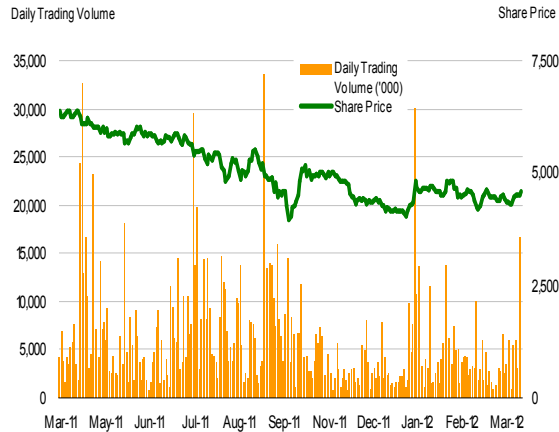


## INVESTOR NEWSLETTER

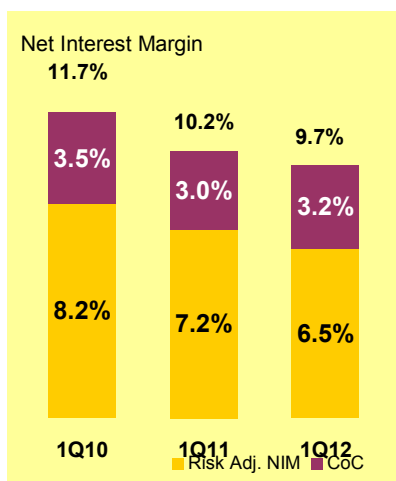
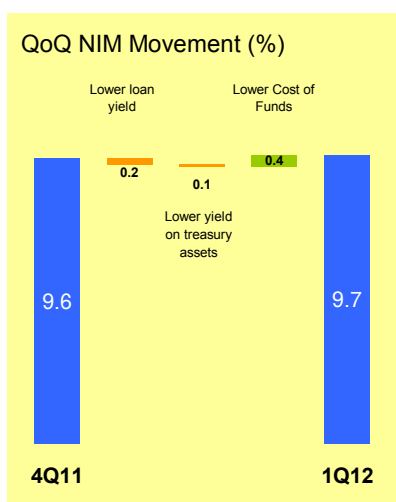
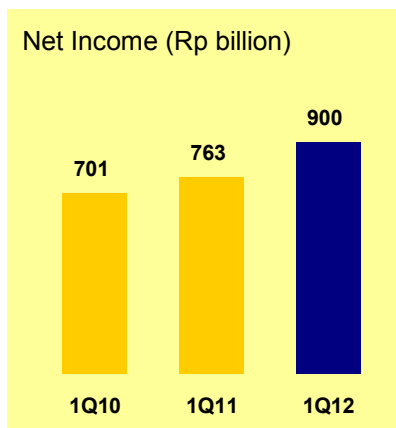
April 2012



## First Quarter 2012 Financial Results

- Total loans increased 23% to Rp 106 trillion. Mass market segment remained to be the main engine with 23% growth while wholesale and SMEC segments grew robustly at 29% and 22%, respectively.
- Current account and saving account grew 33% and 11%, respectively. CASA growth of 18% drove total deposits 8% to Rp 89 trillion. CASA ratio stood at 41% versus 37% a year ago.
- Net Interest Margin improved to 9.7% from 9.6% last quarter on the back of lower cost of fund. CoC was 3.2%. CIR improved to 50.2%. LDR was 98.6% in 1Q12.
- Fee income up 22% to Rp 1 trillion, accounted for 25% of our operating income.
- NPAT rose 18% to Rp 900 billion. ROE stood at 14.6% and CAR at 19.1%.

	1Q11	1Q12	ΔYoY	4Q11	ΔQoQ
<b>INCOME STATEMENTS (Rp billion)</b>					
Net Interest Income	2,609	3,019	16%	2,877	5%
Non Interest Income	844	1,029	22%	1,126	-9%
Operating Income	3,453	4,048	17%	4,003	1%
Cost of Credit	618	788	28%	696	13%
Risk adjusted Ops Income	2,835	3,260	15%	3,307	-1%
Operating Expenses	1,765	2,032	15%	2,100	-3%
Reported Net Profit after Tax	763	900	18%	887	1%
<b>BALANCE SHEETS (Rp billion)</b>					
Total Assets	122,804	145,114	18%	141,934	2%
Loans (gross)	86,003	105,558	23%	101,678	4%
Government Bonds	5,613	4,516	-20%	3,947	14%
Total Deposits	82,495	89,422	8%	88,054	2%
Long Term Funding	12,418	15,110	22%	16,583	-9%
Equity	18,135	25,515	41%	25,630	0%
<b>KEY RATIOS (%)</b>					
Net Interest Margin	10.2	9.7	-0.5	9.6	0.1
Cost of Credit	3.0	3.2	0.2	2.9	0.3
Cost to Income	51.1	50.2	-0.9	52.5	-2.3
ROAA	2.6	2.5	-0.1	2.6	-0.1
ROAE	17.6	14.6	-3.0	15.5	-0.9
Assets to Capital	7.6	6.3	-1.3	6.4	-0.1
Consolidated RWA to Assets	89.5	83.4	-6.1	89.0	-5.6
Loan to Funding	85.2	90.9	5.7	91.5	-0.6
Loan to Deposits	94.8	98.6	3.8	98.3	0.3
Consolidated CAR	14.7	19.1	4.4	17.5	1.6
NPL – Gross	3.1	2.5	-0.6	2.5	0.0
Loan Loss Coverage (LLP/NPL)	100.3	106.9	6.6	107.2	-0.3



## Macroeconomy

For the past few weeks, what has originally been a debate on economic policy, the proposal to hike the BBM price has been transformed into a political issue, as tension rises between the political parties. The government failed to raise the subsidized fuel price to reduce its negative impact on the government budget and to reallocate spending into a more productive use which was planned to be effective in April 2012.

In April 2012, BI decided to keep its benchmark rate unchanged at 5.75% in the view of the current BI rate is still consistent with the macroeconomic outlook and that potential fuel price hike will only be a short-term impact on inflation. BI also views that Indonesia's economic growth will remain strong despite uncertainties in the global economy. Taking account the potential fuel price hike, inflation and global economic slowdown, the GDP growth in 2012 may slightly down to 6.1% yoy.

## Major Regulation Changes

### 1. Change of RWA Credit Risk calculation from Basic Indicator Approach (BIA) to Standardized Approach (SA) benefits Danamon

Starting January 2012, Danamon has implemented Basel II in calculating Risk Weighted Assets Credit Risk using Standardized Approach (RWA CR SA). By using SA, the Bank's consolidated CAR as of 31 March 2012 was 1.13% higher than using BIA due to RWA saving of Rp 7.5 trillion (8% lower), as detailed below:

	Basic Indicator Approach (before)	Standardized Approach (after)	Difference
<b>Consolidated</b>			
RWA Credit Risk	103,587,143	96,008,050	7,579,093 *
RWA Market Risk	326,406	326,406	-
RWA Op. Risk	24,707,404	24,707,404	-
<b>Total RWA</b>	<b>128,620,953</b>	<b>121,041,860</b>	
Capital	23,130,530	23,130,530	-
<b>CAR - Consolidated - March'12</b>	<b>17.98%</b>	<b>19.11%</b>	<b>1.13%</b>
<b>Bank Only</b>			
RWA Credit Risk	89,994,821	82,480,954	7,513,867 *
RWA Market Risk	326,406	326,406	-
RWA Op. Risk	17,940,744	17,940,744	-
<b>Total RWA</b>	<b>108,261,971</b>	<b>100,748,104</b>	
Capital	18,048,780	18,048,780	-
<b>CAR - Bank Only - March '12</b>	<b>16.67%</b>	<b>17.91%</b>	<b>1.24%</b>

\*) Lower RWA credit risk mostly came from Joint financing — JF loans (Adira & JF Corporate and SME) from 100% to 75% and loans to small and micro enterprises (DSP) from 85% to 75%.

### 2. BI and Bapepam issued new ruling on the minimum down payment for vehicle financing and LTV for mortgage

On March 15, 2012, BI issued a new ruling regarding the minimum down payment for automotive loans and the amount of loan to value (LTV) for mortgage. The purpose of this policy is to increase the bank prudence in granting auto loans and mortgages. At the same time, Bapepam also issued a regulation on the same subject, however, different in terms of limit. The following is the regulation summary:

Type of vehicle	BI	Bapepam	Difference
Two wheels	min. 25%	min. 20%	5%
Four wheels - productive	min. 20%	min. 20%	-
Four wheels - non productive	min. 30%	min. 25%	5%
Mortgage	min. 70%	-	-

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Under the joint financing scheme, the minimum down payment will be set proportionally between the Bank and the financing company. For financing company, if the auto financing is funded by the finance company's funds (i.e. through working capital loans or bonds issuance), the minimum down payment must follow Bapepam ruling. The above requirement will be effective starting on 15 June 2012.

