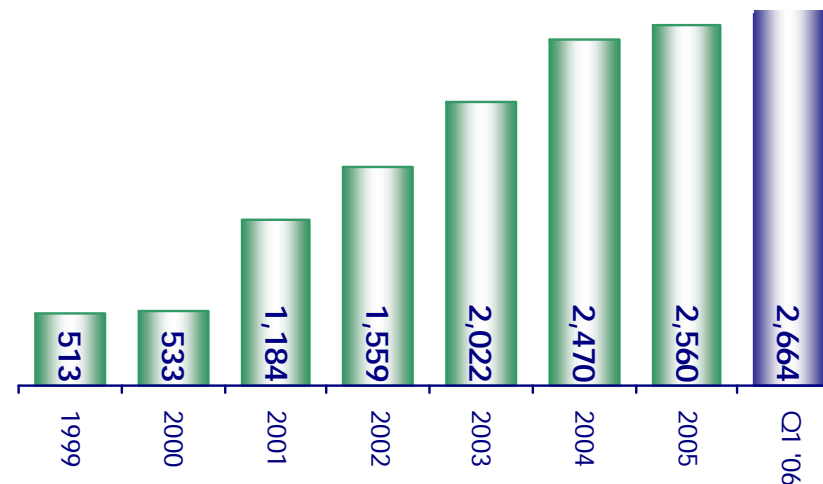
Employees

% Change	-8.1	-4.5	3.1	3.7	7.0	7.6	-0.1
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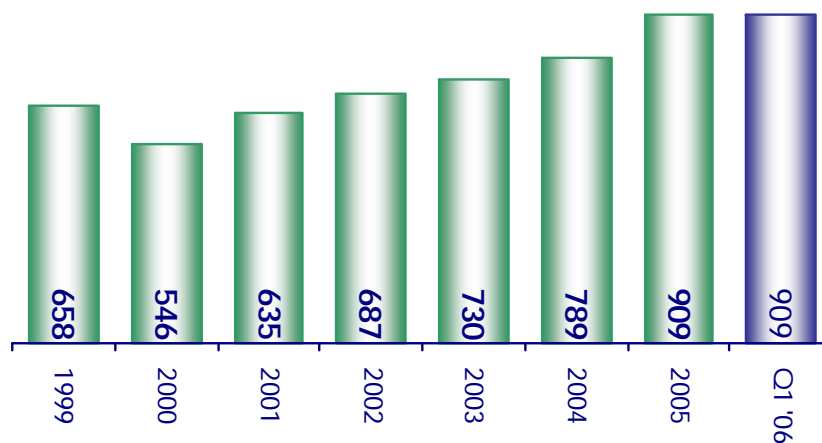
ATM Network

New ATMs	211	500	520	490	500	90	104
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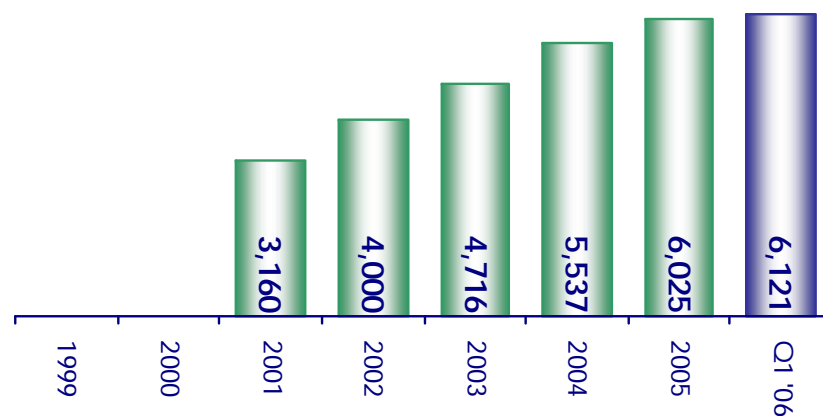


Domestic Branch Network

New Branches	-112	89	52	43	59	120	0
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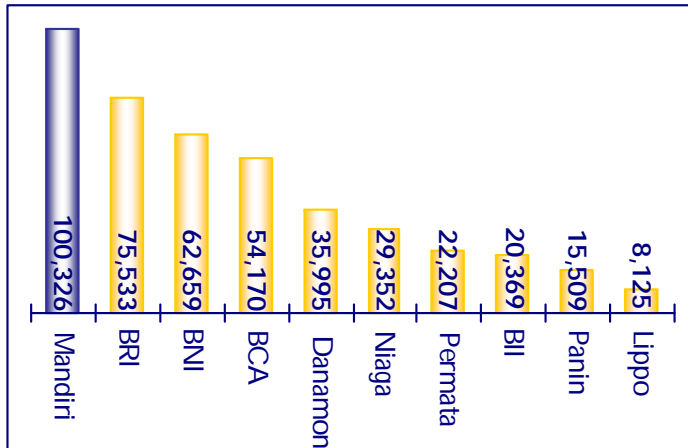
ATM-Link Network



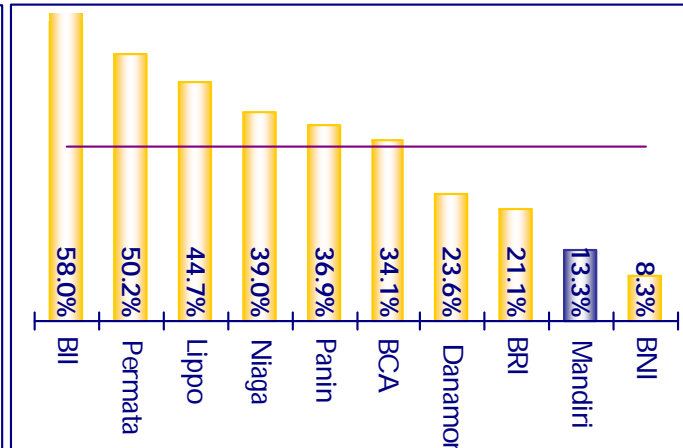
Loan growth, quality and provisioning relative to peers

Bank Only, As of December 2005

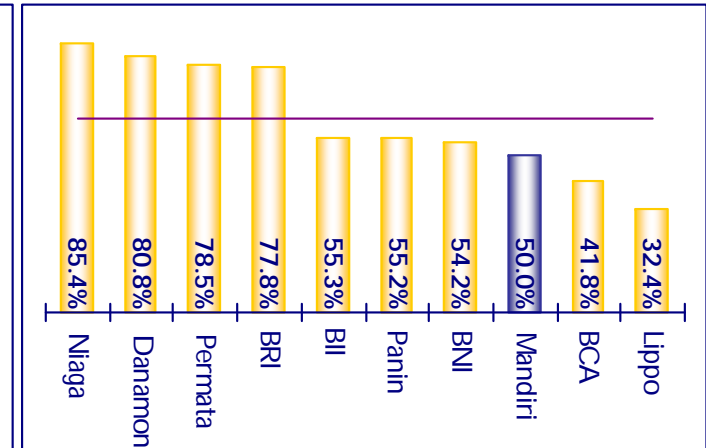
Total Loans
(Rp bn)



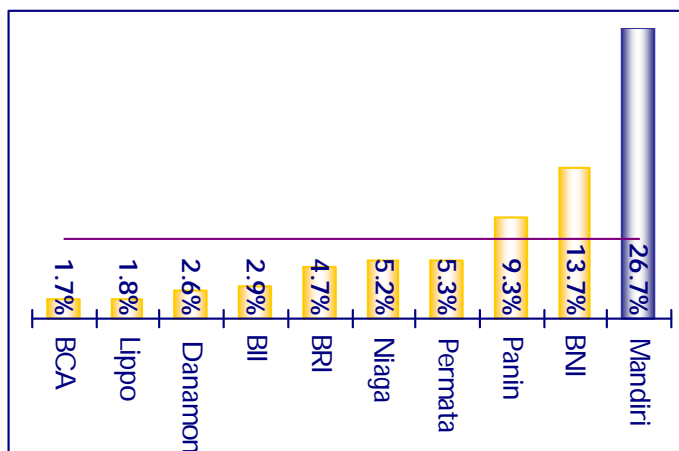
Loan Growth (YTD)
(%)



