Management Discussion Report of the Board

Indonesia and has been received by letter No. AHU-AH.01.03-10-0268916 dated November 28 2018. PT Mandiri AXA General Insurance has submitted a report of changes in composition of share ownership to Financial Service Authority and approved on 12 December 2018. Since Bank Mandiri's ownership percentage in PT Mandiri AXA General Insurance is 20%, PT Mandiri AXA General Insurance's financial statements no longer consolidated.

Acquisition

During 2018, Bank Mandiri did not conduct acquisition activities

Debt and Capital Restructuring

During 2018, Bank Mandiri did not conduct debt restructuring transactions and/or capital restructuring.

Use of Third Party Services

The use of third party services to assess the fairness of investment transactions, acquisitions, divestments and restructuring performed by following the applicable regulations in the capital market sector.

Commitment and Contingency

Information on Bank Mandiri's commitment and contingency is presented as follows.

Table of Commitments and Contingencies

	(in million IDR)	
Description	2018	2017
COMMITMENT		
Commitment Liabilities		
Credit facilities given but untapped*)		
Related party	(55,668,817)	(50,456,815)
Third party	(103,488,612)	(92,747,364)
Total	(159,157,429)	(143,204,179)
Letters of credit which is inalienable and still in progress		
Related party	(11,195,881)	(5,904,249)
Third party	(8,550,047)	(9,918,273)
Total	(19,745,928)	(15,822,522)
Commitment Liabilies - Net	(178,903,357)	(159,026,701)
CONTINGENCY		
Contingency bill:		
Guarantee received from other bank	15,016,138	16,223,496
Interest income in progress	8,811,005	8,088,139
Others	32,729	32,729
Total	23,859,872	24,344,364

(in million IDD)