**First Quarter 2012 Financial Results**

Danamon posted a net profit after tax (NPAT) of Rp 900 billion in the first quarter of 2012, up by 18% compared to Rp 763 billion last year. This solid performance was supported by 22% increase of non-interest income to Rp 1,029 billion on the back of credit related fees and bancassurance products. Higher average earning assets balance of 21% to Rp 121 trillion also lead to 16% increase in the net interest income to Rp 3,019 billion and bringing NIM to the level of 9.7% versus 10.2% last year.

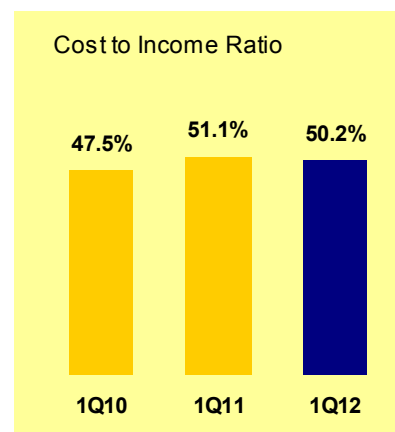
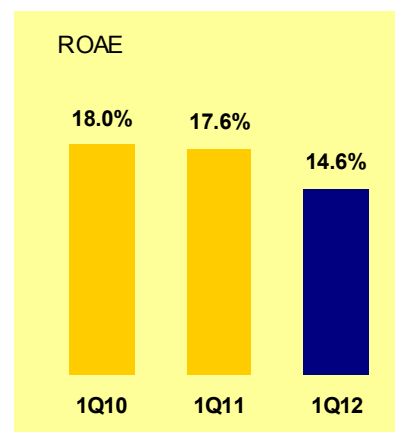
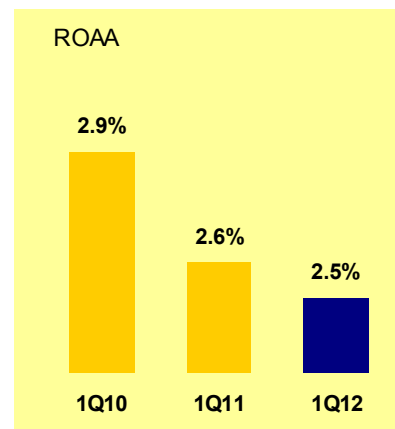
On quarterly basis, our NIM improved 10bps due to 60bps lower cost of funds mostly from time deposits (7.8% in 4Q11 to 6.9% in 1Q12). Specifically for yield, our auto loans mix has shifted with 4-wheeler occupied 40% of the portfolio in the first quarter of 2012 compared to 34% last year. The yield of auto financing was stable at 18.6% q-q. We recorded net yield of 13.7% for car financing compared to 13.6% last quarter, while the net yield for motorcycle loans increased to 21.9% against 21.6% at 4Q11. Our micro loan yield stood at 27.2% versus 27.6% last quarter due to tougher competition. Our mid size business yield slightly fell to 10.7% from 10.8% last quarter, while wholesale loan yield was stable at 8.1% q-o-q. Retail's yield was lower to 15.1% from 15.6% in the previous quarter. The yield of treasury assets compressed the most from 5.6% in 4Q11 to 4.9% this quarter as an effect of lower rate imposed in BI instrument facilities, following the reduced BI rate.

Cost of credit slightly up to 3.2% from 3.0% last year was in line with the loan growth and more conservative provisioning in the wholesale book as well an anticipated higher trend for mass market in the first quarter, Our cost to income ratio improved to 50.2% from 51.1% on the back of higher operating income growth of 17% (supported by 22% rise in fee income), while operating expense rose 15%. Danamon's basic and diluted Earnings per Share (EPS) was Rp 93.92 as compared to Rp 90.60 (basic) and Rp 90.47 (diluted) last year.

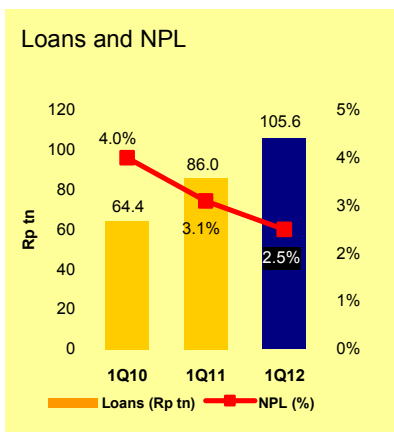
**Income Statement**

Positive macro fundamentals continued to support banking industry's intermediary role in the first quarter of 2012 although inflationary pressure came into the scene. Competition remained intense across SME, commercial and corporate segments that offer attractive rates, while mass market (including micro) business has been consistently lucrative. Lowered BI rate, followed by lower LPS rate has opened more opportunities for banks to lower their CoF and improve NIM.

Industry loans rose 24% to Rp 2,203 trillion (February 2012) from Rp 1,774 trillion in the previous year. Investment credit recorded the highest growth of 33.2%, and it is expected to increase economic capacity. Meanwhile, working capital credit and consumption credit grew by 23.4% and 19.6%, respectively. Parallel with the industry, Danamon enjoyed 23% loan growth to Rp 106 trillion versus Rp 86 trillion a year ago driven by mass market business that accounted



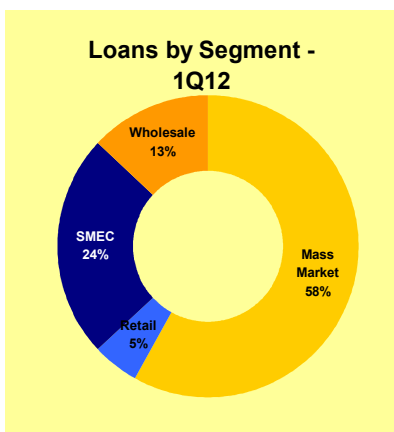
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for 58% of the Bank's loan book. However, competition drove down of Danamon's average earning assets yield to 14.8% from 15.8% last year. On the funding side, Danamon recorded a lower cost of funds of 5.1% versus 5.6% impacted from lower BI benchmark rate from 6.75% to 5.75%, followed by reduced LPS rate from 7% at the beginning of 2011 to 6.5% in December 2011 and to 5.5% in March 2012. Meanwhile, treasury assets that grew 17% to Rp 21 trillion compared to Rp 18 trillion last year, contributed 0.1% NIM reduction.

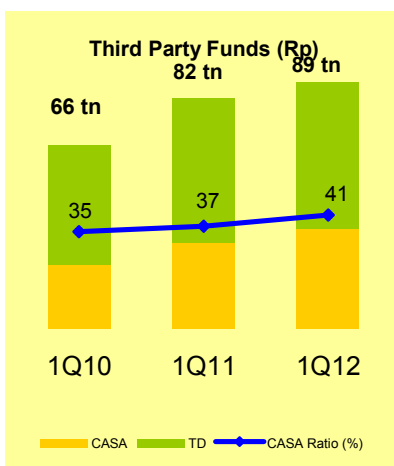
The Bank booked 16% increase of Net Interest Income to Rp 3,019 billion from Rp 2,609 billion a year earlier, primarily driven by higher average earning assets that rose 21% to Rp 121 trillion from Rp 100 trillion a year ago.

BI maintained its minimum reserve requirement both for Rupiah and foreign currency at 8% to ensure adequate liquidity in sustaining loan growth. Tougher competition caused Danamon's NIM to retreat 50 bps than a year ago to 9.7% (vs 9.6% last quarter), yet still one of the highest amongst its peers.



Our fee income also registered a promising growth of 22% to Rp 1,029 billion on the back of higher credit related fees and fees from bancassurance products. Our credit related fees grew 24% higher to Rp 783 billion, in line with our loan growth. Our strategic partnership with Manulife since the third quarter of 2011 has delivered positive outcome and boosted bancassurance fee income by 58% to Rp 71 billion. This is consistent with our strategy to creatively anticipate the margin compression environment. Fee income from general insurance products eased 10% to Rp 85 billion.

Altogether, our fee income accounted for 25% of total operating income versus 24% last year.



Operating expenses was Rp 2,032 billion or 15% higher than in the previous year reflecting additional headcount to accommodate business growth, increase in facilities and IT cost to support network expansion, and continuous marketing and promotion programs. There were additional 51 conventional branches set up across the country, bringing a total of 523 by end of March 2012. Adding to the Bank's extensive branch network, 211 new ATMs and 48 new CDM machines were introduced during the period making a total of 1,298 ATMs and 49 CDMs by the end of March 2012. For subsidiaries, Adira Finance, Adira Quantum, and Adira Insurance grew their outlets by adding another 93, 28 and 10 network including branches, representative offices, kiosks and physical outlets. Higher operating income and well managed operating expense has lowered the Bank's cost to income ratio from 51.1% to 50.2% in the first quarter of 2012.

Our cost of credit increased 28% to Rp 788 billion as compared to last year's Rp 618 billion which was in line with the loan growth and also owing to conservative provisioning in the wholesale book as well an anticipated higher trend for mass market in the first quarter. Cost of credit over average earning assets stood at 3.2% compared to 3.0% a year ago. By the end of March 2012, total allowances for possible losses stood at Rp 2,859 billion compared to Rp 2,776 billion last year.