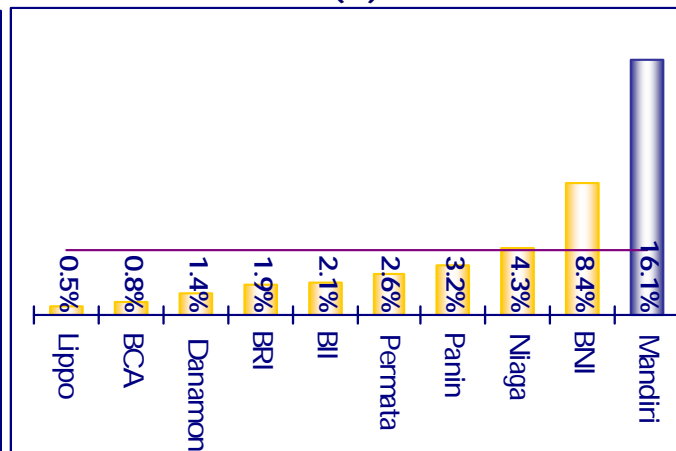
Loan to Deposit Ratio
(%)



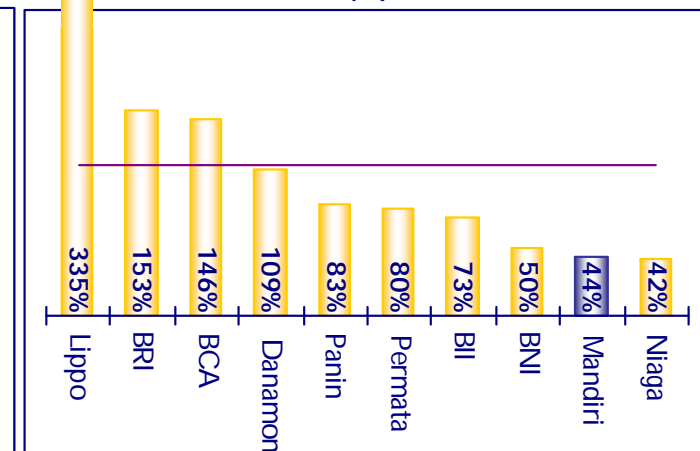
NPL Ratio (Gross)
(%)



NPL Ratio (Net)
(%)



Ratio of Provisions to NPL
(%)

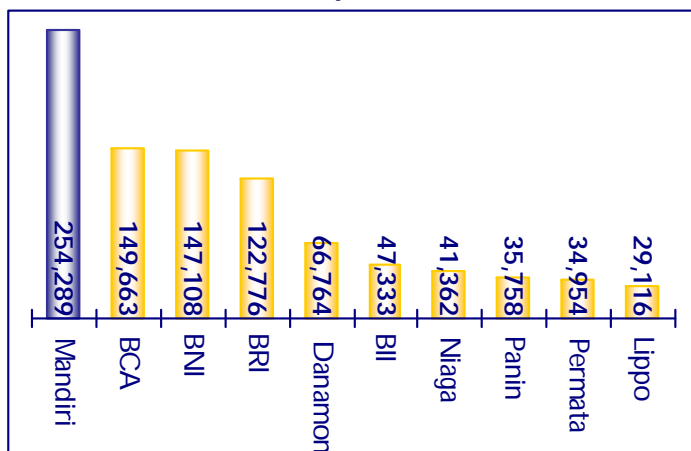


— Average

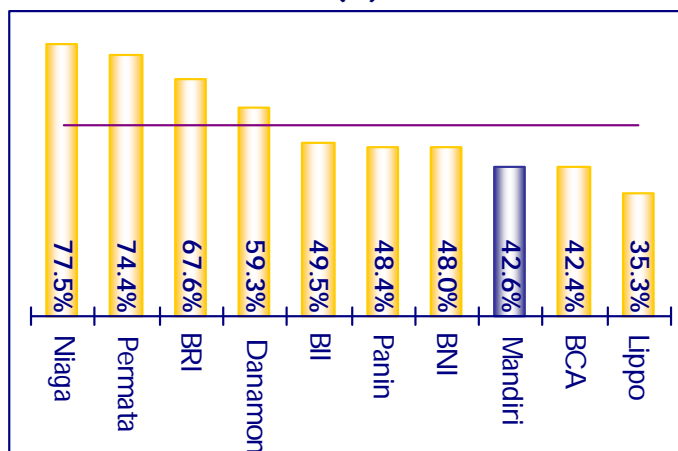
Asset and liability mix relative to peers

Bank Only, As of December 2006

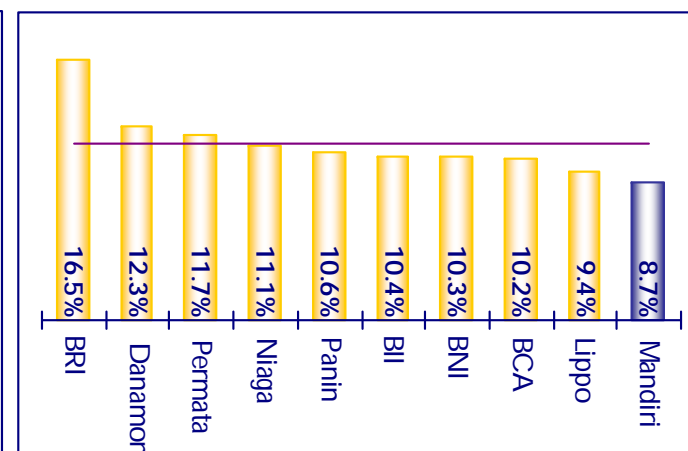
Total Assets
(Rp bn)



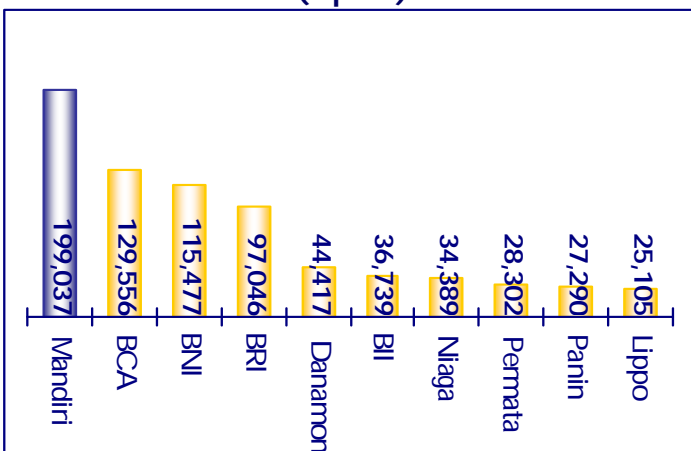
Loans to Total Earning Assets
(%)



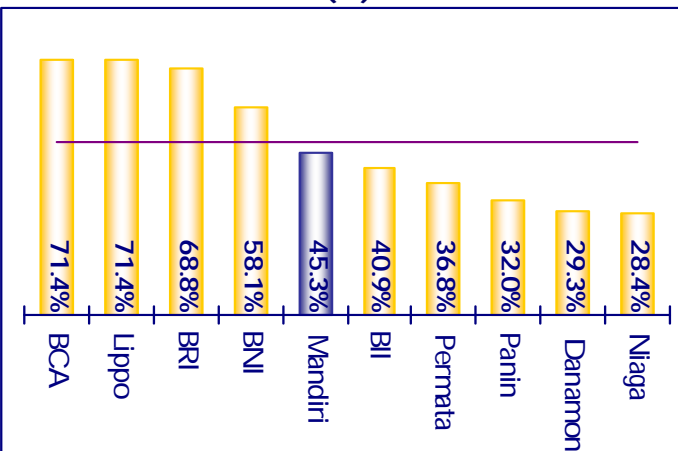
Yield on Assets (p.a.)
(%)



