

**PT Bank Rakyat Indonesia (Persero) Tbk
and its Subsidiaries**

Interim consolidated financial statements
as of March 31, 2018
and for the three-month period then ended
with report on review of interim financial information



PT BANK RAKYAT INDONESIA (PERSERO) Tbk.

KANTOR PUSAT

Jalan Jenderal Sudirman No. 44 - 46 Tromol Pos 1094/1000 Jakarta 10210
 Telepon: 021 2510244, 2510254, 2510264, 2510269, 2510279
 Faksimili: 021 2500077 Kawat: KANPUSBRI
 Telex: 65293, 65456, 65459, 65461

**BOARD OF DIRECTORS' STATEMENT
 REGARDING
 THE RESPONSIBILITY FOR THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
 AS OF MARCH 31, 2018
 AND FOR THE THREE-MONTH PERIOD THEN ENDED
 PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND SUBSIDIARIES**

We, the undersigned:

1. Name : Suprajarto
 Office Address : Jl. Jenderal Sudirman No.44-46 Jakarta 10210
 Residential Address : Jl. Sunenep No. 11 Menteng, Jakarta Pusat
 Telephone : 021 -575 1705
 Title : President Director

2. Name : Haru Koesmahargyo
 Office Address : Jl. Jenderal Sudirman No. 44-46 Jakarta 10210
 Residential Address : Jl. MPR III / 09 Cilandak, Jakarta Selatan
 Telephone : 021 - 575 1751
 Title : Director

Declare that:

1. We are responsible for the preparation and the presentation of the consolidated financial statements of PT Bank Rakyat Indonesia (Persero) Tbk and Subsidiaries;
2. PT Bank Rakyat Indonesia (Persero) Tbk and Subsidiaries' consolidated financial statements have been prepared and presented in accordance with Indonesian Financial Accounting Standards;
3. a. All information in the consolidated financial statements of PT Bank Rakyat Indonesia (Persero) Tbk and Subsidiaries has been disclosed in a complete and truthful manner;
 b. PT Bank Rakyat Indonesia (Persero) Tbk and Subsidiaries' consolidated financial statements do not contain any incorrect material information or facts, nor do they omit material information or facts;
4. We are responsible for PT Bank Rakyat Indonesia (Persero) Tbk and Subsidiaries' internal control system.

This statement has been made truthfully.

Jakarta, May 02, 2018

For and on behalf of the Board of Directors

Suprajarto
President Director

Haru Koesmahargyo
Director

These interim consolidated financial statements are originally issued in the Indonesian language.

**PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED FINANCIAL STATEMENTS
AS OF MARCH 31, 2018
AND FOR THE THREE-MONTH PERIOD THEN ENDED (Unaudited)
WITH REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION**

Table of Contents

	Page
Report on Review of Interim Financial Information	
Interim Consolidated Statement of Financial Position	1 - 4
Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income	5 - 7
Interim Consolidated Statement of Changes in Equity	8 - 12
Interim Consolidated Statement of Cash Flows	13 - 14
Notes to the Interim Consolidated Financial Statements	15 - 282
Interim Statement of Financial Position - Parent Entity	Appendix 1
Interim Statement of Profit or Loss and Other Comprehensive Income - Parent Entity	Appendix 2
Interim Statement of Changes in Equity - Parent Entity	Appendix 3
Interim Statement of Cash Flows - Parent Entity	Appendix 4
Notes to the Interim Financial Information - Parent Entity	Appendix 5



Purwantono, Sungkoro & Surja

Indonesia Stock Exchange Building
Tower 2, 7th Floor
Jl. Jend. Sudirman Kav. 52-53
Jakarta 12190, Indonesia

Tel : +62 21 5289 5000
Fax: +62 21 5289 4100
ey.com/id

Report on Review of Interim Financial Information

Report No. RPC-6899/PSS/2018

**The Shareholders, Boards of Commissioners and Directors
PT Bank Rakyat Indonesia (Persero) Tbk**

Introduction

We have reviewed the accompanying interim consolidated financial statements of PT Bank Rakyat Indonesia (Persero) Tbk and its subsidiaries, which comprise the interim consolidated statement of financial position as of March 31, 2018, and the interim consolidated statements of profit or loss and other comprehensive income, changes in equity, and cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Indonesian Financial Accounting Standards. Our responsibility is to express a conclusion on these interim consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", established by the Indonesian Institute of Certified Public Accountants. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing established by the Indonesian Institute of Certified Public Accountants and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements is not fairly presented, in all material respects, the consolidated financial position of PT Bank Rakyat Indonesia (Persero) Tbk and its subsidiaries as of March 31, 2018, and their consolidated financial performance and cash flows for the three-month period then ended, in accordance with Indonesian Financial Accounting Standards.



Report on Review of Interim Financial Information (continued)

Report No. RPC-6899/PSS/2018 (continued)

Other matter

Our review of the accompanying interim consolidated financial statements of PT Bank Rakyat Indonesia (Persero) Tbk and its subsidiaries as of March 31, 2018, and for the three-month period then ended, was performed for the purpose of forming a conclusion on such interim consolidated financial statements taken as a whole. The accompanying financial information of PT Bank Rakyat Indonesia (Persero) Tbk (parent entity), which comprise the interim statement of financial position as of March 31, 2018, and the interim statements of profit or loss and other comprehensive income, changes in equity, and cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory information (collectively referred to as the "Parent Entity Financial Information"), which is presented as a supplementary information to the accompanying interim consolidated financial statements, is presented for the purpose of additional analysis and is not a required part of the accompanying interim consolidated financial statements under Indonesian Financial Accounting Standards. The Parent Entity Financial Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the accompanying interim consolidated financial statements. The Parent Entity Financial Information has been subjected to the review procedures applied in the review of the accompanying interim consolidated financial statements in accordance with Standard on Review Engagements 2410 established by the Indonesian Institute of Certified Public Accountants. Based on our review, nothing has come to our attention that causes us to believe that the Parent Entity Financial Information is not fairly presented, in all material respects, in relation to the accompanying interim consolidated financial statements taken as a whole.

Purwantono, Sungkoro & Surja

Danil Setiadi Handaja, CPA
Public Accountant Registrasi No. AP.1008

May 2, 2018

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As of March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	March 31, 2018	December 31,		
			2017 ¹⁾	2016 ¹⁾	2015 ¹⁾
ASSETS					
Cash	2a,2c,3	21,264,573	24,797,782	25,212,024	28,771,635
Current Accounts With Bank Indonesia	2a,2c,2f,4	61,109,044	58,155,479	55,635,946	61,717,798
Current Accounts With Other Banks	2a,2c,2d,2e,2f,5,44	13,102,157	5,925,684	11,022,715	8,736,092
Placements With Bank Indonesia and Other Banks	2a,2c,2d,2e,2g,6,44	30,622,261	55,105,687	78,142,754	49,834,664
Securities	2a,2c,2d,2e,2h,7,44	182,100,684	186,919,436	132,064,102	125,222,849
Allowance for impairment losses		(758)	(758)	(758)	(758)
		182,099,926	186,918,678	132,063,344	125,222,091
Export Bills and Notes Receivable	2c,2d,2e,2i,8,44	12,521,733	10,654,353	11,580,175	7,866,654
Government Recapitalization Bonds	2c,2d,2h,9,44	2,943,146	3,317,840	3,318,434	3,815,958
Securities Purchased Under Agreement to Resell	2c,2d,2u,10,44	13,186,389	18,011,026	1,557,370	845,125
Derivatives Receivable	2c,2e,2ak,11	310,870	145,928	91,657	-
Loans	2c,2d,2e,2j,12,44	736,987,911	718,982,668	643,470,975	564,480,538
Allowance for impairment losses		(31,854,851)	(29,423,380)	(22,184,296)	(17,162,183)
		705,133,060	689,559,288	621,286,679	547,318,355
Sharia Receivables and Financing	2c,2d,2e,2k,13,44	18,063,568	17,864,869	17,748,943	16,614,006
Allowance for impairment losses		(605,699)	(577,257)	(492,156)	(352,252)
		17,457,869	17,287,612	17,256,787	16,261,754

¹⁾ After Reclassification (Note 50)

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
As of March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	March 31, 2018	December 31,		
			2017 ¹⁾	2016 ¹⁾	2015 ¹⁾
ASSETS (continued)					
Finance Lease Receivable	2c,2e,2l, 14	2,626,147	2,488,983	2,200,300	-
Allowance for impairment losses		(104,000)	(103,500)	(130,000)	-
		<u>2,522,147</u>	<u>2,385,483</u>	<u>2,070,300</u>	<u>-</u>
Acceptances Receivable	2c,2d,2e, 2m,15,44	4,775,208	5,693,425	5,692,583	5,163,471
Investment in Associated Entities	2c,2d,2e, 2n,16,44	77,692	73,821	2,439	269,130
Premises and Equipments	2d,2o,2p, 17,44				
Cost		34,253,227	33,972,363	32,262,349	14,687,468
Accumulated depreciation		(9,605,132)	(9,226,057)	(7,747,290)	(6,648,188)
Net book value		<u>24,648,095</u>	<u>24,746,306</u>	<u>24,515,059</u>	<u>8,039,280</u>
Deferred Tax Assets - net	2al,38c	3,768,139	3,270,231	2,520,930	1,983,774
Other Assets - net	2c,2e,2p, 2q,2r,18	23,697,803	20,199,819	11,675,230	12,580,531
TOTAL ASSETS		<u>1,119,240,112</u>	<u>1,126,248,442</u>	<u>1,003,644,426</u>	<u>878,426,312</u>

¹⁾ After Reclassification (Note 50)

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
As of March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	March 31, 2018	December 31,		
			2017	2016	2015
LIABILITIES AND EQUITY					
LIABILITIES					
Liabilities Due Immediately	2c,2s,19	20,650,597	6,584,201	5,410,313	5,138,562
Deposits from Customers	2c,2d,2t,44				
Demand Deposits	20	127,524,140	145,529,168	141,419,020	113,429,343
<i>Wadiah</i> Demand Deposits		1,471,165	1,766,901	1,127,843	937,745
<i>Mudharabah</i> Demand Deposits		84,888	139,535	-	-
Saving Deposits	21	326,668,020	343,420,737	298,110,406	268,058,865
<i>Wadiah</i> Saving Deposits		4,885,170	4,749,652	4,176,761	3,715,929
<i>Mudharabah</i> Saving Deposits		1,449,246	1,270,484	983,121	696,198
Time Deposits	22	344,619,243	326,417,937	293,029,378	267,884,404
<i>Mudharabah</i> Time Deposits		20,357,733	18,362,036	15,679,845	14,272,895
Total Deposits from Customers		827,059,605	841,656,450	754,526,374	668,995,379
Deposits from Other Banks and Financial Institutions	2c,2d,2t,23,44	7,126,164	5,593,367	2,229,538	11,165,073
Securities Sold Under Agreement to Repurchase	2c,2d,2u,7,24,44	10,468,978	12,136,684	7,302,398	11,377,958
Derivatives Payable	2c,2ak,11	353,135	200,858	347,217	445,753
Acceptances Payable	2c,2d,2m,15,44	4,775,208	5,693,425	5,692,583	5,163,471
Taxes Payable	2al,38a	1,402,248	564,798	942,401	1,497,262
Marketable Securities Issued	2c,2v,25	26,272,075	30,619,658	24,800,781	10,521,103
Fund Borrowings	2c,2d,2w,26,44	32,524,285	29,403,009	35,008,170	35,480,358
Estimated Losses on Commitments and Contingencies	2d,2e,2ao,27,44	1,057	2,134	895	1,242
Liabilities for Employee Benefits	2d,2af,28,42,44	11,593,495	12,174,258	9,451,203	8,063,738
Other Liabilities	2c,2z,2ae,29,45b	15,393,077	13,285,656	10,111,453	7,392,766
Subordinated Loans and Marketable Securities	2c,2x,30	986,530	986,450	1,008,510	56,468
TOTAL LIABILITIES		958,606,454	958,900,948	856,831,836	765,299,133

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
As of March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	March 31, 2018	December 31,		
			2017	2016	2015
LIABILITIES AND EQUITY					
(continued)					
EQUITY					
Capital stock - par value Rp50 (full Rupiah) per share as of March 31, 2018 and December 31, 2017 and Rp250 (full Rupiah) per share as of December 31, 2016 and 2015					
Authorized capital -					
300,000,000,000 shares (consisting of 1 Series A Dwiwarna share and 299,999,999,999 Series B shares) as of March 31, 2018 and December 31, 2017 and 60,000,000,000 shares (consisting of 1 Series A Dwiwarna share and 59,999,999,999 Series B shares) as of December 31, 2016 and 2015					
Issued and fully paid capital -					
123,345,810,000 shares (consisting of 1 Series A Dwiwarna share and 123,345,809,999 Series B shares) as of March 31, 2018 and December 31, 2017 and 24,669,162,000 shares (consisting of 1 Series A Dwiwarna share and 24,669,161,999 Series B shares) as of December 31, 2016 and 2015					
	1,31a	6,167,291	6,167,291	6,167,291	6,167,291
Additional paid-in capital	31b	2,773,858	2,773,858	2,773,858	2,773,858
Revaluation surplus arising from premises and equipments - net	2o,17	13,824,692	13,824,692	13,824,692	-
Differences arising from the translation of foreign currency financial statements	2aj,31c	54,825	54,199	23,490	49,069
Unrealized gain on available for sale securities and Government Recapitalization Bonds - net	2h	704,794	1,813,625	75,618	(1,145,471)
Gain on remeasurement of defined benefit plans - net	2af	627,843	706,403	665,870	541,468
Treasury Stock	1d	(2,418,948)	(2,418,948)	(2,418,948)	(2,286,375)
Compensation Provision of Bonus Shares	31f	106,333	-	-	-
Retained earnings	31d,31e				
Appropriated		3,022,685	3,022,685	3,022,685	18,115,741
Unappropriated		135,157,478	140,805,012	122,286,786	88,617,280
Total Retained Earnings		138,180,163	143,827,697	125,309,471	106,733,021
Total Equity Attributable to Equity Holders of the Parent Entity		160,020,851	166,748,817	146,421,342	112,832,861
Non-controlling interest	2b	612,807	598,677	391,248	294,318
TOTAL EQUITY		160,633,658	167,347,494	146,812,590	113,127,179
TOTAL LIABILITIES AND EQUITY		1,119,240,112	1,126,248,442	1,003,644,426	878,426,312

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	For the three-month period ended March 31,		Year Ended December 31,		
		2018	2017	2017	2016	2015
INCOME AND EXPENSES FROM OPERATIONS						
Interest and Sharia Income	32					
Interest Income	2aa	25,495,145	23,715,700	100,080,250	91,358,338	82,340,301
Sharia Income	2k,2ac	735,430	678,676	2,819,042	2,636,677	2,426,292
Total Interest and Sharia Income		26,230,575	24,394,376	102,899,292	93,995,015	84,766,593
Interest and Sharia Expense	33					
Interest expense	2aa	(7,276,225)	(6,847,957)	(28,652,214)	(27,541,214)	(27,437,575)
Sharia expense	2ac	(333,218)	(276,114)	(1,241,591)	(1,035,502)	(1,013,170)
Total Interest and Sharia Expense		(7,609,443)	(7,124,071)	(29,893,805)	(28,576,716)	(28,450,745)
Interest and Sharia Income - net		18,621,132	17,270,305	73,005,487	65,418,299	56,315,848
Premium Income	2ad	1,142,828	794,357	3,788,965	3,038,864	-
Claim Expense	2ad	(893,153)	(672,395)	(3,403,551)	(2,760,154)	-
Premium Income - net		249,675	121,962	385,414	278,710	-
Other Operating Income						
Other fees and commissions	2ab	2,691,728	2,552,686	10,442,240	9,222,558	7,355,973
Recovery of assets written-off		1,205,486	912,752	5,050,713	4,496,825	3,788,388
Gain on sale of securities and and Government Recapitalization						
Bonds - net	2h,7,9	267,110	127,453	784,667	447,580	86,485
Gain on foreign exchange - net	2ai,2aj	261,507	21,432	183,974	-	467,167
Unrealized gain on changes in fair value securities - net	2h,7	-	23,869	50,915	31,025	-
Others		562,166	330,280	2,578,558	2,800,801	2,157,471
Total Other Operating Income		4,987,997	3,968,472	19,091,067	16,998,789	13,855,484
Provision for impairment losses on financial assets - net	2e,34	(5,383,035)	(5,242,673)	(16,994,115)	(13,700,241)	(8,891,305)
Reversal of (provision for) allowance for estimated losses on commitments and contingencies - net	2ao,27b	1,077	831	(1,239)	347	(844)
Provision for allowance on impairment losses of non-financial assets - net	2p	(4,018)	(42,430)	(239,132)	(90,757)	(8,056)