# PT Bank Danamon Indonesia, Tbk

## Investor Newsletter – First Quarter 2012 Results

### April 2012

Overall, the net profit after tax was Rp 900 billion for 1Q12, rose 18% from Rp 763 billion recorded last year. ROAA and ROAE were at 2.5% and 14.6%, respectively, from 2.6% and 17.6% last year.

### Balance Sheet

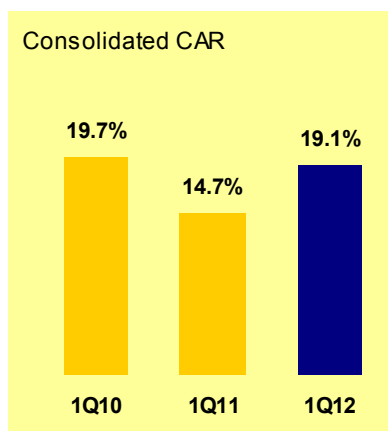
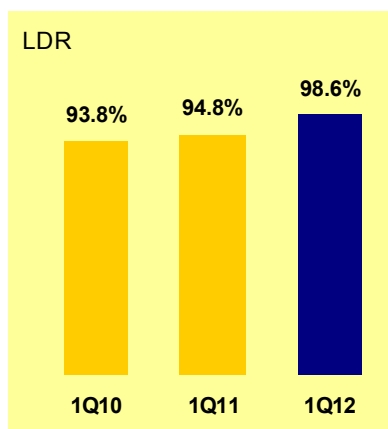
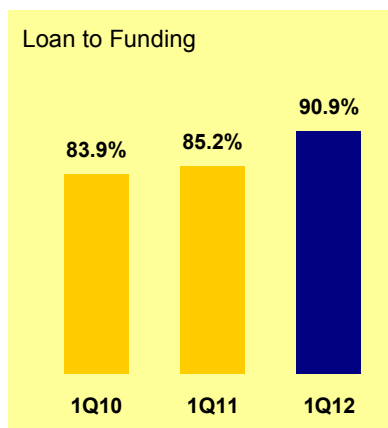
Despite prolonged global economic uncertainties and mounting concerns on impacts of rising inflation domestically, we believe that the country's economic fundamentals are still strong and so is consumer confidence in the medium term. The impact from the fuel price hike is expected to be short lived, while the chance of new regulations of LTV (for mortgage) and DP (for auto loans) to create major implication to the banking industry is limited due to their relatively small share (8% for mortgage and 5% for auto loans as of Dec 2011). Danamon has well mitigated any possible outcome resulted from these challenges.

Consumption as the backbone of the economy remained robust despite higher inflationary pressure. Income per capita is in the rising trend to support consumer lending, complemented with more stable commodity price. Danamon as one of the largest consumer lenders in the country has leveraged such momentum yet remains vigilant in managing its business expansion and at the same time stay fully abreast of the latest market trends and developments. On such backdrop, Danamon's recorded 23% loan growth to Rp 106 trillion compared to Rp 86 trillion last year.

Mass market loans (auto loans, durable goods loans, loans for self employed mass market and pawn-broking loans) remained as the main engine growth rose 23% to Rp 61,228 billion, or 58% of the Bank's total loan book. Going forward, we will maintain the high-yield mass market portfolio at 55%-60% of our total loan book.

With its 1,246 branches across the country, DSP upholds its commitment to serve the underserved by continuously offering simple and convenient services to its more than 723,000 customers, at the same time strengthening its internal line capacity since the second half of 2011 in response to heightened competition. Staff development was another important area for DSP, involving in-class and on-the-job training, targeting both competence and character building as human capital is one of DSP's top priority. As reflected from our loans by region, in the first quarter of 2012, loans outside Java grew 20% reaching Rp 8.4 trillion. Non Java area has much to offer for DSP to grow in confidence. DSP's uniqueness stands out compared to its competitors, in its way of disbursing loans that specifically target wet market traders for working capital purposes. DSP also only focuses on secured loans through individual selection criteria instead of via channelling.

On auto loans, Adira Finance reported a 30% of receivables growth to Rp 42,684 billion, as automotive industry continues to show a stable growth complemented with lower interest rate environment. As the leader in the market, by February 2012 Adira Finance held 13.9% and 6.2% market share for motorcycle and car financing, respectively. Adira Finance continues to extend its financing services, maintain strong and close relationship with its dealers and customers through various events, while internally apply prudent risk management to accompany its expansion. Durable goods financing through Adira Quantum grew by 8% to reach Rp 1,383 billion. After a year of launching, our pawn broking business reached Rp 61 billion compared to Rp 7 billion last year. This new business will add variety in the mass market segment, to serve customer needs for short term urgent financing by taking gold as collateral.



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To complement our presence in the mass market segment, Danamon's SME and Commercial banking (mid-size) that offers various banking products continued to register promising growth. Lending was 22% higher to Rp 25 trillion representing 24% of the Bank's loan portfolio, signifying an important arena for growth.

SME loans delivered a confident growth of 24% to Rp 14.8 trillion, while Commercial lending rose steadily by 20% to Rp 10.3 trillion. Meanwhile, our ABF (Assets Based Financing) business, that offers heavy equipment mostly to our mid-size customers in mining an agribusiness posted 53% growth to Rp 4,965 billion.

Danamon's products and services to its wholesale customers are maintained at high standards. On the wholesale segment, products such as trade finance, cash management and treasury transactions have reaped the benefit from optimization of cross selling opportunity. By the end of the first quarter 2012, wholesale loans grew 29% to Rp 13.4 trillion and represented 13% of our loan book.

Non-performing loans were relatively stable at Rp 2,594 billion as compared to Rp 2,639 billion a year earlier despite strong loan expansion. NPL ratio improved to 2.5% as compared to last year's 3.1% underscoring prudent and disciplined banking practices. As of March 2012, the NPL ratio in micro lending business and auto financing compared to previous year was remain stable to 5.7% and 1.3% respectively. Overall, mass market NPL ratio loans improved to 2.6% compared to 2.8% a year earlier. NPL ratio from wholesale was up to 2.2% from 1.8% a year ago. NPL for SMEC improved the most to 2.5% from 4.1% in the previous year despite robust loan growth. Further, the ratio of impairment loss allowance to NPL was at 106.9% compared to 100.3% year ago.

To support loan growth, we deliberately use wholesale funding to manage the asset liability duration mismatch and interest rate risk. Our wholesale funding is well suited for our majority fixed rate mass market loans. Our wholesale funding (including bonds issuance) rose 22% to Rp 15.1 trillion against Rp 12.4 trillion last year.

Third party fund is still concentrated within a few major banks (top 5 banks total deposit of Rp 1,494 trillion or 54% market shares in December 2011). Top 4 banks occupied 57% CASA share, which translated into the rest of the system competing for other source of funds. Danamon's total funding rose 8% to Rp 89 trillion from Rp 82 trillion a year earlier on the back of solid growth of CASA which appreciated 18% to Rp 36 trillion or 41% of total customer deposits compared to 37% last year. The growth in CASA was aligned with the Bank's strategy to strengthen its funding franchise as funding is one of its top priorities especially those with lower cost of funds. The Bank's current and saving accounts increased 33% and 11% to Rp 13 trillion and Rp 23 trillion, respectively, while time deposits grew 3% to Rp 53 trillion (59% of the total deposits). As part of our funding strategies, we leverage our extensive network by testing our team and capability in 240 DSP branches specifically targeting mass market funding potential. We are also upgrading the capacity of DSP branches to offer conventional banking services such as cash deposits, withdrawal and inter bank transfer. Starting Feb 2012, Danamon has initiated pilot project DSP Leveraging in Sumatra island and as of end of Mar'12, 135 branches has been successfully launched. Despite only 2 months observation, number of transactions & transaction amount had showed improvement and good response from customers. Additionally, our internet and banking services are continuously enhanced as part of our strategy to promote transactions through alternative channels. Since last year, the utilization of Danamon's electronic banking services had exceeded the number of transactions through branch banking.

Overall, Danamon's liquidity remains intact as indicated by the growth in wholesale funding and customer deposits. As of March 2012, the Bank's loan to funding of 90.9% (vs 85.2% in 1Q11) and Regulatory LDR of 98.6% compared to 94.8% in the previous year. The Bank's capitalization was also robust after last year's rights issue with CAR at 19.1%, one of the highest in the industry.



## Corporate Updates

### 2011 Dividend

- Dividend pay-out for fiscal year 2011 is lowered to 30% from 35% as approved during the March'12 AGMS

### Ownership Structure

- As at 2 April 2012, the Bank has been informed by Fullerton Financial Holding Pte. Ltd. (FFH), that it has entered into a share purchase agreement with DBS Group Holdings (DBS) to sell its interest in the whole of the issued share capital of Asia Financial (Indonesia) Pte. Ltd. to DBS. Currently, AFI holds approximately 67.37% of the total issued shares of the Bank. This transaction is subject to the approvals, among others, of DBS shareholders and regulators, including Bank Indonesia.