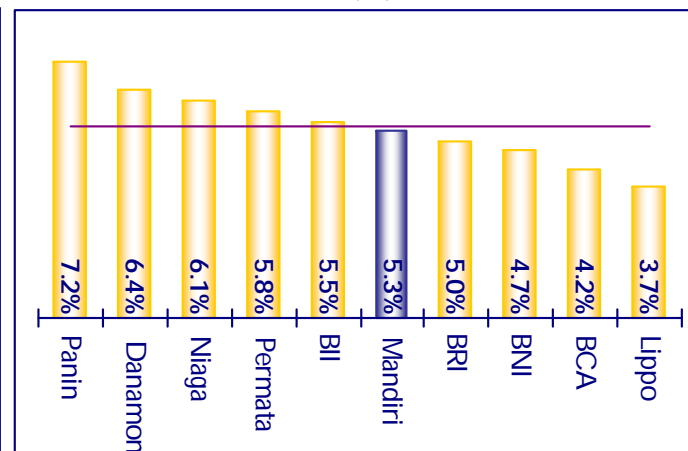
Total Deposits
(Rp tn)



Low Cost Deposit Ratio
(%)



Cost of Funds (p.a.)
(%)

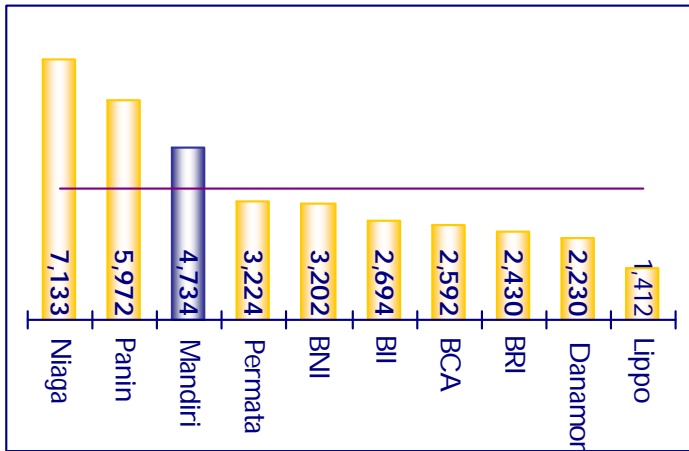


— Average

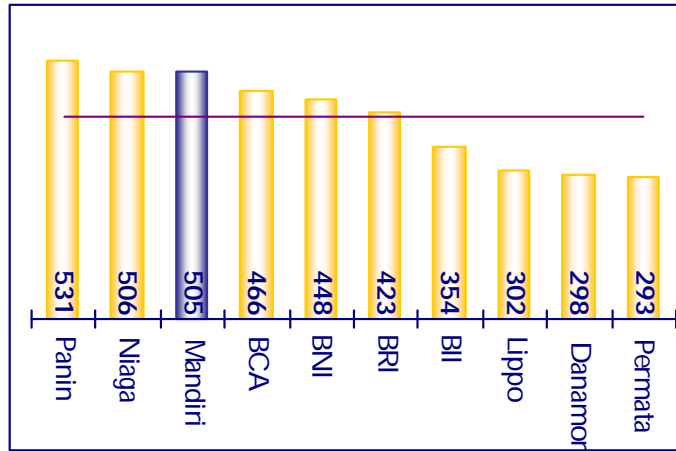
Efficiency measures relative to peers

Bank Only, As of December 2005

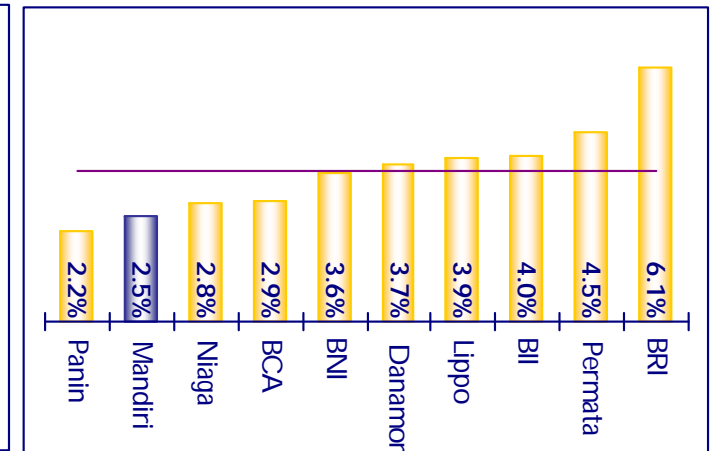
Loans/ Employee
(Rp Mn)



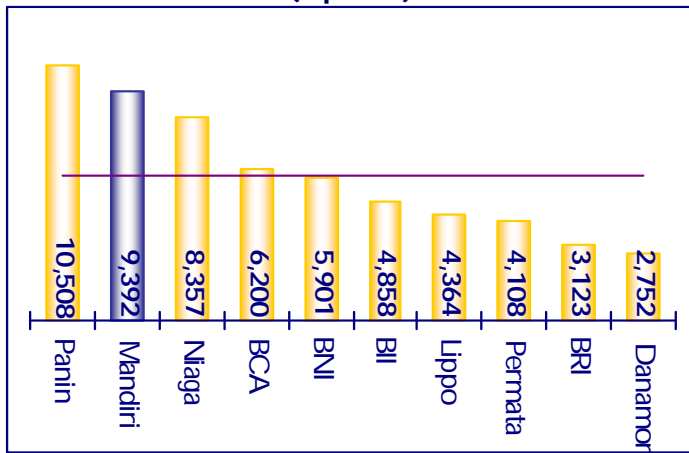
Revenue/ Employee
(Rp Mn)



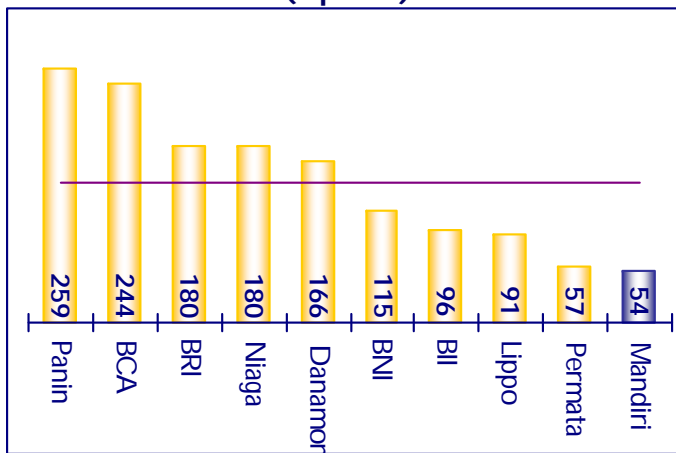
Cost/Assets
(%)*



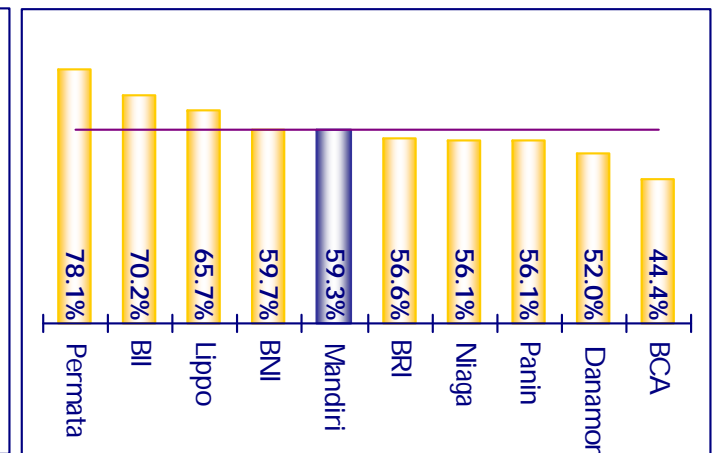
Deposits/ Employee
(Rp Mn)



Pre Tax Income/Employee
(Rp Mn)



Cost/ Income
(%)