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (continued)
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	For the three-month period ended March 31,		Year Ended December 31,		
		2018	2017	2017	2016	2015
Other Operating Expenses	2d,2af,35					
Salaries and employee benefit	42,44	(5,221,231)	(4,536,116)	(20,352,004)	(18,485,014)	(16,599,158)
General and administrative	2o,36	(2,986,966)	(2,749,697)	(13,146,944)	(11,975,745)	(10,380,547)
Unrealized loss on changes in fair value of securities	2h,7	(26,629)	-	-	-	(10,945)
Foreign currency transaction losses - net	2ai,2aj	-	-	-	(273,832)	-
Others		(1,094,300)	(821,060)	(4,942,700)	(4,206,014)	(2,321,127)
Total Other Operating Expenses		(9,329,126)	(8,106,873)	(38,441,648)	(34,940,605)	(29,311,777)
OPERATING INCOME		9,143,702	7,969,594	36,805,834	33,964,542	31,959,350
NON OPERATING INCOME - NET	37	14,245	144,077	216,323	9,228	534,668
INCOME BEFORE TAX EXPENSE		9,157,947	8,113,671	37,022,157	33,973,770	32,494,018
TAX EXPENSE	2al, 38b, 38c	(1,735,937)	(1,454,060)	(7,977,823)	(7,745,779)	(7,083,230)
INCOME FOR THE PERIOD/YEAR		7,422,010	6,659,611	29,044,334	26,227,991	25,410,788
Other comprehensive income:						
Items not to be reclassified to profit or loss						
Remeasurement of liabilities for employee benefits		(104,772)	34,539	53,985	165,615	555,776
Income tax related to items not to be reclassified to profit or loss		26,193	(8,635)	(13,496)	(532,239)	(138,944)
Revaluation surplus arising from premises and equipments	17	-	-	-	14,315,527	-
Items to be reclassified to profit or loss						
Exchange rate differences on translation of foreign currency financial statements	2aj	626	23,856	30,709	(25,579)	(7,399)
Unrealized (loss) gain on available for sale securities and Government Recapitalization Bonds	2h	(1,476,446)	1,408,985	2,289,836	1,641,313	(1,264,123)
Income tax related to items to be reclassified to profit or loss		360,654	(351,239)	(528,353)	(412,621)	316,032
Other Comprehensive (Loss) Income For the Period/Year - After Tax		(1,193,745)	1,107,506	1,832,681	15,152,016	(538,658)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD/YEAR		6,228,265	7,767,117	30,877,015	41,380,007	24,872,130

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (continued)
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	For the three-month period ended March 31,		Year Ended December 31,		
		2018	2017	2017	2016	2015
INCOME FOR THE PERIOD/YEAR ATTRIBUTABLE TO:						
Equity holders of the						
Parent Entity		7,400,907	6,645,700	28,996,535	26,195,772	25,397,742
Non-controlling interest		21,103	13,911	47,799	32,219	13,046
TOTAL		7,422,010	6,659,611	29,044,334	26,227,991	25,410,788
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD/YEAR ATTRIBUTABLE TO:						
Equity holders of the						
Parent Entity		6,214,142	7,741,615	30,805,784	41,340,376	24,861,081
Non-controlling interest		14,123	25,502	71,231	39,631	11,049
TOTAL		6,228,265	7,767,117	30,877,015	41,380,007	24,872,130
BASIC EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT ENTITY (full amount)						
	2ah,49	60.47	54.30	236.93	214.07	205.83

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the Three-month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

Notes	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stock	Retained Earnings		Total Equity Attributable to Equity Holders of the Parent Entity	Non-controlling Interest	Total Equity
							Appropriated	Unappropriated			
Balance as of December 31, 2014	6,167,291	2,773,858	56,468	(198,888)	124,147	-	15,449,160	73,158,614	97,530,650	175,184	97,705,834
Income for the year	-	-	-	-	-	-	-	25,397,742	25,397,742	13,046	25,410,788
Other comprehensive income	2h,2aj	-	(7,399)	(946,583)	417,321	-	-	-	(536,661)	(1,997)	(538,658)
Total comprehensive income for the year	-	-	(7,399)	(946,583)	417,321	-	-	25,397,742	24,861,081	11,049	24,872,130
Distribution of income	31d	-	-	-	-	-	-	-	(7,272,495)	(1,189)	(7,273,684)
Dividends		-	-	-	-	-	-	-	(7,272,495)	-	-
Addition to specific reserves		-	-	-	-	-	2,666,581	(2,666,581)	-	-	-
Changes in non-controlling interest from acquisition of BRI Life	1f	-	-	-	-	-	-	-	-	121,594	121,594
Effect of changes in non-controlling interest of BRI Agro	1f	-	-	-	-	-	-	-	-	(12,320)	(12,320)
Treasury Stock	1d	-	-	-	-	(2,286,375)	-	-	(2,286,375)	-	(2,286,375)
Balance as of December 31, 2015	6,167,291	2,773,858	49,069	(1,145,471)	541,468	(2,286,375)	18,115,741	88,617,280	112,832,861	294,318	113,127,179

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)
For the Three-month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stock	Revaluation Surplus Arising from Premises and Equipments - Net of Tax	Retained Earnings		Total Equity Attributable to Equity Holders of the Parent Entity	Non-controlling Interest	Total Equity
									Appropriated	Unappropriated			
Balance as of December 31, 2015		6,167,291	2,773,858	49,069	(1,145,471)	541,468	(2,286,375)	-	18,115,741	88,617,280	112,832,861	294,318	113,127,179
Income for the year		-	-	-	-	-	-	-	-	26,195,772	26,195,772	32,219	26,227,991
Other comprehensive income	2h,2aj,17	-	-	(25,579)	1,221,089	124,402	-	13,824,692	-	-	15,144,604	7,412	15,152,016
Total comprehensive income for the year		-	-	(25,579)	1,221,089	124,402	-	13,824,692	-	26,195,772	41,340,376	39,631	41,380,007
Distribution of income Dividends	31d	-	-	-	-	-	-	-	-	(7,619,322)	(7,619,322)	(1,994)	(7,621,316)
Additional paid in capital		-	-	-	-	-	-	-	-	-	-	63,698	63,698
Specific reserves reclassification	31e	-	-	-	-	-	-	-	(15,093,056)	15,093,056	-	-	-
Changes in non-controlling interest in subsidiaries		-	-	-	-	-	-	-	-	-	-	(4,405)	(4,405)
Treasury Stock	1d	-	-	-	-	-	(132,573)	-	-	-	(132,573)	-	(132,573)
Balance as of December 31, 2016		6,167,291	2,773,858	23,490	75,618	665,870	(2,418,948)	13,824,692	3,022,685	122,286,786	146,421,342	391,248	146,812,590

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)
For the Three-month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stock	Revaluation Surplus Arising from Premises and Equipments - Net of Tax	Retained Earnings		Total Equity Attributable to Equity Holders of the Parent Entity	Non-controlling Interest	Total Equity
									Appropriated	Unappropriated			
Balance as of December 31, 2016		6,167,291	2,773,858	23,490	75,618	665,870	(2,418,948)	13,824,692	3,022,685	122,286,786	146,421,342	391,248	146,812,590
Income for the year		-	-	-	-	-	-	-	-	28,996,535	28,996,535	47,799	29,044,334
Other comprehensive income	2h,2aj	-	-	30,709	1,738,007	40,533	-	-	-	-	1,809,249	23,432	1,832,681
Total comprehensive income for the year		-	-	30,709	1,738,007	40,533	-	-	-	28,996,535	30,805,784	71,231	30,877,015
Distribution of income Dividends	31d	-	-	-	-	-	-	-	-	(10,478,309)	(10,478,309)	(5,468)	(10,483,777)
Additional paid in capital		-	-	-	-	-	-	-	-	-	-	133,613	133,613
Changes in non-controlling interest In subsidiaries		-	-	-	-	-	-	-	-	-	-	8,053	8,053
Balance as of December 31, 2017		6,167,291	2,773,858	54,199	1,813,625	706,403	(2,418,948)	13,824,692	3,022,685	140,805,012	166,748,817	598,677	167,347,494

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)
For the Three-month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stock	Revaluation Surplus Arising from Premises and Equipments - Net of Tax	Retained Earnings		Total Equity Attributable to Equity Holders of the Parent Entity	Non-controlling Interest	Total Equity
									Appropriated	Unappropriated			
Balance as of December 31, 2016		6,167,291	2,773,858	23,490	75,618	665,870	(2,418,948)	13,824,692	3,022,685	122,286,786	146,421,342	391,248	146,812,590
Income for the period		-	-	-	-	-	-	-	-	6,645,700	6,645,700	13,911	6,659,611
Other comprehensive income	2h,2aj	-	-	23,856	1,046,155	25,904	-	-	-	-	1,095,915	11,591	1,107,506
Total comprehensive income for the period		-	-	23,856	1,046,155	25,904	-	-	-	6,645,700	7,741,615	25,502	7,767,117
Distribution of income Dividends	31d	-	-	-	-	-	-	-	-	(10,478,309)	(10,478,309)	-	(10,478,309)
Changes in non-controlling interest from acquisition		-	-	-	-	-	-	-	-	1,137	1,137	(400)	737
Balance as of March 31, 2017 (Unaudited)		6,167,291	2,773,858	47,346	1,121,773	691,774	(2,418,948)	13,824,692	3,022,685	118,455,314	143,685,785	416,350	144,102,135

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)
For the Three-month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stock	Compensation Provision of Bonus Shares	Revaluation Surplus Arising from Premises and Equipments - Net of Tax	Retained Earnings		Total Equity Attributable to Equity Holders of the Parent Entity	Non-controlling Interest	Total Equity
										Appropriated	Unappropriated			
Balance as of December 31, 2017		6,167,291	2,773,858	54,199	1,813,625	706,403	(2,418,948)	-	13,824,692	3,022,685	140,805,012	166,748,817	598,677	167,347,494
Income for the period		-	-	-	-	-	-	-	-	-	7,400,907	7,400,907	21,103	7,422,010
Other comprehensive income	2h,2aj	-	-	626	(1,108,831)	(78,560)	-	-	-	-	-	(1,186,765)	(6,980)	(1,193,745)
Total comprehensive income for the period		-	-	626	(1,108,831)	(78,560)	-	-	-	-	7,400,907	6,214,142	14,123	6,228,265
Distribution of income Dividends	31d	-	-	-	-	-	-	-	-	-	(13,048,441)	(13,048,441)	-	(13,048,441)
Bonus shares	31f	-	-	-	-	-	-	106,333	-	-	-	106,333	-	106,333
Additional paid in capital		-	-	-	-	-	-	-	-	-	-	-	7	7
Balance as of March 31, 2018		6,167,291	2,773,858	54,825	704,794	627,843	(2,418,948)	106,333	13,824,692	3,022,685	135,157,478	160,020,851	612,807	160,633,658

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

Notes	For the three-month period ended March 31,		Year Ended December 31,		
	2018	2017	2017 ¹⁾	2016 ¹⁾	2015 ¹⁾
CASH FLOWS FROM OPERATING ACTIVITIES					
Income received					
Interest and investment income	25,697,073	24,371,801	100,171,404	91,595,203	82,595,882
Sharia income	735,430	678,676	2,819,042	2,636,677	2,426,292
Premium income	1,142,828	614,511	3,788,965	3,038,864	-
Expenses paid					
Interest expenses	(7,001,300)	(6,010,402)	(28,319,909)	(26,038,559)	(26,101,932)
Sharia expenses	(333,218)	(276,114)	(1,241,591)	(1,035,502)	(1,013,170)
Claim expenses	(893,153)	(550,495)	(3,403,551)	(2,760,154)	-
Recoveries of assets written off	1,205,486	912,752	5,050,713	4,511,717	3,800,055
Other operating income	3,442,860	2,843,165	13,745,727	9,333,633	9,544,614
Other operating expenses	(9,174,126)	(8,153,967)	(32,263,843)	(35,311,295)	(25,782,430)
Non-operating income - net	14,245	144,077	216,325	479	523,028
Payment of income tax and tax bill	(261,757)	(2,694,344)	(9,037,947)	(6,182,996)	(7,000,011)
Cash flows before changes in operating assets and liabilities	14,574,368	11,879,660	51,525,335	39,788,067	38,992,328
Changes in operating assets and liabilities:					
Decrease (increase) in operating assets:					
Placements with Bank Indonesia and other banks	339,187	-	(339,187)	100,000	(100,000)
Securities and Government Recapitalization Bonds at fair value through profit or loss	(2,122,784)	(1,509,589)	(702,255)	254,367	(800,992)
Export bills and notes receivable	(1,867,380)	2,773,252	925,822	(3,713,521)	2,738,316
Securities purchased under agreement to resell	4,824,637	(5,027,603)	(16,453,656)	(712,245)	38,158,470
Loans	(21,036,962)	(19,757,952)	(85,060,312)	(87,463,887)	(77,198,420)
Sharia receivables and financing	(219,678)	272,051	(258,240)	(1,254,192)	(1,156,677)
Finance lease receivable	(139,767)	92,757	(305,667)	(2,214,946)	-
Other assets	(3,910,789)	(2,262,988)	(8,932,144)	986,421	(1,879,367)
Increase (decrease) in operating liabilities:					
Liabilities due immediately	14,045,667	12,390,899	1,153,159	264,342	(1,899,903)
Deposits:					
Demand deposits	(18,005,028)	(28,104,156)	4,110,148	27,989,677	23,999,076
<i>Wadiah</i> demand deposits	(295,736)	139,309	639,058	190,098	315,832
<i>Mudharabah</i> demand deposits	(54,647)	-	139,535	-	-
Saving deposits	(16,752,717)	(13,125,780)	45,310,331	30,051,541	35,336,346
<i>Wadiah</i> saving deposits	135,518	48,090	572,891	460,832	417,270
<i>Mudharabah</i> saving deposits	178,762	128,816	287,363	286,923	322,382
Time deposits	18,201,306	19,640,945	33,388,559	25,144,974	(15,573,140)
<i>Mudharabah</i> time deposits	1,995,697	701,012	2,682,191	1,406,950	1,855,767
Deposits from other banks and financial institutions	1,532,797	6,861,382	3,363,829	(8,935,535)	2,509,681
Securities sold under Agreement to repurchase	(1,667,706)	69,142	4,834,286	(4,075,560)	(4,434,003)
Other liabilities	1,755,571	540,899	2,418,063	3,216,527	3,963,481
Net Cash (Used in) Provided by Operating Activities	(8,489,684)	(14,249,854)	39,299,109	21,770,833	45,566,447

¹⁾ After Reclassification (Note 50)

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Notes	For the three-month period ended March 31,		Year Ended December 31,		
		2018	2017	2017	2016	2015
CASH FLOWS FROM INVESTING ACTIVITIES						
Receipt of dividends	16	-	21	40	235	483
Increase in investments in associated entities		(3,871)	-	(71,327)	-	-
Acquisition of premises and equipments	17	(445,392)	(606,846)	(2,006,347)	(3,653,072)	(3,285,398)
Decrease (increase) in available for sale and held to maturity securities and Government Recapitalization Bonds		12,407,167	3,267,695	(28,918,362)	328,455	(53,441,154)
Net Cash Provided by (Used in) Investing Activities		11,957,904	2,660,870	(30,995,996)	(3,324,382)	(56,726,069)
CASH FLOWS FROM FINANCING ACTIVITIES						
Proceeds from (payments of) fund borrowing		3,110,505	(5,857,223)	(5,663,258)	(647,350)	9,930,290
Purchase of Treasury Stock	1d	-	-	-	(132,573)	(2,286,375)
Dividends paid		(13,048,441)	(10,478,309)	(10,483,777)	(7,621,316)	(7,273,684)
Proceeds from (payments of) subordinated loans and marketable securities		80	-	(22,060)	952,042	(21,114)
Proceeds from marketable securities issued	25	2,439,560	-	10,242,963	15,510,825	4,845,207
Payments of marketable securities due	25	(6,883,750)	(808,000)	(4,921,000)	(980,000)	(3,390,000)
Net Cash (Used in) Provided by Investing Activities		(14,382,046)	(17,143,532)	(10,847,132)	7,081,628	1,804,324
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		(10,913,826)	(28,732,516)	(2,544,019)	25,528,079	(9,355,298)
INCREASE IN CASH FROM BRI FINANCE ACQUISITION		-	-	-	36,764	-
EFFECT OF EXCHANGE RATE CHANGES ON FOREIGN CURRENCIES		(19,268)	(7,168)	(427)	1,279	12,800
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD/YEAR		186,410,433	188,954,879	188,954,879	163,388,757	172,731,255
CASH AND CASH EQUIVALENTS AT END OF PERIOD/YEAR		175,477,339	160,215,195	186,410,433	188,954,879	163,388,757
Cash and cash equivalents at end of period/year consist of:	2a					
Cash	3	21,264,573	22,951,292	24,797,782	25,212,024	28,771,635
Current accounts with Bank Indonesia	4	61,109,044	54,715,787	58,155,479	55,635,946	61,717,798
Current accounts with other banks	5	13,102,157	8,555,253	5,925,684	11,022,715	8,736,092
Placements with Bank Indonesia and other banks - maturing within three months or less since the acquisition date	6	30,622,261	47,250,892	54,766,500	78,142,754	49,734,664
Certificates of Bank Indonesia and Deposit Certificates of Bank Indonesia - maturing within three months or less since the acquisition date	7	49,379,304	26,741,971	42,764,988	18,941,440	14,428,568
Total Cash and Cash Equivalents		175,477,339	160,215,195	186,410,433	188,954,879	163,388,757

The accompanying notes to the interim consolidated financial statements form an integral part of these interim consolidated financial statements.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL

a. Establishment

PT Bank Rakyat Indonesia (Persero) Tbk (hereinafter referred to as "BRI") was established on and started its commercial operations on December 18, 1968 based on Law No. 21 Year 1968. On April 29, 1992, based on Government of the Republic of Indonesia (the "Government") Regulation No. 21 Year 1992, the legal status of BRI was changed to a limited liability corporation (Persero). The change into a limited liability corporation was documented by notarial deed No. 133 dated July 31, 1992 of Notary Muhani Salim, S.H., approved by the Minister of Justice of the Republic of Indonesia in its Decision Letter No. C2-6584.HT.01.01.TH.92 dated August 12, 1992 and published in Supplement No. 3A of the Republic of Indonesia State Gazette No. 73 dated September 11, 1992. BRI's Articles of Association was then amended by notarial deed No. 7 dated September 4, 1998 of Notary Imas Fatimah, S.H., pertaining to Article 2 on "Term of Corporate Establishment" and Article 3 on "Purpose, Objectives and Business Activities" to comply with the provisions of Law of the Republic of Indonesia No. 1 Year 1995 on "Limited Liability Company", approved by the Minister of Justice of the Republic of Indonesia in its Decision Letter No. C2-24930.HT.01.04.TH.98 dated November 13, 1998 and published in Supplement No. 7216 of the Republic of Indonesia State Gazette No. 86 dated October 26, 1999 and notarial deed No. 7 dated October 3, 2003 of Notary Imas Fatimah, S.H., among others, regarding the Company's status and compliance with the Capital Market Laws, approved by the Minister of Justice and Human Rights of the Republic of Indonesia in its Decision Letter No. C-23726 HT.01.04.TH.2003 dated October 6, 2003 and published in Supplement No. 11053 of the Republic of Indonesia State Gazette No. 88 dated November 4, 2003.

