

There was no significant impact on the Company's performance on events that occurred after the financial statement.

Event After The Date of Accountant Statement

The Company does not have material information and facts after the date of the accountant statement that significantly affects Bank Mandiri's performance and business risks in the future.

Policies, Announcements And Dividend Payments

Dividend Policy

The distribution of dividends by Bank Mandiri is conducted once a year through the process of determining and approving Shareholders at the Annual General Meeting of Shareholders. Bank Mandiri has a policy to distribute dividends to shareholders while maintaining a ratio of dividend payments of around 50% of annual net income, unless the General Meeting of Shareholders (GMS) states that others depend on various considerations related to the performance of the year. Some of the considerations include the level of Bank Mandiri's financial health, the level of capital adequacy, Bank Mandiri's funding needs for further business expansion, without reducing the rights of the Bank Mandiri GMS to determine in accordance with the regulations of the Company's Articles of Association. Bank Mandiri will only pay dividends from net income based on the law in Indonesia and will pay dividends (if any) in cash in IDR and always comply with the applicable provisions in the stock exchange by making payments in a timely manner. Bank Mandiri does not have negative covenants in connection with the limitation of third parties in the context of dividend distribution which can harm the rights of the public shareholders.

Announcement and Dividend Payout

Dividend distribution is carried out based on the GMS Decision as described below

Table of Announcement and Dividend Payout Year Book of 2013-2017

Description	Year book of 2017	Year book of 2016	Year book of 2015	Year book of 2014	Year book of 2013
Net Profit (million IDR)	20,639,68	13,806,57	20,334,97	19,871,87	18,203,75
Dividend (million IDR)	9,287,86	6,212,95	6,100,49	4,967,97	5,461,13
Dividend Per Share (IDR)	199,02552	266,26947	261,44958	212,91292	234,04825
Number of shares	46,666,666,666	23,333,333,333	23,333,333,333	23,333,333,333	23,333,333,333
Dividend Pay Out Ratio (%)	45%	45%	30%	25%	30%
Date of Announcement	March 23, 2018	Maret 14, 2017	Maret 21, 2016	Maret 18, 2015	Februari 29, 2014
Date of payment	April 20, 2018	April 13, 2017	April 22, 2016	April 17 2015	April 15, 2014

Announcement and 2017 Dividend Payout

Based on the Annual General Meeting of Bank Mandiri on March 23, 2018 it was decided to approve and determine the use of the Company's Net Profit of year book ended December 31, 2017 as much as IDR20,639,683,141,139.50 with the following allocations:

- 30% of the Company's Net Profit for the period of January 1 to December 31, 2017 or in the amount of IDR.6,191,904,942,341.85 distributed as cash dividends to shareholders and specifically for the dividends of the Republic of Indonesia would be deposited in accordance with the provisions of laws and regulations.
- 15% of the Company's Net Profit for the period of January 1 to December 31, 2017 or in the amount of IDR3,095,952,471,170.92 are designated as special additional dividends which are all distributed as concurrent

- cash dividends to the shareholders recorded during the recording date dividend. Thus, the total amount of paid-up dividends to shareholders was 45% of the Company's net profit.
- 55% of the Company's Net Profit or equal to IDR 11,351,825,727,626.73 was appointed as Retained Earnings to support future capital gains.

Announcement And Dividend Payment Of Year Book 2016

Based on the Annual GMS of Bank Mandiri on March 14, 2017 it was decided to approve and determine the use of the Company's Net Profit for the year ended December 31, 2016 as much as IDR.13,806,565,442,570.80 with the following allocations:

- 30% of the Company's Net Profit for the period of January 1 to December 31, 2016 or in the amount of IDR 4,141,969,632,771.2 distributed as cash dividends to shareholders and specifically for the dividends of the Republic of Indonesia would be deposited in accordance with the provisions of laws and regulations.
- 15% of the Company's Net Profit for the period of January 1 to December 31, 2016 or as much as IDR2,070,984,816,385.62 were designated as special additional dividends which were all distributed as concurrent cash dividends to the shareholders recorded at the time of recording the dividend date. Thus, the total amount of dividends paid to shareholders was 45% of the Company's net profit.
- 55% of the Company's Net Profit or as much as IDR7,593,610,993,413.94 was determined as Retained Earnings to support the strengthening of capital in the future

Employee Stock Option Program (ESOP) / Management Stock Option Program (MSOP)

Based on the Resolution of the GMSE dated 29 May 2003 as stated in the Notarial deed of Sutjipto, S.H., No. 142 dated May 29, 2003, the shareholders of Bank Mandiri also approved plans for share ownership by employees and Directors through the Employee Stock Allocation ("ESA") Program and Provision of Management Stock Option Plan ("MSOP"). The ESA Program consisted of a Share Plan Bonus and a Share Purchase at Discount program. Meanwhile, the MSOP program was aimed at Directors and employees at

grade level or certain criteria. The fees and discounts on the ESA program became the responsibility of Bank Mandiri, whose expenses are sourced from reserves that have been formed. The management and implementation of the ESA and MSOP programs would be handled by the Board of Directors, while the supervision was carried out by the Board of Commissioners.

On July 14, 2003, the Government of the Republic of Indonesia released 4,000,000,000 shares, representing 20% of its ownership in Bank Mandiri, through an Initial Public Offering (IPO). As a follow up to the Government Regulation of the Republic of Indonesia No. 27/2003 dated June 2, 2003 which approved a divestment of up to 30.00% of Government ownership in Bank Mandiri and based on the decision of the State Owned Enterprise Privatization Team No. Kep-05 / TKP / 01/2004 dated January 19, 2004, the Government of the Republic of Indonesia carried out a further divestment of 10.00% ownership in Bank Mandiri or as many as 2,000,000,000 Common Series B shares on March 11, 2004 through a private placement.

