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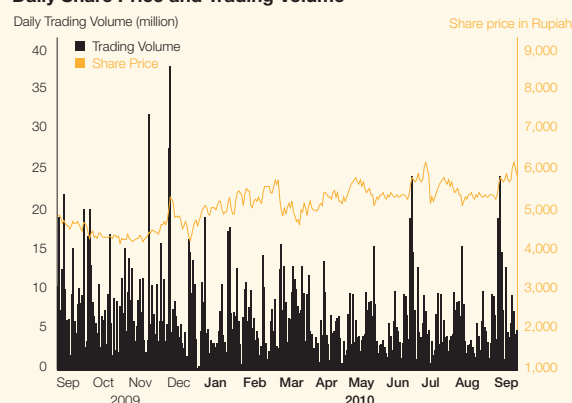
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# First Nine Months 2010 Financial Results

## Daily Share Price and Trading Volume



Source: Bloomberg

- Total loans increased to Rp.77 trillion or 25% higher compared to a year ago.
- CASA increased 29% to Rp.28 trillion, accounting for 39% of deposits
- Pre-Provision Operating Profit increased 20% to Rp.5.1 trillion
- NPAT rose 61% to Rp.2.2 trillion
- Net Interest Margin was stable at 11.4%
- Cost to Income Ratio improved further to 48.2%
- ROE stood at 19.7% despite high capitalization

	9M09	9M10	Δ YoY	1Q10	2Q10	3Q10	Δ QoQ
<b>INCOME STATEMENT (Rp billion)</b>							
Net Interest Income before Acquisition Cost	6,898	8,342	21%	2,676	2,760	2,906	5%
Net Interest Income after Acquisition Cost	6,898	7,389	7%	2,394	2,448	2,548	4%
Non Interest Income <sup>1</sup>	1,459	2,520	72%	694	890	936	5%
Operating Income	8,357	9,909	19%	3,088	3,337	3,485	19%
Operating Expenses <sup>1,2</sup>	(4,129)	(4,841)	17%	(1,466)	(1,694)	(1,680)	0%
Pre Provision Operating Profit	4,229	5,069	20%	1,622	1,642	1,804	10%
Cost of Credit <sup>2</sup>	(1,643)	(1,788)	9%	(579)	(566)	(643)	14%
Normalized Net Profit After Tax	1,649	2,228	35%	700	729	799	10%
Extraordinary items <sup>3</sup>	(284)	(25)	-91%	1	4	(29)	NA
Reported Net Profit After Tax	1,365	2,203	61%	701	733	770	5%
<b>BALANCE SHEET (Rp billion)</b>							
Total Assets	100,128	105,221	5%	97,330	100,447	105,221	5%
Loans (gross)	62,145	77,373	25%	64,447	71,074	77,373	9%
Government Bonds	11,743	8,496	(28%)	10,748	9,827	8,496	(14%)
Liquid Assets	7,533	7,086	(6%)	7,166	7,329	7,086	(3%)
Total Funding	77,958	79,680	2%	73,624	76,109	79,680	5%
Total Deposits	69,185	71,792	4%	65,579	67,915	71,792	6%
Total Equity	15,619	17,719	13%	16,838	16,915	17,719	5%
<b>KEY FINANCIAL RATIOS (%)</b>							
Net Interest Margin <sup>4</sup>	10.7	11.5	0.8	11.7	11.6	11.4	-0.3
Cost to Income <sup>5</sup>	49.4	48.8	-0.6	47.5	50.8	48.2	-2.4
Normalized Cost of Credit <sup>6,7</sup>	3.3	3.5	0.2	3.5	3.4	3.6	0.3
Reported Cost of Credit	4.1	3.5	-0.6	3.4	3.3	3.8	0.5
ROAA	1.8	2.9	1.2	2.9	3.0	3.0	0.0
ROAE	13.7	19.0	5.3	18.0	19.3	19.7	0.4
Loan to Deposits	86.1	103.7	17.6	93.8	98.8	103.7	4.9
Modified LDR <sup>8</sup>	82.4	93.4	11.0	83.9	89.6	93.4	3.8
CAR (Consolidated) with operational risk	-	16.4	NA	19.7	18.2	16.4	(1.8)
Consolidated CAR	20.9	19.1	(1.8)	21.5	19.5	19.1	(0.4)
NPL - Gross	4.0	3.1	(0.9)	4.0	3.4	3.1	(0.3)
NPL - Net after impairment value	-	0.0	NA	-	0.0	0.0	0.0

1) Acquisition cost is reclassified to deduct Interest Income from previously netted against Fee Income and Operating Expense as per new accounting standards starting 2010

2) Costs of recovery is reclassified from Operating Expense to Cost of Credit as per new accounting standards

3) Comprise of cost of unwound foreign exchange forward contracts and provisioning of the outstanding contracts (after tax)

4) NIM calculation has been adjusted according to new accounting standards. Acquisition cost is reclassified to deduct Interest Income from previously netted against Fee Income and Operating Expense starting 2010. NIM in 1H09 is restated to comply with Bank Indonesia Circular Letter 12/11/DPNP dated 30 June 2010 whereby the Credit Related Fees income is excluded from the NIM calculation.

5) Cost to Income ratio is restated to include the reclassification of cost of recovery from Operating Expense to Cost of Credit

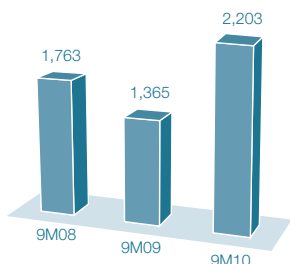
6) Cost of Credit over average earning assets (excluding government securities)

7) Exclude the impact of extraordinary items

8) Modified LDR is defined as (Loans + Reserves with BI + Cash in Vault + HTM bonds) / (Third Party Deposits + Long Term Funding + Capital - Net Other Assets)

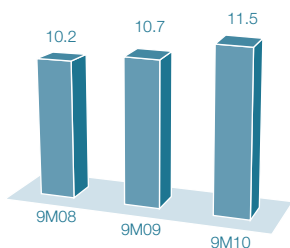
**Net Income**

Rp billion



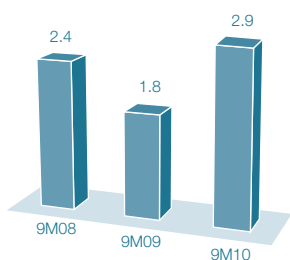
**Net Interest Margin**

%



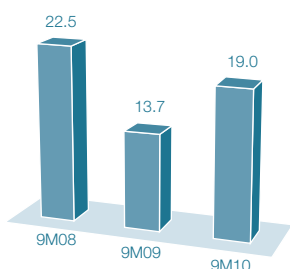
**ROAA**

%



**ROAE**

%



# First Nine Months 2010 Financial Results

**D**anamon reported a net profit after tax of Rp.2,203 billion in the first nine months of 2010, a 61% increase over profit in the corresponding period last year of Rp.1,365 billion, as operating trends continued to strengthen. There was broad based loan growth while expense and provision remained at satisfactory level. Hence, Basic Earnings per Share (EPS) were Rp.262.12 as compared to Rp.166.97 a year ago.

## Income Statement

Starting this year, as per new accounting standard, costs directly incurred in acquiring new loans (acquisition costs) are netted against consumer financing income (interest income) thus lowering our reported interest income. As a result, interest income in the first nine months of 2010 fell 11% to Rp.10,607 billion.