Based on Bank Indonesia's Decision Letter No. 5/117/DPwB2/PWPwB24 dated October 15, 2003, regarding "SK appointment of BRI as a foreign exchange commercial bank", BRI has been designated as a foreign exchange bank through Letter of Monetary Board No. SEKR/BRI/328 dated September 25, 1956.

Based on Notarial Deed No. 51 dated May 26, 2008 of Notary Fathiah Helmi, S.H., BRI amended its Articles of Association, among others, to comply with the provisions of Law of the Republic of Indonesia No. 40 Year 2007 on "Limited Liability Company" and Capital Market and Financial Institution Supervisory Agency's ("Bapepam-LK") Regulation, whose function has been transferred to the Financial Services Authority ("OJK") since January 1, 2013, No. IX.J.I concerning "Main Substances of Articles of Association of Company performing a Public Offering of Shares and Public Company", which was approved by the Minister of Laws and Human Rights of the Republic of Indonesia in its Decision Letter No. AHU-48353.AH.01.02.Year 2008, dated August 6, 2008 and was published in Supplement No. 23079 of the Republic of Indonesia State Gazette No. 68 dated August 25, 2009.

Subsequently, BRI's Articles of Association has been amended several times. The latest amendment was documented in Deed No. 50 dated March 22, 2018, of Notary Fathiah Helmi, S.H., regarding the amendments to certain provisions of Article 12 paragraph 7 and 8 of BRI's Articles of Association, in accordance with the proposal from the Minister of State-Owned Enterprises (SOEs) of the Republic of Indonesia. This latest amendment is under approval and reporting process to the Minister of Law and Human Rights of the Republic of Indonesia.

According to Article 3 of the Articles of Association of BRI, BRI's scope of business is to conduct business in the banking sector, in accordance with the prevailing law and regulations, by implementing the principles of Limited Liability Company to enhance the value of the Company.

BRI is owned by the Indonesian Government as the majority shareholder.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

b. Recapitalization Program

As a realization of the Recapitalization Program for Commercial Banks, set forth in Government Regulation No. 52 Year 1999, regarding the Addition of Capital Investment by the Republic of Indonesia in State-Owned Banks, BRI has received all the recapitalization amount with a nominal amount of Rp29,149,000 in the form of Government Recapitalization Bonds issued in 2 (two) phases, that is at the nominal amounts of Rp20,404,300 on July 25, 2000 and Rp8,744,700 on October 31, 2000 (Note 9).

Furthermore, as stated in the Management Contract dated February 28, 2001 between the Republic of Indonesia represented by the Government through the Minister of Finance and BRI, the Government determined that in order to achieve a Minimum Capital Adequacy Liability of 4%, BRI's requirement for recapitalization is Rp29,063,531. Therefore, BRI has returned the excess amount of recapitalization with a nominal amount of Rp85,469 in the form of Government Recapitalization Bonds to the Republic of Indonesia on November 5, 2001.

On September 30, 2003, the Minister of Finance issued Decision Letter No. 427/KMK.02/2003 dated September 30, 2003 regarding the final amount and implementation of Government's rights, which arose as a result of the addition in capital investment by the Republic of Indonesia in BRI during the Recapitalization Program for Commercial Banks. Based on the Decision Letter, the Minister of Finance determines the final amount of BRI's recapitalization requirement is Rp29,063,531.

c. Initial Public Offering of Shares and Stock Split

In relation to BRI's Initial Public Offering (IPO) of shares, based on the registration statement dated October 31, 2003, the Government, through the Minister of State-Owned Enterprises agreed to conduct an IPO of 3,811,765,000 Series B common shares of BRI, consisting of 2,047,060,000 Series B common shares owned by the Republic of Indonesia (divestment) and 1,764,705,000 new Series B common shares, alongside with the over-subscription option and over-allotment option.

The IPO consists of the international public offering (under Rule 144A of the Securities Act and "S" Regulation) and the Indonesian public offering. BRI submitted its registration to Bapepam-LK and this registration statement has become effective based on the Chairman of Bapepam-LK Letter No. S-2646/PM/2003 dated October 31, 2003.

BRI's IPO of shares consists of 3,811,765,000 shares with a nominal value of Rp500 (full amount) per share and a selling price of Rp875 (full amount) per share. Subsequently, the over-subscription option of 381,176,000 shares and over-allotment option of 571,764,000 shares, were exercised at a price of Rp875 (full amount) per share on November 10, 2003 and December 3, 2003, respectively. After BRI's IPO and the underwriters' exercise of the over-subscription option and over-allotment option, the Republic of Indonesia owns 59.50% of BRI shares. On November 10, 2003, the offered shares started to be traded at the Jakarta and Surabaya Stock Exchanges (currently the Indonesia Stock Exchange) and at the same time, all BRI shares were also listed (Note 31b).

Based on Notarial Deed No. 38 dated November 24, 2010 of Notary Fathiah Helmi, S.H., stock split was performed from nominal value of Rp500 (full amount) per share to Rp250 (full amount) per share. The Republic of Indonesia's Ministry of Laws and Human Rights stated that the deed has been received and recorded in its Legal Entity Administration System database based on its letter No. AHU.AH.01.10-33481 dated December 29, 2010. The stock split was performed in 2011 and BRI scheduled the last day on which shares with a nominal value of Rp 500 (full amount) would be traded in Regular Market and Negotiated Market was January 10, 2011 and the date of commencement of legitimate trade for shares with new nominal value of Rp250 (full amount) was January 11, 2011.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

c. Initial Public Offering of Shares and Stock Split (continued)

Based on Notarial Deed No. 54 dated October 27, 2017 of Notary Fathiah Helmi, S.H., stock split was performed from nominal value of Rp250 (full amount) per share to Rp50 (full amount) per share. The Republic of Indonesia's Ministry of Laws and Human Rights stated that the deed has been received and recorded in its Legal Entity Administration System database based on its letter No. AHU.AH.01.03-0187521 dated November 3, 2017. The stock split was performed in 2017 and BRI scheduled the last day on which shares with a nominal value of Rp 250 (full amount) would be traded in Regular Market and Negotiated Market was November 9, 2017 and the date of commencement of legitimate trade for shares with new nominal value of Rp50 (full amount) was November 10, 2017.

d. Treasury Stock

BRI through its letter No. R.224-DIR/DIS/09/2015 dated September 25, 2015 submitted a request for OJK's approval on BRI's shares buyback for as many as Rp5,000,000, and it has been approved by OJK through its letter No. S-101/PB.31/2015 dated October 6, 2015. Furthermore, BRI conveyed its information disclosure to the Indonesia Stock Exchange in regards to the buyback plan for shares that had been issued and listed in the Indonesia Stock Exchange for as many as Rp2,500,000 through its letter No. B.696-DIR/SKP/10/2015 dated October 9, 2015. The buyback is carried out within a period of 3 months between October 12, 2015 until January 12, 2016. As of December 31, 2015 and January 12, 2016, BRI has repurchased 210,118,600 shares and 221,718,000 shares (nominal value of Rp250 (full amount) per share) with acquisition cost of Rp2,286,375 and Rp2,418,948, respectively (Note 31a).

e. Structure and Management

BRI's head office is located at BRI I Building, Jl. Jenderal Sudirman Kav. 44-46, Jakarta.

As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI has the following networks of work unit (unaudited):

	March 31, 2018	December 31,		
		2017	2016	2015
Regional Offices	19	19	19	19
Head Inspection Office	1	1	1	1
Regional Inspection Offices	19	19	19	19
Domestic Branch Offices	462	462	462	462
Special Branch Office	1	1	1	1
Overseas Branch/Representative Offices	5	5	4	4
Sub-branch Offices	610	610	609	603
Cash Offices	990	992	984	983
BRI Unit	5,382	5,382	5,380	5,360
Teras and Teras Mobile	2,836	3,171	3,180	3,178
Floating Teras	3	3	3	1

As of March 31, 2018 and December 31, 2017, BRI has 3 (three) overseas branch offices located in the Cayman Islands, Singapore and Timor Leste, 2 (two) overseas representative offices located in New York and Hong Kong, and 5 (five) subsidiaries, which are PT Bank BRISyariah, PT Bank Rakyat Indonesia Agroniaga Tbk, BRI Remittance Co. Ltd. Hong Kong, PT Asuransi BRI Life and PT BRI Multifinance Indonesia.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

e. Structure and Management (continued)

As of December 31, 2016, BRI has 2 (two) overseas branch offices located in the Cayman Islands and Singapore, 2 (two) overseas representative offices located in New York and Hong Kong, and 5 (five) subsidiaries, which are PT Bank BRISyariah, PT Bank Rakyat Indonesia Agroniaga Tbk, BRI Remittance Co. Ltd. Hong Kong, PT Asuransi Jiwa Bringin Jiwa Sejahtera and PT BRI Multifinance Indonesia. Whereas, as of December 31, 2015 BRI has 2 (two) overseas branch offices located in the Cayman Islands and Singapore, 2 (two) representative offices located in New York and Hong Kong, and 4 (four) subsidiaries, which are PT Bank BRISyariah, PT Bank Rakyat Indonesia Agroniaga Tbk, BRI Remittance Co. Ltd. Hong Kong and PT Asuransi Jiwa Bringin Jiwa Sejahtera.

Based on the accounting policies of BRI, the coverage of BRI's key management are members of boards of commissioners, directors, senior executive vice president, audit committee, remuneration committee, head of divisions, head of internal audit work unit and inspectors, head of regional officers, head of special branch and head of branches. The number of BRI's employees as of March 31, 2018, December 31, 2017, 2016 and 2015 are 60,511, 60,683, 58,885 and 54,859 (unaudited), respectively.

The composition of the Board of Commissioners of BRI as of March 31, 2018 was appointed based on BRI's Annual General Meeting of Shareholders held on March 22, 2018 as stated under the Notarial Deed No. 50 of Notary Fathiah Helmi, S. H. dated March 22, 2018, as of December 31, 2017 was appointed based on BRI's Annual and Extraordinary General Meeting of Shareholders held on October 27, 2017 as stated under the Notarial Deed No. 55 of Notary Fathiah Helmi, S. H., as of December 31, 2016 was appointed based on BRI's Annual General Meeting of Shareholders held on March 23, 2016, as stated under the Notarial Deed No. 1 of Notary Fathiah Helmi, S. H., and as of December 31, 2015 was appointed based on BRI's Extraordinary General Meeting of Shareholders held on August 12, 2015, as stated under the Notarial Deed No. 12 of Notary Fathiah Helmi, S. H. The compositions are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
President/Independent Commissioner	Andrinof A. Chaniago	Andrinof A. Chaniago	Mustafa Abubakar	Mustafa Abubakar
Vice President Commissioner	Gatot Trihargo	Gatot Trihargo	Gatot Trihargo	Gatot Trihargo
Independent Commissioner	Mahmud	Mahmud	Ahmad Fuad	Adhyaksa Dault
Independent Commissioner	A. Fuad Rahmany	A. Fuad Rahmany	A. Fuad Rahmany	Ahmad Fuad
Independent Commissioner	A. Sonny Keraf	A. Sonny Keraf	A. Sonny Keraf	A. Fuad Rahmany
Independent Commissioner	Rofikoh Rokhim	Rofikoh Rokhim	Adhyaksa Dault	A. Sonny Keraf
Commissioner	Jeffry J. Wurangian	Jeffry J. Wurangian	Jeffry J. Wurangian	Jeffry J. Wurangian
Commissioner	Nicolaus Teguh Budi Harjanto	Nicolaus Teguh Budi Harjanto	Mahmud	Vincentius Sonny Loho
Commissioner	Hadiyanto ^{*)}	Vincentius Sonny Loho	Vincentius Sonny Loho	-

^{*)} Effective after Financial Services Authority's approval on the Fit & Proper Test and in accordance with the prevailing regulations

The composition of the Board of Directors of BRI as of March 31, 2018 was appointed based on BRI's Annual General Meeting of Shareholders held on March 22, 2018 as stated under the Notarial Deed No. 50 of Notary Fathiah Helmi, S. H. dated March 22, 2018, as of December 31, 2017 was appointed based on BRI's Annual and Extraordinary General Meeting of Shareholders held on October 27, 2017, as stated under the Notarial Deed No. 55 of Notary Fathiah Helmi, S. H., as of December 31, 2016 was appointed based on BRI's Annual General Meeting of Shareholders

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

e. Structure and Management (continued)

held on March 23, 2016 as stated under the Notarial Deed No. 1 of Notary Fathiah Helmi, S.H., and as of December 31, 2015 was appointed based on BRI's Extraordinary Shareholders' General Meeting held on August 12, 2015 as stated under the Notarial Deed No. 12 of Notary Fathiah Helmi, S.H. The compositions are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
President Director	Suprajarto	Suprajarto	Asmawi Syam	Asmawi Syam
Vice President Director	- ^{*)}	- ^{*)}	Sunarso	Sunarso
Director	Haru Koesmahargyo	Haru Koesmahargyo	Haru Koesmahargyo	Randi Anto
Director	Kuswiyoto	Susy Liestiowaty	Susy Liestiowaty	Haru Koesmahargyo
Director	Mohammad Irfan	Kuswiyoto	Kuswiyoto	Zulhelfi Abidin
Director	Sis Apik Wijayanto	Donsuwan Simatupang	Donsuwan Simatupang	Susy Liestiowaty
Director	Priyastomo	Mohammad Irfan	Mohammad Irfan	Kuswiyoto
Director	Indra Utoyo	Sis Apik Wijayanto	Sis Apik Wijayanto	Donsuwan Simatupang
Director	R. Sophia Alizsa ^{**)}	Priyastomo	Priyastomo	Mohammad Irfan
Director	Handayani	Indra Utoyo	Zulhelfi Abidin	Agus Toni Soetirto
Director	Supari ^{***)}	R. Sophia Alizsa ^{**)}	Randi Anto	Gatot Mardiwasiso
Director	Osbal Saragi Rumahorbo ^{***)}	Handayani	-	-
Director	Ahmad Solichin Lutfiyanto ^{***)}	-	-	-

*) The position of vice president director was dispensed (change of position nomenclature) in accordance with the Notarial Deed No. 55 of Notary Fathiah Helmi, S.H

**) Effective after April 13, 2018, in accordance with the Financial Services Authority's Letter No. 1/KDK.03/2018

***) Effective after Financial Services Authority's approval on the Fit & Proper Test in accordance with the prevailing regulations

The composition of BRI's Audit Committee as of March 31, 2018 and December 31, 2017 was appointed based on Directors' Decision Letter No. Kep. 1101-DIR/KHC/12/2017 dated December 20, 2017 and Commissioners' Decision Letter No. R.58-KOM/11/2017 dated November 15, 2017, as of December 31, 2016 was appointed based on Directors' Decision Letter No. Kep. 1059-DIR/KPS/12/2016 dated December 6, 2016 and Commissioners' Decision Letter No. R.57-KOM/11/2016 dated November 22, 2016 and as of December 31, 2015 was appointed based on Directors' Decision Letter No. Kep. 281-DIR/KPS/06/2015 dated June 15, 2015 and Commissioners' Decision Letter No. B.43-KOM/04/2015 dated April 7, 2015. The compositions are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Chairman	A. Fuad Rahmany	A. Fuad Rahmany	A. Fuad Rahmany	A. Fuad Rahmany
Member	A. Sonny Keraf	A. Sonny Keraf	A. Sonny Keraf	A. Sonny Keraf
Member	Rofikoh Rokhim	Rofikoh Rokhim	Adhyaksa Dault	Adhyaksa Dault
Member	Pamuji Gesang Raharjo	Pamuji Gesang Raharjo	Pamuji Gesang Raharjo	Syahrir Nasution
Member	I Gde Yadnya Kusuma	I Gde Yadnya Kusuma	I Gde Yadnya Kusuma	-
Member	Sunuaji Noor Widiyanto	Sunuaji Noor Widiyanto	Sunuaji Noor Widiyanto	-

As of March 31, 2018, the Corporate Secretary of BRI was Bambang Tribaroto, as appointed based on Letter No. R.13-DIR/KHC/01/2018 dated January 5, 2018, effective since January 22, 2018. As of December 31, 2017, 2016 and 2015, the Corporate Secretary of BRI was Hari Siaga Amijarso, as appointed based on Directors' Decision Letter No. Kep. 887-DIR/KPS/12/2015 dated December 21, 2015.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

e. Structure and Management (continued)

As of March 31, 2018 and December 31, 2017, the Head of Internal Audit Work Unit was Tri Wintarto, as appointed based on Directors' Decision Letter No. Kep. 427-DIR/KPS/05/2017 dated May 24, 2017. The Heads of Internal Audit Work Unit as of December 31, 2016 were Adi Setyanto and Bardiyono Wiyatmojo, who were appointed as replacement heads in Directors' Decision Letter No. Kep. S.147.e-DIR/KPS/12/2016 dated December 7, 2016. The Head of Internal Audit Work Unit as of December 31, 2015 was Saptono Siwi, as appointed based on Directors' Decision Letter No. Kep. 626-DIR/KPS/10/2015 dated October 22, 2015.

f. Subsidiaries

PT Bank BRISyariah

On June 29, 2007, BRI signed the Sale and Purchase of Shares Agreement with the shareholders of PT Bank Jasa Arta ("BJA") to acquire 100% of BJA's shares at a purchase price of Rp61 billion. Based on BRI's Extraordinary General Meeting of Shareholders, as stated in the Notarial Deed No. 3 dated September 5, 2007 of Notary Imas Fatimah, S.H., the shareholders has approved the acquisition of BJA and BRI has obtained the approval of Bank Indonesia in its Letter No. 9/188/GBI/DPIP/Rahasia dated December 18, 2007 and No. 9/1326/DPIP/Prz dated December 28, 2007. The acquisition was completed on December 19, 2007 based on Acquisition Deed No. 61 of Notary Imas Fatimah, S.H., in which BRI acquired 99.99875% of the total shares issued by BJA and 0.00125% of the total shares was granted to BRI's Employee Welfare Foundation (Yayasan Kesejahteraan Pekerja BRI).