During the IPO on July 14, 2003, Bank Mandiri gave the option to purchase shares to management through the MSOP Stage 1 (one) program of 378,583,785 options with an execution price of IDR742.50 (full amount) per share and nominal value of IDR500 (value full) per share. The issuance of this stock option was accounted for at the Equity - Stock Option at a fair value of IDR.69.71 (full amount) per share. The option executed from MSOP Stage 1 (one) is 375,365,957 shares, resulting in an increase in the Issued and Paid Up Capital of IDR.187,683, the addition of the Shareholder Agio of IDR.117,193. MSOP Stage 1 (one) could be executed until July 13, 2008 as announced at the Announcement of the Indonesia Stock Exchange (formerly the Jakarta Stock Exchange) No. Peng-262 / BEJ.PJS / P / 07-2004 dated July 14, 2004.

Furthermore, at the Annual General Meeting of Shareholders dated May 16, 2005, MSOP Phase 2 (two) was approved for 312,000,000 options stock. The execution price per share is IDR1,190.50 (full amount) as the implementation in the first year and IDR2,493 (full amount) as the implementation in the second year and in the following year. The nominal value per share was IDR500 (full amount). The issuance of this stock option was recorded in equity - stock options with fair value of stock options amounting to IDR642.28 (full amount) per share. The options executed from MSOP Stage 2 (two) are 311,713,697 shares resulting in the addition of issued and paid-up capital of IDR.155,857 and additional

share premiums of IDR.425,233. The 5 (last period) period of implementation of MSOP Stage 2 (two) option conversion rights is May 4, 2010 for 30 exchange days as announced in the Announcement of the Indonesia Stock Exchange (formerly the Jakarta Stock Exchange) No. Peng-97 / BEJ-PSJ / P / 02-2007 dated February 2, 2007. MSOP Stage 2 (two) stock options which were not executed were 286,303 shares or IDR.184 which passed the implementation period which was recorded as an additional share premium.

The Annual General Meeting of Shareholders dated May 22, 2006 approved the granting of MSOP Stage 3 (three) of 309,416,215 stock options. The GMS also authorized the Board of Commissioners to establish MSOP Stage 3 (three) implementation and supervision policies and report them at the upcoming GMS. The MSOP Stage 3 (three) option price per share of MSOP Stage 3 was IDR1,495.08 (full amount) with a nominal value of IDR500 (full amount) per share. This stock option was recorded at the Equity - Stock Option post with a fair value of stock options of IDR.593.89 (full amount) per share. Options executed from MSOP Stage 3 (three) amounted to 309,415,088 shares resulting in the addition of issued and paid-up capital of IDR154,707 and additional share premiums of IDR491,651. The MSOP Stage 3 (three) option execution period ended in February 2011, before the commencement of the trading period of Bank Mandiri Preemptive Rights dated February 14, 2011 to February 21, 2011. MSOP Stage 3 (three) stock options which were not executed were 1,127 shares respectively or as much as IDR. 4, which passes through the implementation period which is recorded as an additional share premium.

On December 27, 2010, the Bank made the first registration to the Financial Services Authority (formerly the Capital Market and Financial Institution Supervisory Agency in the context of Limited Public Offering (PUT) to Bank shareholders in the context of Rights Issuance Pre-emptive Securities ("HMETD") totaling 2,336,838,591 series of PUT B. Shares had been approved by the Board of Commissioners through a letter dated April 29, 2010. The Bank submitted a notification regarding LPO to Bank Indonesia through a letter dated September 17, 2010. PUT had also been promulgated through Government Regulation of the Republic of Indonesia No. 75 of 2010 dated November 20, 2010. PUT received effective approval from Bapepam and LK through letter No. S-807 / BL / 2011 dated January 27, 2011, in which PUT became effective after obtaining approval from shareholders at the Extraordinary General Meeting of Shareholders held on January 28, 2011.

Pre-emptive as many as 2,336,838,591 Rights shares were traded during the period February 14, 2011 - February 21, 2011 with an exercise price of IDR.5,000 (full amount) per share which resulted in an additional issued and paid-up capital of IDR1,168,420. Based on the resolutions of the Extraordinary General Meeting of Shareholders dated August 21, 2017, the shareholders of Bank Mandiri approved Bank Mandiri's stock split from IDR500 (full amount) per share to IDR250 (full amount) per share, so the capital was placed into 46,666,666,666 shares consisting of 1 (one) Series A Dwiwarna share and 46,666,666,665 Series B shares. For the stock split, there were no changes to the authorized, issued and paid-up capital. The breakdown of the share nominal value would be effective on September 13, 2017.

In 2018, Bank Mandiri did not have an Employee Stock Ownership Program (ESOP) and Management Stock Ownership Program (MSOP) program, the program ended in 2010.

Realization of Use of Profits from Public Offering

On September 21, 2018, Bank Mandiri issued Bank Mandiri Sustainable Bonds I Phase III of 2018 with a nominal value of IDR3,000,000,000 consisting of 1 (one) series with a tenor of 5 (five) year. Bond interest was paid quarterly, with the first interest payment being made on December 21, 2018 while the final interest payment as well as the maturity of the bonds was on September 21, 2023 which was also the principal repayment date of each series of bonds. The trustee of the issuance of Sustainable Bonds I Phase III was PT Bank Permata Tbk.

In accordance with POJK No. 30/POJK.04/2015 concerning the Realization Report on the Use of Profits from Public Offering, Bank Mandiri reported the Realization of the Use of Funds for the Phase 3 Year 2018 Bonds I Bank Mandiri as follows.