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Daily Trading Volume and Share Price



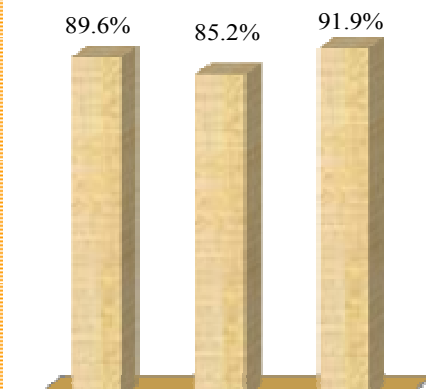
## Second Quarter 2011 Financial Results

- Total loans increased to Rp 92.8 trillion or 31% higher from a year earlier. Mass market segment remained to be the main engine with 36% growth while corporate and SMEC segments grew robustly at 33% and 29%, respectively.
- Funding franchise was strengthened with CASA growth of 18%, resulting in total deposits rose 23% to Rp 84 trillion.
- Net Interest Margin stood at 10.0%. CoC improved to 3.2%.
- Fee income up 12% to Rp 1.8 trillion due to higher credit related fees as well as bancassurance and general insurance products.
- NPAT rose 3% to 1.5 trillion
- ROE stood at 16.4% and CAR at 14.0%.

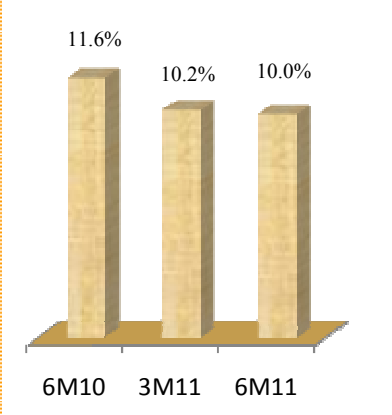
	6M10	3M11	6M11	ΔYoY	ΔQoQ
<b>INCOME STATEMENTS (Rp billion)</b>					
Net Interest Income	4,843	2,609	5,239	8%	0%
Non Interest Income	1,582	844	1,771	12%	10%
Operating Income	6,425	3,453	7,010	9%	3%
Cost of Credit	-1,139	-618	-1,326	16%	15%
Risk adjusted Ops Income	5,286	2,836	5,684	8%	0%
Operating Expenses	-3,160	-1,765	-3,638	15%	6%
Reported Net Profit after Tax	1,433	763	1,473	3%	-7%
<b>BALANCE SHEETS (Rp billion)</b>					
Total Assets	100,440	122,804	125,922	25%	3%
Loans (gross)	71,074	86,002	92,793	31%	8%
Government Bonds	9,406	5,311	4,090	-57%	-23%
Total Deposit	67,915	82,495	83,536	23%	1%
Long Term Funding	8,194	12,418	13,610	66%	10%
Equity	16,915	18,135	18,854	11%	4%
<b>KEY RATIOS</b>					
Net Interest Margin	11.6	10.2	10.0	-1.6	-0.4
Cost of Credit	3.4	3.0	3.2	-0.2	0.3
Cost to Income	49.2	51.1	51.9	2.7	1.6
ROAA	2.9	2.6	2.4	-0.5	-0.3
ROAE	18.6	17.6	17.1	-1.5	-0.9
Assets to Capital	6.7	7.6	7.8	1.1	0.2
Modified LDR 1	89.6	85.2	91.9	2.3	6.7
Loan to Deposits	98.8	94.8	99.0	0.2	4.2
Consolidated CAR	18.2	14.7	14.0	-4.2	-0.7
NPL – Gross	3.4	3.1	2.9	-0.5	-0.2

# Second Quarter 2011 Financial Results

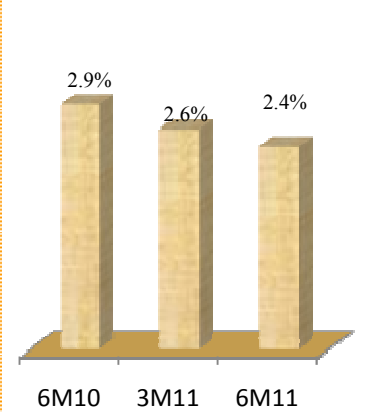
Modified LDR



Net Interest Margin



ROAA



Danamon reported a net profit after tax of Rp 1,473 billion for the first semester of 2011 against a net profit after tax of Rp 1,433 billion in the same period last year. The mere increase was mainly due to higher earning assets volume was largely offset by narrower interest margin. Meanwhile, operating expense increased 15% as the bank continued to build up its presence in various market segments. Cost of credit also increased but at much lower rate than the loan growth rate. Conservative risk management and prudent credit underwriting discipline kept our cost of credit and assets quality at satisfactory level. Hence, Basic Earnings per Share (EPS) was at Rp 175 as compared to Rp 170 a year ago.

## Income Statement

Capitalizing on robust business expansion and rising household income, Danamon continued to grow its customer base across multiple distribution platforms. Loan grew 8% qoq in 2Q11 taking full year loan growth to 31%. Consequently, in the first semester of 2011, Bank Danamon recorded a higher net interest income of Rp 5,239 billion or up 8% compared to the same period last year. This was mainly driven by higher average earning assets that increased from Rp 81,829 billion to Rp 102,608 billion.

As pressure of inflation eased, banks increased their risk appetite and expanded aggressively. Total industry loan has grown 23% year on year. Competition got tougher in almost all segments as banks offered competitive rates for investment and working capital loans in corporate, commercial, and SME segments to gain market share. Consequently, loan yields declined due to competitive pressure as almost all of Indonesian banks are focusing on these segments. Positively, sound operating environment helps assets quality remained at healthy level.

Yields for retail segment such as mortgage loan and auto loan were slightly decline as well. As such, Adira Finance's yields after acquisition cost for car and motorcycle loans declined to 22.4%

and 14.5%, respectively from 25.1% and 17.5% a year ago.

Cost of funds was at 5.7%, higher than 5.4% recorded in 1H10 as competition intensified because loan growth continued to outpace the deposit growth. In addition, BI adjusted the statutory reserve requirement twice from 1% to 5% in March 2011 and from 5% to 8% in June 2011 and raised the ceiling deposit rate eligible for government guarantee from 7% to 7.25% in February 2011.

Therefore, our NIM stood at 10.0%, still one of the highest among the peers but lower than 11.6% recorded a year ago.