Nevertheless, the bank still recorded a higher net interest income due to margin expansion. NIM increased to 11.5% in the first three quarters of this year as compared to 10.7% a year ago. As Indonesian economic indicators continued to improve, the bank conscientiously sold lower yielding assets such as SBI and government bonds and increased the proportion of loans in the bank's assets mix. As a result, loans to total assets ratio increased to 72%, a 10% higher than a year ago. Furthermore, the bank was effectively improved its funding mix resulting in lower cost of fund. Accordingly, net interest income rose 7% to Rp.7,389 billion from Rp.6,898 billion a year ago. This was achieved despite of the adoption of new accounting standard and lower average earning assets that fell 2% to 83,864. Without the new policy, interest income would have been Rp.953 billion higher and net interest income would have been risen by 21%.

CASA was up by 29% and made up 39% of total deposits compared to CASA ratio of 31% at the end of third quarter of 2009. Combined with declining interest rate in the market, this resulted in lower cost of funds that dropped to 5.4% compared to 7.7% a year ago. Thus, interest expenses decreased to Rp.3,218 billion from Rp.4,982 in the corresponding period last year. Average interest bearing liabilities went down to Rp.75,466 billion from Rp.83,139 billion,

Non-interest income surged 72% to Rp.2,520 billion in the first nine months driven by higher credit related fees, which more than doubled to Rp.1,723 billion from Rp.708 billion a year ago. This is partly attributable to reclassification of acquisition costs of loans to deduct interest income under new accounting standards, in addition to loan expansion. As a result, credit related fees now contributed to 68% of total non-interest income as compared to 48% a year ago. Moreover, in the first nine months we capitalized the opportunity in the market to realize Rp.210 billion gain from the sale of marketable securities, mainly government bonds, as compared to Rp.32 billion gain booked in the same period last year. As such, non-interest income contributed to 25% of the bank's total operating income as compared to 17% in the same period last year. Hence, our operating income grew by 19% to Rp.9,909 billion in the first nine months of 2010.

Operating expenses of Rp.4,841 billion were 17% higher than Rp.4,129 billion in the previous year period. Staff costs rose with a higher headcount, in line with business growth and the bank's strategies. Positively, they were offset by lower non-staff costs. Compared to the previous quarter, operating expenses were Rp.14

billion lower reflecting the discipline in cost management. The cost to income ratio of 48.8% was favourable to 49.4% a year ago. The ratio improvement was achieved despite our continuous efforts to add capacity in labor intensive mass market segment. Expenses associated with mass market segment rose 25% as business grew strongly. The bank expanded its network by adding different kinds of distribution channels to deepen penetration.

Our normalized cost of credit, excluding extraordinary items, amounted to Rp.1,788 billion was 9% above the previous year. On quarterly basis, allowance for possible losses went up by 14%. The increase was partly due to the impacts of IFRS implementation that was implemented in the second quarter of 2010. We also recorded non-recurring allowance amounted to Rp.25 billion in the first nine months of 2010.

Hence, cost of credit over average earning assets (excluding government securities) stood at 3.8% compared to 3.3% in the previous quarter and 4.1% a year ago. Further, the cost of credit in our consumer auto financing business stood at 4.1% as compared to 3.7% in the same period last year. While the cost of credit in micro lending business improved to 4.5% from 5.4% last year.

Taken all together, the bank continued to deliver stellar performance. Net profit after tax increased 61% to Rp.2,203 billion in the first nine month of 2010. Accordingly, the ROAA and ROAE improved significantly from 1.8% and 13.7% to 2.9% and 19.0%, respectively.

## Balance Sheet

The bank reinitiated its business growth starting in the second half of last year as operating trends continued to strengthen and were successful in recording a substantial increase in outstanding loans. As of September 2010, the loan book was at Rp.77,373 billion, 25% above a year ago and 9% higher than the previous quarter.

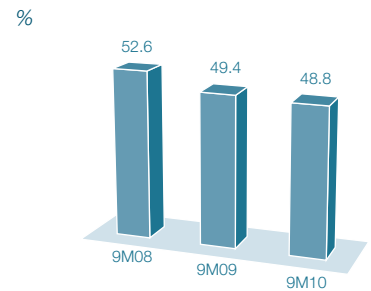
Mass market segment remained to be the main engine growth for the bank. We continued to increase the allocation of mass market loans that provide higher yields on the back of strong growth in consumer auto financing and micro lending businesses. Compared to a year ago, mass market loans rose 36% to Rp. 44,462 billion. Hence, mass market loans accounted for 57% of our loan book as compared to 53% a year earlier.

DSP, which serves micro and small scale enterprises, managed to grow its micro loans 24% to Rp.14,644 billion, contributing 19% of our total loan book. Our consumer auto financing business through Adira Finance reported a 55% growth in receivables as we gained market share in growing automotive sector. Automotive loans rose to Rp.27,835 and contributed 36% of total loan book. Adira Quantum, which offers white goods financing, grew by 30% to reach 1,113 billion at the end of September 2010. In contrast, CMM, which offers unsecured personal loans to salaried individuals, limited its expansion resulting in 59% lower outstanding loans to Rp.870 billion.

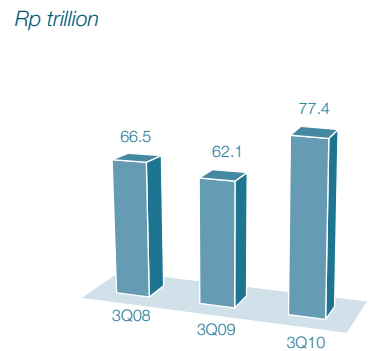
Our strength in micro financing is also being complemented by our increasing presence in the commercial and SME segments. Mid-size loans up 12% to Rp.18,350 billion and represented 24% of our loan. Commercial loans started to recover and grew 6% to Rp.7,790 billion. This made up 10% of total loan book. SME segment continued to recoup market share as well. SME loans rose 17% to Rp.10,560 on the back of higher working capital loan.

Wholesale loans, which comprise of corporate, JFAB and FI loans, grew 29% to Rp.10,004 billion. As such, a share of wholesale loans was little change at 13% of our loan book. Corporate borrowings and loans originated from joint financing were the main drivers of the increase.