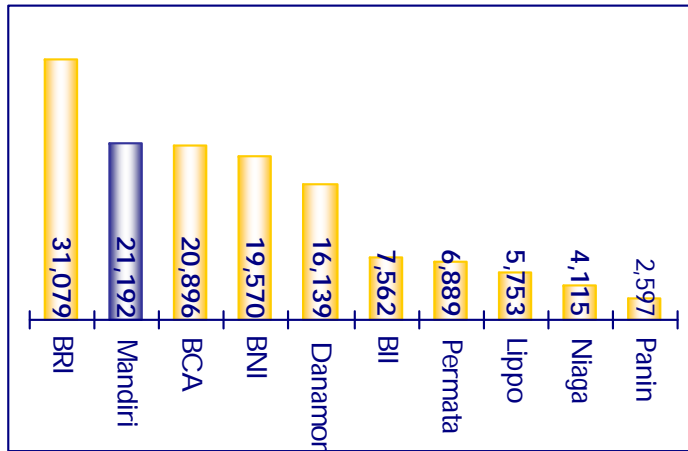


— Industry Average

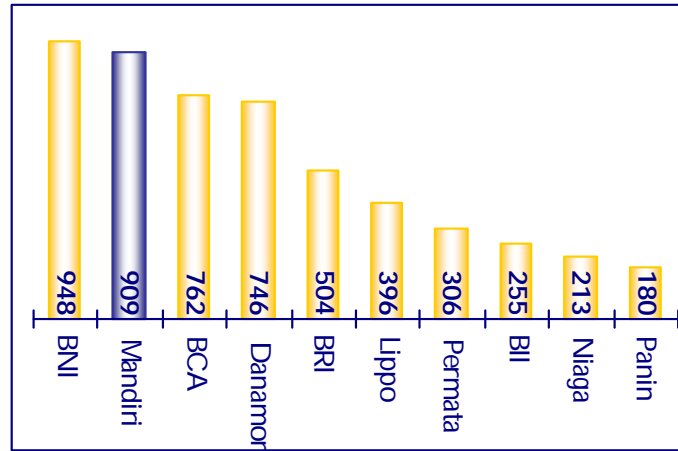
Measures of scale and returns relative to peers

Bank Only, As of December 2005

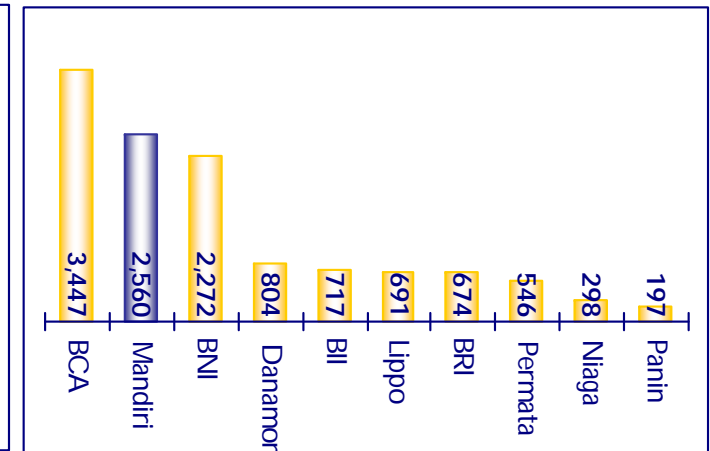
Employees



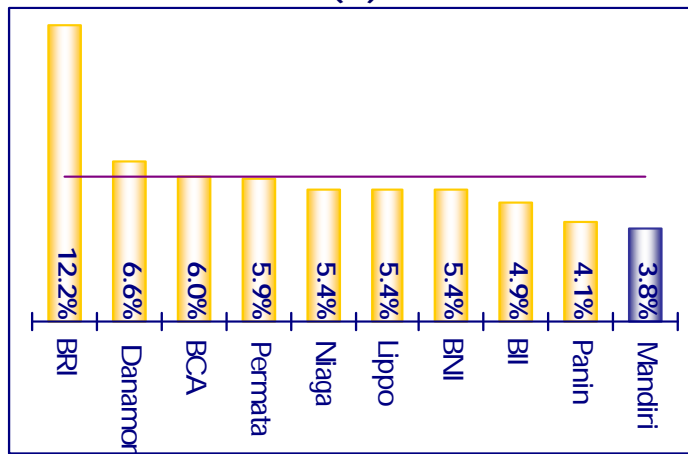
Branches



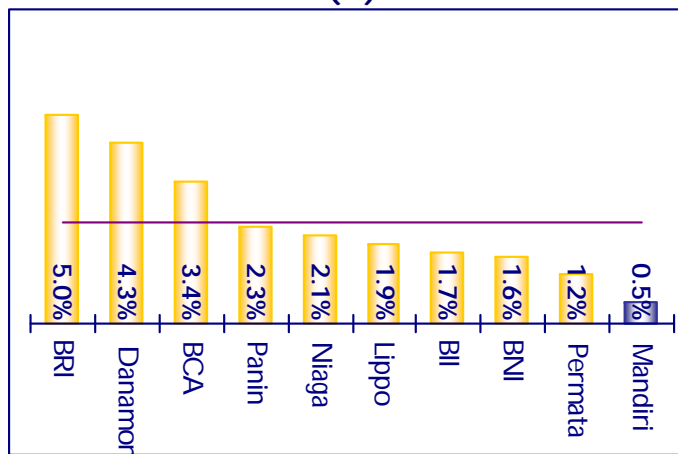
ATMs



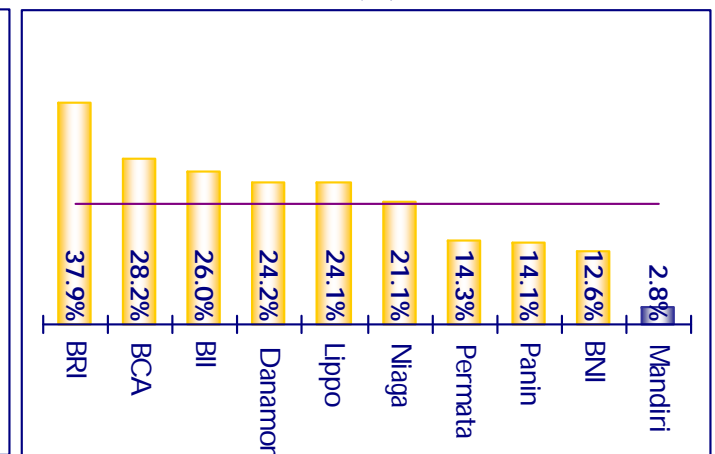
Net Interest Margins (%)



Return on Assets (Before Tax) (%)



Return on Equity (After Tax) (%)



— Industry Average

BALANCE SHEETS
As of March 31, 2006 and 2005
(In Millions of Rupiah)