Based on Notarial Deed No. 45 dated April 22, 2008 of Notary Fathiah Helmi, S.H., the name of BJA was changed into PT Bank Syariah BRI ("BSB"). Based on the Governor of Bank Indonesia's Decision Letter No. 10/67/KEP.GBI/DpG/2008 dated October 16, 2008, BSB obtained the approval to change its business activities from a conventional commercial bank into a commercial bank that conducts business activities based on sharia principles. Within 60 (sixty) days from the decision letter date, BSB was obliged to conduct its business activities based on sharia principles and within a maximum of 360 (three hundred sixty) days from the decision letter date, BSB was obliged to settle all its loans and liabilities to debtors or customers from the previous conventional banking activities.

On December 19, 2008, through "the Spin-off Deed of BRI's Sharia Business Unit into PT Bank Syariah BRI" No. 27 dated December 19, 2008 of Notary Fathiah Helmi, S.H. BRI agreed to spin-off BRI's Sharia Business Unit ("UUS BRI") into BSB effectively on January 1, 2009. The spin-off, as of the effective date, resulted in the following:

1. All assets and liabilities of UUS BRI owned by BRI, were legally transferred to become the rights or property of, liabilities of or expenditures to be fulfilled by BSB, as the receiving entity.
2. All UUS BRI's operations, business and activities were legally transferred to and thus were operated by BSB on the benefit of, loss of and under the responsibility of BSB.
3. All UUS BRI's rights, claims, authorities and liabilities arising from any agreements, actions or events present, made, performed, or occurred on or before the effective spin-off date including but not limited to the stated list of assets and liabilities of UUS BRI and all legal relations between UUS BRI and other parties were legally transferred to and thus were operated for the benefit of, loss of and under the responsibility of BSB.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

f. Subsidiaries (continued)

PT Bank BRISyariah (continued)

Based on the Deed of Declaration on all BSB Shareholders Approval Decision No. 18 of Notary Fathiah Helmi, S.H., dated April 14, 2009, the name of PT Bank Syariah BRI was changed into PT Bank BRISyariah ("BRIS"), and was approved by Bank Indonesia in Governor of Bank Indonesia's Decision Letter No. 11/63/KEP.GBI/DpG/2009 dated December 15, 2009.

Based on the Deed of Declaration on the Extraordinary General Meeting of PT Bank BRISyariah's Shareholders No. 8 dated January 8, 2018, of Notary Fathiah Helmi, S.H., a Notary in Jakarta, the Articles of Association of BRIS has been amended regarding the increase in the authorized capital of the Company to Rp7.5 trillion, consisting of 15 billion shares with a nominal value of Rp500 (full amount) per share. The amendment has been accepted and recorded in the Legal Entity Administration System in accordance with the Minister of Law and Human Rights of the Republic of Indonesia's Letter No. AHU-AH.01.03-0009250, dated January 10, 2018. The Deed also includes shareholders' approval on several other matters, which is:

1. BRIS's plan to raise funds from the public through Initial Public Offering (IPO).
2. Amendment to the Company's Articles of Association, which includes amendments in order to become a Public Company, and adjustment of all provisions in the Company's Articles of Association with laws and regulations in the Capital Market including Bapepam-LK Regulation No. IX.J.1, Regulation of the Financial Services Authority (POJK) No. 32/POJK.04/2014 and POJK No. 33/POJK.04/2014; and
3. The issuance of new shares in the course of the management and employees stock options program, with a maximum of 3% (three percent) of the issued and paid up capital after the IPO is completed.

BRIS's Articles of Association has been amended several times. The latest amendment was documented in the Deed of Declaration on the Annual General Meeting of PT Bank BRISyariah's Shareholders No. 2 dated March 2, 2018, of Notary Fathiah Helmi, S.H., a Notary in Jakarta, regarding the amendment of the provisions of Article 4 paragraph 2 and 3 of the company's Articles of Association, in connection with the increase of issued and paid-up capital of the company through the capitalization of unappropriated retained earnings up to December 31, 2017, as well as the increase of BRIS's issued and paid up capital through cash deposit by BRI amounted to Rp1 trillion. This amendment has been accepted and recorded in the Legal Entity Administration System in accordance with the Minister of Law and Human Rights of Republic of Indonesia's Letter No. AHU-AH.01.03-0091716 dated March 2, 2018.

According to Article 3 of BRIS's latest Articles of Association, the scope of BRIS's business is to conduct banking activities based on the sharia principles.

The total assets of BRIS as of March 31, 2018, December 31, 2017, 2016 and 2015 amounted to Rp34,758,104, Rp31,543,384, Rp27,687,188 and Rp24,230,247 or 3.11%, 2.80%, 2.76% and 2.76%, respectively, of the consolidated total assets. The total fund management income for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, amounted to Rp734,966 and Rp678,125, as well as Rp2,816,524, Rp2,634,201 and Rp2,426,292 or 2.68% and 2.68%, as well as 2.64%, 2.69% and 2.86%, respectively, of the consolidated income from interest, sharia and premium.

BRIS has 3,029, 3,048, 3,091 and 2,929 employees (unaudited) as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

f. Subsidiaries (continued)

PT Bank BRISyariah (continued)

BRIS's head office is located in Jl. Abdul Muis No. 2-4, Central Jakarta and it has 54 branch offices and 207 sub-branch offices.

PT Bank Rakyat Indonesia Agroniaga Tbk (BRI Agro)

On August 19, 2010, BRI signed the Sale and Purchase of Shares Agreement (PPJB) with Agricultural Estate Pension Fund (Dapenbun), who holds 95.96% of PT Bank Agroniaga Tbk ("Bank Agro") shares, to acquire Bank Agro's shares at a total nominal value of Rp330,296 for 3,030,239,023 shares, with a price of Rp109 (full amount) per share. After the acquisition, the composition of shareholders would be as follows: 76% by BRI, 14% by Dapenbun and 10% by the public.

According to BRI's Extraordinary General Meeting of Shareholders, in accordance with the Notarial Deed No. 37 dated November 24, 2010 of Notary Fathiah Helmi, S.H., the shareholders have approved the acquisition of Bank Agro. Furthermore, Bank Indonesia, in its Letter No. 13/19/GBI/DPIP/Rahasia dated February 16, 2011, also granted its approval for the acquisition of Bank Agro. The acquisition was completed on March 3, 2011 based on the Notarial Deed No. 14 of Notary Fathiah Helmi, S.H., where BRI owned 88.65% of Bank Agro's total issued and fully paid shares, as stated in the Notarial Deed No. 68 dated December 29, 2009, of Notary Rusnaldy, S.H. The above mentioned matter has also considered the effects of Warrants Series I which are exercisable up to May 25, 2011.

In compliance with Bapepam-LK's Regulation No. IX.H.1, Appendix to the Decision Letter of Chairman of Bapepam-LK No. Kep-259/BL/2008 dated June 30, 2008 regarding the "Takeover of Public Company", BRI, as the new controlling shareholder of Bank Agro, obliged to execute Tender Offer on the remaining Bank Agro's shares which are owned by the public. The Tender Offer statement has become effective on May 4, 2011 based on the Chairman of Bapepam-LK's Letter No. S-4985/BL/2011 and was announced on May 5, 2011, in two daily newspapers, Bisnis Indonesia and Investor Daily. The Tender Offer period commenced on May 5, 2011 and concluded on May 24, 2011. At the end of the Tender Offer period, BRI purchased 113,326,500 shares (3.15% of the total shares of Bank Agro). The tender offer price is Rp182 (full amount) per share.

On July 1, 2011, 256,375,502 shares has been sold to Dapenbun as Dapenbun exercised its option to buy at a price of Rp109 (full amount) per share. Based on Bapepam-LK's Regulation No. IX.H.1, the payback period of Tender Offer is 2 (two) years, however, specifically for Bank Agro, BRI had the obligation to meet minimum public shareholding of 10% at no later than May 24, 2013. This is to comply with the letter from the Indonesia Stock Exchange No. S-06472/BEI.PPJ/09-2011 dated September 23, 2011. As of December 31, 2011, 500,000 of Bank Agro shares have been successfully sold back to the public, so that BRI's ownership in Bank Agro is 79.78% and Dapenbun is 14%. While there was no sale of shares during the year 2012 and 2013, 130,000 shares were sold in 2014. Thus, as of December 31, 2014, BRI was unable to meet the requirement of Indonesia Stock Exchange stated on its letter No. S-06472/BEI.PPJ/09-2011 dated September 23, 2011, to have a minimum public shareholding of 10% by May 24, 2013 due to the inactivity of Bank Agro's share price in the capital market.

Based on the Notarial Deed of Meeting Decision Statement No. 30 dated May 16, 2012 of Notary Rusnaldy, S.H., the name PT Bank Agroniaga Tbk was changed into PT Bank Rakyat Indonesia Agroniaga Tbk ("BRI Agro"). This change has been approved by Bank Indonesia in its Governor's Decision Letter No. 14/72/KEP.GBI/2012 dated October 10, 2012.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

f. Subsidiaries (continued)

PT Bank Rakyat Indonesia Agroniaga Tbk (BRI Agro) (continued)

On May 10, 2013, BRI Agro submitted Registration Statement of Limited Public Offering IV (“PUT IV”) to the Board of Commissioners of OJK in connection with the issuance of Preemptive Rights of 3,846,035,599 Common Shares with nominal value of Rp100 (full amount) per share. On June 26, 2013, the Board of Commissioners of OJK through its letter No. S-186/D.04/2013, approved the Registration Statement of Limited Public Offering IV, thus increasing the number of BRI Agro’s issued capital stock by 3,832,685,599 shares.

As a result of PUT IV, BRI Agro’s Articles of Association was amended as stated in Notarial Deed of Meeting Decision Statement No. 107 dated July 30, 2013, of Notary M. Nova Faisal, S.H., M.Kn, regarding the increase in issued and fully paid capital, so that BRI’s ownership in BRI Agro is 80.43%, Dapenbun’s is 14.02% and public’s to 5.55%. This amendment was approved by the Minister of Laws and Human Rights of the Republic of Indonesia in its Decision Letter No. AHU-0074249.AH.01.09.Year 2013 dated August 1, 2013.

On May 11, 2015, BRI Agro submitted Registration Statement of Limited Public Offering V (“PUT V”) to the Board of Commissioners of OJK in connection with the issuance of Preemptive Rights of 5,588,085,883 Common Shares with nominal value of Rp100 (full amount) per share. On June 17, 2015, the Board of Commissioners of OJK through its letter No. S-259/D.04/2015 notified BRI Agro that its Registration Statement of Limited Public Offering V has become effective, thus increasing the number of its issued capital stock by 4,028,934,521 shares.

As a result of PUT V, BRI Agro’s Articles of Association was amended as stated in Notarial Deed of Decision Meeting Statement and Amendment of Articles of Association No. 68 dated July 14, 2015 of Notary M. Nova Faisal, S.H., M.Kn, regarding the increase in issued and fully paid capital, so that BRI’s ownership in BRI Agro is 87.23%, Dapenbun’s is 9.10% and public’s to 3.67%. This amendment was accepted by and recorded in the Legal Entity Administration System by the Minister of Laws and Human Rights of the Republic of Indonesia in its Acceptance Letter of PT Bank Rakyat Indonesia Agroniaga Tbk Articles of Association Amendment Notice No. AHU-AH.01.03-0951264 dated July 14, 2015.

On October 17, 2016, BRI Agro submitted Registration Statement of Limited Public Offering VI (“PUT VI”) to the Board of Commissioners of OJK in connection with the issuance of Additional Capital with Preemptive Rights of 3,845,996,122 Common Shares at most with nominal value of Rp100 (full amount) per share and the issuance of Warrants Series II of 616,908,103 shares. On November 25, 2016, the Board of Commissioners of OJK through its letter No. S-695/D.04/2016 notified BRI Agro that its Registration Statement of Limited Public Offering VI has become effective, thus increasing the number of its issued capital stock by 3,845,996,122 shares. The Warrants Series II can be converted into BRI Agro shares at Rp130 (full amount) per share with the exercise period from June 9, 2017 until June 11, 2018.

As a result of PUT VI, BRI Agro’s Articles of Association was amended as stated in Notarial Deed of Decision Meeting Statement No. 58 dated December 27, 2016, of Notary M. Nova Faisal, S.H., M.Kn, regarding the increase in issued and fully paid capital, so that BRI’s ownership in BRI Agro is still 87.23%, Dapenbun’s is 7.08% and public’s is at 5.69%. This amendment was accepted by and recorded in the Legal Entity Administration System by the Minister of Laws and Human Rights of the Republic of Indonesia in its Acceptance Letter of PT Bank Rakyat Indonesia Agroniaga Tbk Articles of Association Amendment Notice No. AHU-AH.01.03-0112637 dated December 27, 2016.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

f. Subsidiaries (continued)

PT Bank Rakyat Indonesia Agroniaga Tbk (BRI Agro) (continued)

As of March 31, 2018, the amount of Warrants Series II issued by BRI Agro at PUT VI that has been converted to shares are 71,669,449 shares, therefore increasing BRI Agro's capital stock by Rp7,167. The conversion of Warrants Series II resulted in BRI's ownership in BRI Agro as of December 31, 2017 is at 86.82%, Dapenbun's is at 5.98%, and the public's is at 7.20%.

On May 2, 2017, BRI Agro submitted Registration Statement of Limited Public Offering VII ("PUT VII") to the Board of Commissioners of OJK in connection with the issuance of Additional Capital with Preemptive Rights of 2,515,555,707 Common Shares at most with nominal value of Rp100 (full amount) per share. On June 12, 2017, the Board of Commissioners of OJK through its letter No. S-293/D.04/2017 notified BRI Agro that its Registration Statement of Limited Public Offering VII had become effective, thus increasing the number of its issued capital stock by 2,515,555,707 shares.

As a result of PUT VII, BRI Agro's Articles of Association was amended as stated in Notarial Deed of Decision Meeting Statement No. 19 dated July 21, 2017, of Notary M. Nova Faisal, S.H., M.Kn, regarding the increase in issued and fully paid capital, so that BRI's ownership in BRI Agro is 87.16%, Dapenbun's is 6.44% and the public's is 6.39%. This amendment was accepted by and recorded in the Legal Entity Administration System by the Minister of Laws and Human Rights of the Republic of Indonesia in its Acceptance Letter of PT Bank Rakyat Indonesia Agroniaga Tbk Articles of Association Amendment Notice No. AHU-AH.01.03-0154825 dated July 21, 2017.

BRI Agro's Articles of Association had been amended several times. The latest amendment was documented in the Notarial Deed of Decision Meeting Statement No. 23 dated March 15, 2018 of Notary M. Nova Faisal, S.H., M.Kn, regarding the increase in issued and fully paid capital resulting from the conversion of Warrants Series II. This amendment has been accepted and recorded in the Legal Entity Administration System by the Minister of Laws and Human Rights of the Republic of Indonesia in its Acceptance Letter of PT Bank Rakyat Indonesia Agroniaga Tbk's Articles of Association Amendment Notice No. AHU-AH.01.03-0112162 dated March 16, 2018.

The total assets of BRI Agro as of March 31, 2018, December 31, 2017, 2016 and 2015 amounted to Rp17,783,068, Rp16,325,247, Rp11,379,242 and Rp8,364,502 or 1.59%, 1.45%, 1.13% and 0.95%, respectively, of the consolidated total assets. The total interest income for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015 amounted to Rp378,170 and Rp279,469, as well as Rp1,252,069, Rp965,085 and Rp786,710 or 1.38% and 1.11%, as well as 1.17%, 0.99% and 0.92%, respectively, of the consolidated income from interest, sharia and premium.

According to Article 3 of its Articles of Association, BRI Agro's scope of business is to conduct commercial banking activities. BRI Agro has obtained its license as a commercial bank based on Bank Indonesia Letter No. 22/1037/UUps/Ps6D dated December 26, 1989.

BRI Agro has 497, 499, 444 and 398 employees (unaudited) as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

BRI Agro's head office is located in Gedung BRI Agro, Jl. Warung Jati Barat No. 139, Jakarta, and it has 18 branch offices and 20 sub-branch offices.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

f. Subsidiaries (continued)

BRI Remittance Co. Limited Hong Kong (BRI Remittance)

On December 16, 2011, BRI signed the Instrument of Transfer and the Bought and Sold Notes to acquire 100% shares of BRIngin Remittance Co. Ltd. (BRC) Hong Kong (equivalent to 1,600,000 shares) at a purchase price of HKD1,911,270. This acquisition was legalized by the Hong Kong Inland Revenue Department (IRD) with stamp duty dated December 28, 2011 and approved by Bank Indonesia in its letter No. 13/32/DPB1/TPB1-3/Rahasia dated December 1, 2011.

According to the Annual General Meeting of BRIngin Remittance Co. Ltd dated July 2, 2012, and with the issuance of a Certificate of Change of Name No. 961091 dated October 11, 2012 by the Registrar of Companies Hong Kong Special Administrative Region, the name of BRIngin Remittance Co. Ltd. was officially changed to BRI Remittance Co. Limited Hong Kong.

The total assets of BRI Remittance as of March 31, 2018, December 31, 2017, 2016 and 2015 amounted to Rp7,443, Rp8,370, Rp5,952 and Rp5,832 or 0.0007%, 0.0007%, 0.0006%, and 0.0007%, respectively, of the consolidated total assets.

BRI Remittance's scope of business is to conduct commercial remittance activities.

