# HUMAN CAPITAL MANAGEMENT

The performance assessment system is expected to encourage employees to improve performance in the next period. The result of the performance assessment is used as one of the factors in determining compensation, talent category, and promotion.

# **EMPLOYEE ENGAGEMENT**

The Bank takes the emotional attachment of its employees to the Company very seriously. This is done through improving the welfare of all employees so that they can work together to offer optimal productivity. The Bank's employee welfare improvement program is provided materially and non-materially. The following are Bank Mandiri's employee engagement programs.

## **Employee Remuneration**

For each job level, Bank Mandiri does not differentiate between the basic salary and remuneration between women and men. The ratio of basic salary and remuneration between women and men is 1:1. Salaries and facilities are set according to position and performance, not gender. Bank Mandiri's commitment to equality is shown in the percentage of female employees, which is 52% of all employees. Meanwhile, the percentage of women who occupy top level management, namely Assistant Vice President to Director, is 32%.

#### **Maternity Leave Conditions**

Bank Mandiri provides maternity female leave for employees and paternity leave for male employees whose wife are in labour per the applicable laws and regulations. Bank Mandiri will receive employees back after the end of their leave period and they may return to their positions. In 2021, 1,217 female employees took maternity leave, and 644 male employees took paternity leave. Of that number, 98.36% of the female employees got back to work after their leave ended. Also, 93.16% of the female employees who took maternity leave in the last year, got back to work at Bank Mandiri after their leave ended. The high rate of returning female employees after taking maternity leave shows that Bank Mandiri is an 'employer of choice' that gives support to its female employees.

#### **Pension Program**

Bank Mandiri shows appreciation to its retiring employees and encourages them to maintain their well-being. Bank Mandiri arranges a pension program in the forms of pension funds and pre-pension training. To realize this commitment, Bank Mandiri created a Pension Funds scheme for employees that consists of defined contribution and defined benefit that are retrieved from each pension funds form banks participating in a pool.

For employees entering a retirement age, Bank Mandiri holds a special seminar to keep would-be retirees well and productive during their retirement. Various topics including entrepreneurship, health, and psychology are discussed in this seminar. In 2021, the retirement seminar was launched in 2 batches with a total of 29 employees who would be retiring within 3 months. This training ran for 5 (five) days.

## Awards

One of the ways the Bank does to increase employee engagement is by giving appreciation in the form of awards to Bank employees. This award event is held regularly every year. The following are the award events organized by the Bank:

# • Mandiri Best Employee

Mandiri Best Employee (MBE) is a form of highest appreciation to Bank Mandiri employees who are expected to represent employees who are not only performing very well, but are also able to become role models who actively influence their immediate colleagues to also exceed targets by behaving in accordance with AKHLAK core values.