### Cost to Income Ratio

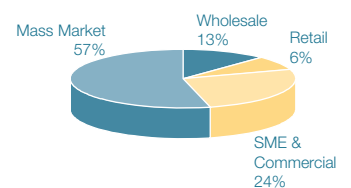


### Outstanding Loans

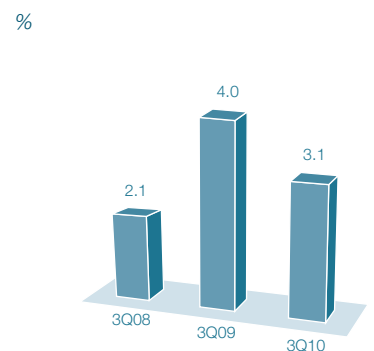


### Loan by Segment

As of September 30, 2010

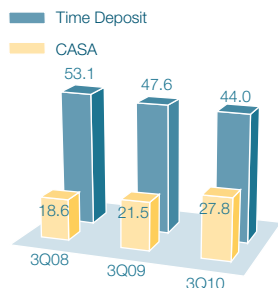


### NPL Ratio



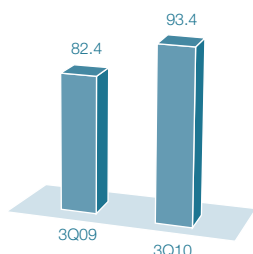
## Third Party Fund

Rp trillion



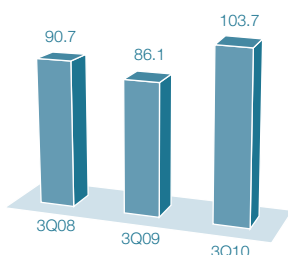
## Modified LDR

%



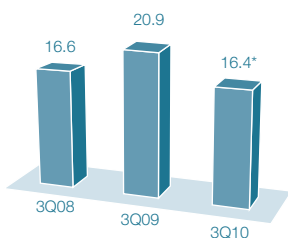
## LDR

%



## Consolidated CAR

%



\*Consolidated CAR with operational risk

Non-performing loans were Rp.2,373 billion as of September 2010 as compared to Rp. 2,450 billion a year earlier. As such, NPL ratio improved to 3.1% as compared to last year's 4.0% on the back of benign operating environments. NPL ratio in micro lending business stood at 5.7%, relatively stable as compared to 5.8% in the previous year. Similarly, NPL ratio in auto financing business was little changed, up slightly to 1.1% level. Further, after implementation of PSAK 50 and 55, the ratio of impairment loss allowance to NPL stood at 101%

Our government bonds portfolio reduced gradually to Rp.8,496 billion from Rp.11,743 billion last year as we sold some government bonds to capitalize opportunities in the market. As such, government bonds accounted for 8.0% of assets as of September 2010, down from 11.7% a year earlier. The portfolio was mainly composed of variable rate bonds that accounted for 72% of the bond portfolio. The average duration of the government bond holdings shortened to less than a year compared to two years at the end of September 2009.

Customer deposits, which accounted for 90% of total funding, stood at Rp.71,792 billion, a 4% higher than Rp.69,184 billion a year earlier. Current account and savings increased 23% and 32% to Rp.8,697 billion and Rp.19,129 billion, respectively while expensive time deposits was reduced from Rp. 47,634 to Rp. 43,965 on the back of the bank's improved liquidity position as well as strong capital base. As such, current account and saving account (CASA) contributed to 39% of customer deposits as of September 2010 as compared to 31% a year earlier. We also systematically uses long-term funding (such as senior bonds, securities sold under repurchase agreements, bilateral loan, and trade financing) to manage the bank's liquidity. At the end of September 2010, total long-term funding amounted to Rp.7,888 billion compared to Rp.8,773 billion in September 2009. Taken all together, our total funding increased 2% to Rp.79,680 billion Thus, the bank is in a good shape in terms of liquidity although its regulatory LDR ratio has exceeded 100% in the third quarter of 2010.

This regulatory LDR ratio is just a simple formula comparing total loans to total deposits and doesn't reflect overall liquidity conditions. The modified LDR that adds cash capital and professional funding in the equation gives a better picture of liquidity of a bank. Based on modified LDR, the formula that is in accordance with Basel II policies, the bank's loan to total funding ratio stood at a healthy 93.4%, reflecting a liquid balance sheet.

As we have started to implement capital charge for operational risk in the beginning of the year, our consolidated CAR stood at 16.4% at the end of September 2010, still reflecting strong capital base and one of the highest in the country. Without operational risk capital charge, our consolidated CAR stood at 19.1% compared to 20.9% a year earlier. Furthermore, our equity to asset ratio stood at a high 16.8% as of September 2010 as compared to 15.6% in the previous year.

## Liquidity Management

As of September 2010, the bank's regulatory loan to deposit ratio stood at 103.7%. The ratio is a straight formula comparing third party lending against third party deposits. This does not indicate any liquidity problem at all as there are other sources of funds not captured in the above LDR formula. Despite high LDR level, the bank had an excess of liquid assets amounted to Rp.4,471 billion.

This is due to the bank's strategy to thoroughly diversify its sources of funding through different structures of professional funding to better manage liquidity gap and interest rate risks. In the future, the bank will continue to pursue a prudent and diversified funding and liquidity management strategy and maintain 15%-20% of its total funding from the professional market. This includes bond issuance planned in early November next month.

# UPDATE

## ■ Business Updates

- **Consumer auto financing business**

Our consumer auto financing business is managed through a 95% owned subsidiary, Adira Finance. Currently, it operates a total network of 458 (branches, dealer outlets, kiosks, representative offices and points of service) and employs 22,097 staffs across the country.

In the first nine months of 2010, Adira's new financing volume rose 86% to Rp.18.6 billion reflecting buoyant automotive business in Indonesia. Positively, Adira was able to gain market share in both motorcycle and car financing businesses. Its market share in new motorcycle financing increased to 15.5% from 13.0% a year ago, while market share in new car financing stood at 5.0% as compared to 3.2% last year.

Thus, earnings of Adira Finance rose 40% to Rp.969 billion in the first nine months of 2010 on the back of higher managed receivables. Hence, ROAA and ROAE stood at 30.2% and 48.2%, respectively.

Net interest income declined to Rp.2,031 billion due mainly to the adoption of new accounting standard. Accordingly, net interest margin declined to 12.3% compared to 16.8% a year ago. Offsetting the impact of the new accounting standard was fee income that rose to 1,014 billion from Rp.66 billion last year.

Operating expenses amounted to Rp.1,063 billion, an increase of 40% over the same period last year due primarily to expansion in business network and in line with the business growth. As such, its cost to income ratio was little changed at 36%. Cost of credit was up to 4.1% of average receivables compared to 3.7% a year ago.

- **Self Employed Mass Market (DSP)**

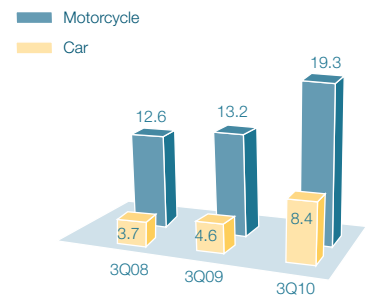
Our Self Employed Mass Market business, known as Danamon Simpan Pinjam (DSP), targets and serves micro and small scale enterprises.

DSP currently operates two business models: 1) Wet Market and 2) Supply Chain. Its Wet Market Model operates 812 DSP units in big traditional wet markets and 224 Mobile Units in smaller markets. Its Supply Chain Model, which was introduced in July 2007, targets traders at the low end of supply chains and operates 246 Sales Offices across the country.

SEMM extended Rp.8.060 billion of new loans in the first nine months, an increase of 33% compared to same period last year. As such, outstanding loans continue to grow 24% to Rp.14,632 billion as of September 2010. Meanwhile its cost of credit was 4.5% in the first nine months as compared to 5.4% of last year.

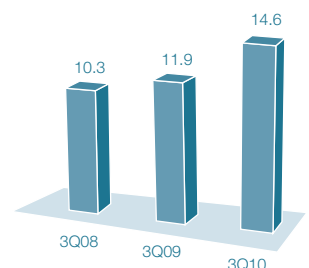
### Automotive Loans

Rp trillion



### Micro Loans

Rp trillion



## ■ Corporate Updates

### • Bonds issuance

- Danamon plans to issue fixed rate bonds up to Rp3 trillion with 3 and 5 year tenor.
- The bonds issuance is as part of the bank's strategy to diversify funding sources as well as for asset and liability management.