BRI Remittance has 2, 6, 5 and 4 employees (unaudited) as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

BRI Remittance's head office is located at Lippo Centre, Tower II, 89 Queensway, Admiralty, Hong Kong.

PT Asuransi BRI Life (BRI Life)

On October 6, 2015, BRI signed the Sale and Purchase of Shares Agreement with the shareholders of PT Asuransi Jiwa Bringin Jiwa Sejahtera ("BRI Life") to acquire 91.001% shares of BRI Life at a purchase price of Rp1,627 billion. Based on BRI's Extraordinary General Meeting of Shareholders in accordance with Deed No. 14 dated December 14, 2015 of Notary Fathiah Helmi, S.H., the shareholders have approved the acquisition of BRI Life and has also received approval from OJK through its letter No. S-151/PB.31/2015 dated December 23, 2015. The acquisition was completed on December 29, 2015 based on Acquisition of PT Asuransi Jiwa Bringin Jiwa Sejahtera Shares Deed No. 41 of Notary Fathiah Helmi, S.H., where BRI has 91.001% of BRI Life issued shares and 8.999% of its shares was granted to the BRI's Employee Welfare Foundation.

Based on Notarial Deed No. 31 dated February 23, 2017, of Notary Dahlia, S.H., as the surrogate of Fathiah Helmi, S.H., a notary in Jakarta, the name of PT Asuransi Jiwa Bringin Jiwa Sejahtera was changed into PT Asuransi BRI Life and according to the Decision of the Board of Commissioners of OJK No. KEP-140/NB.11/2017 dated March 20, 2017, BRI Life obtained the enactment of business license in life insurance in relation to the change of the company name.

BRI Life's Articles of Association has been amended several times. The latest amendment was documented in the Notarial Deed No. 31 dated February 23, 2017, of Notary Dahlia, S.H., as the surrogate of Fathiah Helmi, S.H., Notary in Jakarta, regarding the changes on the types of shares which are Series A shares of 1 share and Series B shares of 2,199,999 shares (full amount). This amendment has been approved by the Minister of Laws and Human Rights of the Republic of Indonesia in its Decision Letter No. AHU-0004875.AH.01.02 Year 2017 dated February 27, 2017.

According to Article 3 of BRI Life's latest Articles of Association, the scope of BRI Life's business is to conduct business in the insurance sector.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

f. Subsidiaries (continued)

PT Asuransi BRI Life (BRI Life) (continued)

BRI Life started its operation on January 1, 1989 based on the Decision Letter of the Minister of Finance of the Republic of Indonesia No. KEP-181/KMK.13/1988 dated October 10, 1988.

BRI Life obtained its license to open its branches and sharia-principled units in accordance with the Minister of Finance Decision Letter No. KEP-007/KM.6/2003 dated January 21, 2003.

The total assets of BRI Life as of March 31, 2018, December 31, 2017, 2016 and 2015 amounted to Rp8,670,851, Rp8,162,691, Rp6,176,329 and Rp4,933,309 or 0.77%, 0.72%, 0.62% and 0.56%, respectively, of consolidated total assets. The total premium income for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017 and 2016, are Rp1,178,319 and Rp614,511, as well as Rp3,797,723 and Rp3,027,256 or 4.30% and 2.43%, as well as 3.56% and 2.84%, respectively, of the consolidated income from interest, sharia and premium.

BRI Life has 521, 489, 422 and 388 employees (unaudited) as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

BRI Life's head office is located at Graha Irama Building, 15th floor, Jl. H.R Rasuna Said Blok X-1 Kav 1 and 2, Jakarta, and it has 6 regional offices with 34 sales offices.

PT BRI Multifinance Indonesia

On July 12, 2016, BRI signed the Conditional Sale and Purchase of Shares Agreement (PPJB) with The Bank of Tokyo-Mitsubishi UFJ, Ltd. ("BTMU") to increase BRI's share ownership in PT BTMU-BRI Finance ("BBF") from 45% to 99%, with a purchase price of Rp378,548. The agreement has been approved by OJK in its letter No. S-102/PB.31/2016 dated September 21, 2016. This transfer of shares was implemented effectively on September 30, 2016 as stated in Notarial Deed No. 75, of Notary Fathiah Helmi, S.H., a notary in Jakarta, where BRI owned 99% of the total shares issued by PT BRI Multifinance Indonesia (BRI Finance) and BRI's Employee Welfare Foundation (Yayasan Kesejahteraan Pekerja BRI), owned the remaining 1%. Upon the acquisition of BRI Finance, BRI recorded goodwill amounted to Rp51,915 under "Other Assets".

Based on the Notarial Deed of the Statement of the Decision Outside of the Annual General Meeting of Shareholders No. 67, dated September 15, 2016, of Notary I Gede Buda Gunamanta, S.H., a notary in Jakarta, the name PT BTMU-BRI Finance was changed into PT BRI Multifinance Indonesia. And in accordance with the OJK's Board of Commissioner Decision No. KEP-771/NB.11/2016 dated October 17, 2016, regarding the change of the name, BRI Finance obtained the enactment of the business license in financing industry for the business license previously granted to PT Sanwa-BRI Finance, which then changed its name to PT UFJ-BRI Finance and PT BTMU-BRI Finance.

BRI Finance's Articles of Association has been amended several times. The latest amendment was documented in the Notarial Deed of Decision Meeting Statement No. 9 dated July 6, 2017, of Notary I Gede Buda Gunamanta, S.H., a notary in Jakarta, regarding the amendment of provision in Article 21 of the Company's Articles of Association. The amendment had been accepted and recorded in the Legal Entity Administration System of Ministry of Laws and Human Rights of the Republic of Indonesia in accordance with the Acceptance Letter of PT BRI Multifinance Indonesia's Article of Association Amendment Notice No. AHU-AH.01.03-0151106 dated July 8, 2017.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

1. GENERAL (continued)

f. Subsidiaries (continued)

PT BRI Multifinance Indonesia (continued)

According to Article 3 of its Article of Association, BRI Finance's scope of business is to conduct financing activities.

The total assets of BRI Finance as of March 31, 2018, December 31, 2017 and 2016 amounted to Rp2,696,901, Rp2,607,098 and Rp2,399,828 or 0.24%, 0.23% and 0.24%, respectively, of the consolidated total assets. The total interest income for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017 and 2016, are Rp65,769 and Rp55,377, as well as Rp206,304 and Rp57,948 or 0.24% and 0.22% as well as 0.19% and 0.06%, respectively, of the consolidated income from interest, sharia and premium.

BRI Finance has 194, 157 and 137 employees (unaudited) as of March 31, 2018, December 31, 2017, and 2016, respectively.

BRI Finance's head office is located at Wisma 46 Building, 10th floor, BNI City, Jl. Jenderal Sudirman Kav. 1, Central Jakarta, and it has 4 branches located in Bandung, Surabaya, Samarinda and Medan, as well as 7 marketing offices in Bekasi, Jakarta, Balikpapan, Solo, Palembang, Makassar and Denpasar.

2. SUMMARY OF ACCOUNTING POLICIES

a. Basis of preparation of the interim consolidated financial statements

Statement of Compliance

The interim consolidated financial statements as of and for the three-month period ended March 31, 2018, are prepared and presented in accordance with Indonesian Financial Accounting Standards, which includes the Statements and Interpretations issued by the Financial Accounting Standards Board of the Indonesian Institute of Accountants and Bapepam-LK's Regulation No. VIII.G.7, Appendix of the Decision of the Chairman of Bapepam-LK No. KEP-347/BL/2012 dated June 25, 2012 regarding the "Guidelines on Financial Statements Presentations and Disclosures for Issuers or Public Companies".

The interim consolidated financial statements have been prepared in accordance with SFAS No. 1 (2015 Amendment), "Presentation of Financial Statements about Disclosures Initiative".

BRIS (subsidiary), which is engaged in banking activities based on sharia principles, presents its financial statements in accordance with SFAS No. 101 (Revised 2016) on "Sharia Financial Statements Presentation", SFAS No. 102 (Revised 2016) on "Accounting for *Murabahah*", SFAS No. 104 on "Accounting for *Istishna*", SFAS No. 105 on "Accounting for *Mudharabah*", SFAS No. 106 (Revised 2016) on "Accounting for *Musyarakah*" and SFAS No. 107 on "Accounting for *Ijarah*", which supersede SFAS No. 59 on "Accounting for Sharia Banking" associated with recognition, measurement, presentation and disclosure for the respective topics, SFAS No. 110 (Revised 2015) on "Accounting for Sukuk" and the Indonesia Sharia Banking Accounting Guidelines (PAPSI) issued by Bank Indonesia and Indonesian Institute of Accountants (IAI).

The interim consolidated financial statements have been prepared on a historical cost basis, except for some accounts that were assessed using another measurement basis as explained in the accounting policies of the account. The interim consolidated financial statements have been prepared on accrual basis, except for the revenue from *istishna* and the profit sharing from the *mudharabah* and *musyarakah* financing and the consolidated statement of cash flows.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

a. Basis of preparation of the interim consolidated financial statements (continued)

Statement of Compliance (continued)

The consolidated statement of cash flows has been prepared using the direct method by classifying cash flows into operating, investing and financing activities. For the purposes of the consolidated statement of cash flows, cash and cash equivalents consists of cash, current accounts with Bank Indonesia and current accounts with other banks, placements with Bank Indonesia and other banks, Certificates of Bank Indonesia and Deposit Certificates of Bank Indonesia maturing within 3 (three) months from the date of acquisition, provided they are neither pledged as collateral for fund borrowings nor restricted.

The presentation currency used in the interim consolidated financial statements is the Indonesian Rupiah (Rp). Unless otherwise stated, all figures presented in the interim consolidated financial statements are rounded off to millions of Rupiah.

b. Principles of Consolidation

The interim consolidated financial statements includes the financial statements of BRI and its subsidiaries whose majority of shares are owned or controlled by BRI.

When control over a subsidiary began or ceased during the period, the results of operations of a subsidiary are included in the interim consolidated financial statements only limited to the results from the date that control was acquired or up to the date that control has ceased.

Control is acquired when BRI is exposed, or has the rights of variable returns from its involvement in a subsidiary and has the ability to affect those returns through its power over the subsidiary.

BRI controls a subsidiary if, and only if, BRI has the following:

- a) Power over a subsidiary (existing rights that provide the current ability to direct the relevant activities that significantly affect the returns of a subsidiary).
- b) Exposure, or rights of variable returns from its involvement in a subsidiary.
- c) The ability to use its power over the subsidiary to affect BRI's returns.

All significant intercompany balances and transactions, including unrealized gains or losses, are eliminated to reflect the financial position and results of operations of BRI and subsidiaries as a single entity.

The interim consolidated financial statements are prepared using uniform accounting policies for similar events and transactions in identical circumstances. If the subsidiaries' financial statements use accounting policies that are different from those adopted in the interim consolidated financial statements, then appropriate adjustments are made to the subsidiaries' financial statements.

The non-controlling interest are stated at the non-controlling shareholders' proportionate share in the net income and equity of the subsidiaries based on the percentage of ownership of the non-controlling shareholders in the subsidiaries.

c. Financial assets and financial liabilities

Financial assets consist of cash, current accounts with Bank Indonesia, current accounts with other banks, placements with Bank Indonesia and other banks, securities, export bills and notes receivable, Government Recapitalization Bonds, securities purchased under agreement to resell, derivative receivables, loans, sharia receivables and financing, finance lease receivables, acceptance receivables, investment in associated entities at cost method and other assets.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

c. Financial assets and financial liabilities (continued)

Financial liabilities consist of liabilities due immediately, deposits from customers, deposits from other banks and financial institutions, securities sold under agreement to repurchase, derivative payables, acceptance payables, marketable securities issued, fund borrowings, other liabilities and subordinated loans and marketable securities.

(i) Classification

BRI classifies its financial assets in to the following categories at initial recognition:

- Financial assets held at fair value through profit or loss, which has 2 (two) sub-classifications, i.e. financial assets designated as such upon initial recognition and financial assets classified as held for trading;
- Loans and receivables;
- Held to maturity investments;
- Available for sale investments.

Financial liabilities are classified into the following categories at initial recognition:

- Fair value through profit or loss, which has 2 (two) sub-classifications, i.e. financial liabilities designated as such upon initial recognition and financial liabilities classified as held for trading;
- Other financial liabilities that are not classified as financial liabilities held at fair value through profit or loss are categorized and measured at amortized cost.

Classes of financial assets and liabilities measured at fair value through profit or loss consist of financial assets and liabilities held for trading which BRI acquired or owned especially for the purpose of sale or repurchase in the near future, or holds as part of a certain financial instrument portfolio that is managed together to obtain short-term profit or position taking.

Loans and receivables are non-derivatives financial assets with fixed or determinable payments that are not quoted in an active market, except:

- those that BRI intends to sell immediately in the short term period, which are classified as held for trading and those upon initial recognition designates as of fair value through profit or loss;
- those upon initial recognition designates as available for sale investments; or
- those for which BRI may not recover substantially all of its initial investment, except because of loans and receivables deterioration, which classified as available for sale.

Held to maturity investments consist of non-derivatives financial assets with fixed or determinable payments and fixed maturity that BRI has the positive intention and ability to hold this financial assets to maturity. Investments intended to be held for an undetermined period are not included in this classification.

The available for sale investments consists of non-derivatives financial assets that are designated as available for sale or are not classified as one of the other categories of financial assets.

After initial recognition, available for sale investments are measured at fair value with gains or losses recognized as part of equity until the investment is derecognized or until the investment is determined to be impaired, at which time the cumulative gains or losses previously reported in equity is included in the interim consolidated statement of profit or loss and other comprehensive income. The effective yield and (where applicable) results of foreign exchange are restated for available for sale investments and reported in the interim consolidated statement of profit or loss and other comprehensive income.

Other financial liabilities pertain to financial liabilities that are neither held for trading nor designated at fair value through profit or loss upon recognition of the liabilities.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

c. Financial assets and financial liabilities (continued)

(ii) Initial recognition

- a. Purchase or sale of financial assets that requires delivery of assets within a time frame established by regulation or convention in the market (regular purchases) is recognized on the settlement date.
- b. Financial assets and financial liabilities are initially recognized at fair value. For those financial assets or financial liabilities not measured at fair value through profit or loss, the fair value includes directly attributable transaction costs. The subsequent measurement of financial assets and financial liabilities depends on their classification.

Transaction costs only include costs that are directly attributable to the acquisition of a financial asset or issuance of a financial liability and is an additional cost that would not occur if the financial instrument is not acquired or issued. For financial assets, transaction costs are added to the amount recognized in the initial recognition of the asset, while for financial liabilities, transaction costs are deducted from the amount of debt recognized in the initial recognition of a liability. The transaction costs are amortized over the terms of the instrument based on the effective interest rate method and recorded as part of interest income for transaction costs related to the financial asset or as part of interest expense for transaction costs related to financial liabilities.

BRI, upon initial recognition, may designate certain financial assets at fair value through profit or loss (fair value option). The fair value option is only applied when the following conditions are met:

- The determination as a fair value option reduces or eliminates an accounting mismatch that would arise; or
- The financial assets are part of a financial instruments portfolio that the risk are managed and reported to key management on a fair value basis; or
- The financial assets consist of a host contract and embedded derivatives that must be bifurcated.

The fair value option is applied to certain loans and receivables that are hedged with credit derivatives or interest rate swap, but does not meet the criteria for hedge accounting. Otherwise, the loans would be recorded at amortized cost, while the derivatives are measured at fair value through profit or loss.

The fair value option is also applied to investment funds that are part of a portfolio managed on a fair value basis. Furthermore, the fair value option is applied to structured investments that include embedded derivatives.

(iii) Subsequent measurement

Available for sale financial assets and financial assets and liabilities measured at fair value through profit or loss are subsequently measured at fair value.

Loans and receivables, held to maturity investments and financial liabilities measured at amortized cost are measured at amortized cost using the effective interest rate method.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

c. Financial assets and financial liabilities (continued)

(iv) Derecognition

a. Financial assets are derecognized when:

- The contractual rights to receive cash flows arising from the financial assets have expired; or
- BRI have transferred its rights to receive cash flows arising from the financial assets or has assumed an obligation to pay the cash flows received in full without material delay to a third party under a “pass-through” arrangement; and either (a) BRI has substantially transferred all the risks and rewards of the assets, or (b) BRI has neither transferred nor retained substantially all the risks and rewards of the assets, but has transferred control of the assets.

When BRI has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement and has neither transferred nor retained substantially all the risks and rewards of the asset or not transferring the control of the asset, the asset is recognized to the extent of BRI's continuing involvement in the asset.

Loans are written off when there is no longer a realistic prospect of repayment or the normal relationship between BRI and the debtors has ended. The uncollectible loans, are written off against the related allowance for impairment losses.

b. Financial liabilities are derecognized when they end, i.e. when the liabilities under the contract is discharged, cancelled or expired.

When an existing financial liability is replaced by another from the same creditor on a substantially different terms, or the terms of an existing liability are substantially modified, then the exchange or modification is treated as derecognition of the initial liability and the recognition of a new liability and the difference in the respective carrying amounts is recognized in the interim consolidated statement of profit or loss and other comprehensive income.

(v) Income and expense recognition

- a. Interest income and interest expense on available for sale assets and financial assets and liabilities measured at amortized cost, are recognized in the interim consolidated statement of profit or loss and other comprehensive income using the effective interest rate method.
- b. Gains and losses arising from changes in the fair value of the financial assets and liabilities measured at fair value through profit or loss are recognized in the interim consolidated statement of profit or loss and other comprehensive income.
- c. Gains and losses arising from changes in the fair value of available for sale financial assets are recognized directly in equity, except for gains or losses due to changes in the exchange rate of monetary items, derecognition or impairment of the financial asset.

When a financial asset is derecognized or impaired, the cumulative gains or losses previously recognized in equity should be recognized in the interim consolidated statement of profit or loss and other comprehensive income.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

c. Financial assets and financial liabilities (continued)

(vi) Reclassification of financial assets

BRI is not allowed to reclassify any financial instrument out of the measured at fair value through profit or loss category, if upon initial recognition it was designated by BRI as measured at fair value through profit or loss.