NO	DESCRIPTION	BANK		CONSOLIDATED	
		March 31, 2006 (Unaudited)	March 31, 2005 (Unaudited)	March 31, 2006 (Unaudited)	March 31, 2005 (Unaudited)
	ASSETS				
1.	Cash	3,166,068	2,274,552	3,266,239	2,359,664
2.	Placements with Bank Indonesia	21,758,350	13,948,874	22,206,410	14,295,463
	a. Current accounts with Bank Indonesia	6,653,174	3,669,842	7,337,174	3,669,842
	b. Certificates of Bank Indonesia	-	5,093,961	-	5,093,961
	c. Others	-	-	-	-
3.	Current accounts with other banks	2,687	6,956	6,164	11,441
	a. Rupiah	621,034	694,794	665,988	817,301
	b. Foreign currencies	-	-	-	-
4.	Placements with other banks	2,325,559	3,260,699	2,401,680	3,370,298
	a. Rupiah	(23,357)	(46,211)	(24,830)	(47,983)
	Allowance for possible losses on placements with other banks - / -	13,063,520	4,170,867	13,374,644	4,117,028
	b. Foreign currencies	(136,845)	(48,658)	(136,846)	(48,658)
5.	Allowance for possible losses on placements with other banks - / -	-	-	-	-
	Securities	-	-	-	-
	a. Rupiah	-	-	-	-
	i. Trading	201,096	119,448	507,366	291,204
	ii. Available for sale	997,702	1,202,506	1,520,745	1,667,008
	iii. Held to maturity	1,038,440	1,093,945	1,052,278	1,241,973
	Allowance for possible losses on securities - / -	(1,038,318)	(1,124,322)	(1,043,096)	(1,129,166)
	b. Foreign currencies	-	-	-	-
	i. Trading	45,997	86,101	85,814	125,064
	ii. Available for sale	66,638	215,288	270,299	668,213
	iii. Held to maturity	969,602	1,369,853	1,204,397	1,484,095
	Allowance for possible losses on securities - / -	(64,635)	(237,623)	(64,635)	(237,623)
6.	Securities sold with agreement to repurchase	-	-	-	-
7.	Government Recapitalization Bonds	2,210,630	1,568,770	2,210,630	1,685,668
	a. Trading	28,793,814	28,991,274	28,920,070	28,991,274
	b. Available for sale	61,094,598	62,534,079	61,094,598	62,534,079
8.	Securities purchased with agreement to resell (reverse repo)	-	-	-	-
	a. Rupiah	-	-	210,037	471,071
	Allowance for possible losses on securities purchased with agreement to resell - / -	-	-	-	-
	b. Foreign currencies	-	-	-	-
9.	Allowance for possible losses on securities purchased with agreement to resell - / -	456,745	215,218	456,773	215,253
	Derivative receivables	(4,569)	(2,881)	(4,569)	(2,881)
10.	Allowance for possible losses on derivative receivables - / -	-	-	-	-
	Loans	-	-	-	-
	a. Rupiah	-	-	-	-
	- Related parties	352,675	411,145	354,601	416,751
	- Third parties	69,028,778	59,287,718	74,676,582	64,881,742
	Allowance for possible losses on loans - / -	(7,137,376)	(4,272,171)	(7,214,919)	(4,379,346)
	b. Foreign currencies	-	-	-	-
	- Related parties	517,728	575,025	620,715	686,173
	- Third parties	28,170,717	32,437,711	29,422,922	33,529,786
	Allowance for possible losses on loans - / -	(5,675,136)	(4,507,231)	(5,623,140)	(4,534,378)
11.	Acceptances receivables	3,741,200	5,620,991	3,743,376	5,625,121
	Allowance for possible losses on acceptances receivables - / -	(166,248)	(213,927)	(166,248)	(213,927)
12.	Other receivables - Trade transactions	3,053,649	3,916,949	3,053,649	3,916,949
	Allowance for possible losses on other receivables - Trade transactions - / -	(937,337)	(918,099)	(937,337)	(918,099)
13.	Investments in shares of stock	2,123,400	2,110,536	139,179	108,961
	Allowance for possible losses on investments in shares of stock - / -	(73,298)	(78,298)	(73,298)	(78,298)
14.	Accrued income	1,973,809	1,309,254	1,998,323	1,315,186
15.	Prepaid expenses	443,433	674,920	498,757	734,655
16.	Prepaid tax	309,907	264,525	315,375	282,413
17.	Deferred tax assets	1,895,984	1,989,287	1,912,688	1,992,830
18.	Premises and equipment	7,714,917	7,411,732	8,133,317	7,781,230
	Accumulated depreciation - / -	(2,740,547)	(2,207,285)	(2,985,684)	(2,414,865)
19.	Abandoned properties	238,236	264,211	238,236	264,211
	Provision for possible losses on abandoned properties - / -	-	(264,211)	-	(264,211)
20.	Leased assets	-	37,550	-	37,550
	Accumulated depreciation for leased assets - / -	-	(19,401)	-	(19,401)
21.	Reposessed assets	158,922	169,373	188,701	200,344
	Provision for possible losses on reposessed assets - / -	-	(169,373)	-	(169,373)
22.	Other assets	837,119	5,727,425	1,131,865	8,947,767
	TOTAL ASSETS	246,128,462	238,615,688	254,884,990	249,373,340

BALANCE SHEETS
As of March 31, 2006 and 2005
(In Millions of Rupiah)

NO	DESCRIPTION	BANK		CONSOLIDATED	
		March 31, 2006 (Unaudited)	March 31, 2005 (Unaudited)	March 31, 2006 (Unaudited)	March 31, 2005 (Unaudited)
	LIABILITIES AND SHAREHOLDERS' EQUITY				
1	Demand deposits	30,176,496	27,510,591	31,486,315	28,535,982
	a. Rupiah	12,347,587	11,871,381	12,662,774	12,092,342
	b. Foreign currencies	774,729	815,076	844,369	921,449
2	Liabilities immediately payable	41,776,917	49,458,229	43,844,544	51,122,131
3	Savings deposits				
4	Time deposits				
	a. Rupiah	823,963	186,555	643,836	25,371
	- Related parties	89,941,492	64,800,229	93,064,278	67,464,569
	- Third parties	94,225	15,242	49,526	1,917
	b. Foreign currencies	15,782,761	11,092,986	16,330,996	11,774,275
5	Certificates of deposit				
	a. Rupiah	-	-	-	-
	b. Foreign currencies	-	-	-	-
6	Deposits from other banks	7,749,687	10,781,984	8,399,607	11,338,607
7	Securities sold with repo agreements to repurchase	1,502,978	3,311,577	1,589,709	3,311,577
8	Derivative payable	182,041	129,841	182,279	129,927
9	Acceptances payable	3,741,200	5,620,991	3,743,376	5,625,121
10	Securities issued				
	a. Rupiah	888,367	858,012	1,088,367	1,058,012
	b. Foreign currencies	2,610,085	3,373,875	2,609,011	3,351,738
11	Fund borrowings				
	a. Funding facilities from Bank Indonesia	-	-	-	-
	b. Others				
	i. Rupiah	-	-	-	-
	- Related parties	1,853,167	1,792,399	1,958,166	2,177,399
	- Third parties	-	-	-	-
	ii. Foreign currencies	-	-	-	-
	- Related parties	1,483,932	6,337,697	1,468,611	6,385,052
	- Third parties	432,570	789,668	452,233	795,041
12	Estimated losses on commitments and contingencies	-	785	-	785
13	Obligation under capital lease	722,268	495,988	761,226	534,446
14	Accrued expenses	-	-	17,849	32,432
15	Taxes payable	-	-	-	-
16	Deferred tax liabilities	5,149,413	5,962,110	5,546,966	9,235,724
17	Other liabilities				
18	Subordinated Loans				
	- Related parties	4,214,922	6,792,716	4,246,922	6,824,716
	- Third parties	-	-	-	-
19	Loan Capital				
	- Related parties	-	-	-	-
	- Third parties	-	1,278,653	-	1,278,653
20	Minority Interests	-	-	4,580	3,727
21	Shareholders' Equity				
	a. Share capital	10,144,789	10,070,008	10,144,789	10,070,008
	b. Additional paid-in capital/agio	6,016,827	5,970,132	6,016,827	5,970,132
	c. Share options	206,596	14,981	206,596	14,981
	d. Funds for paid-up capital	-	-	-	-
	e. Differences arising from translation of foreign currency financial statements	70,796	85,082	70,796	85,082
	f. Premises and equipment revaluation increment	3,046,936	3,046,936	3,056,124	3,056,124
	g. Unrealized losses on available for sale securities and Government Recaptialization Bonds net of deferred tax	(110,402)	(528,596)	(110,402)	(525,140)
	h. Difference arising from equity transactions of subsidiaries	(11,359)	-	(11,359)	-
	i. Retained earnings *)	4,515,479	6,680,560	4,515,479	6,680,560
	TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	246,128,462	238,615,688	254,884,990	249,373,340

*) Accumulated losses of Rp162,874,901 million has been eliminated against additional paid-in capital/agio due to quasi-reorganization as of April 30, 2003

STATEMENTS OF PROFIT AND LOSS
For the periods from January 1 to March 31, 2006 and 2005
(In Millions of Rupiah)