## ■ Credit Rating

Bank Danamon	Ratings and Outlook	
PEFINDO (Indonesia) <i>August 2010</i>	Corporate Rating	<sup>id</sup> AA+ / Stable
	Bond Rating	<sup>id</sup> AA+ / Stable
Standard & Poor's <i>October 2009</i>	Long-term / Short-term Local Currency	BB- / B / Positive
	Long-term / Short-term Foreign Currency	BB- / B / Positive
Fitch Ratings <i>January 2010</i>	Long-term / Short-term Foreign Currency	BB+ / B / Stable
	National Long-term	AA+ (idn) / Stable
	Individual / Support Rating	C/D / 3 / Stable
Moody's <i>June 2010</i>	Global Local Currency Deposit	Baa3 / P-3 / Stable
	Foreign Currency Long-term / Short-term Deposit	Ba3 / NP / Positive
	Bank Financial Strength Rating (BFSR)	D / Stable

**BALANCE SHEETS  
AS AT 30 SEPTEMBER 2010 AND 2009**

(In million Rupiah)

NO	ACCOUNTS	BANK DANAMON		CONSOLIDATED	
		2010	2009	2010	2009
ASSETS					
1.	Cash	2,083,010	3,123,884	2,144,501	3,165,716
2.	Placements with Bank Indonesia	3,985,742	5,947,603	3,985,742	5,947,603
3.	Placements with other banks	3,226,583	2,503,900	4,353,805	3,280,053
4.	Spot and derivative receivables	228,361	382,691	228,361	382,691
5.	Marketable securities				
a.	Designated at fair value through profit/loss	367,688	214,243	367,688	214,243
b.	Available for sale	5,225,414	13,287,839	5,534,040	13,606,285
c.	Held to maturity	572,521	2,681,650	660,209	2,798,936
d.	Loans and receivables	-	-	-	-
6.	Securities sold under repurchase agreements (repo)	4,351,113	-	4,351,113	-
7.	Securities purchased under resale agreements (reverse repo)	-	-	-	-
8.	Acceptance receivables	761,825	1,241,639	761,825	1,241,639
9.	Loans				
a.	Designated at fair value through profit/loss	-	-	-	-
b.	Available for sale	-	-	-	-
c.	Held to maturity	-	-	-	-
d.	Loans and receivables	72,213,389	58,710,273	72,213,389	58,710,273
	Deferred income -/-	-	(84)	-	(84)
10.	Sharia financing	636,716	798,667	636,716	798,667
11.	Consumer financing receivables	-	-	4,505,845	2,636,556
	Allowance for impairment losses on consumer financing receivables -/-	-	-	(141,886)	(49,433)
12.	Premium receivable	-	-	54,094	24,947
13.	Investments	5,387,955	4,385,882	83,578	12,175
14.	Goodwill	-	-	1,126,375	1,333,740
15.	Allowance for impairment losses on financial assets -/-	-	-	-	-
a.	Marketable securities	(1,950)	(8,288)	(1,950)	(8,288)
b.	Loans	(2,568,741)	(1,928,874)	(2,568,741)	(1,928,874)
c.	Others	(255,111)	(1,188,518)	(255,111)	(1,144,944)
16.	Intangible assets	593,772	542,175	680,077	609,682
	Accumulated amortisation on intangible assets -/-	(432,968)	(353,559)	(473,951)	(378,867)
17.	Fixed assets and equipment	2,609,253	2,459,397	3,067,702	2,841,656
	Accumulated depreciation of fixed assets and equipment -/-	(1,198,632)	(1,046,759)	(1,439,669)	(1,250,689)
18.	Idle properties	26,011	26,741	26,011	26,741
19.	Foreclosed assets	198,375	100,074	202,867	103,802
20.	Suspense accounts	2,665	3,069	2,665	3,069
21.	Interbranch assets				
a.	Conducting operational activities in Indonesia	61	-	94	-
b.	Conducting operational activities outside Indonesia	-	-	-	-
22.	Allowance for impairment losses on other assets -/-	-	-	(304)	-
23.	Allowance for possible losses on non earning assets -/-	(20,807)	(18,791)	(20,807)	(18,791)
24.	Leased receivables	-	-	17,130	-
25.	Deferred tax assets	827,988	835,333	842,448	842,287
26.	Other assets	3,999,381	5,302,400	4,277,206	6,326,779
<b>TOTAL ASSETS</b>		<b>102,819,614</b>	<b>98,002,587</b>	<b>105,221,062</b>	<b>100,127,570</b>

## BALANCE SHEETS AS AT 30 SEPTEMBER 2010 AND 2009

(In million Rupiah)

NO	ACCOUNTS	BANK DANAMON		CONSOLIDATED	
		2010	2009	2010	2009
LIABILITIES AND EQUITY					
1.	Current accounts	8,354,939	6,731,249	8,034,074	6,560,683
2.	Savings	18,987,918	14,358,227	18,987,918	14,358,227
3.	Time deposits	41,803,460	46,942,343	41,613,710	46,778,671
4.	Revenue sharing investment funds	663,503	587,893	649,723	587,893
5.	Deferred premium income	-	-	566,016	386,997
6.	Unearned premium reserve	-	-	302,564	239,297
7.	Liabilities to Bank Indonesia	17,550	43,110	17,550	43,110
8.	Liabilities to other banks	3,637,726	1,248,335	3,637,726	1,248,335
9.	Spot and derivative payables	246,333	357,755	246,333	357,755
10.	Securities sold under repurchase agreements (repo)	4,041,338	3,755,806	4,041,338	3,755,806
11.	Acceptance payables	752,383	1,266,707	752,383	1,266,707
12.	Marketable securities issued	1,250,058	1,500,000	1,671,146	2,050,377
13.	Borrowings	2,029,132	2,695,902	2,179,132	2,945,902
14.	Security deposits	11,007	11,789	11,007	23,578
15.	Interbranch liabilities	-	-	-	-
	a. Conducting operational activities in Indonesia	-	2	-	2
	b. Conducting operational activities outside Indonesia	-	-	-	-
16.	Deferred tax liabilities	-	-	289,076	257,007
17.	Allowance for possible losses on administrative accounts	420	27,456	420	27,456
18.	Other liabilities	2,804,514	2,357,097	3,863,792	3,043,808
19.	Profit sharing investment funds	-	-	-	-
20.	Minority interests	-	-	137,821	77,043
21.	Loan capital	500,000	500,000	500,000	500,000
22.	Issued and fully paid capital	-	-	-	-
	a. Authorized capital	11,657,447	11,661,026	11,657,447	11,661,026
	b. Unpaid capital -/-	(6,340,293)	(6,361,386)	(6,340,293)	(6,361,386)
	c. Treasury stock -/-	-	-	-	-
23.	Additional paid-up capital	-	-	-	-
	a. Agio	3,045,428	2,948,835	3,045,428	2,948,835
	b. Disagio -/-	-	-	-	-
	c. Donated capital	-	-	-	-
	d. Difference in foreign currencies translation	1,984	2,013	1,984	2,013
	e. Other comprehensive income	15,152	(299,482)	15,152	(299,482)
	f. Others	11,967	(25,002)	11,967	(25,002)
	g. Capital paid in advance	-	-	-	-
24.	Revaluation reserves of fixed asset	-	-	-	-
25.	Difference in quasi- reorganisation	-	-	-	-
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	-	-	-	-
	a. Previous years *)	6,990,333	6,209,101	6,990,333	6,209,101
	b. Period year	2,203,281	1,365,102	2,203,281	1,365,102
TOTAL LIABILITIES AND EQUITY		102,819,614	98,002,587	105,221,062	100,127,570

\*) After being eliminated with deficit of Rp 32,968,831 through quasi-reorganisation on 1 January 2001.