Compared to 1H10, the bank's third party deposit was up 23% driven by time deposit. The growth rate is much higher than the industry's average reflecting the bank's solid capability to attract funding in the competitive environment. CASA grew 17.5% to Rp 31,171 billion or 37.3% of total customer deposits. Funding will remain one of our top priorities as the bank aims to strengthen deposit franchise and increase the CASA ratio to 50% in 2015.

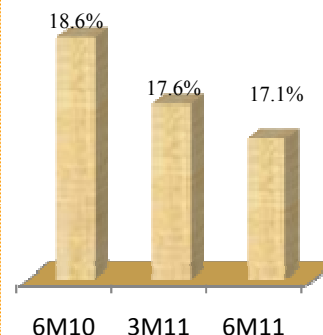
Non-interest income increased 12% to Rp 1,771 billion driven by higher credit related fees that currently made up 76% of total non-interest income as compared to 69% a year ago. Danamon continued to offer differentiated products and improve cross sell to our broad customers. Incomes originated from bancassurance and general insurance products increased due to higher demand as investor sentiment improved. We expect income from wealth management and insurance products will more than offset the effect of low interest rates on net interest income in the future.

During first semester of 2011, we recorded Rp 23 billion from sale of marketable securities. The amount is much lower than Rp 99 billion a year ago as market is relatively less volatile and the bank's bond portfolio shrunk. As such, non-interest income contributed to 25% of the bank's total operating income, relatively unchanged from the corresponding period a year ago. Hence, compared to 1H10, our operating income grew by 9% to Rp 7,010 billion.

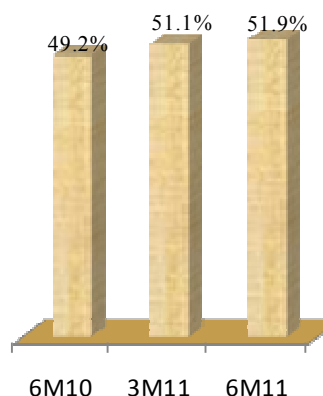
Operating expenses was at Rp 3,638 billion or 15% higher than Rp 3,160 billion in the previous year reflecting salary increment, inflation impacts and higher number of staffs recruited to support growing business offset by continuous efforts to increase efficiency. The bank also continued to invest for the future by intensifying its marketing campaign and expanded its network. During July 2010 and June 2011 period, the bank added 90 Adira Quantum outlets, 12 Adira Insurance outlets, 243 ATMs and rolled out pawn-broking business. This, together with margin compression has increased the bank's cost to income ratio from 49.2% in 1H10 to 51.9% in 1H11.

Our cost of credit went up 16% to Rp 1,326 billion as compared to last year's Rp 1,139 billion despite significant increase in outstanding

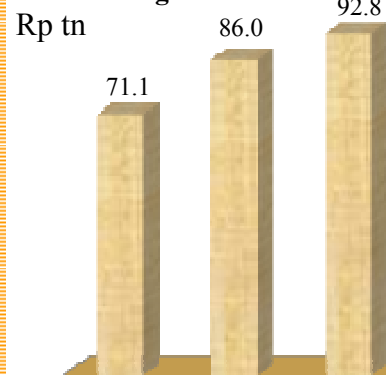
### ROAE

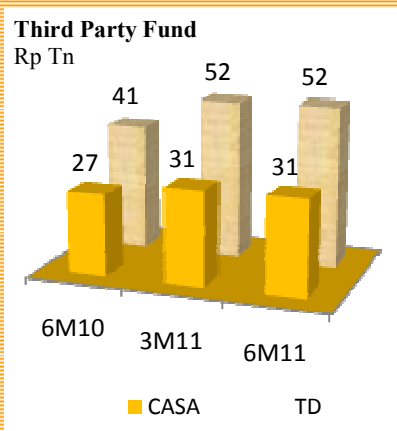
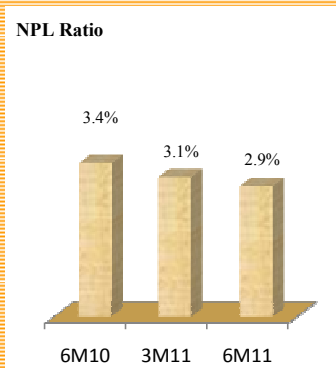
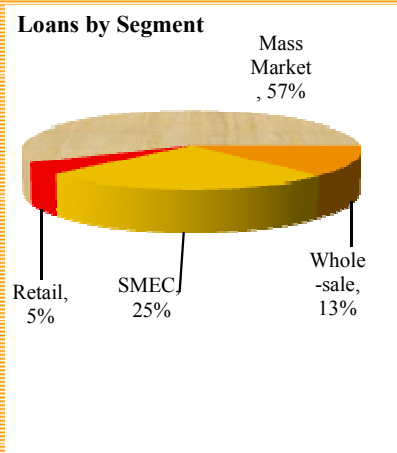


### Cost to Income



### Outstanding Loans





loans reflecting the bank’s proven capability in managing its portfolio. Thus, total allowances for possible losses stood at Rp 2,880 billion compared to Rp 2,744 billion last year.

Hence, cost of credit over average earning assets stood at 3.2% compared to 3.4% a year ago. Further, the cost of credit in our consumer auto financing business was at 4.7%, while the cost of credit in micro lending business was at 5.1%.

Taken all together, for the first semester of 2011, net profit after tax was Rp 1,473 billion, or up 3% to Rp 1,433 recorded in 1H10. ROAA and ROAE were at 2.4% and 17.1% respectively from 2.9% and 18.6% in the same period last year.

**Balance Sheet**

Recently, Bank Indonesia revised upward the expected GDP growth. The main driver of the growth would remain domestic consumption. As one of the largest consumption lenders in the country, Danamon would be undoubtedly reap benefits from such measure. However, we would be remain prudent in anticipating economics and market trend and develop appropriate strategy that balances capital, assets quality, growth, and profitability.

We will maintain mass market as our largest contributor. Compared to a year ago, mass market loans (auto loans, durable goods loans, loans for self employed mass market and pawn- broking loans) rose 36% to Rp 53,150 billion. Hence, mass market loans accounted for 57% of our loan book as compared to 55% a year earlier.