## Credit Rating

<b>Bank Danamon</b>	<b>Ratings and Outlooks</b>	
<b>Pefindo (Indonesia)</b>	Corporate Rating	idAA+ / Stable
August 2011	Bond Rating	idAA+ / Stable
<b>Standard and Poor's</b>	Long-term / Short-term Local Currency	BB / B / Positive
April 2012	Long-term / Short-term Foreign Currency	BB / B / Positive
<b>Fitch</b>	Long-term / Short-term Foreign Currency	BB+ / B / RWP
April 2012	National Long-term	AA+ (idn) / RWP
	Individual / Support Rating	C / D / 3 / RWP
<b>Moody's</b>	Global Local Currency Deposit	Baa3 / P-3 / Stable
April 2012	Foreign Currency Long-term Short-term Deposit	Ba2 / NP / Stable
	Bank Financial Strength Rating (BFSR)	D / Positive

## Balance Sheets

As of 31 March 2012 and 2011

(in million Rupiah)

NO.	ACCOUNTS	BANK		CONSOLIDATED	
		31 Mar 2012	31 Dec 2011	31 Mar 2012	31 Dec 2011
	<b>ASSETS</b>				
1.	Cash	1,336,498	1,777,194	1,475,345	1,895,058
2.	Placements with Bank Indonesia	14,345,837	17,127,983	14,345,837	17,127,983
3.	Placements with other banks	2,018,261	4,138,202	3,781,138	5,756,098
4.	Spot and derivative receivables	122,759	150,201	131,608	160,407
5.	Marketable securities				
	a. Designated at fair value through profit/loss	121,306	125,662	121,306	125,662
	b. Available for sale	8,095,057	6,443,957	8,164,311	6,509,689
	c. Held to maturity	354,909	425,518	793,636	648,448
	d. Loans and receivables	-	-	-	-
6.	Securities sold under repurchase agreements (repo)	1,872,739	1,485,134	1,872,739	1,485,134
7.	Securities purchased under resale agreements (reverse repo)	2,587,768	-	2,587,768	-
8.	Acceptance receivables	1,071,899	1,336,525	1,071,899	1,336,525
9.	Loans				
	a. Designated at fair value through profit/loss	-	-	-	-
	b. Available for sale	-	-	-	-
	c. Held to maturity	-	-	-	-
	d. Loans and receivables	87,429,343	86,699,835	87,429,343	86,699,835
10.	Sharia financing	1,033,131	998,301	1,033,131	998,301
11.	Consumer financing receivables	-	-	16,920,996	13,815,632
	Allowance for impairment losses on consumer financing receivables -/-	-	-	(520,571)	(420,683)
12.	Premium receivables	-	-	82,524	73,328
13.	Investments	2,657,392	2,657,392	12,175	12,175
14.	Allowance for impairment losses on financial assets -/-				
	a. Marketable securities	(21,250)	(1,950)	(21,250)	(1,950)
	b. Loans	(2,252,598)	(2,235,337)	(2,252,598)	(2,235,337)
	c. Others	(57,261)	(57,644)	(57,261)	(57,644)
15.	Intangible assets	829,356	828,625	2,847,187	2,839,706
	Accumulated amortisation on intangible assets -/-	(466,587)	(435,978)	(1,367,899)	(1,332,501)
16.	Fixed assets and equipment	2,907,844	2,872,699	3,550,769	3,496,036
	Accumulated depreciation of fixed assets and equipment -/-	(1,376,434)	(1,296,720)	(1,694,122)	(1,597,341)
17.	Non earning asset				
	a. Idle properties	22,682	24,351	22,682	24,351
	b. Foreclosed assets	19,477	24,431	19,477	24,431
	c. Suspense accounts	1,122	1,184	1,122	1,184
	d. Interbranch assets				
	i. Conducting operational activities in Indonesia	-	-	20	45
	ii. Conducting operational activities outside Indonesia	-	-	-	-
18.	Allowance for impairment losses on other assets -/-	(7,073)	(7,073)	(9,818)	(9,124)
19.	Leased receivables	-	-	170,539	160,171
20.	Deferred tax assets	872,186	916,309	880,950	927,167
21.	Other assets	3,333,974	3,184,315	3,720,894	3,471,646
	<b>TOTAL ASSETS</b>	<b>126,852,337</b>	<b>127,183,116</b>	<b>145,113,877</b>	<b>141,934,432</b>



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NO.	ACCOUNTS	BANK		CONSOLIDATED	
		31 Mar 2012	31 Dec 2011	31 Mar 2012	31 Dec 2011
	<b>LIABILITIES AND EQUITY</b>				
1.	Current accounts	12,815,661	14,007,449	11,437,554	11,492,894
2.	Savings	23,022,756	23,239,812	23,022,756	23,239,812
3.	Time deposits	52,343,790	50,746,696	52,136,209	50,574,722
4.	Revenue sharing investment funds	1,110,004	670,900	1,110,004	670,900
5.	Deferred premium income	-	-	865,203	832,811
6.	Unearned premium reserve	-	-	461,126	441,821
7.	Loans from Bank Indonesia	379	569	379	569
8.	Borrowings from other banks	2,418,716	2,821,881	2,418,716	2,821,881
9.	Spot and derivative liabilities	99,341	137,800	99,341	137,800
10.	Securities sold under repurchase agreements (repo)	1,416,584	1,140,342	1,416,584	1,140,342
11.	Acceptance payables	1,062,453	1,343,186	1,062,453	1,343,186
12.	Marketable securities issued	4,040,830	4,266,569	11,552,460	11,504,512
13.	Borrowings				
	a. Loans that can be counted as capital	-	-	-	-
	b. Other Borrowings	3,224,206	3,960,129	7,813,881	6,916,783
14.	Security deposits	31,406	31,409	31,406	31,409
15.	Interbranch liabilities				
	a. Conducting operational activities in Indonesia	0	-	0	-
	b. Conducting operational activities outside Indonesia	-	-	-	-
16.	Deferred tax liabilities	-	-	466,866	403,474
17.	Other liabilities	3,993,944	3,004,644	5,472,871	4,545,015
18.	Profit sharing investment funds	-	-	-	-
	<b>TOTAL LIABILITIES</b>	<b>105,580,070</b>	<b>105,371,386</b>	<b>119,367,809</b>	<b>116,097,931</b>
	<b>EQUITY</b>				
19.	Issued and fully paid capital				
	a. Authorized capital	12,238,589	12,238,589	12,238,589	12,238,589
	b. Unpaid capital -/-	(6,337,467)	(6,337,467)	(6,337,467)	(6,337,467)
	c. Treasury stock -/-	-	-	-	-
20.	Additional paid-up capital				
	a. Agio	7,391,756	7,391,756	7,391,756	7,391,756
	b. Disagio -/-	-	-	-	-
	c. Donated capital	-	-	-	-
	d. Capital paid in advance	-	-	-	-
	e. Others	-	-	-	-
21.	Other comprehensive income				
	a. Difference in foreign currencies translation	-	-	-	-
	b. Gains (losses) from changes in the value of financial assets as available for sale	12,377	21,887	(6,447)	4,404
	c. Cash flow hedges	(1,156)	244	(5,297)	(2,199)
	d. Revaluation reserves of fixed asset	-	-	-	-
	e. Part of other comprehensive income of associates	-	-	-	-
	f. Gains (losses) on defined benefit actuarial program	-	-	-	-
	g. Income tax related to other comprehensive income	-	-	-	-
	h. Others	-	-	-	-
22.	Difference in quasi- reorganisation	-	-	-	-
23.	Difference in restructuring value of transaction of entities under common control	-	-	-	-
24.	Others Equity	-	-	-	-
25.	Reserves				
	a. General reserves	196,232	162,869	196,232	162,869
	b. Specific reserves	-	-	-	-
26.	Retained earnings				
	a. Previous years (**)	7,299,610	5,812,170	11,137,761	8,835,738
	b. Current year	472,326	2,521,682	900,195	3,336,266
	<b>TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PAREN</b>	<b>21,272,267</b>	<b>21,811,730</b>	<b>25,515,322</b>	<b>25,629,956</b>
27.	Non-controlling interests	-	-	230,746	206,545
	<b>TOTAL EQUITY</b>	<b>21,272,267</b>	<b>21,811,730</b>	<b>25,746,068</b>	<b>25,836,501</b>
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>126,852,337</b>	<b>127,183,116</b>	<b>145,113,877</b>	<b>141,934,432</b>

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

**PT Bank Danamon Indonesia, Tbk**  
**Investor Newsletter – First Quarter 2012 Results**  
**April 2012**

**Statements of Income and Retained Earnings**

**As of 31 March 2012 and 2011**

(in million Rupiah, except earnings per share)