BRI is not allowed to classify any financial assets as held to maturity investments, if BRI has, during the current period or during the 2 (two) preceding years, sold or reclassified more than an insignificant amount of held to maturity investments before maturity (more than an insignificant amount compared to the total amount of held to maturity investments) except these sales or reclassifications:

- a. Done when the financial asset is so close to maturity or the financial asset's repurchase date that changes in the interest rate would not have a significant effect on the financial asset's fair value;
- b. Occured after BRI has collected substantially all of the principal amount of the financial assets according to the repayment schedule or BRI has collected an accelerated settlement; or
- c. Are attributable to an isolated event that is beyond BRI's control, is non-recurring and could not have been reasonably anticipated by BRI.

(vii) Offsetting

Financial assets and liabilities are offset and the net amount is presented in the interim consolidated statement of financial position if and only if, BRI has a legal right to offset the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business, event of default, or bankruptcy of the entity over all the counterparties.

Income and expenses are presented on a net basis only when permitted by the accounting standards.

(viii) Amortized cost measurement

The amortized cost of a financial asset or liability is the amount at which the financial asset or liability measured at initial recognition, less principal repayments, plus or minus the cumulative amortization using the effective interest rate method calculated from the difference between the initial amount recognized and the maturity amount, less any impairment.

(ix) Fair value measurement

Fair value is the price that would be accepted to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

c. Financial assets and financial liabilities (continued)

(ix) Fair value measurement (continued)

The fair value measurement is based on the assumption that the transaction to sell an asset or to transfer a liability takes place either:

- In the principal market for the assets and liabilities; or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when determining the price of the asset and liability assuming that market participants act in their own economic best interest.

A fair value measurement of non-financial assets considers a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to other market participants that would use the asset in its highest and best use.

BRI and subsidiaries uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the interim consolidated financial statements are classified within fair value hierarchy, based on the lowest level input that is significant to the overall fair value measurement:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities accessible at the measurement date.
- Level 2: inputs other than quoted prices included in level 1 for the assets and liabilities, which is directly or indirectly observable.
- Level 3: unobservable inputs for the assets and liabilities.

For assets and liabilities that are recognized in the interim consolidated financial statements on a recurring basis, BRI determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement) at the end of each reporting period.

For the fair value disclosures purposes, BRI has determined classes of assets and liabilities based on the nature, characteristics, risks of the asset and liability, and the level of the fair value hierarchy (Note 40).

(x) Sukuk Financial Asset

In accordance with SFAS No.110 (Revised 2015), BRI determines investment in sukuk *ijarah* and *mudharabah* as follows:

a. Measured at acquisition cost

- The investment is held in a business model whereby the primary goal is to obtain contractual cash flows and has contractual terms in determining the specific date of principal payments and or the results.
- Sukuk acquisition cost includes transaction cost and the difference between the acquisition cost and the nominal value is amortized on a straight-line basis over the period of the sukuk and is recognized in profit or loss.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

c. Financial assets and financial liabilities (continued)

(x) Sukuk Financial Asset (continued)

In accordance with SFAS No.110 (Revised 2015), BRI determines investment in sukuk *ijarah* and *mudharabah* as follows (continued):

b. Measured at fair value through other comprehensive income

- The investment is held in a business model whereby the primary goal is to obtain contractual cash flows and to sell the sukuk, and has contractual terms in determining the specific date of principal payments and or the results.
- Sukuk acquisition cost includes transaction cost and the difference between acquisition cost and the nominal value is amortized on a straight-line basis over the period of the sukuk and is recognized in profit or loss.
- Gains or losses from changes in the fair value is recognized in other comprehensive income after considering the difference between acquisition cost and unamortized nominal value and accumulated gain or loss of fair value which has previously recognized in other comprehensive income. When sukuk is derecognized, accumulated gain or loss which was previously recognized in other comprehensive income is reclassified to profit or loss.

c. Measured at fair value through profit or loss

Sukuk acquisition cost excludes transaction cost and the difference between fair value and the carrying amount is recognized in profit or loss.

d. Transactions with related parties

BRI and subsidiaries engage in transactions with related parties as defined in SFAS No. 7 (Revised 2010) on "Related Party Disclosures".

A party is considered a related party to BRI and subsidiaries if:

- 1) directly or indirectly, through one or more intermediaries, a party (i) controls, or controlled by, or under common control with BRI and subsidiaries; (ii) has an interest in BRI and subsidiaries that provides significant influence on BRI and subsidiaries; or (iii) has joint control over BRI and subsidiaries;
- 2) it is a related entity with BRI and subsidiaries;
- 3) it is a joint venture in which BRI and subsidiaries have ventured in;
- 4) it is a member of key management personnel in BRI and subsidiaries or the parent entity;
- 5) it is a close family member of the individual described in clause (1) or (4);
- 6) it is an entity that is controlled, jointly controlled or significantly influenced by or for whom has significant voting rights in several entities, directly or indirectly, by the individual described in clause (4) or (5); and
- 7) it is a post-employment benefit plan for the employees benefit of either BRI and subsidiaries or entities related to BRI and subsidiaries.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

d. Transactions with related parties (continued)

Transactions with related parties are made on the same term and conditions as those transactions with third parties. All transaction done by BRI have complied with Bapepam-LK Regulation No. IX.E.1 regarding "The Affiliate Transactions and Conflict of Interest of Certain Transactions", at the time the transaction were made. All material transactions and balances with related parties are disclosed in the relevant notes to the interim consolidated financial statements and the details have been presented in Note 44 of the interim consolidated financial statements. Furthermore, material transactions and balances between BRI and Subsidiaries and the Government of the Republic of Indonesia and other entities related to the Government of the Republic of Indonesia are also disclosed in Note 44.

e. Allowance for impairment losses on financial assets

On each statement of financial position reporting date, BRI assesses whether there is an objective evidence that financial assets not measured at fair value through profit or loss are impaired.

Financial assets are impaired when an objective evidence shows that a loss event has occurred after the initial recognition of the financial asset and that the loss event has an impact on the future cash flows of the financial asset that can be estimated reliably.

The criteria used by the entity to determine the existence of an objective evidence of impairment loss are as follows:

- a) significant financial difficulty of the issuer or obligor;
- b) a breach of contract, such as a the occurrence of default or arrears of principal or interest payments;
- c) the creditor, for economic or legal reasons related to the debtor's financial difficulties, grants concession to the debtor that is unlikely granted if the debtor doesn't experience such difficulties;
- d) it becomes probable that the debtor will enter into bankruptcy or other financial reorganization;
- e) the disappearance of an active market for that financial asset because of financial difficulties; or
- f) observable data indicating that there is a measurable decrease in the estimated future cash flows from a portfolio of financial assets since the initial recognition of those assets, although the decrease cannot yet be identified with the individual financial assets in the portfolio, including:
 - 1) adverse changes in the payment status of debtors in the portfolio; and
 - 2) national or local economic conditions that correlated with the defaults on the assets in the portfolio.

The estimated period between the occurrence of the event and the identification of loss is determined by management for each identified portfolio. In general, the period used vary between 3 (three) months and 12 (twelve) months, in certain cases, a longer period is required.

BRI first assesses whether an objective evidence of impairment exists individually, for financial assets that are individually significant, or collectively, for financial assets that are not individually significant. If BRI determines that no objective evidence of impairment exists for an individually assessed financial asset, whether the financial is significant or not, then BRI includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Financial assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognized, are not included in the collective assesment of impairment.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

e. Allowance for impairment losses on financial assets (continued)

BRI determines the loans to be evaluated for impairment individually if one of the following criteria is met:

1. Loans which individually have significant value and there is an objective evidence of impairment;
2. Restructured loans which individually have significant value.

Based on the above criteria, BRI performs individual assessment for: (a) Loans that have significant value in accordance with BRI's policy with collectibility classification of substandard, doubtful and loss; or (b) Restructured loans that have significant value in accordance with BRI's policy.

BRI determines loans to be evaluated for impairment collectively if one of the following criteria is met:

1. Loans which individually have significant value but there is no objective evidence of impairment;
2. Loans which individually have insignificant value;
3. Restructured loans which individually have insignificant value.

Based on the above criteria, BRI performs collective assessment for: (a) Loans that have significant value in accordance with BRI's policy with collectibility classification of current and special mention which have never been restructured; or (b) Loans that have insignificant value in accordance with BRI's policy.

The calculation of allowance for impairment losses on financial assets assessed collectively is grouped based on similar credit risk characteristics and taking into account the loan segmentation based on historical loss experience and the probability of default. For loans that have historical loss data and information that is categorized as a disaster prone areas by the Government of the Republic of Indonesia and supported by internal policies of BRI, the calculation of allowance for impairment losses is done by calculating the overall loss rate which include the actual loss rate plus the relevant associated risk factors based on the survey conducted periodically to external parties and BRI's internal parties.

BRI uses the migration analysis method, which is a statistical analysis method to collectively assess allowance for impairment losses on loans. BRI uses 3 (three) years moving average historical data to compute the Probability of Default (PD) and Loss of Given Default (LGD).

BRI uses the fair value of collateral as the basis for future cash flow if one of the following conditions is met:

1. Loans are collateral dependent, i.e. if the source of loans repayment is only from the collateral;
2. Foreclosure of collateral is most likely to occur and supported by legally binding collateral agreement.

Impairment losses on financial assets carried at amortized cost are measured as the difference between the carrying amount of the financial assets and the present value of estimated future cash flows discounted at the financial assets initial effective interest rate. If loans or held to maturity securities and Government Recapitalization Bonds have variable interest rate, the discount rate used for measuring any impairment loss is the prevailing effective interest rate determined under the contract.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

e. Allowance for impairment losses on financial assets (continued)

As a practical guideline, BRI may measure impairment based on the instrument's fair value by using an observable market price, the calculation of the present value of the estimated future cash flows of a collateralized financial asset reflects the cash flows that may result from foreclosure of collateral less costs for obtaining and selling it, regardless of whether the foreclosure is likely to occur or not.

Losses that occurred are recognized in the interim consolidated statement of profit or loss and other comprehensive income and recorded in allowance for impairment losses account as a deduction to the financial assets carried at amortized cost.

Interest income of the impaired financial assets continues to be recognized using the rate of interest used to discount the future cash flows in measuring the impairment loss. When a subsequent event causes the amount of impairment loss to decrease, the impairment loss previously recognized must be recovered and the recovery is recognized in the interim consolidated statement of profit or loss and other comprehensive income.

For financial assets classified as available for sale, BRI assesses on each statement of financial position reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired. A significant or prolonged decline in the fair value of the investment in equity instrument below its acquisition cost is an objective evidence of impairment and resulting in the recognition of an impairment loss.

Impairment losses on available for sale securities are recognized by transferring the cumulative loss that has been recognized directly in equity to the interim consolidated statement of profit or loss and other comprehensive income. The cumulative loss that has been transferred from equity and recognized in the interim consolidated statement of profit or loss and other comprehensive income is the difference between the acquisition cost (net of any principal repayment and amortization) and the current fair value, less any financial asset's impairment loss previously recognized in the interim consolidated statement of profit or loss and other comprehensive income.

Impairment losses recognized in the interim consolidated statement of profit or loss and other comprehensive income on available for sale equity instruments should not be recovered through a reversal of a previously recognized impairment loss in the current period interim consolidated statement of profit or loss and other comprehensive income.

If in the subsequent period, the fair value of debt instrument classified as available for sale increases and the increase can be objectively related to an event that occurred after the impairment loss was recognized in the interim consolidated statement of profit or loss and other comprehensive income, the impairment loss is recovered in the interim consolidated statement of profit or loss and other comprehensive income.

If the terms of the loans, receivables or held to maturity securities are renegotiated or modified because of financial difficulties of the debtor or issuer, impairment is measured using the initial effective interest rate before the modification of terms.

If in the subsequent period, the amount of allowance for impairment losses is decreased and the decrease can be objectively related to an event that occurred after the recognition of the impairment losses (e.g. debtor's or issuer's collectibility upgrade), the impairment loss that was previously recognized has to be recovered, by adjusting the allowance account. The recovered amount of financial assets is recognized in the current period interim consolidated statement of profit or loss and other comprehensive income.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

e. Allowance for impairment losses on financial assets (continued)

The recoveries of written-off financial assets in the current year are credited by adjusting the allowance for impairment losses accounts. Recoveries of written-off loans from previous year are recorded as operating income other than interest income.

The minimum allowance to be provided in accordance with Bank Indonesia (OJK) Regulation are as follows:

- a) 1% of earning assets classified as Current, excluding placements with Bank Indonesia, Government Bonds, other debt instruments issued by the Government of the Republic of Indonesia and earning assets secured by cash collateral;
- b) 5% of earning assets classified as Special Mention, net of deductible collateral;
- c) 15% of earning assets classified as Sub-standard, net of deductible collateral;
- d) 50% of earning assets classified as Doubtful, net of deductible collateral; and
- e) 100% of earning assets classified as Loss, net of deductible collateral.

The criteria for assessment of the value of collateral that can be deducted in the calculation of allowance for impairment losses are based on Bank Indonesia (OJK) Regulations.

f. Current accounts with Bank Indonesia and other banks

Current accounts with Bank Indonesia and other banks are stated at amortized cost using the effective interest rate method less allowance for impairment losses. The current accounts with Bank Indonesia and other banks are classified as loans and receivables.

g. Placements with Bank Indonesia and other banks

Placements with Bank Indonesia and other banks consist of fund placements in Bank Indonesia such as Deposit Facility, Term Deposit and Sharia Deposit Facility whereas fund placements with other banks represent placements of funds in the form of placements in money market (inter-bank call money), time deposits and banker's acceptance.

Placements with Bank Indonesia and other banks are stated at amortized cost using the effective interest rate method less allowance for impairment losses. Placements with Bank Indonesia and other banks are classified as loans and receivables.

h. Securities and Government Recapitalization Bonds

Securities consist of securities traded in the money and capital market such as Certificates of Bank Indonesia, Deposit Certificates of Bank Indonesia, Sharia Certificates of Bank Indonesia, Government bonds, promissory notes, subordinated loans and marketable securities, mutual fund units, Medium-Term Notes, U.S Treasury Bonds, Singapore Government Securities, Negotiable Certificate of Deposits, Monetary Authority of Singapore (MAS) bills and credit linked notes as well as bonds traded in the stock exchange.

Securities include bonds issued by the Government that are not related with the recapitalization program such as Government Debentures (Surat Utang Negara or SUN), Government Treasury Bills (Surat Perbendaharaan Negara or SPN) and Government bonds in foreign currency obtained from primary and secondary markets.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

h. Securities and Government Recapitalization Bonds (continued)

Government Recapitalization Bonds are bonds issued by the Government in connection with the recapitalization program for commercial banks which consist of bonds related to BRI's recapitalization and Government Recapitalization Bonds purchased from the secondary market.

Securities and Government Recapitalization Bonds are initially measured at fair value. After the initial recognition, the securities and Government Recapitalization Bonds are recorded according to their category, i.e. as held to maturity, fair value through profit or loss or available for sale.

The valuation of securities and Government Recapitalization Bonds is based on the classification as follows:

- 1) Held to maturity securities and Government Recapitalization Bonds are carried at amortized cost using the effective interest rate method. BRI does not classify securities and Government Recapitalization Bonds as held to maturity financial assets if BRI has, during the current period or during the 2 (two) preceding years, sold or reclassified more than an insignificant amount of held to maturity securities or Government Recapitalization Bonds before maturity other than sales or reclassifications that are defined in SFAS No. 55 (Revised 2014) which is applicable in the relevant period.
- 2) Securities and Government Recapitalization Bonds classified as fair value through profit or loss are stated at fair value. Gains and losses arise from changes in fair value of securities and Government Recapitalization Bonds are recognized in the interim consolidated statement of profit or loss and other comprehensive income.
- 3) Securities and Government Recapitalization Bonds classified as available for sale investments are stated at fair value. Interest income is recognized in the interim consolidated statement of profit or loss and other comprehensive income using the effective interest rate method. Foreign exchange gains or losses on available for sale securities and Government Recapitalization Bonds are recognized in the interim consolidated statement of profit or loss and other comprehensive income. Other fair value changes are recognized directly in equity until the securities and Government Recapitalization Bonds are sold or impaired, whereby the cumulative gains and losses previously recognized in equity must be recognized in the interim consolidated statement of profit or loss and other comprehensive income.

i. Export bills and notes receivable

Export bills represent export bills negotiated on a discounted basis and guaranteed by other banks, while notes receivable are bills or billing documents in the form of drafts or bills of exchange to the collectible parties or drawee on the basis of discount or a certain financing. Export bills and notes receivable are stated at amortization cost less the allowance for impairment losses. Export bills and notes receivable are classified as loans and receivables.

j. Loans

Loans represent the lending of money or other similar form of receivables under agreements or borrowing and lending commitments with debtors, whereby the debtors are required to repay their debts with interest after a specified period of time.

Loans are initially measured at fair value plus transaction costs that are directly attributable and is the additional costs to obtain the financial assets and after the initial recognition, are measured at amortized cost based on the effective interest rate method less allowance for impairment losses.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

j. Loans (continued)

Loans are classified as loans and receivables.

Loans extended under syndication agreements are recognized at the nominal amount to the extent of the risks, borne by BRI.

Restructured loans are stated at the lower of the carrying amount on the date of restructuring or the present value of future cash receipts after the restructuring. Losses resulting from the difference between the carrying amount on the date of restructuring and the present value of future cash receipts after the restructuring are recognized in the interim consolidated statement of profit or loss and other comprehensive income. After the restructuring, all future cash receipts specified by the new terms are recorded as a principal payment of loans and interest income in accordance with the terms of the restructuring.