DSP, which serves micro and small scale enterprises, managed to grow its micro loans 20% to Rp 16,442 billion, contributed 18% of our total loan book. Despite more and more banks entered this segment, the prospect is still promising as the market penetration is still low. Our consumer financing businesses delivered outstanding outcomes as spending propensity rise. Adira Finance which offers auto loans reported a 46% growth in receivables as demand for cars and motorcycles remained robust. Automotive loans rose to Rp 35,303 and contributed 38% of total loan book. Adira Quantum, which offers white goods financing, grew by 38% to reach Rp 1,396 billion. In the first quarter 2011, we also rolled out our pawn broking business that offers loans to individuals in mass market segment by taking gold as collateral. At the end of the first semester, the loan outstanding from the new established business is amounted to Rp 9 billion.

We continued to deepen our customer relationship and enhance our service delivery capabilities in SME and Commercial segments. Mid-size loans up 29% to Rp 23,036 billion and represented 25% of our loan. Commercial loans grew 25% to Rp 8,028 billion, SME loans rose 29% to Rp 11,603 while ABF (Assets Based Financing) loans up 39%

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to Rp 3,405 billion. The commercial, SME and ABF loans made up 9%, 13% and 4% of total loan book, respectively.

In corporate segment, we added a few service points and enhanced our products to provide convenience to customers. Wholesale loans grew 33% to Rp 12,012 billion and represented 13% of our loan book.

Non-performing loans were Rp 2,692 billion as compared to Rp 2,383 billion a year earlier. As such, NPL ratio improved to 2.9% as compared to last year's 3.4% on the back of benign operating environments. NPL ratio in micro lending business stood at 6.3%, as compared to 5.2% in the previous year. Similarly, NPL ratio in auto financing business was slightly increased to 1.4% compared to 1.0% a year earlier. Further, the ratio of impairment loss allowance to NPL stood at 101.9%.

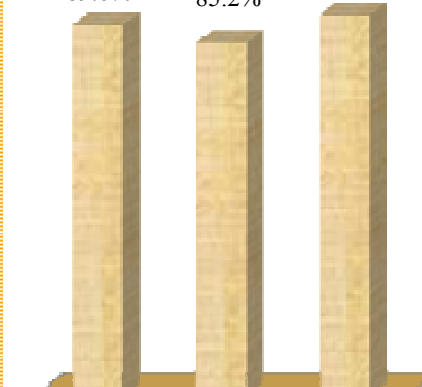
In Indonesia, third party deposits remained concentrated in a few big banks only. As of March 2011, the top three banks accounted for approximately 40% of the total market share. Positively, Bank Danamon was successfully attracted new customers and increased its market share. The bank's current and saving accounts increased 16% and 18% to Rp 10,354 billion and Rp 20,817 billion, while time deposits grew 26% to Rp 52,365. As such, current account and saving account (CASA) contributed to 37% of customer deposits as compared to 39% a year earlier.

Adira Finance, issued Rp 2,500 billion of fixed term bonds in 2Q11. The fixed rate and longer term duration provided by the bonds enable the bank to better manage liquidity gap and interest rate risk. Total long-term funding (senior bonds and bilateral loans) at the end of 1H11 amounted to Rp 13,610 billion or compared to Rp 8,194 billion in 1H10. Taken all together, total funding increased 28% to Rp 97,416 billion. Thus, the bank continued to be in a good shape in terms of liquidity. Regulatory LDR stood at 99.0% compared to 98.8% last year while modified LDR was at 91.9% as opposed to 89.6% in 1H10.

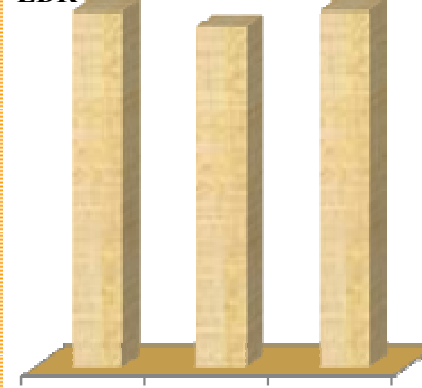
As we have fully adopted capital charge for operational risk in the beginning of the year, our stand alone and consolidated CAR declined to 12.2 and 14.0%, still reflecting strong capital base and beyond the minimum 8% requirement imposed by BI

## Modified LDR

89.6% 85.2% 91.9%

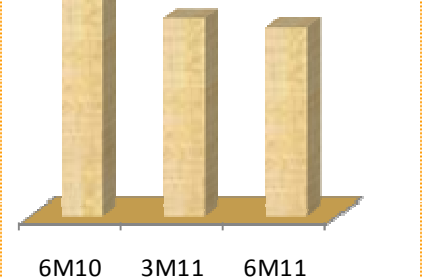


LDR 98.8% 94.8% 99.0%



## CAR

18.2% 14.7% 14.0%



## Corporate Updates

### Bond Issuance

- Adira Finance issued Rp 2.5 trillion of fixed rate bonds in May 2011.
- The bonds issuance is as part of the bank's strategy to diversify funding sources as well as for asset and liability management

### 2010 Dividend

- Dividend payout for fiscal year 2010 is 35%.

## Credit Rating

Bank Danamon Ratings and Outlooks		
<b>Pefindo (Indonesia)</b> October 2010	Corporate Rating	<sup>id</sup> AA+ / Stable
	Bond Rating	<sup>id</sup> AA+ / Stable
<b>Standard and Poor's</b> April 2011	Long-term / Short-term Local Currency	BB / B / Stable
	Long-term / Short-term Foreign Currency	BB / B / Stable
<b>Fitch</b> December 2010	Long-term / Short-term Foreign Currency	BB+ / B / Stable
	National Long-term	AA+ (idn) / Stable
	Individual / Support Rating	C / D / 3 / Stable
<b>Moody's</b> April 2011	Global Local Currency Deposit	Baa3 / P-3 / Stable
	Foreign Currency Long-term Short-term Deposit	Ba2 / NP / Stable
	Bank Financial Strength Rating (BFSR)	D / Stable

## Balance Sheets

As of 30 June 2011 and 2010

(in million Rupiah)