**STATEMENTS OF INCOME AND RETAINED EARNINGS  
FOR THE 9 MONTHS PERIODS ENDED 30 SEPTEMBER 2010 AND 2009**

(In million Rupiah, except earning per share)

NO	ACCOUNTS	BANK DANAMON		CONSOLIDATED	
		2010	2009	2010	2009
	INCOME AND EXPENSES FROM OPERATIONS				
A.	Interest Income and Expenses				
1.	Interest Income				
a.	Rupiah	8,489,028	8,987,958	10,290,986	11,228,404
b.	Foreign currencies	239,402	574,956	239,402	574,956
2.	Interest Expense				
a.	Rupiah	3,003,190	4,479,234	3,057,376	4,521,089
b.	Foreign currencies	41,714	316,530	41,714	316,530
	Net Interest Income	5,683,526	4,767,150	7,431,298	6,965,741
3.	Underwriting Income				
3.1.	Premium income	-	-	570,880	447,952
3.2.	Underwriting expense	-	-	285,136	215,710
	Net Underwriting Income	-	-	285,744	232,242
	Net Interest and Underwriting Income	5,683,526	4,767,150	7,717,042	7,197,983
4.	Sharia Income				
4.1.	Margin	22,252	28,749	22,252	28,749
4.2.	Profit sharing	53,750	47,577	53,750	47,577
4.3.	Bonus income	306	-	306	-
	Total Sharia Income	76,308	76,326	76,308	76,326
5.	Sharia Expenses				
5.1.	iB loss sharing	17,164	32,046	17,164	32,577
5.2.	iB bonus expense	1,415	531	1,415	531
	Total Sharia Expenses	18,579	32,577	18,579	33,108
	Net Sharia Interest Income	57,729	43,749	57,729	43,218
B.	Other Operating Income and Expense				
1.	Other Operating Income	2,748,680	2,446,400	2,715,435	2,140,060
a.	Increase in fair value of financial assets (mark to market)				
i.	Marketable securities	-	-	-	-
ii.	Loans	-	-	-	-
iii.	Spot and derivatives	-	234,656	-	232,996
iv.	Other financial assets	-	-	-	-
b.	Decrease in fair value of financial liabilities (mark to market)	-	414	-	414
c.	Gain from sale of financial assets				
i.	Marketable securities	211,145	45,552	211,145	28,217
ii.	Loans	-	-	-	-
iii.	Other financial assets	-	-	-	-
d.	Gain from spot and derivative transaction (realised)	61,000	-	61,000	-
e.	Dividend, gain from investment under equity method, fees/commissions and administrative	2,079,455	1,880,134	1,063,621	1,585,972
f.	Reversal in allowance for impairment losses, allowance for possible losses on non-earning assets and allowance for possible losses on administrative account	-	-	-	-
g.	Other income	397,080	285,644	1,379,669	292,461
2.	Other Operating Expenses	5,482,533	5,343,389	6,987,011	6,985,869
a.	Decrease in fair value of financial assets (mark to market)				
i.	Marketable securities	1,459	585	1,459	585
ii.	Loans	-	-	-	-
iii.	Spot and derivatives	19,440	-	20,614	-
iv.	Other financial assets	13,632	-	13,632	-
b.	Increase in fair value of financial liabilities (mark to market)	-	-	-	-
c.	Losses from sale of financial assets				
i.	Marketable securities	-	-	-	-
ii.	Loans	-	-	-	-
iii.	Other financial assets	-	-	-	-
d.	Losses from spot and derivative transaction (realised)	-	-	-	-
e.	Impairment losses on financial assets	1,601,398	1,862,673	1,626,390	1,835,999
f.	Allowance for possible losses of administration accounts	4	1,256	4	1,256
g.	Allowance for operational risk losses	-	-	-	-
h.	Losses related to operational risk	11,032	3,969	11,032	3,969
i.	Losses from investment in shares under equity method, fees/commissions and administrative	266,871	214,811	684,597	891,010
j.	Losses from decrease in value of non financial assets	-	-	-	-
k.	Allowance for possible losses on non earning assets	4,082	8,276	4,082	8,276
l.	Salaries and employee benefits	1,871,908	1,543,743	2,762,096	2,154,567
m.	Promotion expenses	87,145	155,729	87,145	178,810
n.	Other expenses	1,605,562	1,552,347	1,775,960	1,911,397
	Net Other Operating Expenses	(2,733,853)	(2,896,989)	(4,271,576)	(4,845,809)
	OPERATING INCOME	3,007,402	1,913,910	3,503,195	2,395,392
	NON OPERATING INCOME				
1.	Gain from sale of premisses and equipment	2,276	8,806	3,325	11,504
2.	Losses on foreign currencies translation	(1,774)	-	(1,774)	-
3.	Other non operating expenses	(402,661)	(366,863)	(432,186)	(376,258)
	NON OPERATING LOSS	(402,159)	(358,057)	(430,635)	(364,754)
	INCOME BEFORE TAX FOR THE PERIOD ENDED	2,605,243	1,555,853	3,072,560	2,030,638
1.	Profit (loss) transferred to Head Office	-	-	-	-
2.	Income tax				
a.	Income tax expenses	366,504	375,226	688,975	738,016
b.	Deferred tax income (expenses)	35,458	(184,475)	105,565	(135,276)
	INCOME AFTER TAX FOR THE PERIOD ENDED	2,203,281	1,365,102	2,278,020	1,427,898
	LOSS OF MINORITY INTEREST	-	-	(74,739)	(62,796)
	INCOME AFTER MINORITY INTEREST	2,203,281	1,365,102	2,203,281	1,365,102
	DIVIDEND	(766,301)	(765,012)	(766,301)	(765,077)
	OTHERS	(15,325)	(15,300)	(15,325)	(15,300)
	EARNING PER SHARE *)	262.12	166.97	262.12	166.97
	DILUTED EARNINGS PER SHARE *)	261.27	162.45	261.27	162.45

\*) After considering the effect of stock options granted to qualified employees of Bank Danamon.

## STATEMENTS OF COMMITMENTS AND CONTINGENCIES

AS AT 30 SEPTEMBER 2010 AND 2009

(In million Rupiah)