NO.	ACCOUNTS	BANK		CONSOLIDATED	
		31 Mar 2012	31 Mar 2011	31 Mar 2012	31 Mar 2011
<b>INCOME AND EXPENSES FROM OPERATIONS</b>					
<b>A. Interest Income and Expenses</b>					
1.	Interest Income				
	a. Rupiah	3,306,416	3,067,352	4,373,966	3,846,597
	b. Foreign currencies	129,585	97,521	129,585	97,521
2.	Interest Expense				
	a. Rupiah	1,200,324	1,239,896	1,417,742	1,294,107
	b. Foreign currencies	36,931	17,712	40,587	17,712
	<b>Net Interest Income</b>	<b>2,198,746</b>	<b>1,907,265</b>	<b>3,045,222</b>	<b>2,632,299</b>
3.	Underwriting income				
	3.1. Premium income	-	-	256,441	192,589
	3.2. Underwriting expense	-	-	175,035	97,666
	<b>Net Underwriting Income</b>	<b>-</b>	<b>-</b>	<b>81,406</b>	<b>94,923</b>
	<b>Net Interest and underwriting income</b>	<b>2,198,746</b>	<b>1,907,265</b>	<b>3,126,628</b>	<b>2,727,222</b>
4.	Sharia Income				
	4.1. Margin	3,402	3,009	3,402	3,009
	4.2. Profit sharing	25,805	20,442	25,805	20,442
	4.3. Bonus income	23	69	23	69
	<b>Total Sharia Income</b>	<b>29,230</b>	<b>23,520</b>	<b>29,230</b>	<b>23,520</b>
5.	Sharia Expenses				
	5.1. IB loss-sharing	9,864	5,632	9,864	5,632
	5.2. IB bonus expense	498	328	498	328
	<b>Total Sharia Expenses</b>	<b>10,362</b>	<b>5,960</b>	<b>10,362</b>	<b>5,960</b>
	<b>Net Sharia Interest Income</b>	<b>18,868</b>	<b>17,560</b>	<b>18,868</b>	<b>17,560</b>
<b>B. Other Operating Income and Expense</b>					
1.	Other Operating Income	648,404	697,512	1,255,170	1,166,484
	a. Increase in fair value of financial assets (mark to market)				
	i. Marketable securities	-	145	-	145
	ii. Loans	-	-	-	-
	iii. Spot and derivatives	148,678	253,379	148,678	253,379
	iv. Other financial assets	-	-	-	43
	b. Decrease in fair value of financial liabilities (mark to market)	-	-	-	-
	c. Gain from sale of financial assets				
	i. Marketable securities	12,476	17,188	17,136	17,188
	ii. Loans	-	-	-	-
	iii. Other financial assets	-	-	-	-
	d. Gain from spot and derivative transaction (realised)	20,995	18,441	20,995	18,441
	e. Gain from investment under equity method	-	-	-	-
	f. Dividend	-	-	-	-
	g. Fees/commissions and administrative	318,304	275,725	437,760	370,662
	h. Recovery of impairment loss reserves	-	-	-	-
	i. Other income	147,951	132,634	630,601	506,626
2.	Other Operating Expenses	2,112,457	2,064,086	3,015,203	2,700,274
	a. Decrease in fair value of financial assets (mark to market)				
	i. Marketable securities	299	-	299	-
	ii. Loans	-	-	-	-
	iii. Spot and derivatives	124,630	227,449	124,630	227,449
	iv. Other financial assets	3,572	4,990	9,298	7,002
	b. Increase in fair value of financial liabilities (mark to market)	-	-	-	-
	c. Losses from sale of financial assets				
	i. Marketable securities	2,115	5,030	2,115	5,030
	ii. Loans	-	230,720	-	230,720
	iii. Other financial assets	-	-	-	-
	d. Losses from spot and derivative transaction (realised)	30,909	45,003	30,909	45,003
	e. Impairment losses on financial assets				
	i. Marketable securities	19,800	-	19,800	-
	ii. Loans	463,521	354,344	648,182	391,332
	iii. Sharia financing	2,621	1,716	2,621	1,716
	iv. Other financial assets	(1,153)	(143,790)	(1,153)	(143,790)
	f. Losses related to operational risk	746	7,815	792	7,815
	g. Losses from investment in shares under equity method	-	-	-	-
	h. Fees/commissions and administrative	63,063	55,033	63,431	55,272
	i. Losses from decrease in value of non financial assets	-	25,426	32	25,957
	j. Salaries and employee benefits	718,230	633,706	1,133,624	975,673
	k. Promotion expenses	27,071	50,962	38,130	59,992
	l. Other expenses	657,033	565,682	942,494	811,103
	<b>Net Other Operating Expenses</b>	<b>(1,464,053)</b>	<b>(1,366,574)</b>	<b>(1,760,033)</b>	<b>(1,533,790)</b>
	<b>OPERATING INCOME</b>	<b>753,562</b>	<b>558,251</b>	<b>1,385,463</b>	<b>1,210,992</b>
<b>NON OPERATING INCOME</b>					
1.	Gain(loss) from sale of properties and equipment	2,803	867	2,896	950
2.	Gain (loss) on foreign currencies translation	17	28	286	(956)
3.	Income(expense) on non operating expenses	(115,825)	(126,331)	(156,965)	(151,108)
	<b>NON OPERATING LOSS</b>	<b>(113,005)</b>	<b>(125,436)</b>	<b>(153,783)</b>	<b>(151,114)</b>
	<b>INCOME BEFORE TAX FOR THE YEAR ENDED</b>	<b>640,557</b>	<b>432,815</b>	<b>1,231,680</b>	<b>1,059,878</b>
1.	Income tax				
	a. Income tax expenses	120,937	54,544	194,016	156,157
	b. Deferred tax expenses (income)	47,294	66,970	112,780	114,894
	<b>INCOME AFTER TAX FOR THE YEAR ENDED</b>	<b>472,326</b>	<b>311,301</b>	<b>924,884</b>	<b>788,827</b>
<b>OTHER COMPREHENSIF INCOME NET OF TAX</b>					
	a. Foreign exchange difference from translation of financial statements in foreign currency	-	(3)	-	(3)
	b. Gains from change financial assets available for sale	(12,681)	(86,989)	(14,420)	(92,193)
	c. Cash flow hedges	(1,400)	-	(3,188)	-
	d. Gain fixed asset revaluation	-	-	-	-
	e. Part of other comprehensive income of associates	-	-	-	-
	f. Gains (losses) on defined benefit actuarial program	-	-	-	-
	g. Income tax relating to components of other comprehensive income	3,171	21,748	3,171	21,748
	h. Others	-	-	-	-
	Other comprehensive income, net of tax	(10,910)	(65,244)	(14,437)	(70,448)
	<b>TOTAL COMPREHENSIVE INCOME THE YEAR ENDED</b>	<b>461,416</b>	<b>246,057</b>	<b>910,447</b>	<b>718,379</b>
<b>Comprehensive income attribute to :</b>					
<b>EQUITY HOLDERS OF THE PARENT ENTITY</b>					
	NON-CONTROLLING INTERESTS	-	-	24,689	26,166
	<b>INCOME IN CURRENT YEAR</b>	<b>472,326</b>	<b>311,301</b>	<b>924,884</b>	<b>788,827</b>
<b>Total comprehensive income attribute to :</b>					
<b>EQUITY HOLDERS OF THE PARENT ENTITY</b>					
	NON-CONTROLLING INTERESTS	-	-	24,201	25,645
	<b>TOTAL COMPREHENSIVE INCOME IN CURRENT YEARS</b>	<b>461,416</b>	<b>246,057</b>	<b>910,447</b>	<b>718,379</b>
<b>PROFIT (LOSS) TRANSFERRED TO HEAD OFFICE</b>					
	<b>DIVIDEND</b>	<b>(1,000,880)</b>	<b>(1,009,214)</b>	<b>(1,000,880)</b>	<b>(1,009,214)</b>
	<b>OTHERS</b>	<b>(33,363)</b>	<b>(28,836)</b>	<b>(33,363)</b>	<b>(28,836)</b>
	<b>EARNINGS PER SHARE *)</b>	<b>49.28</b>	<b>36.98</b>	<b>93.92</b>	<b>90.40</b>
	<b>DILUTED EARNINGS PER SHARE *)</b>	<b>49.28</b>	<b>36.93</b>	<b>93.92</b>	<b>90.47</b>

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

**Key Financial Ratios**  
**As of 31 March 2012 and 2011**

NO.	RATIOS (%)	31 Mar 2012	31 Mar 2011
	<b>CONSOLIDATED RATIOS :</b>		
<b>I.</b>	<b>Capital</b>		
	1. Capital Adequacy Ratio (CAR)	19.11%	14.75%
<b>II.</b>	<b>Earning assets</b>		
	Non-performing earning assets and non productive assets to total earnings and		
	1. non productive assets	2.08%	2.64%
	2. Non-performing earning assets to total productive assets	2.12%	2.72%
	3. Allowance for impairment losses for financial asset to productive asset	2.31%	2.71%
	4. NPL gross	2.47%	3.09%
	5. NPL net	0.00%	0.01%
<b>III.</b>	<b>Rentability</b>		
	1. Return on Assets (ROA)	3.45%	3.57%
	2. Return on Equity (ROE)	14.64%	17.59%
	3. NIM including third party premium expenses	9.75%	10.23%
	4. Cost to income	50.19%	51.06%
	<b>BANK RATIOS :</b>		
<b>I.</b>	<b>Capital</b>		
	1. CAR	17.91%	12.26%
<b>II.</b>	<b>Earning assets</b>		
	Non-performing earning assets and non productive assets to total earnings and		
	1. non productive assets	2.25%	2.74%
	2. Non-performing earning assets to total productive assets	2.30%	2.83%
	3. Allowance for impairment losses for financial asset to productive asset	2.17%	2.57%
	4. NPL gross	2.79%	3.30%
	5. NPL net after impairment value	0.23%	0.22%
	6. Non performing iB receivables and financing with contract	1.82%	1.08%
<b>III.</b>	<b>Rentability</b>		
	1. ROA	2.04%	1.51%
	2. ROE	9.27%	8.78%
	3. NIM	8.19%	8.11%
	4. NIM including third party premium expenses	8.03%	7.94%
	5. Operating expenses to operating income	81.68%	76.72%
	6. Cost to income	52.24%	54.13%
<b>IV.</b>	<b>Liquidity</b>		
	LDR	98.57%	94.86%
<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 (GWM)		
	a. GWM Primary Idr	8.13%	8.09%
	b. GWM Foreign Currency	8.10%	5.05%
	4. Net Open Position	1.01%	1.09%