NO.	ACCOUNTS	BANK DANAMON			CONSOLIDATED		
		June 2011	June 2010	Dec 2010	June 2011	June 2010	Dec 2010
	<b>ASSETS</b>						
1.	Cash	1,462,143	1,349,820	1,942,442	1,547,821	1,396,997	1,985,338
2.	Placements with Bank Indonesia	15,548,356	3,482,358	10,836,244	15,548,356	3,482,358	10,836,244
3.	Placements with other banks	931,161	4,000,334	4,235,169	2,223,252	4,907,765	5,399,361
4.	Spot and derivative receivables	194,553	245,205	189,545	194,553	245,205	189,545
5.	Marketable securities						
	a. Designated at fair value through profit/loss	21,983	279,300	281,628	21,983	279,300	281,628
	b. Available for sale	5,340,531	11,811,536	6,803,707	5,706,065	12,118,416	7,112,742
	c. Held to maturity	834,544	416,019	799,370	726,081	588,715	884,766
	d. Loans and receivables	-	-	-	-	-	-
6.	Securities sold under repurchase agreements (repo)	936,009	-	3,185,123	936,009	-	3,185,123
7.	Securities purchased under resale agreements (reverse repo)	-	-	-	-	-	-
8.	Acceptance receivables	1,013,970	1,114,077	759,124	1,013,970	1,114,077	759,124
9.	Loans						
	a. Designated at fair value through profit/loss	-	-	-	-	-	-
	b. Available for sale	-	-	-	-	-	-
	c. Held to maturity	-	-	-	-	-	-
	d. Loans and receivables	82,088,878	66,556,425	75,090,482	82,088,878	66,556,425	75,090,482
	Deferred income -/-	-	(84)	-	-	(84)	-
10.	Sharia financing	853,583	609,371	683,040	853,583	609,371	683,040
11.	Consumer financing receivables	-	-	-	9,741,391	3,889,216	6,864,124
	Allowance for impairment losses on consumer financing receivables -/-	-	-	-	(296,047)	(123,169)	(201,063)
12.	Premium receivables	-	-	-	84,802	71,528	62,017
13.	Investments	5,498,483	4,997,555	5,664,223	12,175	84,696	12,175
14.	Goodwill *)	-	-	-	1,074,533	1,178,219	-
15.	Allowance for impairment losses on financial assets -/-						
	a. Marketable securities	(1,950)	(1,950)	(1,950)	(1,950)	(1,950)	(1,950)
	b. Loans	(2,445,931)	(2,404,111)	(2,505,197)	(2,445,931)	(2,404,111)	(2,505,197)
	c. Others	(66,672)	(775,163)	(260,968)	(66,672)	(775,163)	(260,968)
16.	Intangible assets	772,958	580,833	769,727	862,321	665,244	2,762,982
	Accumulated amortisation on intangible assets -/-	(374,991)	(414,479)	(309,715)	(427,993)	(451,434)	(1,186,886)
17.	Fixed assets and equipment	2,664,105	2,500,666	2,599,309	3,206,194	2,934,538	3,081,962
	Accumulated depreciation of fixed assets and equipment -/-	(1,159,050)	(1,147,435)	(1,057,774)	(1,434,938)	(1,376,030)	(1,310,473)
18.	Idle properties	24,351	26,011	24,153	24,351	26,011	24,153
19.	Foreclosed assets	99,509	186,229	107,050	99,509	192,529	107,050
20.	Suspense accounts	9,274	7,497	13,853	9,274	7,497	13,853
21.	Interbranch assets						
	a. Conducting operational activities in Indonesia	-	950	-	16	894	37
	b. Conducting operational activities outside Indonesia	-	-	-	-	-	-
22.	Allowance for impairment losses on other assets -/-	-	-	-	(1,292)	-	-
23.	Allowance for possible losses on non earning assets -/-	(69,701)	(20,242)	(52,501)	(69,701)	(22,162)	(52,501)
24.	Leased receivables	-	-	-	107,864	18,498	19,360
25.	Deferred tax assets	889,845	781,866	936,412	900,454	792,656	950,784
26.	Other assets	3,407,426	4,197,513	3,132,379	3,683,440	4,441,434	3,419,721
	<b>TOTAL ASSETS</b>	<b>118,473,367</b>	<b>98,380,101</b>	<b>113,864,875</b>	<b>125,922,351</b>	<b>100,447,486</b>	<b>118,206,573</b>

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NO.	ACCOUNTS	BANK DANAMON			CONSOLIDATED		
		June 2011	June 2010	Dec 2010	June 2011	June 2010	Dec 2010
	<b>LIABILITIES AND EQUITY</b>						
1.	Current accounts	10,031,064	8,234,405	10,208,649	9,286,009	7,834,576	9,796,467
2.	Savings	20,661,578	17,487,458	21,271,705	20,661,578	17,487,458	21,267,856
3.	Time deposits	51,688,535	41,173,251	48,060,809	51,626,514	40,998,128	47,908,576
4.	Revenue sharing investment funds	793,290	694,545	683,753	775,630	694,545	669,904
5.	Deferred premium income	-	-	-	719,609	504,691	621,731
6.	Unearned premium reserve	-	-	-	376,195	287,008	322,344
7.	Liabilities to Bank Indonesia	797	523,949	13,990	797	523,949	13,990
8.	Liabilities to other banks	4,206,449	1,604,334	1,959,256	4,206,449	1,604,334	1,959,256
9.	Spot and derivative payables	292,607	267,728	204,259	292,607	267,728	204,259
10.	Securities sold under repurchase agreements (repo)	759,133	4,079,827	2,790,127	759,133	4,079,827	2,790,127
11.	Acceptance payables	995,690	1,104,092	759,124	995,690	1,104,092	759,124
12.	Marketable securities issued	4,252,398	1,250,054	4,036,237	8,598,284	1,670,791	6,300,469
13.	Borrowings	3,030,655	2,047,423	2,417,841	4,280,655	2,222,423	2,467,841
14.	Security deposits	25,698	9,297	72,363	25,698	9,297	72,363
15.	Interbranch liabilities	-	-	-	-	-	-
	a. Conducting operational activities in Indonesia	0	-	0	0	-	0
	b. Conducting operational activities outside Indonesia	-	-	-	-	-	-
16.	Deferred tax liabilities	-	-	-	357,105	268,462	302,802
17.	Allowance for possible losses on administrative accounts	400	426	424	400	426	424
18.	Other liabilities	2,881,745	2,457,490	2,436,550	3,959,007	3,363,996	3,640,011
19.	Profit sharing investment funds	-	-	-	-	-	-
20.	Minority interests	-	-	-	147,339	110,574	159,241
21.	Loan capital	-	500,000	500,000	-	500,000	500,000
22.	Issued and fully paid capital						
	a. Authorized capital	11,657,446	11,657,447	11,657,447	11,657,446	11,657,447	11,657,447
	b. Unpaid capital -/-	(6,337,494)	(6,341,103)	(6,340,084)	(6,337,494)	(6,341,103)	(6,340,084)
	c. Treasury stock -/-	-	-	-	-	-	-
23.	Additional paid-up capital						
	a. Agio	3,059,158	3,041,264	3,046,452	3,059,158	3,041,264	3,046,452
	b. Disagio -/-	-	-	-	-	-	-
	c. Donated capital	-	-	-	-	-	-
	d. Difference in foreign currencies translation	1,985	1,985	1,985	1,985	1,985	1,985
	e. Other comprehensive income	17,730	-	92,888	18,347	-	92,888
	f. Others	(17,516)	28,426	(16,737)	(17,808)	(2,215)	(16,737)
	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	162,869	134,034	134,034	162,869	134,034	134,034
	b. Specific reserves	-	-	-	-	-	-
28.	Retained earnings						
	a. Previous years **)	8,835,738	6,990,333	6,990,335	8,835,738	6,990,333	6,990,335
	b. Period year	1,473,412	1,433,436	2,883,468	1,473,412	1,433,436	2,883,468
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>118,473,367</b>	<b>98,380,101</b>	<b>113,864,875</b>	<b>125,922,351</b>	<b>100,447,486</b>	<b>118,206,573</b>