NO	DESCRIPTION	BANK		CONSOLIDATED	
		March 31, 2006 (Unaudited)	March 31, 2005 (Unaudited)	March 31, 2006 (Unaudited)	March 31, 2005 (Unaudited)
INCOME AND EXPENSES FROM OPERATIONS					
1. Interest Income					
1.1. Interest Income					
a. Rupiah					
b. Foreign currencies					
1.2. Fees and commissions on loan facilities					
a. Rupiah					
b. Foreign currencies					
TOTAL INTEREST INCOME					
6,233,176					
2. Interest expenses					
2.1. Interest expense					
a. Rupiah					
b. Foreign currencies					
2.2. Fees and commissions					
TOTAL INTEREST EXPENSE - / -					
4,164,537					
NET INTEREST INCOME					
2,068,639					
2,215,185					
2,209,692					
2,370,378					
2,406,627					
2,370,378					
3. Other operating income					
3.1. Other fees and commissions					
3.2. Foreign exchange gain *)					
3.3. a. Gain from sale of securities and Government Recapitalization Bonds **)					
b. Gain from increase in value of securities and Government Recapitalization Bonds **)					
3.4. Others					
TOTAL OTHER OPERATING INCOME					
879,072					
622,385					
908,180					
653,732					
4. Provision for possible losses on earning assets					
5. Addition (reversal) of estimated losses on commitments and contingencies					
6. Reversal for possible losses on others					
7. Other operating expenses					
7.1. General and administrative expenses					
7.2. Salaries and employee benefits					
7.3. a. Losses from sale of securities and Government Recapitalization Bonds **)					
b. Losses from decline in value of securities and Government Recapitalization Bonds **)					
7.4. Foreign exchange losses *)					
7.5. Promotion expenses					
7.6. Others					
TOTAL OTHER OPERATING EXPENSES - / -					
1,309,955					
1,304,380					
1,465,211					
1,446,962					
PROFIT FROM OPERATIONS					
NON-OPERATING INCOME AND EXPENSES					
8. Non-operating income					
9. Non-operating expenses					
NON OPERATING INCOME (EXPENSES) - NET					
10. Extraordinary income / expenses					
11. PROFIT BEFORE INCOME TAX					
773,751					
778,598					
786,978					
801,165					
12. Estimated income tax expense - / -					
- Current					
- Deferred					
263,709					
259,313					
519,285					
13. PROFIT BEFORE MINORITY INTERESTS					
510,042					
519,285					
510,241					
519,468					
14. Minority interests					
15. Retained earnings beginning of the year					
4,005,437					
6,161,275					
16. a. Dividend					
b. Others					
17. RETAINED EARNINGS ENDING OF THE YEAR					
4,515,479					
6,680,560					
4,515,479					
6,680,560					
18. EARNINGS PER SHARE (full amount)					
-					
-					
-					
-					
25.14					
25.79					
25.50					

*) Presented as a net of gains (losses) from foreign exchange transactions.

**) Presented as a net of gains (losses) from increase (decrease) in value of Securities and Government Bonds.

STATEMENTS OF COMMITMENTS AND CONTINGENCIES

As of March 31, 2006 and 2005

(In Millions of Rupiah)

NO	DESCRIPTION	BANK		CONSOLIDATED	
		March 31, 2006 (Unaudited)	March 31, 2005 (Unaudited)	March 31, 2006 (Unaudited)	March 31, 2005 (Unaudited)
	COMMITMENTS				
	Commitment Receivables				
1.	Unused fund borrowings facilities				
	a. Rupiah	-	-	-	-
	b. Foreign currencies	-	-	-	-
2.	Others	-	-	-	-
	Total Commitment Receivables	-	-	-	-
	COMMITMENT PAYABLES				
1.	Unused loan facilities granted				
	a. Rupiah	16,929,984	19,313,902	17,007,664	19,332,175
	b. Foreign currencies	2,399,872	3,393,532	2,399,872	3,393,532
2.	Outstanding irrevocable letters of credit	3,430,979	6,989,826	3,733,703	7,156,803
3.	Others	-	-	-	-
	Total Commitment Payables	22,760,835	29,697,260	23,141,239	29,882,510
	COMMITMENTS - NET	(22,760,835)	(29,697,260)	(23,141,239)	(29,882,510)
	CONTINGENCIES				
	Contingent Receivables				
1.	Guarantees received				
	a. Rupiah	220,971	99,793	220,971	99,793
	b. Foreign currencies	2,190,977	2,181,994	2,193,424	2,219,121
2.	Unrecognized interest income				
	a. Rupiah	2,744,231	1,512,104	2,744,411	1,512,104
	b. Foreign currencies	1,683,716	640,973	1,683,716	640,973
3.	Others	32,904	32,962	32,904	32,962
	Total Contingent Receivables	6,872,799	4,467,826	6,875,426	4,504,953
	CONTINGENT PAYABLES				
1.	Guarantees issued				
	a. Bank guarantees				
	- Rupiah	3,271,703	3,001,805	3,351,083	3,084,909
	- Foreign currencies	7,015,857	7,713,216	7,111,934	7,748,967
	b. Others	-	-	-	3,167
2.	Outstanding revocable letters of credit				
	Others	55,067	31,302	52,883	31,302
3.	Total Contingent Payables	10,342,627	10,746,323	10,515,900	10,868,345
	CONTINGENCIES - NET	(3,469,828)	(6,278,497)	(3,640,474)	(6,363,392)

MANAGEMENT OF THE BANK AS OF MARCH 31, 2006	SHAREHOLDER
Board of Commissioners - Chairman : Edwin Gerungan - Deputy Chairman : Muchayat - Commissioner : Soedarjono - Commissioner : Richard Claproth - Independent Commissioner : Pradjoto - Independent Commissioner : Gunarni Soeworo - Independent Commissioner : Yap Tjay Soen Board of Directors - President Director : Agus Martowardojo - Deputy President Director : Wayan Agus Mertayasa - Director : Omar Sjawaldy Anwar - Director : Johannes Bambang Kendarto - Director : Zulkifli Zaini - Director : Abdul Rachman - Director : Sasmita	Republic of Indonesia : 69% (Ultimate Shareholders) JP Morgan Chase Bank US Resident (Norbax Inc) : 7.99% Public : 23.01%
As approved in the Shareholder's General Meeting on May 22, 2006 The change in member of the Boards of Directors are as follow :	
President Director : Agus Martowardojo Deputy President Director : Wayan Agus Mertayasa Director : Omar Sjawaldy Anwar Director : Zulkifli Zaini Director : Abdul Rachman Director : Sasmita	Director : Sentot A. Sentausa Director : Bambang Setiawan Director : Riswinandi Director : Thomas Arifin Director : Budi Gunardi Sadikin

Jakarta, May 31, 2006

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

Omar Sjawaldy Anwar
 Director

Zulkifli Zaini
 Director

- The above financial information as of and for the three months ended March 31, 2006 and 2005 is derived from the consolidated financial statements that have been reviewed by Public Accounting Firm Purwanto, Sarwoko & Sandjaja (previously Prasetio, Sarwoko & Sandjaja), a member of Ernst & Young Global (Partner In-charge is Drs. Soemarso S. Rahardjo ME (2005 : Drs. Sandjaja) which stated that they did not find indication for material modification that should be made to the consolidated financial statements in order for them to comply with generally accepted accounting principles in Indonesia in their reports dated May 17, 2006 (except for note 60b as to which the date is May 22, 2006) and May 29, 2005, respectively, as the financial information is derived from the consolidated financial statements, it does not provide a complete presentation of all disclosures that are included in the consolidated financial statements.
- The above financial information is presented in accordance with the following stipulations:
 - Bank Indonesia's Regulation No. 3/22/PBI/2001 dated December 13, 2001 as amended by Bank Indonesia's Regulation No. 7/50/PBI/2005 dated November 29, 2005 regarding Transparency of Bank's Financial Condition.
 - Bank Indonesia's Circular Letter No. 7/10/DPNP dated March 31, 2005 regarding the amendment of Bank Indonesia's Circular Letter No. 3/30/DPNP dated December 14, 2001 concerning Presentation of Quarterly and Monthly Published Financial Statements of Commercial Banks and Certain Report Submitted to Bank Indonesia.
 - Bank Indonesia's Regulation No. 4/7/PBI/2002 dated September 27, 2002 regarding Prudential Principles for Purchase of Credit by Commercial Banks from the Indonesian Banks Restructuring Agency (IBRA).
 - Bank Indonesia's Letter No. 5/559/DPNP/IDPnP dated December 24, 2003 regarding Bank's Published Financial Statements.
 - Rule X.K.2, Decision of Chairman of the Capital Market Supervisory Agency (Bapepam), Attachment No. Kep-36/PM/2003 dated September 30, 2003 regarding "Obligation to Submit Periodic Financial Statements"
- Bank assessed asset quality rating based on Bank Indonesia's Regulation No. 7/2/PBI/2005 dated January 20, 2005, as amended by Bank Indonesia's Regulation No. 8/2/PBI/2006 dated January 30, 2006 regarding change in PBI 7, which among others required the Bank to apply the asset quality designated by Bank Indonesia, in the event of difference in assessment of asset quality between Bank and Bank Indonesia and other consideration such as classification determined by other commercial banks on the earning assets given by more than one bank and availability of audited financial statements.
- For comparative purposes, certain accounts in the financial information as of and for the three months ended March 31, 2005 have been reclassified to conform with the presentation of accounts in the financial information as of and for the three months ended March 31, 2006.
- Exchange rate of 1 US Dollar as of March 31, 2006 and 2005 was Rp 9,065.50 and Rp 9,471.50 respectively.
- Basic and diluted earnings per share are calculated by dividing the net profit with the weighted average number of shares issued and fully paid during the period, after considering the effects of stock options.
- The appointment of Compliance Director is in the process of approval from Bank Indonesia.