## Statements of Commitments and Contingencies

As of 31 March 2012 and 2011

(in million Rupiah)

NO.	ACCOUNTS	BANK DANAMON		CONSOLIDATED	
		31 Mar 2012	31 Dec 2011	31 Mar 2012	31 Dec 2011
<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	9,033,333	7,709,519	9,033,333	7,709,519
	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	50,405	55,000	50,405	55,000
	- Foreign currencies	-	-	-	-
	b. Others				
	i. Committed	487,587	597,758	487,587	597,758
	ii. Uncommitted	23,292,449	23,007,417	23,292,449	23,007,417
	2. Unused loan facilities granted to other banks				
	a. Committed				
	i. Rupiah	-	-	-	-
	ii. Foreign currencies	-	-	-	-
	b. Uncommitted				
	i. Rupiah	217,108	259,464	217,108	259,464
	ii. Foreign currencies	-	-	-	-
	3. Outstanding Irrevocable L/C				
	a. Offshore L/C	1,421,601	763,090	1,421,601	763,090
	b. Local L/C	320,931	351,600	320,931	351,600
	4. Outstanding selling of spot and derivative contract	9,000,782	7,771,134	9,000,782	7,771,134
	5. Others	-	-	-	-
<b>III</b>	<b>CONTINGENT RECEIVABLES</b>				
	1. Guarantees received				
	a. Rupiah	-	-	-	-
	b. Foreign currencies	125,637	132,491	125,637	132,491
	2. Interest receivables on non performing assets				
	a. Loan interest income	349,643	327,928	349,643	327,928
	b. Other interest	932	520	932	520
	3. Others	-	-	-	-
<b>IV</b>	<b>CONTINGENT PAYABLES</b>				
	1. Guarantees issued				
	a. Rupiah	1,858,025	2,101,962	1,858,025	2,101,962
	b. Foreign currencies	467,891	394,457	467,891	394,457
	2. Others	-	-	-	-

**PT Bank Danamon Indonesia, Tbk**  
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**Earning Asset Quality and Other Information**  
**As of 31 March 2012 and 2011**  
(in million Rupiah)

NO.	ACCOUNTS	31 Maret 2012					Total	31 Maret 2011					Total
		Current	Special Mention	Substandard	Doubtful	Loss		Current	Special Mention	Substandard	Doubtful	Loss	
<b>I.</b>	<b>RELATED PARTIES</b>												
<b>1.</b>	<b>Placements with other banks</b>												
a.	Rupiah	9,554	-	-	-	-	9,554	283,854	-	-	-	-	283,854
b.	Foreign currencies	94,345	-	-	-	-	94,345	50,057	-	-	-	-	50,057
<b>2.</b>	<b>Spot and derivative receivables</b>												
a.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b.	Foreign currencies	93	-	-	-	-	93	1	-	-	-	-	1
<b>3.</b>	<b>Marketable securities</b>												
a.	Rupiah	68,858	-	-	-	-	68,858	-	-	-	-	-	-
b.	Foreign currencies	7,033	-	-	-	-	7,033	-	-	-	-	-	-
<b>4.</b>	<b>Securities sold under repurchase agreements (repo)</b>												
a.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
<b>5.</b>	<b>Securities purchased under resale agreements (reverse repo)</b>												
a.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
<b>6.</b>	<b>Acceptance receivables</b>	1,646	-	-	-	-	1,646	-	-	-	-	-	-
<b>7.</b>	<b>Loans</b>												
a.	Debtor micro, small and medium												
i.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
ii.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
b.	Non debtor micro, small and medium												
i.	Rupiah	12,658	388	-	-	-	13,046	13,214	-	-	-	-	13,214
ii.	Foreign currencies	5	-	-	-	-	5	-	-	-	-	-	-
c.	Restructured												
i.	Rupiah	-	-	-	-	-	-	-	-	-	-	-	-
ii.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
d.	Properties loan	12,221	-	-	-	-	12,221	-	-	-	-	-	-
<b>8.</b>	<b>Investments</b>	2,645,312	-	-	-	-	2,645,312	2,645,312	-	-	-	-	2,645,312
<b>9.</b>	<b>Temporary equity investment</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>10.</b>	<b>Others receivables</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>11.</b>	<b>Commitments and contingencies to third parties</b>												
a.	Rupiah	51	-	-	-	-	51	1,000	-	-	-	-	1,000
b.	Foreign currencies	-	-	-	-	-	-	84	-	-	-	-	84
<b>12.</b>	<b>Idle properties</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>13.</b>	<b>Foreclosed assets</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>14.</b>	<b>Suspense accounts</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>II.</b>	<b>NON RELATED PARTIES</b>												
<b>1.</b>	<b>Placements with other banks</b>												
a.	Rupiah	109,012	-	-	-	-	109,012	1,142,698	-	-	-	-	1,142,698
b.	Foreign currencies	1,805,350	-	-	-	-	1,805,350	1,399,834	-	-	-	-	1,399,834
<b>2.</b>	<b>Spot and derivative receivables</b>												
a.	Rupiah	95,463	-	-	-	-	95,463	95,310	-	-	-	-	95,310
b.	Foreign currencies	27,203	-	-	-	-	27,203	110,727	-	-	-	-	110,727
<b>3.</b>	<b>Marketable securities</b>												
a.	Rupiah	8,346,386	-	-	-	20,000	8,366,386	7,353,247	-	-	-	-	7,353,247
b.	Foreign currencies	126,996	-	1,999	-	-	128,995	481,774	-	-	3,222	-	484,996
<b>4.</b>	<b>Securities sold under repurchase agreements (repo)</b>												
a.	Rupiah	1,872,739	-	-	-	-	1,872,739	3,147,468	-	-	-	-	3,147,468
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
<b>5.</b>	<b>Securities purchased under resale agreements (reverse repo)</b>												
a.	Rupiah	2,587,768	-	-	-	-	2,587,768	-	-	-	-	-	-
b.	Foreign currencies	-	-	-	-	-	-	-	-	-	-	-	-
<b>6.</b>	<b>Acceptance receivables</b>	1,070,253	-	-	-	-	1,070,253	885,805	-	-	-	-	885,805
<b>7.</b>	<b>Loans</b>												
a.	Debtor micro, small and medium												
i.	Rupiah	24,047,199	1,522,041	248,522	369,694	523,038	26,710,494	21,395,299	1,626,080	268,082	374,719	562,123	24,226,303
ii.	Foreign currencies	335,423	3,367	723	509	-	340,022	364,936	19,871	-	-	1,676	386,483
b.	Non debtor micro, small and medium												
i.	Rupiah	45,324,273	5,776,765	240,441	252,725	381,763	51,975,967	40,310,125	5,865,074	376,868	545,359	327,776	47,425,202
ii.	Foreign currencies	8,519,327	468,126	46,341	162	388,984	9,422,940	6,352,056	265,388	29	42,506	89,181	6,749,160
c.	Restructured												
i.	Rupiah	687,646	225,061	43,560	33,149	126,054	1,115,470	535,804	493,819	167,976	217,038	166,416	1,581,053
ii.	Foreign currencies	168,443	288,058	5,752	-	-	462,253	511,379	23,963	-	4,789	968	541,099
d.	Properties loan	2,893,065	113,120	3,688	8,574	23,117	3,041,564	1,982,267	106,409	6,126	4,963	37,755	2,137,520
<b>8.</b>	<b>Investments</b>	12,055	25	-	-	-	12,080	12,055	25	-	-	-	12,080
<b>9.</b>	<b>Temporary equity investment</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>10.</b>	<b>Others receivables</b>	180,566	-	-	-	1,688	182,254	222,444	-	9,000	-	1,688	233,132
<b>11.</b>	<b>Commitments and contingencies to third parties</b>												
a.	Rupiah	2,531,882	4,270	-	-	538	2,536,690	1,620,752	603	-	2,973	-	1,624,328
b.	Foreign currencies	1,982,774	36,520	-	-	-	2,019,294	1,587,369	110	-	-	-	1,587,479
<b>12.</b>	<b>Idle properties</b>	-	-	6,052	794	15,836	22,682	-	-	6,042	794	17,505	24,341
<b>13.</b>	<b>Foreclosed assets</b>	-	-	5,259	11,643	2,574	19,477	952	27	91,190	18,745	49	110,963
<b>14.</b>	<b>Suspense accounts</b>	1,122	-	-	-	-	1,122	29,353	-	-	-	285	29,638
<b>III.</b>	<b>OTHERS INFORMATION</b>												
<b>1.</b>	<b>Collateralised assets</b>												
a.	To Bank Indonesia	-	-	-	-	-	62,560	-	-	-	-	-	62,560
b.	To other banks	-	-	-	-	-	-	-	-	-	-	-	-
<b>2.</b>	<b>Total Allowance for impairment losses on financial assets -/-</b>												
		-	-	-	-	-	2,331,109	-	-	-	-	-	2,492,866
<b>3.</b>	<b>Minimum required allowance for possible losses on earning assets</b>												
		-	-	-	-	-	2,687,960	-	-	-	-	-	2,469,640
<b>4.</b>	<b>Percentage of micro and small enterprises to total loans</b>												
		-	-	-	-	-	30.58%	-	-	-	-	-	31.23%
<b>5.</b>	<b>Percentage of micro and small enterprises business credit to total loans</b>												
		-	-	-	-	-	14.70%	-	-	-	-	-	16.97%
<b>6.</b>	<b>Percentage of micro, small and medium enterprises to total loans</b>												
		-	-	-	-	-	8.29%	-	-	-	-	-	9.00%
<b>7.</b>	<b>Percentage of micro, small and medium enterprises debtor to total debtors</b>												
		-	-	-	-	-	7.31%	-	-	-	-	-	8.15%
<b>8.</b>	<b>Others</b>												
a.	Channelling loans						350,645						350,660
b.	Channelling loans Mudharabah Muqayyah						-						-
c.	Written-off earning assets						290,665						325,433
d.	Written-off earning assets that has been re-collected						137,431						120,043
e.	Charged-off earning assets						62,090						96,779