## Statements of Income and Retained Earnings

As of 30 June 2011 and 2010

(in million Rupiah, except earnings per share)

NO.	ACCOUNTS	DANAMON		CONSOLIDATED	
		2011	2010	2011	2010
	<b>INCOME AND EXPENSES FROM OPERATIONS</b>				
<b>A.</b>	<b>Interest Income and Expenses</b>				
1.	Interest Income				
	a. Rupiah	6,205,720	5,567,768	7,836,015	6,739,472
	b. Foreign currencies	199,764	141,592	199,764	141,592
2.	Interest Expense				
	a. Rupiah	2,560,024	1,949,518	2,710,870	1,987,973
	b. Foreign currencies	38,046	24,238	38,046	24,238
	<b>Net Interest Income</b>	<b>3,807,414</b>	<b>3,735,604</b>	<b>5,286,863</b>	<b>4,868,853</b>
3.	Underwriting Income				
	3.1. Premium income	-	-	444,727	325,803
	3.2. Underwriting expense	-	-	225,911	157,071
	<b>Net Underwriting Income</b>	<b>-</b>	<b>-</b>	<b>218,816</b>	<b>168,732</b>
	<b>Net Interest and Underwriting Income</b>	<b>3,807,414</b>	<b>3,735,604</b>	<b>5,505,679</b>	<b>5,037,585</b>
4.	Sharia Income				
	4.1. Margin	6,295	19,257	6,295	19,257
	4.2. Profit sharing	42,753	34,300	42,753	34,300
	4.3. Bonus income	729	239	729	239
	<b>Total Sharia Income</b>	<b>49,777</b>	<b>53,796</b>	<b>49,777</b>	<b>53,796</b>
5.	Sharia Expenses				
	5.1. iB loss sharing	13,334	12,401	13,334	12,401
	5.2. iB bonus expense	909	902	909	902
	<b>Total Sharia Expenses</b>	<b>14,243</b>	<b>13,303</b>	<b>14,243</b>	<b>13,303</b>
	<b>Net Sharia Interest Income</b>	<b>35,534</b>	<b>40,493</b>	<b>35,534</b>	<b>40,493</b>
<b>B.</b>	<b>Other Operating Income and Expense</b>				
1.	Other Operating Income	2,159,175	1,893,712	2,256,278	1,826,963
	a. Increase in fair value of financial assets (mark to market)				
	i. Marketable securities	6	-	6	-
	ii. Loans	-	-	-	-
	iii. Spot and derivatives	366,946	80,573	366,946	80,573
	iv. Other financial assets	-	-	-	-
	b. Decrease in fair value of financial liabilities (mark to market)	-	-	-	-
	c. Gain from sale of financial assets				
	i. Marketable securities	24,708	99,102	24,708	99,102
	ii. Loans	-	-	-	-
	iii. Other financial assets	-	-	-	-
	d. Gain from spot and derivative transaction (realised)	33,453	72,421	33,453	72,421
	e. Dividend, gain from investment under equity method, fees/commissions and administrative	1,465,839	1,383,475	766,804	725,161
	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	268,223	258,141	1,064,361	849,706
	2. Other Operating Expenses	4,067,642	3,703,625	5,465,158	4,626,794
	a. Decrease in fair value of financial assets (mark to market)				
	i. Marketable securities	-	1,535	-	1,535
	ii. Loans	-	-	-	-
	iii. Spot and derivatives	346,638	106,880	346,638	106,880
	iv. Other financial assets	8,982	6,912	12,735	6,912
	b. Increase in fair value of financial liabilities (mark to market)	-	-	-	-
	c. Losses from sale of financial assets				
	i. Marketable securities	1,869	-	1,869	-
	ii. Loans	230,719	-	230,719	-
	iii. Other financial assets	-	-	-	-
	d. Losses from spot and derivative transaction (realised)	78,257	13,779	78,257	14,584
	e. Impairment losses on financial assets	687,047	1,016,888	852,592	1,017,420
	f. Allowance for possible losses of administration accounts	-	3	-	3
	g. Allowance for operational risk losses	-	-	-	-
	h. Losses related to operational risk	16,180	6,224	16,381	6,224
	i. Losses from investment in shares under equity method, fees/commissions and administrative	115,240	184,100	115,567	227,071
	j. Losses from decrease in value of non financial assets	-	-	-	951
	k. Allowance for possible losses on non earning assets	19,605	2,343	20,525	2,343
	l. Salaries and employee benefits	1,279,746	1,245,107	1,991,842	1,797,654
	m. Promotion expenses	110,565	56,041	130,300	74,156
	n. Other expenses	1,172,794	1,063,814	1,667,733	1,371,062
	<b>Net Other Operating Expenses</b>	<b>(1,908,467)</b>	<b>(1,809,914)</b>	<b>(3,208,880)</b>	<b>(2,799,832)</b>
	<b>OPERATING INCOME</b>	<b>1,934,481</b>	<b>1,966,183</b>	<b>2,332,333</b>	<b>2,278,246</b>
	<b>NON OPERATING INCOME</b>				
1.	Gain from sale of premises and equipment	1,167	1,576	1,381	1,754
2.	Losses on foreign currencies translation	17	(1,819)	(1,326)	(2,719)
3.	Other non operating expenses	(251,118)	(258,379)	(296,754)	(276,222)
	<b>NON OPERATING LOSS</b>	<b>(249,934)</b>	<b>(258,622)</b>	<b>(296,698)</b>	<b>(277,187)</b>
	<b>INCOME BEFORE TAX FOR THE PERIOD ENDED</b>	<b>1,684,547</b>	<b>1,707,561</b>	<b>2,035,635</b>	<b>2,001,059</b>
1.	Profit (loss) transferred to Head Office	-	-	-	-
2.	Income tax				
	a. Income tax expenses	139,835	194,993	379,481	387,165
	b. Deferred tax expenses (income)	71,300	79,132	129,365	132,295
	<b>INCOME AFTER TAX FOR THE PERIOD ENDED</b>	<b>1,473,412</b>	<b>1,433,436</b>	<b>1,526,789</b>	<b>1,481,599</b>
	<b>LOSS OF MINORITY INTEREST</b>	<b>-</b>	<b>-</b>	<b>(53,377)</b>	<b>(48,163)</b>
	<b>INCOME AFTER MINORITY INTEREST</b>	<b>1,473,412</b>	<b>1,433,436</b>	<b>1,473,412</b>	<b>1,433,436</b>
	<b>DIVIDEND</b>	<b>(1,009,229)</b>	<b>(766,301)</b>	<b>(1,009,229)</b>	<b>(766,301)</b>
	<b>OTHERS</b>	<b>(28,836)</b>	<b>(15,325)</b>	<b>(28,836)</b>	<b>(15,325)</b>
	<b>EARNING PER SHARE *)</b>	<b>175.01</b>	<b>170.64</b>	<b>175.01</b>	<b>170.64</b>
	<b>DILUTED EARNINGS PER SHARE *)</b>	<b>174.77</b>	<b>170.14</b>	<b>174.77</b>	<b>170.14</b>