NO	ACCOUNTS	BANK DANAMON		CONSOLIDATED	
		2010	2009	2010	2009
<b>I COMMITMENT RECEIVABLES</b>					
1.	Unused borrowing facilities				
a.	Rupiah	3,813	3,813	3,813	3,813
b.	Foreign currencies	-	-	-	-
2.	Outstanding buying of spot and derivative contract	10,306,505	11,777,201	10,912,122	11,777,201
3.	Others	-	-	-	-
<b>II COMMITMENT PAYABLES</b>					
1.	Unused loans facilities granted to debtors				
a.	BUMN				
i.	Committed				
-	Rupiah	-	-	-	-
-	Foreign currencies	-	-	-	-
ii.	Uncommitted				
-	Rupiah	-	-	-	-
-	Foreign currencies	-	-	-	-
b.	Others				
i.	Committed	67,540	-	67,540	-
ii.	Uncommitted	16,473,886	13,987,803	16,473,886	13,987,803
2.	Unused loan facilities granted to other banks				
a.	Committed				
i.	Rupiah	-	-	-	-
ii.	Foreign currencies	-	-	-	-
b.	Uncommitted				
i.	Rupiah	249,207	198,713	249,207	198,713
ii.	Foreign currencies	-	-	-	-
3.	Outstanding Irrevocable L/C				
a.	Offshore L/C	613,746	529,683	613,746	529,683
b.	Local L/C	121,171	210,915	121,171	210,915
4.	Outstanding selling of spot and derivative contract	11,967,555	10,539,051	11,967,555	10,539,051
5.	Others	-	-	-	-
<b>III. CONTINGENT RECEIVABLES</b>					
1.	Guarantees received				
a.	Rupiah	-	-	-	-
b.	Foreign currencies	75,577	28,339	75,577	28,339
2.	Interest receivables on non performing assets				
a.	Loan interest income	395,806	245,917	395,806	245,917
b.	Other interest	1,281	1,236	1,281	1,236
3.	Others	-	-	-	-
<b>IV. CONTINGENT PAYABLES</b>					
1.	Guarantees issued				
a.	Rupiah	1,550,167	1,618,119	1,550,167	1,618,119
b.	Foreign currencies	447,733	565,139	447,733	565,139
2.	Others	-	-	-	-

**ASSET QUALITY AND OTHER INFORMATION**
**AS AT 30 SEPTEMBER 2010 AND 2009**

(In million Rupiah)

ACCOUNTS	2010						2009					
	Current	Special Mention	Sub-standard	Doubtful	Loss	Total	Current	Special Mention	Sub-standard	Doubtful	Loss	Total
<b>I. RELATED PARTIES</b>												
1. Placements with other banks												
a. Rupiah	741,713	-	-	-	-	741,713	672,743	-	-	-	-	672,743
b. Foreign currencies	68,749	-	-	-	-	68,749	27,971	-	-	-	-	27,971
2. Spot and derivative receivables												
a. Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b. Foreign currencies	39	-	-	-	-	39	23	-	-	-	-	23
3. Marketable securities												
a. Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b. Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
4. Securities sold under repurchase agreement (repo)												
a. Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b. Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
5. Securities purchased under resale agreements (reverse repo)												
a. Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b. Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
6. Acceptance receivables	1,900	-	-	-	-	1,900	-	-	-	-	-	-
7. Loans												
a. Debtor micro, small and medium												
a. Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b. Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
b. Non debtor micro, small and medium												
a. Rupiah	9,915	-	-	-	-	9,915	5,159	-	-	-	-	5,159
b. Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
c. Restructured												
a. Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b. Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
d. Properties loan	-	-	-	-	-	-	-	-	-	-	-	-
8. Investments	5,304,475	-	-	-	-	5,304,475	4,373,802	-	-	-	-	4,373,802
9. Temporary equity investment	-	-	-	-	-	-	-	-	-	-	-	-
10. Commitments and contingencies to third parties												
a. Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b. Foreign currencies	52	-	-	-	-	52	-	-	-	-	-	-
11. Foreclosed assets	-	-	-	-	-	-	-	-	-	-	-	-
<b>II. NON RELATED PARTIES</b>												
1. Placements with other banks												
a. Rupiah	633,685	-	-	-	-	633,685	710,434	-	-	-	-	710,434
b. Foreign currencies	1,782,436	-	-	-	-	1,782,436	1,092,752	-	-	-	-	1,092,752
2. Spot and derivative receivables												
a. Rupiah	86,471	-	-	-	-	86,471	106,699	-	-	-	-	106,699
b. Foreign currencies	141,851	-	-	-	-	141,851	275,969	-	-	-	-	275,969
3. Marketable securities												
a. Rupiah	5,736,066	-	-	-	-	5,736,066	14,012,740	1,513	-	-	-	14,014,253
b. Foreign currencies	429,027	-	530	-	-	429,557	2,164,242	5,237	-	-	-	2,169,479
4. Securities sold under repurchase agreement (repo)												
a. Rupiah	4,351,113	-	-	-	-	4,351,113	-	-	-	-	-	-
b. Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
5. Securities purchased under resale agreements (reverse repo)												
a. Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b. Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
6. Acceptance receivables	710,567	49,358	-	-	-	759,925	1,241,639	-	-	-	-	1,241,639
7. Loans												
a. Debtor micro, small and medium												
a. Rupiah	19,730,509	1,577,706	233,441	313,992	569,164	22,424,812	7,577,158	1,146,963	183,292	229,292	124,119	9,260,824
b. Foreign currencies	385,196	6,910	-	131	993	393,230	218	164	-	-	-	382
b. Non debtor micro, small and medium												
a. Rupiah	37,150,231	6,181,026	290,620	312,190	454,088	44,388,155	37,521,157	5,205,231	470,669	587,676	602,344	44,387,077
b. Foreign currencies	5,155,998	308,188	69	77,712	92,026	5,633,993	5,543,502	59,746	54,467	85,479	112,304	5,855,498
c. Restructured												
a. Rupiah	655,301	750,883	151,452	78,927	222,161	1,858,724	-	-	66	-	4,852	4,918
b. Foreign currencies	495,846	44,370	-	-	993	541,209	-	-	-	-	-	-
d. Properties loan	1,894,549	125,711	17,808	8,639	61,657	2,108,364	2,597,737	220,687	10,852	16,056	89,195	2,934,527
8. Investments	12,055	25	-	-	-	12,080	12,055	25	-	-	-	12,080
9. Temporary equity investment	71,400	-	-	-	-	71,400	-	-	-	-	-	-
10. Other receivables	295,731	26,425	9,000	139,160	1,688	472,003	776,891	331,120	583,515	186,684	1,688	1,879,899
11. Commitments and contingencies to third parties												
a. Rupiah	1,609,852	10,284	-	-	-	1,620,136	1,788,764	1,000	-	-	-	1,789,764
b. Foreign currencies	1,096,306	16,323	-	-	-	1,112,629	1,132,366	1,726	-	-	-	1,134,092
12. Idle properties	-	-	26,011	-	-	26,011	5,480	-	1,033	20,228	-	26,741
13. Foreclosed assets	185,857	-	12,518	-	-	198,375	58,420	-	37,613	4,041	-	100,074
14. Suspense accounts	2,370	-	-	-	295	2,665	2,209	-	-	-	860	3,069
<b>III. OTHERS INFORMATION</b>												
1. Collateralised assets												
a. To Bank Indonesia						62,560						62,560
b. To other banks						-						-
2. Total Allowance for impairment losses on financial assets						2,826,222						3,153,136
3. Minimum required allowance for possible losses on earning assets						2,582,384						3,108,824
4. Percentage of micro and small enterprises to total loans						31.32%						73.96%
5. Percentage of micro and small enterprises business to total loans						61.62%						60.04%
6. Percentage of micro, small and medium enterprises to total debtors						9.55%						99.97%
7. Percentage of micro, small and medium enterprises debtor to total debtors						8.83%						99.78%
8. Others												
a. Channelling loan						350,682						350,693
b. Channelling loans Mudharabah Muqayah						-						-
c. Written off earning assets						4,451,768						2,836,850
d. Written off earning assets that has been re-collected						2,177						-
e. Charged off earning assets						2,487,451						-

## ALLOWANCE FOR IMPAIRMENT LOSSES AS AT 30 SEPTEMBER 2010 AND 2009

(In million Rupiah)