EARNING ASSETS AND OTHER INFORMATION

As of March 31, 2006 and 2005

(In Millions of Rupiah)

No	DESCRIPTION	BANK											
		March 31, 2006					March 31, 2005						
		CURRENT	SPECIAL MENTION	SUB STANDARD	DOUBTFUL	LOSS	TOTAL	CURRENT	SPECIAL MENTION	SUB STANDARD	DOUBTFUL	LOSS	TOTAL
I	Related Parties												
A	EARNING ASSETS												
1	Placement with other banks	126,917	-	-	-	-	126,917	237,245	-	-	-	-	237,245
2	Securities *)	92,661,717	-	-	-	-	92,661,717	93,491,203	-	-	-	-	93,491,203
3	Loan to related parties	662,825	-	6,000	-	201,578	870,403	629,609	-	-	-	356,562	986,171
	a. Small scale business credit (KUK)	-	-	-	-	-	-	-	-	-	-	-	-
	b. Property Loans	9,240	-	-	-	-	9,240	16,599	-	-	-	-	16,599
	i. Restructured	8,750	-	-	-	-	8,750	15,625	-	-	-	-	15,625
	ii. Unrestructured	490	-	-	-	-	490	974	-	-	-	-	974
	c. Other restructured loans	224,944	-	-	-	-	224,944	118,956	-	-	-	148,793	267,749
	d. Others	428,641	-	6,000	-	201,578	636,219	494,054	-	-	-	207,769	701,823
4	Investment in shares of stock to related parties	2,050,774	-	-	-	-	2,050,774	2,027,797	-	-	-	5,159	2,032,956
	a. In bank financial institutions	1,161,123	-	-	-	-	1,161,123	1,069,684	-	-	-	-	1,069,684
	b. In non bank financial institutions	889,651	-	-	-	-	889,651	828,989	-	-	-	5,159	834,148
	c. Due to loan restructuring	-	-	-	-	-	-	-	-	-	-	-	-
	d. Others	-	-	-	-	-	-	129,124	-	-	-	-	129,124
5	Other receivables to related parties	39,622	-	-	-	-	39,622	29,922	-	-	-	3,149	33,071
6	Commitments and contingencies to related parties	18,690	-	-	-	-	18,690	1,524	-	-	-	745	2,269
B	NON EARNING ASSETS												
1	Abandoned properties	-	-	-	-	-	-	-	-	-	-	-	-
2	Reposessed Assets	-	-	-	-	-	-	-	-	-	-	-	-
3	Interbranch and suspense account	-	-	-	-	-	-	-	-	-	-	-	-
II	Third Parties												
A	EARNING ASSETS												
1	Placement with other banks	15,885,883	-	-	-	-	15,885,883	12,976,361	-	-	-	13,671	12,990,032
2	Securities (issued by Bank Indonesia and third parties)	8,280,671	-	64,276	-	1,065,027	9,409,974	6,087,823	-	58,230	-	1,213,850	7,359,903
3	Loan to third parties	58,194,560	12,086,490	4,404,683	5,786,772	16,726,990	97,199,495	62,241,859	12,337,907	7,682,813	3,969,390	5,493,459	91,725,428
	a. Small scale business credit (KUK)	3,610,579	680,515	99,909	131,519	380,317	4,902,839	3,197,916	364,516	26,330	55,974	279,438	3,924,174
	b. Property Loans	3,277,017	1,296,523	302,335	972,155	649,385	6,497,415	2,517,568	751,779	186,867	51,864	9,290	3,517,368
	i. Restructured	43,891	231,004	71,469	14,592	160,269	521,225	340,730	559,057	-	-	-	899,787
	ii. Unrestructured	3,233,126	1,065,519	230,866	957,563	489,116	5,976,190	2,176,838	192,722	186,867	51,864	9,290	2,617,581
	c. Other restructured loans	6,063,908	2,922,185	993,767	1,874,524	5,730,944	17,585,328	7,432,248	3,789,413	4,075,140	2,800,818	1,401,675	19,499,294
	d. Others	45,243,056	7,187,267	3,008,672	2,808,574	9,966,344	68,213,913	49,094,127	7,432,199	3,394,476	1,060,734	3,803,056	64,784,592
4	Investment in shares of stock of third parties	-	-	1	-	72,625	72,626	3,000	-	1,955	-	72,625	77,580
	a. In bank financial institutions	-	-	-	-	-	-	-	-	-	-	-	-
	b. In non bank financial institutions	-	-	1	-	-	1	-	-	-	-	-	-
	c. Due to loan restructuring	-	-	-	-	72,625	72,625	-	-	-	-	72,625	72,625
	d. Others	-	-	-	-	-	-	3,000	-	1,955	-	-	4,955
5	Other receivables from third parties	4,628,699	684,489	886,054	219,547	793,183	7,211,972	5,588,137	2,296,467	1,011,995	30,523	792,965	9,720,087
6	Commitments and contingencies to third parties	12,982,301	307,923	230,310	17,694	161,621	13,699,849	12,385,913	4,843,373	285,796	-	187,496	17,702,578
B	NON EARNING ASSETS												
1	Abandoned properties	-	-	-	-	-	238,236	-	-	-	-	-	264,211
2	Reposessed Assets	-	-	-	-	-	158,922	-	-	-	-	-	169,373
3	Interbranch and suspense account	-	-	-	-	-	675,560	-	-	-	-	-	1,335,706
	TOTAL	195,532,659	13,078,902	5,591,324	6,024,013	19,021,024	240,320,640	195,700,393	19,477,747	9,040,789	3,999,913	8,139,681	238,127,813
1	a. Required allowance for possible losses on earning assets	953,468	575,191	791,827	1,823,797	11,193,138	15,337,421	991,777	1,033,947	1,535,159	1,242,172	6,314,480	11,117,535
	b. Required allowance for possible losses on non earning assets	-	-	-	-	-	-	-	-	-	-	-	-
	Total required allowance for possible losses on assets **)	953,468	575,191	791,827	1,823,797	11,193,138	15,337,421	991,777	1,033,947	1,535,159	1,242,172	6,314,480	11,117,535
2	a. Established allowance for possible losses on earning assets	1,072,730	575,191	791,827	1,823,797	11,326,146	15,589,691	1,294,107	1,033,947	1,836,202	1,242,172	6,832,661	12,239,089
	b. Established allowance for possible losses on non earning assets	-	-	-	-	-	374,678	-	-	-	-	-	1,742,294
	Total established allowance for possible losses on assets	1,072,730	575,191	791,827	1,823,797	11,326,146	15,964,369	1,294,107	1,033,947	1,836,202	1,242,172	6,832,661	13,981,383
3	Value of bank's assets pledge as collateral :												
	a. To Bank Indonesia	-	-	-	-	-	-	-	-	-	-	-	-
	b. To others	-	-	-	-	-	-	-	-	-	-	-	-
4	Percentage of small scale business credit to total loans						4.99%						4.23%
5	Percentage of small scale business credit debtors to total debtors						38.70%						30.96%
6	Percentage UMKM to total loans						11.41%						8.47%
7	Percentage of UMKM debtors to total debtors						42.11%						35.38%

*) Include Government Recapitalization Bonds

**) The Calculation of allowance for possible losses on earning assets should be provided on the principal after deducting by collaterals.