## Key Financial Ratios

As of 30 June 2011 and  
2010

NO.	RATIOS (%)	2011	2010
	<b>CONSOLIDATED RATIOS :</b>		
<b>I.</b>	<b>Capital</b>		
	1. CAR with credit, market and operational risk	14.05%	18.21%
<b>II.</b>	<b>Earning assets</b>		
	Non-performing earning assets and non-productive assets to total earnings		
	1. and non-productive assets	2.55%	2.90%
	2. Non-performing earning assets to total productive assets	2.51%	2.96%
	3. Allowance for impairment losses for financial assets to productive assets	2.61%	3.48%
	4. NPL gross	2.92%	3.37%
	5. NPL net after impairment value	0.00%	0.00%
<b>III.</b>	<b>Rentability</b>		
	1. ROA	3.34%	4.06%
	2. ROE	17.12%	18.65%
	3. NIM including third party premium expenses	10.03%	11.65%
	4. Cost to income	51.90%	49.19%
	<b>BANK RATIOS :</b>		
<b>I.</b>	<b>Capital</b>		
	1. CAR with credit, market and operational risk	12.20%	15.33%
<b>II.</b>	<b>Earning assets</b>		
	Non-performing earning assets and non-productive assets to total earnings		
	1. and non-productive assets	2.72%	3.00%
	2. Non-performing earning assets to total productive assets	2.68%	3.06%
	3. Allowance for impairment losses for financial asset to productive asset	2.57%	3.49%
	4. NPL gross	3.17%	3.53%
	5. NPL net after impairment value	0.21%	0.00%
	6. non-performing iB receivables and financing with contract	0.97%	1.15%
<b>III.</b>	<b>Rentability</b>		
	1. ROA	2.89%	3.55%
	3. ROE	17.14%	18.67%
	4. NIM excluding third party premium expenses	7.95%	9.41%
	5. NIM including third party premium expenses	7.77%	9.25%
	6. Operating expenses to operating income	77.54%	74.00%
	7. Cost to income- Reported	55.74%	51.35%
<b>IV.</b>	<b>Liquidity</b>		
	LDR	99.04%	98.77%
<b>V.</b>	<b>Compliance</b>		
	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	8.16%	5.11%
	b. Secondary	5.53%	11.30%
	3. Statutory Reserve Requirements Foreign Currency *)	8.04%	10.08%
	4. Net open position	0.52%	1.73%
	5. Net open position on balance sheet **)	N/A	8.24%

## Statements of Commitments and Contingencies

As of 30 June 2011 and 2010

(in million Rupiah)

NO.	ACCOUNTS	BANK DANAMON		CONSOLIDATED	
		2011	2010	2011	2010
<b>I</b>	<b>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	10,910,942	10,912,122	10,910,942	10,912,122
	3. Others	-	-	-	-
<b>II</b>	<b>COMMITMENT PAYABLES</b>				
	1. Unused loans facilities granted to debtors				
	a. BUMN				
	i. Committed				
	- Rupiah	-	-	-	-
	- Foreign currencies	-	-	-	-
	ii. Uncommitted				
	- Rupiah	49,983	-	49,983	-
	- Foreign currencies	-	-	-	-
	b. Others				
	i. Committed	384,838	-	384,838	-
	ii. Uncommitted	17,913,510	14,391,448	17,913,510	14,391,448
	2. Unused loan facilities granted to other banks				
	a. Committed				
	i. Rupiah	1,716	-	1,716	-
	ii. Foreign currencies	-	-	-	-
	b. Uncommitted				
	i. Rupiah	248,188	154,586	248,188	154,586
	ii. Foreign currencies	-	-	-	-
	3. Outstanding Irrevocable L/C				
	a. Offshore L/C	966,626	776,105	966,626	776,105
	b. Local L/C	295,098	191,381	295,098	191,381
	4. Outstanding selling of spot and derivative contract	11,139,578	10,743,495	11,139,578	10,743,495
	5. Others	-	-	-	-
<b>III.</b>	<b>CONTINGENT RECEIVABLES</b>				
	1. Guarantees received				
	a. Rupiah	1,049	44,307	1,049	44,307
	b. Foreign currencies	95,018	99,826	95,018	99,826
	2. Interest receivables on non performing assets				
	a. Loan interest income	353,555	394,175	353,555	394,175
	b. Other interest	1,299	1,236	1,299	1,236
	3. Others	-	-	-	-
<b>IV.</b>	<b>CONTINGENT PAYABLES</b>				
	1. Guarantees issued				
	a. Rupiah	1,556,775	1,447,872	1,556,775	1,447,872
	b. Foreign currencies	416,030	607,203	416,030	607,203
	2. Others	-	-	-	-