No.	ACCOUNT	2010				2009			
		Impairment Loss Allowance		Required Regulatory		Minimum Required Regulatory		Allowance for Possible Losses	
		Individual	Collective	General	Specific	General	Specific	General	Specific
1.	Placements with other banks	-	-	32,266	-	24,889	-	25,039	-
2.	Spot and derivative receivables	-	-	2,284	-	14,688	-	3,827	-
3.	Marketable securities	-	1,950	8,141	80	8,288	-	7,853	338
4.	Securities sold under repurchase agreement (repo)	-	-	-	-	-	-	-	-
5.	Securities purchased under resale agreements (reverse repo)	-	-	-	-	-	-	-	-
6.	Acceptance receivables	-	-	7,125	2,468	12,412	-	12,416	-
7.	Loans	580,736	1,988,005	598,133	1,615,076	525,488	1,403,386	490,705	1,403,386
8.	Others receivable	234,540	-	78,466	156,073	332,883	759,786	332,268	759,786
9.	Investments	-	-	53,165	1	43,859	1	43,859	1
10.	Temporary equity investment	20,571	-	714	-	-	-	-	-
11.	Administratif accounts	-	420	27,062	1,330	27,320	136	29,211	136

## STATEMENT OF FOREIGN EXCHANGE AND DERIVATIVE TRANSACTIONS AS AT 30 SEPTEMBER 2010

(In million Rupiah)

NO	TRANSACTION	Market Value		Derivative Receivable and Payables		Net Market Value
		Hedging	Others	Receivables	Payables	
A. Related to exchange rate						
	Spot	-	2,356,918	1,413	(1,235)	-
	Forward	-	257,389	63	(6,732)	-
	Option					
	a. Purchased	-	522,616	100,539	-	-
	b. Written	-	522,616	-	(100,539)	-
	Future	-	1,633,275	-	(891)	-
	Swap	-	3,814,139	71,846	(83,555)	-
	Others	-	-	-	-	-
B. Related to interest rate						
	Forward	-	-	-	-	-
	Option					
	a. Purchased	-	-	-	-	-
	b. Written	-	-	-	-	-
	Future	-	-	-	-	-
	Swap	-	2,738,170	54,500	(53,381)	-
	Others	-	-	-	-	-
	C. Others	-	-	-	-	-
TOTAL				228,361	(246,333)	

**Notes:**

Market value represents total notional amount buy and sell position at gross basis.

A national amount is a number of the currency units specified in the contract.

Derivative receivables/payables represent the settlement value of a derivative instruments as at balances sheet date.

**CAPITAL ADEQUACY RATIO CALCULATION  
AS AT 30 SEPTEMBER 2010 AND 2009**

(In million Rupiah)

NO	DESCRIPTION	2010		2009	
		Bank	Consolidated	Bank	Consolidated
I.	COMPONENTS				
A.	CORE CAPITAL	11,726,203	14,292,982	11,398,777	12,947,596
1.	Paid up capital	5,317,154	5,317,154	5,299,640	5,299,640
2.	Disclosed reserves				
2.1	Additional factors				
a.	Additional paid up capital	3,023,672	3,023,672	2,863,037	2,863,037
b.	Donated Capital	-	-	-	-
c.	General reserve	134,034	134,034	118,709	118,709
d.	Specific reserves	-	-	-	-
e.	Prior years' profit after tax (100%)	6,157,294	6,156,578	5,658,071	5,656,866
f.	Current year profit net of taxes (50%)	1,101,640	1,101,640	590,314	590,314
g.	Positive adjustment in foreign currency translation of overseas branch	1,984	1,984	2,013	2,013
h.	Paid up capital fund	-	-	-	-
i.	Issued warrant (50%)	-	-	-	-
j.	Issued share options on shares option compensation programs (50%)	10,878	10,878	42,899	42,899
2.2	Deduction factors	-	-	-	-
3.	Inovative Capital	-	-	-	-
4.	Deduction factor to core capital				
4.1	Goodwill	-	(1,126,375)	-	(1,333,740)
4.2	Other intangible assets	-	-	-	-
4.3	Investment (50%)	(4,020,453)	(326,583)	(3,175,906)	(292,142)
4.4	Short of capital on insurance subsidiary company (50%)	-	-	-	-
5.	Minority interest	-	-	-	-
B.	SUPPLEMENTARY CAPITAL	-	981,945	-	953,423
1.	Upper Tier 2 *)				
1.1	General allowance for possible losses on earning assets (max. 1.25% of weighted risk based assets)	807,356	831,861	781,736	829,405
2.	Lower Tier 2 max 50% core capital *)				
2.1	Subordinated borrowings or bonds which can be calculated	476,667	476,667	416,160	416,160
3.	Deduction factor supplementary capital *)				
3.1	Investments (50%)	(1,284,023)	(326,583)	(1,197,896)	(292,142)
3.2	Short of capital on insurance subsidiary company (50%)	-	-	-	-
C.	Deduction factors on core and supplementary capital securitisation exposure				
D.	Other supplementary capital which meet the criterias (Tier 3)	-	-	-	-
E.	Other supplementary capital allocated to anticipate credit risk	-	-	-	-
II.	TOTAL CORE AND SUPPLEMENTARY CAPITAL (A+B)	11,726,203	15,274,927	11,398,777	13,901,019
III.	TOTAL CORE, SUPPLEMENTARY CAPITAL AND ADDITIONAL SUPPLEMENTARY CAPITAL ALLOCATED TO ANTICIPATE MARKET RISK (A+B-C+D+E)	11,726,203	15,274,927	11,398,777	13,901,019
IV.	RISK WEIGHTED ASSETS - CREDIT RISK	75,164,014	80,145,827	62,332,428	66,173,369
V.	RISK WEIGHTED ASSETS - OPERATIONAL RISK *)	10,499,489	12,489,377	N/A	N/A
VI.	RISK WEIGHTED ASSETS - MARKET RISK (INTEREST RATE AND EXCHANGE RATE)	395,273	395,273	455,999	455,999
VII.	CAPITAL ADEQUACY RATIO WITH CREDIT RISK AND OPERATIONAL RISK CHARGE (III:(IV+V))	13.69%	16.49%	18.29%	21.01%
VIII.	CAPITAL ADEQUACY RATIO WITH CREDIT RISK, MARKET RISK AND OPERATIONAL RISK CHARGE (III:(IV+V+VI))	13.63%	16.42%	18.15%	20.86%
IX.	MINIMUM REQUIRED CAPITAL ADEQUACY RATIO	8.00%	8.00%	8.00%	8.00%

\*) According to BI regulation No. 10/15/PBI/2008 dated 24 September 2008 regarding "Capital Adequacy Ratio", Bank required to calculate Risk Weighted Asset (RWA) with credit risk, market risk and operational risk. The calculation of RWA with operational risk stipulated in BI Circular Letter No. 11/3/DPNP dated 27 January 2009 regarding "RWA with Operational Risk Calculation using Basic Indicator Approach (BIA)". Based on this circular letter, Bank is required to calculate RWA with operational risk in which capital charge with operational risk at 5%; 10% and 15% of average gross income for the last three years which effective 1 January 2010, 1 July 2010 and 1 January 2011, respectively.