No allowance for possible losses is required for certificates of Bank Indonesia, placements with Bank Indonesia and government bond.

FOREIGN EXCHANGE AND DERIVATIVES TRANSACTION

As of March 31, 2006

(In Millions of Rupiah)

NO	TRANSACTION	BANK (Unaudited)				
		Contract Market Value		Derivative Receivable & Payable		Contract Value Netting Agreement
		Hedging	Others	Receivable	Payable	
A.	Exchange Rate Related					
1	Spot	-	3,870	-	-	-
2	Forward	-	461,270	1,469	20,876	-
3	Option					
	a. Purchased	-	-	37	97	-
	b. Written	-	-	228	11	-
4	Future	-	-	-	-	-
5	Swap	-	6,620,278	453,539	35,104	-
6	Other	-	-	-	-	-
B.	Interest Rate Related					
1	Forward	-	1,472	1,472	-	-
2	Option					
	a. Purchased	-	-	-	-	-
	b. Written	-	-	-	-	-
3	Future	-	-	-	-	-
4	Swap	107,719	18,234	-	125,953	-
5	Other	-	-	-	-	-
C.	Other	-	-	-	-	-
TOTAL				456,745	182,041	

CALCULATION OF CAR
As of March 31, 2006 and 2005
(In Millions of Rupiah)

NO	DESCRIPTION	BANK	
		March 31, 2006	March 31, 2005
I. COMPONENTS			
A. CORE CAPITAL			
1.	Paid-Up Capital	21,632,308	23,363,919
2.	Disclosed Reserves	10,144,789	10,070,008
a.	Agio	6,016,827	5,970,132
b.	Disagio (-/-)	-	-
c.	Shares Option	206,596	14,981
d.	Donated Capital / Additional Paid-In Capital	-	-
e.	General and Appropriated Reserves	2,560,285	747,000
f.	Previous years profit after tax	2,246,139	6,087,417
g.	Previous years losses (-/-)	-	-
h.	Current year profit after tax (50%)	386,876	389,299
l.	Current year losses (-/-)	-	-
j.	Differences Arising from Translation of Financial Statements in Foreign Currencies	70,796	85,082
k.	Funds for Paid-Up Capital	-	-
l.	Decline in Value of equity participation in Available for Sale Portfolio (-/-)	-	-
m.	Differences Arising from Restructuring of Transaction among Entities under Common Control	-	-
3.	Goodwill (-/-)	-	-
4.	Differences arising from assets and liabilities valuation due to Quasi Reorganization	-	-
B. Supplemental Capital (Max 100% of core capital)			
1.	Reserve for Premises and Equipment Revaluation	8,334,588	9,021,496
2.	Differences Arising from Assets and Liabilities Valuation due to Quasi Reorganization	3,046,936	3,046,936
3.	General Reserves of Allowance for Possible Losses on Earning Assets (max 1.25% of risk weighted assets)	1,072,730	1,294,107
4.	Loan Capital	-	102,292
5.	Subordinated Loans (max 50% of core capital)	4,214,922	4,578,161
6.	Increase in Value of Equity Participation in Available for Sale Portfolio (45%)	-	-
C. ADDITIONAL SUPPLEMENTAL CAPITAL FULFILLING REQUIREMENT			
D. ADDITIONAL SUPPLEMENTAL CAPITAL ALLOCATED TO ANTICIPATE MARKET RISK			
II. TOTAL CORE CAPITAL AND SUPPLEMENTAL CAPITAL (A+B)			
III. TOTAL CORE CAPITAL, SUPPLEMENTAL CAPITAL, AND ADDITIONAL SUPPLEMENTAL CAPITAL ALLOCATED TO ANTICIPATE MARKET RISK (A+B+D)			
IV. INVESTMENTS IN SHARES OF STOCK (-/-)			
V. TOTAL CAPITAL FOR CREDIT RISK (II-IV)			
VI. TOTAL CAPITAL FOR CREDIT AND MARKET RISK (III-IV)			
VII. CREDIT RISK-WEIGHTED ASSETS			
VIII. MARKET RISK-WEIGHTED ASSETS			
IX. ESTABLISHED CAPITAL ADEQUACY RATIO FOR CREDIT RISK (V : VII)			
X. ESTABLISHED CAPITAL ADEQUACY RATIO FOR CREDIT AND MARKET RISK (VI:(VII+VIII))			
XI. EXCESS ADDITIONAL SUPPLEMENTAL CAPITAL RATIO ((C-D):(VII+VIII))			
XII. REQUIRED MINIMUM CAPITAL ADEQUACY RATIO			

LOAN PURCHASED FROM IBRA
January 1, 2006 to March 31, 2006

(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 (Unaudited)
1	Loan principal / outstanding balance as of March 31, 2006	4,274,992
2	Amount of loans purchased from January 1, 2002 - March 31, 2006	5,579,541
3	Total provision for loan losses and deferred income arising from the difference between outstanding loans and purchase price	151,136
4	Allowance for possible loan losses as of March 31, 2006	841,503
5	Interest income and other income related to loans purchased from IBRA from January 1, 2006 - March 31, 2006	34,751

b. Summary of movement of loans purchased from IBRA

NO	DESCRIPTION	Amount (Unaudited)
1	Beginning Balance	4,771,405
2	Foreign currency translation	(312,861)
3	Additional loan purchased during the period	-
4	Repayment during the period	(183,552)
5	Loan written-off during the period	-
6	Ending Balance	4,274,992

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

NO	DESCRIPTION	Amount (Unaudited)
1	Beginning Balance	-
2	Foreign currency translation	-
3	Additional allowance for possible losses on loan purchased from IBRA during the period	-
4	Allowance for possible losses for loan written-off	-
5	Reversal of allowance for possible losses due to excess of repayment over purchase price	-
6	Ending Balance	-

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

NO	DESCRIPTION	Amount (Unaudited)
1	Beginning Balance	159,858
2	Foreign currency translation	(8,606)
3	Additional deferred income of loan purchased from IBRA during the period	-
4	Deferred income for loans written-off	-
5	Reversal of deferred income due to excess of repayment over purchase price	(116)
6	Ending Balance	151,136

e. Loan covered by new credit agreements

4,274,992

f. Additional facility extended to debtors under loan purchased from IBRA

2,688

FINANCIAL RATIOS
As of March 31, 2006 and 2005

NO	KEYS RATIOS	BANK	
		March 31, 2006	March 31, 2005
I.	Capital		
	1. CAR by considering credit risk	25.22%	26.62%
	2. CAR by considering credit risk and market risk	24.56%	25.77%
	3. Premises and Equipment to Capital	27.64%	24.54%
II.	Earning Assets		
	1. Non-performing earning assets	12.81%	8.96%
	2. Allowance for possible losses on earning assets	6.52%	5.18%
	3. Compliance for allowance for possible losses on earning assets	101.64%	110.09%
	4. Compliance for allowance for possible losses on non earning assets	-	-
	5. Gross NPL	27.66%	18.88%
	6. Net NPL	15.84%	10.90%
III.	Rentability		
	1. ROA	1.24%	1.31%
	2. ROE	9.27%	9.07%
	3. NIM	3.79%	4.27%
	4. Operating Expenses to Operating Income *)	89.10%	84.43%
IV.	Liquidity		
	LDR	50.90%	55.84%
V.	Compliance		
	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)	12.12%	8.08%
	3. Net Open Position **)	3.85%	6.29%
	4. Net Open Position on Balance Sheet ***)	16.35%	4.53%

*) Operating expenses include interest expense, provision for possible losses on assets and other provision for possible losses divided by operational income including interest income.

**) Net Open Position calculation includes balance sheet and off-balance sheet accounts.

***) Net Open Position as of March 31, 2006 is in accordance with Bank Indonesia Regulation

No. 7/37/PBI/2005 dated September 30, 2005 regarding "The Amendment of Bank Indonesia Regulation No. 5/13/PBI/2003 concerning

Net Open Position For Commercial Banks", while as of March 31, 2005 is in accordance with Bank Indonesia Regulation

No. 6/20/PBI/2004 dated July 15, 2004.

Notes

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Lined area for notes with multiple horizontal blue lines.

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