# Asset Quality and Other Information

As of 30 June 2011 and 2010

(in million Rupiah)

NO.	ACCOUNTS	2011					Amount	2010					Amount
		P	SM	SS	D	L		P	SM	SS	D	L	
<b>I. RELATED PARTIES</b>													
1.	Placements with other banks												
a.	Rupiah	106	-	-	-	-	106	562,500	-	-	-	-	562,500
b.	Foreign currencies	60,129	-	-	-	-	60,129	223,787	-	-	-	-	223,787
2.	Spot and derivative receivables												
a.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	
b.	Foreign currencies	1	-	-	-	-	1	799	-	-	-	-	799
3.	Marketable securities												
a.	Rupiah	209,940	-	-	-	-	209,940	-	-	-	-	-	
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												
7.	Loans												
a.	Debtor micro, small and medium												
a.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	
b.	Non debtor micro, small and medium												
a.	Rupiah	13,267	-	-	-	-	13,267	6,567	-	-	-	-	6,567
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	
c.	Restructured												
a.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	
d.	Properties loan												
8.	Investments	5,486,403	-	-	-	-	5,486,403	4,912,955	-	-	-	-	4,912,955
9.	Temporary equity investment												
10.	Commitments and contingencies to third parties												
a.	Rupiah	150	-	-	-	-	150	-	-	-	-	-	
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	
11.	Idle properties												
12.	Foreclosed assets												
13.	Suspense accounts												
<b>II. NON RELATED PARTIES</b>													
1.	Placements with other banks												
a.	Rupiah	336,753	-	-	-	-	336,753	1,367,298	-	-	-	-	1,367,298
b.	Foreign currencies	534,174	-	-	-	-	534,174	1,846,750	-	-	-	-	1,846,750
2.	Spot and derivative receivables												
a.	Rupiah	105,756	-	-	-	-	105,756	100,091	-	-	-	-	100,091
b.	Foreign currencies	88,796	-	-	-	-	88,796	143,988	327	-	-	-	144,315
3.	Marketable securities												
a.	Rupiah	5,195,373	-	-	-	-	5,195,373	11,629,297	-	-	-	-	11,629,297
b.	Foreign currencies	789,958	-	-	1,787	-	791,746	877,558	-	-	-	-	877,558
4.	Securities sold under repurchase agreement (repo)												
a.	Rupiah	936,009	-	-	-	-	936,009	-	-	-	-	-	
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	
5.	Securities purchased under resale agreements (reverse repo)												
a.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	
6.	Acceptance receivables	1,013,970	-	-	-	-	1,013,970	1,074,717	39,360	-	-	-	1,114,077
7.	Loans												
a.	Debtor micro, small and medium												
a.	Rupiah	22,450,851	1,588,374	280,071	404,048	561,054	25,284,399	18,754,726	1,367,612	223,749	337,205	513,458	21,196,750
b.	Foreign currencies	362,126	17,617	92	-	712	380,546	403,114	2,107	1,666	138	1,008	408,033
b.	Non debtor micro, small and medium												
a.	Rupiah	42,032,638	6,393,756	281,104	576,616	385,530	49,669,644	34,063,617	5,181,304	259,098	373,094	468,318	40,345,432
b.	Foreign currencies	6,852,839	616,631	17	29,395	95,723	7,594,606	4,575,118	452,667	264	78,942	102,023	5,209,014
c.	Restructured												
a.	Rupiah	510,749	452,912	66,823	307,934	157,140	1,495,557	692,706	714,862	166,401	124,209	188,521	1,886,698
b.	Foreign currencies	201,486	307,876	-	4,716	-	514,078	437,305	130,406	-	138	1,008	568,857
d.	Properties loan	2,204,457	105,368	5,273	6,619	35,320	2,357,038	1,942,732	121,028	7,232	9,917	65,328	2,146,237
8.	Investments	12,055	25	-	-	-	12,080	12,055	25	-	-	-	12,080
9.	Temporary equity investment												
10.	Others receivables	210,895	-	-	9,000	1,688	221,583	550,975	74,049	9,000	139,160	282,146	1,055,330
11.	Commitments and contingencies to third parties												
a.	Rupiah	1,708,916	566	-	2,600	373	1,712,455	1,516,251	1,234	-	100	-	1,517,585
b.	Foreign currencies	1,519,249	2,675	-	-	-	1,521,924	1,468,859	36,117	-	-	-	1,504,976
12.	Idle properties												
13.	Foreclosed assets	721	-	6,052	794	17,505	24,351	-	-	26,011	-	-	26,011
14.	Suspense accounts	9,273	-	80,631	18,108	49	99,509	175,616	-	10,614	-	-	186,229
						1	9,274	6,505	-	-	-	992	7,497
<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 -/-						2,514,953						3,181,224
3.	Minimum required allowance for possible losses on earning assets						2,581,498						2,335,535
4.	Percentage of micro and small enterprises to total loans						30.94%						32.27%
5.	Percentage of micro and small enterprises business credit to total loans						16.10%						18.28%
6.	Percentage of micro, small and medium enterprises to total loans						8.81%						10.25%
7.	Percentage of micro, small and medium enterprises debtor to total debtors						9.57%						9.57%
8.	Others												
a.	Channelling loans						350,658						350,682
b.	Channelling loans Mudharabah Muqayah						-						-
c.	Written-off earning assets						5,080,450						3,933,815
d.	Written-off earning assets that has been re-collected						1,277,479						774
e.	Charged-off earning assets						3,745,948						968,891

## Allowance for Impairment Losses

As of 30 June 2011 and 2010

(in million Rupiah)

No.	ACCOUNTS	2011				2010			
		Impairment Loss Allowance		Minimum Required Regulatory		Impairment Loss Allowance		Minimum Required Regulatory	
		Individual	Collective	General	Specific	Individual	Collective	General	Specific
1	Placements with other banks	-	-	9,312	-	-	-	40,003	-
2	Spot and derivative receivables	-	-	1,946	-	-	-	2,449	16
3	Marketable securities	-	1,950	17,739	893	-	1,950	6,425	-
4	Securities sold under repurchase agreement (repo)	-	-	-	-	-	-	-	-
5	Securities purchased under resale agreements (reverse repo)	-	-	-	-	-	-	-	-
6	Acceptance receivables	-	-	10,140	-	-	0	10,747	1,968
7	Loans	505,718	1,940,213	700,860	1,743,208	569,194	1,834,917	569,945	1,620,285
8	Others receivable	10,688	55,985	2,109	6,188	431,473	322,796	5,510	356,779
9	Investments	-	-	54,985	1	-	-	49,250	1
10	Temporary equity investment	-	-	-	-	20,894	-	725	-
11	Administratif accounts	-	400	32,283	1,835	426	-	29,851	1,918