## Allowance for Impairment Losses

As of 31 March 2012 and 2011

(in million Rupiah)

No.	ACCOUNTS	31 Maret 2012				31 Maret 2011			
		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	-	-	20,183	-	-	-	28,764	-
2	Spot and derivative receivables	-	-	1,228	-	-	-	2,060	-
3	Marketable securities	20,000	1,250	15,460	20,300	-	1,950	9,792	1,611
4	Securities sold under repurchase agreements (repo)	-	-	-	-	-	-	-	-
5	Securities purchased under resale agreements (reverse repo)	-	-	-	-	-	-	-	-
6	Acceptance receivables	-	-	10,719	-	-	-	8,858	-
7	Loans	420,769	1,831,829	764,320	1,742,198	487,858	1,935,947	669,933	1,640,975
8	Others receivable	1,688	55,573	1,806	1,688	66,705	-	2,224	3,038
9	Investments	-	-	26,574	1	-	-	26,574	1
10	Temporary equity investment	-	-	-	-	-	-	-	-
11	Transaction administrative accounts	-	427	45,147	2,577	-	406	32,092	1,522

## Statement of Foreign Exchange and Derivative Transactions

As of 31 March 2012 and 2011

(in million Rupiah)

NO.	TRANSACTION	Notional Amount	BANK DANAMON			
			Purpose		Derivative Receivable and Liabilities	
			Trading	Hedging	Receivables	Liabilities
<b>A.</b>	<b>Related to exchange rate</b>					
1.	Spot	542,738	542,738	-	1,139	(528)
2.	Forward	401,601	401,601	-	1,645	(599)
3.	Option					
a.	Purchased	135,701	135,701	-	22,694	-
b.	Written	135,701	135,701	-	-	(22,694)
4.	Future	-	-	-	-	-
5.	Swap	6,160,573	6,069,433	91,440	59,978	(54,757)
6.	Others	-	-	-	-	-
<b>B.</b>	<b>Related to interest rate</b>					
1.	Forward	-	-	-	-	-
2.	Option					
a.	Purchased	-	-	-	-	-
b.	Written	-	-	-	-	-
3.	Future	-	-	-	-	-
4.	Swap	1,247,301	1,247,301	-	37,303	(20,763)
5.	Others	-	-	-	-	-
<b>C.</b>	<b>Others</b>	-	-	-	-	-
	<b>TOTAL</b>	8,623,615	8,532,475	91,440	122,759	(99,341)

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

Derivative receivables/payables represent the settlement value of a derivative instrument on balances sheet date.

## Capital Adequacy Ratio

As of 31 March 2012 and 2011

(in million Rupiah)

NO.	DESCRIPTION	Mar-12		Mar-11	
		Bank	Consolidated	Bank	Consolidated
I.	<b>COMPONENTS</b>				
	<b>A. CORE CAPITAL</b>	<b>18,048,780</b>	<b>22,560,545</b>	<b>12,069,911</b>	<b>15,398,311</b>
	1. Paid up capital	5,901,122	5,901,122	5,317,722	5,317,722
	2. Disclosed reserves				
	<b>2.1 Additional factors</b>				
	a. Additional paid up capital	7,391,756	7,391,756	3,028,303	3,028,303
	b. Donated capital	-	-	-	-
	c. General reserve	196,231	196,231	162,869	162,869
	d. Specific reserves	-	-	-	-
	e. Prior years' profit after tax (100%)	6,423,300	10,261,452	4,911,783	7,935,350
	f. Current year profit net of taxes (50%)	236,163	450,098	155,651	381,330
	g. Positive adjustment in foreign currency translation of overseas branch	-	-	1,982	1,982
	h. Paid up capital fund	-	-	-	-
	i. Issued warrant (50%)	-	-	-	-
	j. Issued share options on shares option compensation programs (50%)	-	-	9,956	9,956
	<b>2.2 Deduction factors</b>				
	a. Disagio	-	-	-	-
	b. Prior years' losses (100%)	-	-	-	-
	c. Current year losses (100%)	-	-	-	-
	d. Negative adjustment in foreign currency translation of overseas branch	-	-	-	-
	e. Other comprehensive income: loss on declining value on available for sale investment	-	-	-	-
	a. Under provision between regulatory provision and impairment value on productive assets	(339,916)	(127,800)	-	-
	e. Negative difference on fair value of financial instrument in trading book	-	-	-	-
	3. Innovative Capital				
	3.1 Subordinated marketable securities (perpetual non cumulative)	-	-	-	-
	3.2 Subordinated loan (perpetual non cumulative)	-	-	-	-
	3.3 Other innovative capital instruments	-	-	-	-
	4. Deduction factor to core capital				
	4.1 Goodwill	-	(1,074,532)	-	(1,074,532)
	4.2 Other intangible assets	-	-	-	-
	4.3 Investment (50%)	(1,759,876)	(437,782)	(1,518,355)	(364,669)
	4.4 Short of capital on insurance subsidiary company (50%)	-	-	-	-
	5. Minority interest	-	-	-	-
	<b>B. SUPPLEMENTARY CAPITAL</b>	<b>-</b>	<b>569,985</b>	<b>-</b>	<b>808,157</b>
	1. Upper Tier 2				
	1.1 Preferen stock (perpetual cummulative)	-	-	-	-
	1.2 Subordinated marketable securities (perpetual cummulative)	-	-	-	-
	1.3 Subordinated loan (perpetual cummulative)	-	-	-	-
	1.4 Mandatory convertible bond	-	-	-	-
	1.5 Remaining innovative capital which has not been calculated in core capital	-	-	-	-
	1.6 Other supplementary capital upper tier 2	-	-	-	-
	1.7 Fixed assets revaluation	-	-	-	-
	1.1 General allowance for possible losses on earning assets (max. 1.25% of weighted risk-based assets)	885,436	1,007,767	814,457	860,326
	1.9 Other comprehensive income: Increase in fair value of available for sale invest	-	-	-	-
	2. Lower Tier 2 max 50% core capital				
	2.1 Redemable preference shares	-	-	-	-
	2.1 Subordinated borrowings or bonds which can be calculated	-	-	312,500	312,500
	2.3 Other supplementary capital lower tier 2	-	-	-	-
	3. Deduction factor supplementary capital				
	3.1 Investments (50%)	(885,436)	(437,782)	(1,126,957)	(364,669)
	3.2 Short of capital on insurance subsidiary company (50%)	-	-	-	-
	<b>C. Deduction factors on core and supplementary capital securitisation exposure</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>D. Other supplementary capital which meet the criterias (Tier 3)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>E. Other supplementary capital allocated to anticipate market risk</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
II.	<b>TOTAL CORE AND SUPPLEMENTARY CAPITAL (A+B-C)</b>	<b>18,048,780</b>	<b>23,130,530</b>	<b>12,069,911</b>	<b>16,206,468</b>
III.	<b>TOTAL CORE, SUPPLEMENTARY CAPITAL AND ADDITIONAL SUPPLEMENTARY</b>	<b>18,048,780</b>	<b>23,130,530</b>	<b>12,069,911</b>	<b>16,206,468</b>
IV.	<b>RISK WEIGHTED ASSETS - CREDIT RISK</b>	<b>82,480,954</b>	<b>96,008,050</b>	<b>79,841,764</b>	<b>87,506,575</b>
V.	<b>RISK WEIGHTED ASSETS - OPERATIONAL RISK *)</b>				
VI.	<b>RISK WEIGHTED ASSETS - MARKET RISK</b>	<b>17,940,744</b>	<b>24,707,404</b>	<b>17,892,259</b>	<b>21,670,495</b>
VII.	<b>CAPITAL ADEQUACY RATIO WITH CREDIT RISK AND OPERATIONAL RISK CHARGE (III:(IV+V))</b>	<b>326,406</b>	<b>326,406</b>	<b>703,047</b>	<b>703,047</b>
VIII.	<b>CAPITAL ADEQUACY RATIO WITH CREDIT RISK, MARKET RISK AND OPERATIONAL RISK CHARGE (III:(IV+V+VI))</b>	<b>17.97%</b>	<b>19.16%</b>	<b>12.35%</b>	<b>14.84%</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>

\*) Starting January 2012, Bank has adopted SE BI No. 13/6/DPnP dated 18 February 2011 regarding "Guidance for Risk Weighted with Credit Risk Calculation using Standardized Approach".