Loans are written off when there is no realistic prospect of collections in the future and all collateral have been sought to be realized or foreclosed. The uncollectible loans are written off against the related allowance for impairment losses. Subsequent payment of loans that was written off are credited to the allowance of impairment losses in the interim consolidated statement of financial position.

k. Sharia receivables and financing

Financing/receivables based on sharia principles is provision of money or other similar form of receivables arising from transactions carried out based on sale or purchase arrangements and profit sharing between BRIS and other parties for a certain period of time. The receivables consist of *murabahah*, *istishna* and *qardh* receivables, and for financing consists of *mudharabah* and *musyarakah* financing.

Murabahah is a sale and purchase contract between the customer and BRIS, whereby BRIS finances the consumption, investment and working capital needs of the customer that sold with a principle price plus a certain margin that is mutually informed and agreed. Repayment on this financing is made in installments within a specified period of time.

Murabahah receivables are initially measured at fair value plus directly attributable transaction costs and is the additional cost to obtain the financial assets and after the initial recognition, are measured at amortized cost using the effective margin method less allowance for impairment losses.

Mudharabah financing is a joint financing contract between BRIS as the owner of the funds (*shahibul maal*) and the customer as a business executor (*mudharib*) during a certain period of time. The profit sharing from the project or the business is determined in accordance with the mutually agreed *nisbah* (pre-determined ratio). On the statement of financial position date, *mudharabah* financing is stated at the outstanding financing balance less allowance for impairment losses which is provided based on the management's review of the financing quality.

Musyarakah is a partnership contract among capital's owners (*musyarakah* partners) to joint the capital and conduct a business on a joint basis through partnership with the profit sharing based on the agreed *nisbah* (a predetermined ratio), while the losses are borne proportionally based on the capital contribution. On the statement of financial position date, *musyarakah* financing is stated at the outstanding financing balance less allowance for impairment losses which is provided based on the management's review on the financing quality.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

k. Sharia receivables and financing (continued)

Istishna is a sale and purchase contract between *al-mustashni* (buyer) and *al-shani* (manufacturer also acting as the seller). Based on the contract, the buyer orders the manufacturer to produce or to supply *al-mashnu* (goods ordered) according to the specifications required by the buyer and sell them at the agreed price. *Istishna* receivables are stated at outstanding term billings to final buyer less allowance for impairment losses. Deferred *istishna* margin are stated as contra account of *istishna* receivables.

Qardh is the provision of money or similar form of receivables based on agreement between the borrower and the lender that requires the borrower to repay the debts after a certain period of time. *Qardh* receivables are stated at outstanding financing balance less allowance for impairment losses based on the management's review on the financing quality.

l. Finance lease receivable

Determining whether an arrangement is a lease agreement or agreements containing leases based on the substance of the agreement at inception date and whether the fulfillment of the agreement depends on the use of an asset and the agreement provides a right to use the asset.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risk and benefit that related to the ownership of the asset. A lease is classified as operating lease if the lease does not transfer substantially all the risks and benefit that related to the ownership of the asset.

Finance lease receivable are recognized at the net investment which is the fair value less administrative revenue and plus transaction cost (if any) that directly attributable and subsequently measured at amortized cost using the effective interest rate method.

At initial recognition, the fair value of net investment in finance lease is finance lease receivable plus the residual value which will be received at the end of the lease term less deferred finance lease income and guarantee deposit. The difference between the gross receivable amount and the present value of finance lease receivable are recognized as unrecognized finance lease income. Unrecognized finance lease income is allocated as current year income using the effective interest rate.

m. Acceptances receivable and payable

Acceptances receivable and payable represent letters of credit (L/C) transactions that have been accepted by the accepting bank.

Acceptances receivable and payable are stated at amortized cost. Acceptances receivable are presented net of allowance for impairment losses. Acceptances receivable are classified as loans and receivables. Acceptances payable are classified as financial liabilities measured at amortized cost.

n. Investment in associated entities

BRI's investments in its associated entities are measured using the equity method. An associated entity is an entity in which BRI has significant influence or share ownership more than 20% of the voting rights. The initial recognition of investments in associated entities are recognized at acquisition cost and the carrying amount is added or subtracted to recognize the BRI's portion of profit or loss of the associated entities after the acquisition date. BRI's portion of profit or loss of the associated entities are recognized in profit or loss of BRI. Receipt of distributions from associated entities reduce the carrying amount of the investment.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

n. Investment in associated entities (continued)

The interim consolidated statement of profit or loss and other comprehensive income reflects the share of the results of operations of the associated entities. If there is any change that recognized directly in the equity of the associated entities, BRI recognizes its share of such changes and discloses this, when applicable, in the statement of changes in equity. Unrealized gains and losses resulting from transactions between BRI and the associated entities are eliminated to the extent of BRI's interest in the associated entities.

After applying the equity method, BRI determines whether it is necessary to recognize an additional impairment loss on BRI's investment in its associated entities. BRI determines at each reporting date whether there is any objective evidence that indicating the investment in the associated entities is impaired. If this is the case, BRI calculates the amount of impairment as the difference between the recoverable amount of the investment in the associated entities and its carrying value, and recognizes the amount in the interim consolidated statement of profit or loss and other comprehensive income.

BRI's investment in its associated entities with no significant influence or share ownership under 20% are recorded in accordance with SFAS No. 55 (Revised 2014) less allowance for impairment losses.

o. Premises and equipments

Premises and equipments are initially recognized at acquisition cost, which comprises its purchase price and additional costs directly attributable to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management. Subsequent to initial recognition, premises and equipments (excluding landrights) are carried at acquisition cost less accumulated depreciation and impairment losses.

Premises and equipments acquired in exchange for a non-monetary asset or for a combination of monetary and non-monetary assets are measured at fair values, unless:

- (i) the exchange transaction lacks commercial substance, or
- (ii) the fair value of the assets received or the assets given up can not be measured reliably.

Depreciation of an asset starts when it is ready to use in accordance with its intended use and is computed using the straight-line method based on the estimated economic useful lives of the assets as follows:

	Years
Buildings	15
Motor vehicles	5
Computers and machineries	3 - 5
Furniture and fixtures	5
Satellites	15

Premises and equipments valuation is carried out on the decrease and possible impairment of the fair value of an asset in the event of or change in circumstance which indicates that the carrying amount may not be fully realized.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

o. Premises and equipments (continued)

The carrying amount of an item of premises and equipments is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising from the derecognition of the asset is directly included in the profit or loss for the year when the item is derecognized.

The assets' residual values, useful lives and depreciation method are evaluated at each end of year and adjusted prospectively if necessary.

Land are initially stated at acquisition cost and not depreciated. Subsequent to initial recognition, land is measured at fair value at the revaluation date less any accumulated impairment losses after the revaluation date. Valuation of land are performed by appraisers with professional qualification, and is done in regular basis to ensure that the carrying amount does not differ materially from its fair value at the end of reporting period (Note 17).

If the fair value of the revalued asset changes significantly and fluctuates, it will need to be revalued on an annual basis, whereas if the fair value of the revalued asset does not change significantly and fluctuates, the revaluation should be made once every 3 (three) years.

Increase in the carrying amount arising from revaluation is recorded in "Revaluation Surplus arising from Premises and Equipments" and presented in other comprehensive income. However, the increase are recognized in the profit or loss, up to the amount of impairment of the same assets due to revaluation previously recognized in the profit or loss. A decrease in the carrying amount arising from the revaluation recognized in the profit or loss.

Maintenance and repairs expense are charged to the profit or loss when incurred. The cost of major restoration and addition are capitalized to the carrying amount of the related premises and equipments when it is probable that the future economic benefits in excess of the predefined initial performance standard and are depreciated over the remaining useful life of the related premises and equipments.

Assets under constructions in-progress are stated at cost, including capitalized borrowing costs and other costs incurred in connection with the financing of the constructions. The accumulated costs will be reclassified to the appropriate "Premises and Equipments" account when the construction is completed and available for intended use. Assets under construction in-progress are not depreciated as these are not yet available for use.

The legal cost of landrights in the form of Business Usage Rights ("Hak Guna Usaha" or "HGU"), Building Usage Right ("Hak Guna Bangunan" or "HGB") and Usage Rights ("Hak Pakai" or "HP") when the land was initially acquired are recognized as part of the cost of the land under the "Premises and Equipments" account. The extension or the legal renewal costs of landrights were recognized as intangible assets and were amortized over the shorter period of the rights' legal life or the land's economic life.

p. Impairment of Non-Financial Assets

BRI assesses, at the end of each reporting period whether there is an indication that an asset may be impaired. If any such indication exists, or when the testing at the reporting date, impairment is required for a certain asset (i.e. an intangible asset with an indefinite useful life, an intangible asset not yet available for use, or goodwill acquired in a business combination), then BRI makes an estimate of the asset's recoverable amount.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

p. Impairment of Non-Financial Assets (continued)

The specified recoverable amount for an individual asset is the higher of an asset's fair value or Cash Generating Unit's (CGU) less costs of disposal and its value in use, unless the asset does not generate cash inflows that are largely independent from other assets or groups of assets. If the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and the asset's carrying amount is written down to its recoverable amount. Impairment losses of continuing operations are recognized in the interim consolidated statement of profit or loss and other comprehensive income as "impairment losses". In assessing the value in use, the estimated net future cash flows are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset.

In determining the fair value less costs of disposal, refer to SFAS No. 68, "Fair Value Measurements" (Note 2c).

Impairment losses of continuing operations, if any, are recognized in the interim consolidated statement of profit or loss and other comprehensive income under expense categories that are consistent with the functions of the impaired assets.

q. Foreclosed collaterals

Foreclosed collaterals acquired in settlement of loans (included as part of "Other Assets") are recognized at net realizable values or the carrying amount of the loans, whichever is lower. Net realizable value is the fair value of the collateral after deducting the estimated costs of disposal. The excess in loan balances which has not been paid by debtors over the value of foreclosed collaterals is charged to allowance for possible losses on loans in the current year. The difference between the value of the foreclosed collateral and the proceeds from the sale are recognized as a gain or loss at the time of sale of the collateral.

BRI evaluates the value of foreclosed collaterals periodically. The allowance for losses of foreclosed collaterals is assessed based on the impairment of foreclosed collaterals.

Reconditioning costs arising after the foreclosure of the collateral are capitalized in the accounts of the foreclosed collaterals.

r. Prepaid expenses

Prepaid expenses are amortized over the useful lives using the straight-line method.

s. Liabilities due immediately

Liabilities due immediately represent the liability of BRI to external parties which by nature should be paid immediately in accordance with the requirements in the agreement which have been previously determined. This account is classified as financial liabilities and measured at amortized cost.

t. Deposits from customers and other banks and financial institutions

Demand deposits represent funds deposited by customers whereby the withdrawal can be done at any time by using a check, or through transfer with a bank draft or other forms of payment order. These demand deposits are stated at the amount due to the account holder.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

t. Deposits from customers and other banks and financial institutions (continued)

Wadiah demand deposits represent third party funds which are available for withdrawal at any time and earn bonus based on BRIS's policy. *Wadiah* demand deposits are stated at the amount due to the account holder of the deposit in BRIS.

Mudharabah demand deposits represent customer funds investment that can be withdrawn in accordance with the agreed payment order method. *Mudharabah* demand deposits are recorded at BRIS' liabilities.

Saving deposits represent the funds deposited by customers which entitled the depositors to withdraw under certain agreed conditions. Saving deposits are stated at the amount due to the account holders.

Wadiah saving deposits represent funds deposited by customers in BRIS, which is entrusted and the deposits can be withdrawn any time and does not require BRIS to give rewards unless in the form of bonus in a voluntary way. *Wadiah* saving deposits are stated at the amount due to the account holders.

Mudharabah saving deposits represent funds deposited by third parties which earn a share of BRIS's profit for the management of funds based on a predetermined and pre-agreed *nisbah*. *Mudharabah* saving deposits is stated at the customers' saving balance.

Time deposits represent funds deposited by customers that can be withdrawn only at a certain point of time as stated in the contract between the depositor and BRI and BRI Agro. Time deposits are stated at the nominal amount provided in the certificates of deposits or at the amount stated in the agreement.

Mudharabah time deposits represent third party funds that can be withdrawn only at a certain point of time based on the agreement between the *mudharabah* time deposit holder and BRIS. *Mudharabah* time deposits are stated at the nominal amount as agreed by the time deposit holders and BRIS.

Deposits from other banks and financial institutions consist of liabilities to other banks, either domestic or overseas, in the form of demand deposits, saving deposits, time deposits and inter-bank call money through the issuance of promissory notes with a term of up to 90 (ninety) days and stated at the amount due to othe banks and financial institutions.

Deposits from customers and other banks and financial institutions are classified as other financial liabilities measured at amortized cost using effective interest rate except deposits and temporary *syirkah* funds which are stated at the BRI and its subsidiaries' liability amount to customers. Incremental costs directly attributable to the acquisition of deposits from customers are deducted from the amount of the deposits.

u. Securities purchased under agreement to resell and securities sold under agreement to repurchase

Securities purchased under agreement to resell

Securities purchased under agreement to resell are presented as financial assets in the interim consolidated statement of financial position, at the resale price less any unamortized interest and allowance for impairment losses. The difference between the purchase price and the resale price is treated as deferred interest income (unamortized) and recognized as income over the period starting from when those securities are purchased until they are resold using effective interest rate. Securities purchased under agreement to resell are classified as loans and receivables measured at amortized cost.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

u. Securities purchased under agreement to resell and securities sold under agreement to repurchase (continued)

Securities sold under agreement to repurchase

Securities sold under agreement to repurchase are presented as financial liabilities in the interim consolidated statement of financial position, at the repurchase price less any unamortized prepaid interest. The difference between the selling price and the repurchase price is treated as prepaid interest and recognized as expense over the period starting from when those securities are sold until they are repurchased using effective interest rate. Securities sold under agreement to repurchase are classified as financial liabilities measured at amortized cost.

v. Marketable securities issued

Marketable securities issued by BRI consist of Bonds, Medium-Term Notes (MTN) and Negotiable Certificate of Deposit (NCD).

The marketable securities issued are recognized initially at fair value and subsequently measured at amortized cost using the effective interest rate (EIR) method. The amortized cost is calculated by taking into account any discount or premium related to the initial recognition and transaction costs that are an integral part of the effective interest rate.

w. Fund borrowings

Fund borrowings represent funds received from other banks, Bank Indonesia or other parties with a repayment obligation based on the terms of the borrowing agreements.

Fund borrowings are recognized initially at fair value and subsequently measured at amortized cost using the effective interest rate (EIR) method. The amortized cost is calculated by taking into account any discount or premium related to the initial recognition and transaction costs that are an integral part of the effective interest rate.

x. Subordinated loans and marketable securities

Subordinated loans and marketable securities are recognized initially at fair value and subsequently measured at amortized cost using the effective interest rate (EIR) method, while BRIS (subsidiary), the measurement of amortized cost are using the straight line method. The amortized cost is calculated by taking into account any discount or premium related to the initial recognition and transaction costs that are an integral part of the effective interest rate.

y. Provision

Provisions are recognized when BRI and subsidiaries have a present obligation (legal or constructive) that, as a result of past events, the settlement of the liability is likely to result in an outflow of resources that contain economic benefits and a reliable estimation of the amount of the obligation can be made.

Provisions are reviewed at each reporting date and adjusted to reflect the most current best estimation. If the outflow of resources to settle the obligation is most likely will not occur, the provision is reversed.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

z. Provision and timely interest payment in BRI unit

On Time Interest Payment (Pembayaran Bunga Tepat Waktu or PBTW) represents incentives given to General Rural Loans (Kredit Umum Pedesaan or Kupedes) debtors who settled their loans by repaying the loans in accordance to the mutually agreed installment schedules. The amount of PBTW is 25% of the interest received from either Kupedes Working Capital Loans or Kupedes Investment Loans. PBTW is presented as a deduction from interest income of loans. BRI provided Allowance for On Time Interest Payment (CPBTW) for the PBTW and present it in "Other Liabilities" account (Note 29).

aa. Interest income and interest expense

Interest income and expense for all interest bearing financial instruments are recognized in the interim consolidated statement of profit or loss and other comprehensive income using the effective interest rate method. The effective interest rate is the rate that precisely discounts the estimated future cash payments or receipts through the expected life of the financial asset or financial liability (or, if appropriate, a shorter period) to obtain the net carrying amount of the financial asset or financial liability.

When calculating the effective interest rate, BRI and subsidiaries estimates the future cash flows by considering all contractual terms in the financial instruments except the future credit losses.

This calculation includes all commissions, provision fees and other forms received by the parties in the contract that are inseparable from the effective interest rate, transaction costs and all other premiums or discounts.

If a financial asset or group of similar financial assets has impaired as a result of impairment losses, the interest income subsequently obtained is recognized based on the interest rate used to discount the future cash flows in calculating the impairment losses.

ab. Fees and commissions

Fees and commissions directly related to lending activities, or fees and commissions related to a specific period of time, are amortized over the term of the contract using the effective interest rate and classified as part of interest income in the interim consolidated statement of profit or loss and other comprehensive income.

Fees and commissions that are not related to the lending activities or a specific period of time and/or related to provision of a service, are recognized as revenue at the time of the transaction occurred and recorded under other operating income account.

ac. Sharia income and expense

Sharia income consists of income from *murabahah*, *istishna*, *ijarah* receivables transactions and profit sharing from *mudharabah* and *musyarakah* financing.

Income from *ijarah* transactions is recognized using the accrual method. Income from *istishna* transactions and profit sharing from *mudharabah* and *musyarakah* financing are recognized when the cash installments are received. Expenses based on sharia principles consist of *mudharabah* profit sharing expense and *wadiah* bonus expense.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

ac. Sharia income and expense (continued)

Income from *murabahah* receivables is recognized using the effective margin method. Effective margin is the margin that precisely discounts the estimated future cash payments or receipts through the expected life of the *murabahah* receivables. When calculating the effective margin, BRIS estimates the future cash flows by considering all contractual terms in the financial instrument, except the future credit losses. This calculation includes all commissions, provision fees and other forms received by the parties in the contract that are an inseparable from the effective margin, transaction costs and all other premiums or discounts.

