

# PT Bank Danamon Indonesia, Tbk. and Subsidiaries

## Consolidated Financial Statements

BALANCE SHEETS		BANK DANAMON		CONSOLIDATED	
AS AT 30 JUNE 2010 AND 2009		(in million Rupiah)		(in million Rupiah)	
NO.	ACCOUNTS	2010	2009	2010	2009
<b>ASSETS</b>					
1.	Cash	1,349,820	1,504,990	1,396,997	1,540,987
2.	Placements with Bank Indonesia	3,482,358	5,205,243	3,482,358	5,205,243
3.	Placements with other banks	4,000,334	2,552,825	4,000,334	2,552,825
4.	Spot and derivative receivables	245,205	527,520	245,205	527,520
5.	Marketable securities	-	-	-	-
a.	Designated at fair value through profit/loss	279,300	472,454	279,300	472,454
b.	Available for sale	11,811,536	15,788,902	12,184,416	16,022,007
c.	Held to maturity	416,019	2,748,592	588,715	2,866,894
d.	Loans and receivables	-	-	-	-
e.	Securities sold under repurchase agreements (reverse repo)	-	-	-	-
f.	Securities purchased under resale agreements (reverse repo)	-	-	-	-
6.	Acceptance receivables	1,114,077	824,594	1,114,077	824,594
7.	Loans	-	-	-	-
a.	Designated at fair value through profit/loss	-	-	-	-
b.	Available for sale	-	-	-	-
c.	Held to maturity	-	-	-	-
d.	Loans and receivables	66,556,425	58,713,315	66,556,425	58,713,315
e.	Deferred income -	(84)	(84)	(84)	(84)
f.	Share financing	609,371	860,446	609,371	860,446
10.	Consumer financing receivables	3,889,216	2,012,173	3,889,216	2,012,173
11.	Allowance for impairment losses on consumer financing receivables -	-	-	(123,169)	(41,863)
12.	Premium receivables	-	-	71,529	27,581
13.	Investments	4,997,555	2,308,113	84,696	12,175
14.	Goodwill	-	-	1,178,219	208,709
15.	Allowance for impairment losses on financial assets -	-	-	-	-
a.	Marketable securities	(1,950)	(8,242)	(1,950)	(8,242)
b.	Loans	(2,404,111)	(1,794,937)	(2,404,111)	(1,794,937)
c.	Others	(775,163)	(1,076,036)	(775,163)	(1,076,036)
16.	Intangible assets	580,333	533,308	580,333	533,308
17.	Accumulated amortization on intangible assets -	(414,479)	(334,927)	(451,434)	(387,046)
18.	Fixed assets and equipment	2,500,666	2,409,033	2,534,538	2,786,204
19.	Accumulated depreciation of fixed assets and equipment -	(1,147,435)	(991,120)	(1,376,030)	(1,183,163)
20.	Idle properties	26,011	27,712	26,011	27,712
21.	Forfeited assets	189,229	99,102	189,229	102,844
22.	Supervisory accounts	7,497	4,053	7,497	4,053
23.	Interbranch assets	-	-	-	-
a.	Conducting operational activities in Indonesia	950	343	894	343
b.	Conducting operational activities outside Indonesia	-	-	-	-
24.	Allowance for impairment losses on other assets -	-	-	-	-
25.	Loaned receivables	(20,242)	(17,960)	(22,162)	(17,960)
26.	Deferred tax assets	781,866	726,894	782,259	731,404
27.	Other assets	4,197,513	5,555,489	4,441,434	6,521,882
	<b>TOTAL ASSETS</b>	<b>98,380,101</b>	<b>96,610,365</b>	<b>100,447,486</b>	<b>98,888,375</b>
<b>LIABILITIES AND EQUITY</b>					
1.	Current accounts	8,234,405	6,669,312	7,834,576	6,358,887
2.	Savings	13,082,280	17,487,458	13,082,280	17,487,458
3.	Time deposits	47,148,254	49,989,129	46,992,965	49,992,965
4.	Revenue sharing investment funds	694,545	552,736	694,545	552,736
5.	Deferred premium income	-	-	504,891	382,681
6.	Unearned premium reserve	287,708	289,330	287,708	289,330
7.	Liabilities to Bank Indonesia	523,949	552,551	523,949	552,551
8.	Liabilities to other banks	2,104,334	1,057,368	2,104,334	1,057,368
9.	Spot and derivative payables	287,728	487,645	287,728	487,645
10.	Securities sold under repurchase agreements (reverse repo)	4,079,827	3,756,986	4,079,827	3,756,986
11.	Acceptance payables	1,104,092	863,644	1,104,092	863,644
12.	Marketable securities issued	1,250,054	1,500,234	1,670,791	2,049,988
13.	Borrowings	2,047,423	2,222,423	2,047,423	2,222,423
14.	Security deposits	9,297	11,465	9,297	11,465
15.	Interbranch liabilities	-	-	-	-
a.	Conducting operational activities in Indonesia	-	-	-	-
b.	Conducting operational activities outside Indonesia	-	-	-	-
16.	Deferred tax liabilities	-	-	288,482	244,998
17.	Allowance for possible losses on administrative accounts	-	-	25,044	25,044
18.	Other liabilities	2,457,916	2,937,429	3,364,422	3,507,261
19.	Profit sharing investment funds	-	-	-	-
20.	Minority interests	-	-	110,574	559,549
21.	Loan capital	-	-	-	-
22.	Issued and fully paid capital	-	-	-	-
a.	Authorized capital -	11,657,447	11,657,447	11,657,447	11,657,447
b.	Unpaid capital -	(6,341,103)	(6,361,386)	(6,341,103)	(6,361,386)
c.	Treasury stock -	-	-	-	-
23.	Additional paid-up capital	-	-	-	-
a.	Agio	3,041,264	2,832,709	3,041,264	2,832,709
b.	Disagio -	-	-	-	-
c.	Correlated capital	-	-	-	-
d.	Difference in foreign currencies translation	1,985	2,037	1,985	2,037
e.	Other comprehensive income	-	-	-	-
f.	Others	28,426	(51,397)	(2,215)	(51,397)
g.	Capital paid in advance	-	-	-	-
24.	Revaluation reserves of fixed asset	-	-	-	-
25.	Difference in quasi-reorganization	-	-	-	-
26.	Difference in restructuring value of transaction of entities under common control	-	-	-	-
27.	Reserves	-	-	-	-
a.	General reserves	134,034	118,709	134,034	118,709
b.	Specific reserves	-	-	-	-
28.	Retained earnings	6,990,333	6,209,036	6,990,333	6,209,036
a.	"12 months" (*)	1,433,436	870,192	1,433,436	870,192
b.	Current year	-	-	-	-
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>98,380,101</b>	<b>96,610,365</b>	<b>100,447,486</b>	<b>98,888,375</b>