## KEY FINANCIAL RATIOS AS AT 30 SEPTEMBER 2010 AND 2009

NO	RATIOS (%)	2010	2009
CONSOLIDATED RATIOS :			
I. Capital			
1.	CAR with credit and operational risk	16.42%	20.86%
II. Earning assets			
1.	Non-performing earning assets and non productive assets to total earnings and non productive assets	2.54%	3.58%
2.	Non-performing earning assets to total productive assets	2.58%	3.63%
3.	Allowance for impairment losses for financial asset to productive asset	3.03%	0.00%
4.	NPL gross	3.11%	3.98%
5.	NPL net after impairment value	0.00%	0.00%
III. Rentability			
1.	ROA before tax	4.08%	2.63%
2.	Return on average core capital	19.00%	13.68%
3.	NIM including third party premium expenses	11.55%	10.72%
4.	Cost to income - Reported	48.85%	49.40%
BANK RATIOS:			
I. Capital			
1.	CAR with credit, market and operational risk	13.63%	18.15%
II. Earning assets			
1.	Non-performing earning assets and non productive assets to total earnings and non productive assets	2.63%	3.67%
2.	Non-performing earning assets to total productive assets	2.67%	3.73%
3.	Allowance for impairment losses for financial asset to productive asset	3.02%	0.00%
4.	NPL gross	3.24%	4.13%
5.	NPL net after impairment value	0.00%	0.00%
6.	Non performing iB receivables and financing with contract	1.15%	2.11%
III. Rentability			
1.	ROA before tax	3.55%	2.06%
2.	Return on average core capital	19.01%	13.67%
3.	NIM excluding third party premium expenses	9.35%	7.65%
4.	NIM including third party premium expenses	9.18%	7.47%
5.	Operating expenses to operating income	73.97%	84.16%
6.	Cost to income- Reported	50.78%	53.39%
IV. Liquidity			
	LDR	103.71%	86.09%
V. Compliance			
1.	a. Percentage violation on Legal Lending Limit		
	a.1. Related parties	0.00%	0.00%
	a.2. Third parties	0.00%	0.00%
	b. Percentage lending in excess of Legal Lending Limit		
	b.1. Related parties	0.00%	0.00%
	b.2. Third parties	0.00%	0.00%
2.	Statutory Reserve Requirements Rupiah *)		
	a. Primary	5.10%	5.09%
	b. Secondary	8.58%	N/A
	Statutory Reserve Requirements Foreign Currency	1.55%	27.34%
3.	Net open position	1.98%	2.47%
4.	Net open position on balance sheet **)	N/A	12.56%

\*) In line with BI regulation No. 10/25/PBI/2008 dated 23 October 2008 regarding "Changes on BI Regulation No. 10/19/PBI/2008 regarding Statutory Reserve Requirements ("GWM") of Commercial Bank in Bank Indonesia in Rupiah and Foreign Currency" that starting 24 October 2009, Bank is required to fulfill Secondary GWM for Rupiah Currency amounted to 2.50% from average of total third party funds in Rupiah through SBI, SUN and/or Excess Reserve.

\*\*\*) In line with BI regulation No. 12/10/PBI/2010 dated, 1 July 2010 regarding "Third changes on BI regulation No. 5/13/PBI/2003 regarding Net open Position (NOP) for commercial Banks "That starting 1 July 2010, Bank is only required to fulfill overall NOP maximum at 20% of capital.

## MANAGEMENT OF THE BANK (As of 30 September 2010)

## SHAREHOLDERS (As of 30 September 2010)

### Board Of Commissioners

1. President Commissioner	:	Ng Kee Choe
2. Vice President Commissioner	:	Johanes Berchmans Kristiadi Pudjosukanto
3. (Independent Commissioner)	:	Milan Robert Shuster
4. Commissioner (Independent Commissioner)	:	Harry Arief Soepardi Sukadis
5. Commissioner (Independent Commissioner)	:	Manggi Taruna Habir
6. Commissioner (Independent Commissioner)	:	Gan Chee Yen
7. Commissioner	:	Ernest Wong Yuen Weng*)

### Board Of Directors

1. President Director	:	Ho Hon Cheong/ Henry Ho
2. Vice President Director	:	Joseph Fellipus Peter Luhukay
3. Director	:	Muliadi Rahardja
4. Director	:	Ali Rukmijah (Ali Yong)
5. Director	:	Vera Eve Lim
6. Director	:	Herry Hykmanto
7. Director	:	Kanchan Keshav Nijasure
8. Director	:	Fransiska Oei Lan Siem
9. Director	:	Pradip Chhadva
10. Director	:	Michellina Laksmi Triwardhary
11. Director	:	Satinder Pal Singh Ahluwalia

1. Public (Seri A)	0.27 %
2. Public (Seri B)	32.31 %
3. Asia Financial (Indonesia) Pte. Ltd.	67.42%
<b>TOTAL</b>	<b>100 %</b>

Notes :  
\*) Effective as of September 14, 2010

### Notes :

- Information in the consolidated balance sheets and consolidated statements of commitments and contingencies as at 30 September 2010 and 2009, consolidated statements of income and retained earnings for the nine-month periods ended 30 September 2010 and 2009 were taken from consolidated financial statements as at and for the nine-month periods ended 30 September 2010 and 2009. As the information in the consolidated balance sheets and consolidated statements of commitments and contingencies as at 30 September 2010 and 2009, consolidated statements of income and retained earnings for the nine-month periods ended 30 September 2010 and 2009 was taken from consolidated financial statements as at and for the nine-month periods ended 30 September 2010 and 2009, the information is not the complete disclosure of the consolidated financial statements. The above financial statements are published in order to comply with Bank Indonesia regulation No.3/22/PBI/2001 dated 13 December 2001 regarding "Transparency of Bank's Financial Condition" and prepared based on Circular Letter of Bank Indonesia No.12/11/DPnP dated 31 March 2010 regarding "Second Amendment on Bank Indonesia Circular Letter No.3/30/DPnP dated 14 December 2001 regarding Quarterly and Monthly Published Financial Statements of Commercial Banks and Certain Reports Submitted to Bank Indonesia" and in accordance with the Regulation of Capital Market Supervisory Agency ("Bapepam") No. VIII.G.7 Decision of Chairman of Bapepam No. Kep-06/PM/2000 dated 13 March 2000 regarding "Guidelines for the Preparation of Financial Statements" for the Presentation and Disclosures of Financial Statements of Publicly Listed Companies", and Regulation No.X.K.2 Decision of Chairman of Bapepam No. Kep-36/PM/2003 dated 30 September 2003 regarding "Obligation to Submit Periodic Financial Statements"
- The Bank and Subsidiaries has adopted SFAS No. 55 (2006 Revision), "Financial Instruments: Recognition and Measurement" and SFAS No. 50 (2006 Revision), "Financial Instruments: Presentation and Disclosure" effective from 1 January 2010, which replaced SFAS No. 55 (1999 Revision), "Accounting for Derivatives and Hedging Activities" and SFAS No. 50, "Accounting for Investments in Certain Securities", respectively.
- Certain account in the consolidated financial statements for the nine-month periods ended 30 September 2009 has been reclassified to conform with the presentation of consolidated financial statements for the nine-month periods ended 30 September 2010.
- The ultimate shareholder of Asia Financial (Indonesia) Pte.Ltd. is Temasek Holding Pte.Ltd., an investment holding company based in Singapore which is wholly owned by the Government Singapore.
- Exchange rate as at 30 September 2010: USD 1 = Rp 8,925; exchange rate as at 30 September 2009: USD 1 = Rp 9,665.

Publication: Jakarta, October 26, 2010

Board of Directors



Henry Ho / Ho Hon Cheong  
President Director



Vera Eve Lim  
Director

### Disclaimer:

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