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**Syariah Unit**  
**As of 31 March 2012 and 2011**  
**(in million Rupiah)**

**BALANCE SHEETS**  
**AS AT 31 MARCH 2012 AND 2011**  
**(In million Rupiah)**

NO.	ACCOUNTS	31 Mar 2012	31 Mar 2011
<b>A.</b>	<b>ASSETS</b>		
1.	Cash	24,262	7,408
2.	Current accounts with Bank Indonesia	59,335	32,417
3.	Certificates of Bank Indonesia Sharia	-	75,000
4.	Placement with other sharia banks	-	-
	Allowance for possible losses on placement with other sharia banks -/-	-	-
5.	Marketable securities - sharia bonds	145,000	195,000
	Allowance for possible losses on marketable securities - sharia bonds -/-	(21,250)	(1,950)
6.	iB receivables *)	136,514	80,449
	Allowance for possible losses on iB receivables -/-	(3,028)	(2,689)
7.	Others iB receivables	74,993	27,637
	Allowance for possible losses on others iB receivables -/-	(329)	(3,290)
8.	iB financing	821,808	610,710
	Allowance for possible losses on iB financing -/-	(10,559)	(8,091)
9.	Fixed assets	17,471	10,762
	Accumulated depreciation of fixed assets -/-	(3,987)	(2,956)
10.	Accrued income	8,587	8,159
11.	Prepaid expenses	47,690	3,417
12.	Other assets	7,981	9,711
	<b>TOTAL ASSETS</b>	<b>1,304,488</b>	<b>1,041,694</b>
<b>B.</b>	<b>LIABILITIES</b>		
1.	iB funds		
	a. iB deposit current accounts	234,900	164,276
	b. iB deposit savings	2,559	1,903
2.	Others iB current liabilities	7,444	1,424
3.	Liabilities to Bank Indonesia (FPJPS)	-	-
4.	Deposits from other banks	15,950	160,677
5.	iB marketable securities issued	-	20,000
6.	Others liabilities	200,449	238,632
7.	Investment funds		
	a. iB savings	147,752	121,828
	b. iB deposits	724,787	323,652
8.	Accumulated gain	(29,353)	9,302
	<b>TOTAL LIABILITIES</b>	<b>1,304,488</b>	<b>1,041,694</b>

**STATEMENTS OF INCOME**  
**FOR THE 3 MONTHS PERIODS ENDED 31 MARCH 2012 AND 2011**  
**(In million Rupiah)**

NO.	ACCOUNTS	31 Mar 2012	31 Mar 2011
<b>A.</b>	<b>OPERATING INCOME</b>		
1.	Margin	3,402	3,009
2.	Profit sharing	25,805	20,442
3.	iB Bonus	23	69
4.	Other operating income	11,053	9,242
<b>B.</b>	<b>TOTAL OPERATING INCOME</b>	<b>40,283</b>	<b>32,762</b>
<b>C.</b>	<b>Margin distribution for non - discretionary investment funds</b>		
	a. Bank	1,132	716
	b. Non Bank	8,732	4,916
	c. Bank Indonesia (FPJPS)	-	-
<b>D.</b>	<b>TOTAL PROFIT SHARING</b>	<b>9,864</b>	<b>5,632</b>
<b>E.</b>	<b>Income from operation after deducting margin distribution for non-discretionary investment funds</b>	<b>30,419</b>	<b>27,130</b>
<b>F.</b>	<b>OPERATING EXPENSES</b>		
1.	iB bonus	498	328
2.	Allowance for possible losses on assets	22,497	1,836
3.	General and administrative	4,775	1,269
4.	Salaries and employee benefits	23,067	10,278
5.	Others	6,729	2,702
<b>G.</b>	<b>TOTAL OPERATING EXPENSE</b>	<b>57,566</b>	<b>16,413</b>
<b>H.</b>	<b>NET OPERATING INCOME</b>	<b>(27,147)</b>	<b>10,717</b>
I.	Other non-operating income	121	45
J.	Other non-operating expenses	2,327	1,460
<b>K.</b>	<b>NON-OPERATING LOSS</b>	<b>(2,206)</b>	<b>(1,415)</b>
<b>L.</b>	<b>INCOME DURING THE PERIOD</b>	<b>(29,353)</b>	<b>9,302</b>

**STATEMENTS OF COMMITMENTS AND CONTINGENCIES**  
**AS AT 31 MARCH 2012 AND 2011**  
**(In million Rupiah)**

NO.	ACCOUNTS	31 Mar 2012	31 Mar 2011
1.	Unused iB financing facilities **)	-	-
2.	Outstanding iB irrevocable letters of credit	-	-
3.	iB guarantees issued	42,684	40,647
4.	Others	932	1,370

**Notes:**

- Danamon Sharia Branches were started in May 2002. Danamon Sharia has 109 branches, where 99 branches serve Solusi Emas Sharia.
- Danamon Sharia Branches : Jakarta, Bukit Tinggi, Aceh, Surabaya, Martapura, Solo, Makasar, Bandung, Cirebon, Malang, Tasikmalaya, Kediri, Semarang, Jember, Mataram, Lampung, Serang, Yogyakarta and Palembang
- Loss During the period because of new branches investment
- In accordance with Letter from Bank Indonesia No. 10/57/DpG/DPbS dated 27 May 2008 regarding "Equalisation of Sharia Banking Products and Services", starting June 2008 all sharia banking products/services equalized as Islamic Bankindo (IB).
- \*) iB receivables exclude margin to be received of Rp 29,498 million and Rp 23,684 million as at 31 March 2012 and 2011, respectively.
- \*\*) Starting June 2008, reporting to BI for unused iB financing facilities to debtors, only committed facilities are being reported by the Bank on off balance sheet (commitments and contingencies)

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**Notes to The Financial Statements**

1. Information in the consolidated statements of financial position and consolidated statements of commitments and contingencies as at 31 March 2012 and 31 December 2011, and in the consolidated statements of comprehensive income and consolidated statements of cash flows for the three-month periods ended 31 March 2012 and 2011, were taken from the consolidated financial statements for the three-month periods ended 31 March 2012 and 2011 and as at 31 December 2011. The above financial information are published in order to comply with Circular Letter of Bank Indonesia (SE BI) No. 13/30/DPNP dated 16 December 2011 regarding “Third 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”) and Financial Institution (“LK”) No. VIII.G.7 Decision of Chairman of Bapepam and LK No. Kep-554/BL/2010 dated 30 December 2010 regarding “Amendment on Decision of Chairman of Bapepam and LK No. Kep.06/PM/2000 on the Regulation No. VIII.G.7 regarding Guidelines for the Preparation of Financial Statements”, and Regulation No.X.K.2 attachment Decision of Chairman of Bapepam and LK No. Kep-346/BL/2011 dated 5 July 2011 regarding “Submission of Periodic Financial Statements of Publicly Listed Companies”.
2. The Bank has adopted SFAS No. 4 (2009 Revision), “Consolidated and Separate Financial Statements” in 2011 where the investment in shares included in the parent company financial statements only as a supplementary information to the consolidation financial statements as at 31 March 2012 and 31 December 2011, was recorded under cost method; including the investment value in the Bank’s Capital Adequacy Ratio Calculation.
3. Certain account in the consolidated financial statements for the three-month period ended 31 March 2011 has been reclassified to conform to the presentation of consolidated financial statements for three-month period ended 31 March 2012.
4. 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.
5. As at 2 April 2012, the Bank has been informed by Fullerton Financial Holding Pte. Ltd. (FFH), that it has entered into a share purchase agreement with DBS Group Holdings (DBS) to sell its interest in the whole of the issued share capital of Asia Financial (Indonesia) Pte. Ltd. to DBS. Currently, AFI holds approximately 67.37% of the total issued shares of the Bank. This transaction is subject to the approvals, among others, of DBS shareholders and regulators, including Bank Indonesia.
6. Exchange rate as at 31 March 2012: USD 1 = Rp 9,144.00; Exchange rate as at 31 March 2011: USD 1 = Rp 8,707.50; exchange rate as at 31 December 2011: USD 1 = Rp 9,067.50.