STATEMENTS OF INCOME AND RETAINED EARNINGS		BANK DANAMON		CONSOLIDATED	
FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2010 AND 2009		(in million Rupiah, except earnings per share)		(in million Rupiah, except earnings per share)	
NO.	ACCOUNTS	2010	2009	2010	2009
<b>INCOME AND EXPENSES FROM OPERATIONS</b>					
<b>Net Interest Income and Expense</b>					
1.	Interest Income	5,967,768	6,157,447	6,739,472	7,610,434
a.	Rupiah	141,592	141,592	141,592	141,592
b.	Foreign currencies	5,826,176	6,015,855	6,597,880	7,468,842
2.	Interest Expense	(1,948,516)	(3,265,698)	(1,987,373)	(3,285,996)
a.	Rupiah	(24,238)	(24,238)	(24,238)	(24,238)
b.	Foreign currencies	(1,924,278)	(3,241,460)	(1,963,135)	(3,261,758)
	<b>Net Interest Income</b>	<b>3,738,604</b>	<b>3,032,193</b>	<b>4,888,853</b>	<b>4,470,882</b>
3.	Underwriting Income	-	-	325,803	271,520
4.	Premium income	-	-	157,071	141,933
5.	Underwriting expense	-	-	(169,732)	(129,585)
	<b>Net Underwriting Income</b>	<b>3,738,604</b>	<b>3,032,193</b>	<b>5,078,924</b>	<b>4,800,267</b>
<b>Net Interest and Underwriting Income</b>					
1.	Margin	12,342	18,919	12,342	18,919
2.	Profit sharing	41,215	29,576	41,215	29,576
3.	Share financing	239	239	239	239
4.	Bonus income	53,796	48,495	53,796	48,495
	<b>Net Sharia Income</b>	<b>53,796</b>	<b>48,495</b>	<b>53,796</b>	<b>48,495</b>
5.	Sharia Expenses	(12,401)	(23,228)	(12,401)	(23,228)
a.	Bonus sharing	(12,401)	(23,228)	(12,401)	(23,228)
b.	IB bonus expense	902	295	902	295
	<b>Net Sharia Expenses</b>	<b>(11,499)</b>	<b>(22,933)</b>	<b>(11,499)</b>	<b>(22,933)</b>
	<b>Net Sharia Interest Income</b>	<b>42,297</b>	<b>25,562</b>	<b>42,297</b>	<b>25,562</b>
<b>Other Operating Income and Expense</b>					
1.	Other operating income	1,799,380	1,483,339	1,728,611	1,396,332
a.	Income from sale of financial assets (mark to market)	-	-	4,485	4,485
i.	Marketable securities	-	-	4,485	4,485
ii.	Spot and derivatives	-	-	176,628	176,628
iii.	Other financial assets	-	-	2,372	2,372
b.	Decrease in fair value of financial liabilities (mark to market)	-	-	-	-
i.	Marketable securities	99,102	187	99,102	187
ii.	Loans	-	-	-	-
iii.	Other financial assets	-	-	-	-
d.	Gain from spot and derivative transaction (realized)	58,642	-	58,642	-
e.	Dividend gain from investment under equity method, less/commission and administrative	1,383,475	1,099,995	725,161	1,008,876
f.	Reversal in allowance for impairment losses, allowance for possible losses on non-earning assets and allowance for possible losses on administrative account	258,141	196,672	849,708	200,921
g.	Other income	3,059,274	3,338,131	4,532,443	4,431,961
a.	Income from sale of financial assets (mark to market)	1,535	-	1,535	-
i.	Loans	1,535	-	1,535	-
ii.	Spot and derivatives	26,307	-	26,307	-
iii.	Other financial assets	6,312	-	6,312	-
b.	Increase in fair value of financial liabilities (mark to market)	-	-	-	-