## Statement of Foreign Exchange and Derivative Transactions

As of 30 June 2011 and 2010

(in million Rupiah)

NO.	TRANSACTION	Market Value		Derivative Receivable and Payable		Net Market Value
		Hedging	Others	Receivables	Payables	
<b>A.</b>	<b>Related to exchange rate</b>					
1.	Spot	-	1,910,550	3,825	(1,376)	-
2.	Forward	-	259,230	401	(1,113)	-
3.	Option					
a.	Purchased	-	260,065	45,682	-	-
b.	Written	-	260,065	-	(45,682)	-
4.	Future	-	184,373	-	(367)	-
5.	Swap	-	6,485,370	118,500	(226,719)	-
6.	Others	-	-	-	-	-
<b>B.</b>	<b>Related to interest rate</b>					
1.	Forward	-	-	-	-	-
2.	Option					
a.	Purchased	-	-	-	-	-
b.	Written	-	-	-	-	-
3.	Future	-	-	-	-	-
4.	Swap	-	1,481,528	26,145	(17,350)	-
5.	Others	-	-	-	-	-
<b>C.</b>	<b>Others</b>	-	-	-	-	-
<b>TOTAL</b>			515,748	194,553	(292,607)	

## Capital Adequacy Ratio

As of 30 June 2011 and 2010

(in million Rupiah)

NO.	DESCRIPTION	2011		2010	
		Bank	Consolidated	Bank	Consolidated
I.	<b>COMPONENTS</b>				
	<b>A. CORE CAPITAL</b>	<b>12,491,457</b>	<b>15,808,657</b>	<b>11,873,201</b>	<b>13,933,268</b>
	1. Paid up capital	5,319,952	5,319,952	5,316,344	5,316,344
	2. Disclosed reserves				
	<b>2.1 Additional factors</b>				
	a. Additional paid up capital	3,046,497	3,046,497	3,016,763	3,016,763
	b. Donated capital	-	-	-	-
	c. General reserve	162,869	162,869	134,034	134,034
	d. Specific reserves	-	-	-	-
	e. Prior years' profit after tax (100%)	7,939,663	7,939,663	6,200,968	6,200,968
	f. Current year profit net of taxes (50%)	736,706	736,706	716,718	716,671
	g. Positive adjustment in foreign currency translation of overseas branch	1,985	1,985	1,985	1,985
	h. Paid up capital fund	-	-	-	-
	i. Issued warrant (50%)	-	-	-	-
	j. Issued share options on shares option compensation programs (50%)	6,331	6,331	12,251	12,251
	<b>2.2 Deduction factors</b>				
	a. Under provision between regulatory provision and impairment value on productive assets	(65,516)	-	-	-
	3. Inovative Capital	-	-	-	-
	4. Deduction factor to core capital				
	4.1 Goodwill	-	(1,074,532)	-	(1,178,219)
	4.2 Other intangible assets	-	-	-	-
	4.3 Investment (50%)	(4,657,030)	(330,814)	(3,525,862)	(287,529)
	4.4 Short of capital on insurance subsidiary company (50%)	-	-	-	-
	5. Minority interest	-	-	-	-
	<b>B. SUPPLEMENTARY CAPITAL</b>	-	<b>563,810</b>	-	<b>1,153,912</b>
	1. Upper Tier 2				
	1.1 General allowance for possible losses on earning assets (max. 1.25% of weighted risk-based assets)	829,372	894,624	901,929	956,274
	2. Lower Tier 2 max 50% core capital				
	2.1 Subordinated borrowings or bonds which can be calculated	-	-	485,167	485,167
	3. Deduction factor supplementary capital				
	3.1 Investments (50%)	(829,372)	(330,814)	(1,387,096)	(287,529)
	3.2 Short of capital on insurance subsidiary company (50%)	-	-	-	-
	<b>C. Deduction factors on core and supplementary capital securitisation exposure</b>	-	-	-	-
	<b>D. Other supplementary capital which meet the criterias (Tier 3)</b>	-	-	-	-
	<b>E. Other supplementary capital allocated to anticipate market risk</b>	-	-	-	-
II.	<b>TOTAL CORE AND SUPPLEMENTARY CAPITAL (A+B-C)</b>	<b>12,491,457</b>	<b>16,372,467</b>	<b>11,873,201</b>	<b>15,087,180</b>
III.	<b>TOTAL CORE, SUPPLEMENTARY CAPITAL AND ADDITIONAL SUPPLEMENTARY</b>	<b>12,491,457</b>	<b>16,372,467</b>	<b>11,873,201</b>	<b>15,087,180</b>
IV.	<b>RISK WEIGHTED ASSETS - CREDIT RISK</b>	<b>83,953,354</b>	<b>94,300,714</b>	<b>71,905,684</b>	<b>76,286,043</b>
V.	<b>RISK WEIGHTED ASSETS - OPERATIONAL RISK *)</b>				
		17,892,259	21,670,495	5,249,744	6,244,688
VI.	<b>RISK WEIGHTED ASSETS - MARKET RISK</b>				
		579,158	579,158	315,878	315,878
VII.	<b>CAPITAL ADEQUACY RATIO WITH CREDIT RISK AND OPERATIONAL RISK CHARGE (III:(IV+V))</b>	<b>12.27%</b>	<b>14.12%</b>	<b>15.39%</b>	<b>18.28%</b>
VIII.	<b>CAPITAL ADEQUACY RATIO WITH CREDIT RISK, MARKET RISK AND OPERATIONAL RISK CHARGE (III:(IV+V+VI))</b>	<b>12.20%</b>	<b>14.05%</b>	<b>15.33%</b>	<b>18.21%</b>
IX.	<b>MINIMUM REQUIRED CAPITAL ADEQUACY RATIO</b>	<b>8.00%</b>	<b>8.00%</b>	<b>8.00%</b>	<b>8.00%</b>