i.	Loans	-	-	-	-
ii.	Spot and derivatives	-	-	-	-
iii.	Other financial assets	-	-	-	-
c.	Losses from sale of financial assets (mark to market)	-	-	-	-
i.	Loans	-	-	-	-
ii.	Spot and derivatives	-	-	-	-
iii.	Other financial assets	-	-	-	-
d.	Losses from spot and derivative transaction (realized)	1,016,888	1,032,419	1,017,420	1,047,876
e.	Impairment losses on investments	3	(1,950)	3	(1,950)
f.	Allowance for possible losses/administration costs	-	-	-	-
g.	Allowance for operational risk losses	6,224	2,790	6,224	2,790
h.	Losses related to operational risk	-	-	-	-
i.	Losses from investment in shares under equity method, less/commission and administrative	184,100	138,220	227,071	569,167
j.	Losses from decrease in value of non-financial assets	1,579	745	2,343	745
k.	Losses from investment under equity method, less/commission and administrative	1,245,107	1,034,982	1,408,973	1,408,973
l.	Salaries and employee benefits	56,041	88,739	74,158	112,742
m.	Other expenses	1,063,814	1,028,483	1,371,962	1,264,898
	<b>Net Other Operating Expenses</b>	<b>(1,809,914)</b>	<b>(1,854,793)</b>	<b>(2,789,832)</b>	<b>(3,035,527)</b>
	<b>OPERATING INCOME</b>	<b>1,966,183</b>	<b>1,282,372</b>	<b>2,279,246</b>	<b>1,589,812</b>
<b>NON OPERATING INCOME (LOSS)</b>					
1.	Gain from sale of premises and equipment	1,576	7,232	1,754	7,232
2.	Losses on foreign currencies translation	(1,819)	(241)	(2,719)	(241)
3.	Other non operating expenses	(258,730)	(194,881)	(279,222)	(180,580)
	<b>NON OPERATING LOSS</b>	<b>(258,622)</b>	<b>(187,890)</b>	<b>(277,187)</b>	<b>(153,589)</b>
<b>INCOME BEFORE TAX FOR THE PERIOD ENDED</b>					
1.	Profit (loss) transferred to Head Office	1,707,561	1,014,482	2,001,059	1,435,917
2.	Income tax	(194,960)	(162,542)	(387,165)	(387,894)
3.	Deferred tax income (expenses)	79,132	(81,252)	132,295	21,382
	<b>INCOME AFTER TAX FOR THE PERIOD ENDED</b>	<b>1,433,436</b>	<b>870,192</b>	<b>1,433,436</b>	<b>870,192</b>
<b>LOSSES ON MINORITY INTEREST</b>					
1.	Income from minority interest	1,433,436	870,192	(48,163)	(156,359)
2.	Dividend	(766,301)	(675,077)	(766,301)	(675,077)
3.	Others	(15,225)	(15,300)	(15,225)	(15,300)
	<b>DILUTED EARNINGS PER SHARE (*)</b>	<b>170.64</b>	<b>107.63</b>	<b>170.64</b>	<b>107.63</b>
	<b>DILUTED EARNINGS PER SHARE (*)</b>	<b>170.14</b>	<b>105.76</b>	<b>170.14</b>	<b>105.76</b>

ALLOWANCE FOR IMPAIRMENT LOSSES		2010		2009	
AS AT 30 JUNE 2010 AND 2009		(in million Rupiah)		(in million Rupiah)	
NO.	ACCOUNTS	Individual	Collective	General	Specific
1.	Placements with other banks	-	-	40,003	26,658
2.	Spot and derivative receivables	-	-	2,449	509
3.	Marketable securities	1,950	6,425	6,425	5,167
4.	Securities sold under repurchase agreement (reverse repo)	-	-	-	8,164
5.	Securities purchased under resale agreements (reverse repo)	-	-	-	509
6.	Acceptance receivables	-</			