Mudharabah and *musyarakah* profit sharing income are recognized upon receipt or in a period where the right of profit sharing is due based on the agreed profit-sharing portion (nisbah).

ad. Premium income and claim expense

Premiums of short-term insurance contracts are recognized as income within the contract period in accordance with the proportion of the amount of the insurance coverage provided. Premiums of non short-term insurance contracts are recognized as income when due from policyholders. Premiums received prior to the issuance of insurance policies or premium due date is recorded as premium deposit.

Premiums related to investment contract and the amount of financial risk component of insurance contract are recorded as a deposit through the interim consolidated statement of financial position as an adjustment to the investment contract liabilities accounts.

Gross reinsurance premiums are recognized as expenses when paid or on the date when the policy becomes effective.

Insurance claims and benefits consist of approved claims. Claims and benefits are recognized as expense when the liabilities to cover the claims are incurred. Reinsurance claims received from the reinsurance companies are recognized and recorded as reinsurance claim in the same period as the recognition of claim expenses.

Insurance claims and benefits related to investment contract and the amount of financial risk component of insurance contract are recorded as a withdrawal through the interim consolidated statement of financial position as an adjustment to the investment contract liabilities accounts.

ae. Insurance and investment contract liabilities and reinsurance

Insurance contract liabilities

a. Liabilities for future policy benefits

Liabilities for future policy benefits represent the present value of estimated payments of all the guaranteed benefits including all the embedded options available, the estimated present value of all costs incurred and also considering the future premium receipt. Liabilities for future policy benefits represent liabilities of non short-term insurance contracts.

The increase in liability for future policy benefits is recognized as expense in the profit or loss for the year, while the decrease in liability for future policy benefits is recognized as income in the profit or loss for the year. The liabilities are derecognized when the contract expires, discharged or cancelled.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

ae. Insurance and investment contract liabilities and reinsurance (continued)

Insurance contract liabilities (continued)

b. Estimated claim liabilities

Estimated claim liabilities represents claims in the settlement process which are determined based on the estimated loss from the claims that are still in settlement process at the interim consolidated statement of financial position date, including claims that have incurred but not yet reported ("IBNR").

The changes in estimated claim liabilities are recognized in the profit or loss for the year. The liabilities are derecognized when the contract expires, discharged or cancelled.

c. Unearned premium

Unearned premium represents part of the premiums that already received but not yet earned, because the insurance coverage period not yet due at the end of the year. Unearned premium represents liabilities of short-term insurance contract.

Unearned premium are calculated individually from each coverage, where the amount determined proportionally to the amount of coverage provided during the coverage period or risk period, consistent with the recognition of short-term insurance premium income.

The increase in unearned premium are recognized as expense in the profit or loss for the year, while the decrease in unearned premium are recognized as income in the profit or loss for the year. The liabilities are derecognized when the contract expires, discharged or cancelled.

Investment contract liabilities

Investment contract liabilities represent liabilities that calculated on investment contract (including the amount of financial risk component in separated insurance contract) using the valuation principle in accordance with SFAS No.55 (Revised 2014). Deposits and withdrawals related to the investment contract (including the amount of financial risk component in separated insurance contract) are recorded directly as an adjustment to the investment contract liabilities in the interim consolidated statement of financial position and are not recognized as premium income in the profit or loss. Except for deposit and withdrawal, all changes in investment contract liabilities are recognized in the profit or loss for the year. The liabilities are derecognized when the contract expires, discharged or cancelled.

Reinsurance

BRI Life cedes insurance risk in the normal course of business for all of its business lines.

The benefits of reinsurance contracts owned by BRI Life are recognized as reinsurance assets. These assets consist of receivables that are dependent on the expected claims and benefits arising under the related reinsurance contracts. As required by SFAS No. 62, reinsurance assets are not offset against the related insurance contract liabilities.

Reinsurance receivables are estimated consistently with settled claims associated with the reinsurer's policies and in accordance with the related reinsurance contract.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

ae. Insurance and investment contract liabilities and reinsurance (continued)

Reinsurance (continued)

BRI Life reinsured part of the risk of the expectation of coverage obtained to other insurance and reinsurance companies. The amount of the premium paid or the premium portion of the prospective reinsurance transaction are recognized as reinsurance premium over the reinsurance contract period proportionally to the insurance coverage provided. Payment or obligation for retrospective reinsurance transaction are recognized as reinsurance receivable in the amount equivalent to the recorded liability related to the reinsurance contract.

Reinsurance assets include balances expected to be paid by the reinsurance companies for ceded liability for future policy benefits, ceded estimated claim liabilities, and ceded unearned premium. The amounts of benefits covered by the reinsurers are estimated consistently with the liability associated with the reinsured policy.

BRI Life presents reinsurance assets separately as assets of future policy benefit liabilities, unearned premium, and estimated claim liabilities.

A reinsurance asset is impaired if there is objective evidence, as a result of an event that occurred after initial recognition of the reinsurance asset, that BRI Life may not receive the whole amounts because under the terms of the contract, and the impact of the amounts that BRI Life will receive from the reinsurer can be reliably measured.

If a reinsurance asset is impaired, BRI Life reduces the carrying amount and recognizes the impairment loss in the profit or loss for the year.

Reinsurance assets or liabilities are derecognized when the contractual rights are extinguished or expired or when the contract is transferred to other party.

af. Employee benefits

Short-term employee benefits

Short-term employee benefits such as salaries, social security contributions, short-term leaves, bonuses and other non-monetary benefits are recognized during the period when services have been rendered. Short-term employee benefits are measured using undiscounted amounts.

Defined contribution plan

Represent the contribution to pension fund that is equivalent to a certain percentage of salaries for qualified employees under the BRI's defined contribution plan. The contribution is accrued and recognized as expense when services have been rendered by the qualified employees and actual payments are deducted from the contribution payable. Contribution payable is measured using undiscounted amounts.

Defined benefit plan and other long-term employee benefits

The post-employment benefits and other long-term employee benefits such as gratuity for services, grand leaves and BPJS post-employment health program are accrued and recognized as expense when services have been rendered by the qualified employees. The benefits are determined based on BRI's policy and the minimum requirements of Labor Law No. 13/2003.

The post-employment benefits and other long-term employee benefits are actuarially determined using the Projected Unit Credit Method.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

af. Employee benefits (continued)

Defined benefit plan and other long-term employee benefits (continued)

Remeasurement of net defined benefit liabilities (assets), which is recognized as other comprehensive income, consist of:

- (i) Actuarial gains and losses.
- (ii) Return on plan assets, excluding amounts that included in the net interest on liabilities (assets).
- (iii) Each change in the impact of the asset ceiling, excluding amounts that included in the net interest on liabilities (assets).

Remeasurement of net defined benefit liabilities (assets), which is recognized as other comprehensive income are not reclassified to profit or loss in the subsequent period.

For other long-term employee benefits, the current service cost, net interest on net defined benefit liabilities (assets), and the remeasurement of net defined benefit liability (asset) are recognized immediately in the current period interim consolidated statement of profit or loss and other comprehensive income.

Past service costs are recognized as expense at the earlier date between the amendment or curtailment program occurs, and when the related restructuring or termination costs are recognized, therefore, unvested past service cost can no longer be deferred and recognized over the future vesting period.

ag. Stock options

In connection with the IPO, BRI granted stock options to Directors and employees of certain positions and levels based on the criteria established by BRI. Cost of stock compensation at the issuance date is calculated using the fair value of the stock options and recognized as part of "Salaries and Employee Benefits Expense" based on cliff-vesting scheme using the straight-line method over the vesting period. The accumulation of stock compensation cost is recognized as "Stock Options" in the equity.

The fair values of the stock options are assessed using the Black-Scholes option pricing model.

ah. Earnings per share

Basic earnings per share is calculated by dividing the income for the period or year attributable to the Parent Entity (BRI) with the weighted average number of issued and fully paid shares during the related period or year.

ai. Foreign currency transactions and balances

BRI and subsidiaries maintain their accounting records in Indonesian Rupiah. Transactions in foreign currencies are recorded at the prevailing exchange rates at the time of the transactions. As of March 31, 2018, December 31, 2017, 2016 and 2015, all foreign currency denominated monetary assets and liabilities are translated into Rupiah using the Reuters' spot rates at 4.00 p.m. WIB (Western Indonesian Time). The resulting gains or losses are recognized in interim consolidated statement of profit or loss and other comprehensive income for three-month period.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

ai. Foreign currency transactions and balances (continued)

The exchange rates used in the translation of foreign currency amounts into Rupiah are as follows (full amount):

	March 31, 2018	December 31,		
		2017	2016	2015
1 United States Dollar	13,767.50	13,567.50	13,472.50	13,785.00
1 Great Britain Pound Sterling	19,328.88	18,325.62	16,555.01	20,439.02
1 Japanese Yen	129.09	120.52	115.07	114.52
1 European Euro	16,943.67	16,236.23	14,175.77	15,056.67
1 Hong Kong Dollar	1,754.07	1,736.21	1,737.34	1,778.70
1 Saudi Arabian Riyal	3,671.09	3,617.71	3,591.90	3,672.48
1 Singapore Dollar	10,491.13	10,154.56	9,311.93	9,758.95
1 Malaysian Ringgit	3,558.42	3,352.07	3,003.23	3,210.67
1 Australian Dollar	10,560.36	10,594.19	9,723.11	10,083.73
1 Renminbi	2,188.97	2,083.64	1,939.19	2,122.85
1 Thailand Baht	440.42	416.31	376.12	381.97
1 Swiss Franc	14,380.10	13,901.13	13,208.98	13,919.33
1 Canadian Dollar	10,659.26	10,821.97	9,986.29	9,924.41
1 Bruneian Dollar	10,391.38	10,083.61	9,311.29	9,758.60
1 Danish Krone	2,273.55	2,180.78	1,906.86	2,017.77
1 South Korean Won	12.92	12.74	11.20	11.72
1 New Zealand Dollar	9,909.85	9,650.57	9,362.72	9,444.80
1 Papua New Guinean Kina	4,233.53	4,219.51	4,243.86	4,583.55
1 United Arab Emirates Dirham	3,748.20	3,693.95	3,667.98	3,753.06
1 Swedish Krone	1,646.91	1,650.05	1,482.52	1,641.11
1 Norwegian Krone	1,748.94	1,649.87	1,560.42	1,565.52
1 Indian Rupee	211.26	212.49	198.40	208.31
1 Phillipine Peso	263.40	272.13	271.63	293.93
1 Pakistani Rupee	1.99	1.99	1.99	1.99
1 Taiwanese Dollar	471.77	457.19	416.86	419.81
1 Vietnamese Dong	0.60	0.60	0.59	0.61

aj. Translation of the financial statements of Overseas Branch and Representative Offices

BRI has 1 (one) Subsidiary in Hong Kong, 3 (three) branch offices in Cayman Islands, Singapore and Timor Leste and 2 (two) representative offices in New York and Hong Kong which are considered as separate foreign entities.

For interim consolidated financial statements purposes, all accounts of subsidiary, overseas branch and representative offices are translated into Rupiah with the following exchange rates:

- Assets and liabilities, commitments and contingencies - using Reuters' spot rates at 4.00 p.m. WIB on the statement of financial position reporting date.
- Revenues, expenses, gains and losses - using the average middle rate during the related month. The end of year balances consist of the sum of the translated monthly balances of revenues, expenses, profit and losses during the year.
- Equity - Capital Stock and Additional Paid-in Capital using historical rates.
- Statement of cash flows - using the Reuters' spot rates at 4.00 p.m. WIB on the statement of financial position reporting date, except for the profit and loss accounts which are translated using the average middle rates and equity accounts which are translated using the historical rates.

The resulting difference arising from the translation process on the above financial statements are included in equity as "Differences Arising From The Translation of Foreign Currency Financial Statements".

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

ak. Derivatives Instrument

Derivatives financial instruments are assessed and recognized in the interim consolidated statement of financial position at fair value. Each derivatives contract is recorded as asset when the fair value is positive and as liability when the fair value is negative.

Derivatives receivable and payable are classified as financial assets and liabilities measured at fair value through profit or loss.

Gains or losses resulting from fair value changes are recognized in the interim consolidated statement of profit or loss and other comprehensive income.

The fair value of derivatives instruments are determined based on discounted cash flows and pricing models or quoted prices from the brokers of other instruments with similar characteristics, which refers to SFAS No. 68: "Fair Value Measurement" (Note 2c).

al. Taxation

Current tax expense is determined based on the estimated taxable income for the current year. Deferred tax assets and liabilities are recognized for temporary differences between the financial and the fiscal reporting of assets and liabilities at each reporting date.

Deferred tax assets are recognized for all deductible temporary differences and carry forward of the uncompensated tax loss balance to the extent that it is probable for the temporary differences and carry forward of the uncompensated tax loss balance to be utilized to deduct the future taxable profit.

The carrying amount of deferred tax assets is reviewed at each financial position date and is reduced if there is no longer probable that sufficient taxable profits will be available to compensate part or all of the benefit of the deferred tax assets.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to apply on the year when the asset is realized or the liability is settled based on the tax laws that have been enacted or substantively enacted on the statement of financial position date. The tax effect related to the provisions for and/or reversals of all temporary differences during the year, including the effect of change in tax rates, are recognized as "Income Tax Benefit (Expense), Deferred" and included in the net income or loss for the year, except for the transaction that previously charged or credited directly to equity.

Amendments to tax obligations are recorded when the tax assessment is received or, if an appeal is submitted, when the result of the appeal is determined.

For each of the consolidated entity, the tax effects on temporary differences and tax loss carry forward, which can individually be either asset or liability, are shown at the net amounts for each of the entities.

Assets and liabilities on deferred tax and current tax can be offset if there is a legal enforceable right to offset.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

am. Segment information

A segment is a distinguishable component of the Business Unit that is engaged either in providing certain products (operational segment), or in providing products within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

The segment revenue, expenses, income, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on an appropriate basis to that segment. The segment items are determined before intercompany balances and transactions are eliminated as part of consolidation process.

BRI and subsidiaries presents segments operation based on the BRI's internal consolidation report that is presented to the Board of Directors as the operational decision maker.

BRI has identified and disclosed financial information based on main business (operational segment) classified into micro, retail, corporate, others and subsidiaries, as well as geographical segment.

A geographical segment includes in providing products or services within a particular economic environment with different risks and returns compared to other operating segments in other economic environments. BRI's geographical segment are based on Indonesia, United States of America, Hong Kong, Singapore and Timor Leste region.

an. Use of significant accounting judgments, estimates and assumptions

The preparation of the BRI and subsidiaries interim consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. Uncertainty about these assumptions and estimates could result in a material adjustment to the carrying amounts of the asset and liability in the subsequent reporting period.

Judgments

The following judgments are made by management in the process of applying BRI and subsidiaries' accounting policies that have the most significant effects on the amounts recognized in BRI and subsidiaries' interim consolidated financial statements as follows:

Going concern

BRI's management has assessed the ability of BRI and subsidiaries' ability to continue as going concerns and believes that BRI and subsidiaries have the resources to continue their businesses in the future. Furthermore, BRI's management is not aware of any material uncertainties that may cast significant doubt to the BRI and subsidiaries' ability to continue as a going concern. Therefore, the interim consolidated financial statements have been prepared on going concern basis.

Classification of financial assets and liabilities

BRI and subsidiaries' management determines the classifications of certain assets and liabilities as financial assets and financial liabilities by considering if they meet the definition set forth in SFAS No. 55 (Revised 2014). Accordingly, the financial assets and financial liabilities are recognized for in accordance with BRI and subsidiaries' accounting policies disclosed in Note 2c.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

an. Use of significant accounting judgments, estimates and assumptions (continued)

Fair value of financial instruments

All assets and liabilities in which fair value is measured or disclosed in the interim consolidated financial statements are classified within fair value hierarchy, based on the lowest level of input that is significant to the overall fair value measurement:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities accessible at the measurement date.
- Level 2: inputs other than quoted prices included in level 1 for the assets and liabilities, which is directly or indirectly observable.
- Level 3: unobservable inputs for the assets and liabilities.

Held to maturity investment

Securities under held to maturity classification requires significant judgment. In making this judgment, BRI and subsidiaries evaluate their intention and ability to hold the investments to maturity. Then, if BRI and subsidiaries fail to hold these investments to maturity other than in certain circumstances, for example, selling an insignificant amount close to maturity, BRI and subsidiaries will be required to reclassify the entire portfolio as available for sale securities. The available for sale securities would be measured at fair value and not at amortized cost.

Contingencies

The management of BRI and subsidiaries are currently involved in legal proceedings. The estimate of the probable cost for the resolution of claims has been developed through consultation with the aid of the legal counsel of BRI and subsidiaries and is based on the analysis of potential results. BRI and subsidiaries' management does not believe that the outcome of this matter will affect the results of operations. It is probable, however, that future results of operations could be materially affected by changes in the estimates or in the effectiveness of the strategies related to these proceedings.

Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimating uncertainty at the reporting date that have a risk of causing a material adjustment to the carrying amounts of assets and liabilities for the subsequent financial year disclosed below. BRI and subsidiaries based its assumptions and estimates used on the parameters available when the interim consolidated financial statements were prepared.

Assumptions and circumstances regarding future developments may change due to market changes or circumstances arising beyond the control of BRI and subsidiaries. The changes are reflected in the assumptions used when they occur.

Allowance for impairment losses on loans, sharia financing and receivables, and finance lease receivables

The management of BRI and subsidiaries review its loans, sharia financing and receivables, and finance lease receivables portfolio to assess impairment on an annual basis by updating allowance for impairment losses made during the period as necessary based on the continuing analysis and monitoring of individual accounts by the loan officers.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

an. Use of significant accounting judgments, estimates and assumptions (continued)

Estimates and Assumptions (continued)

Allowance for impairment losses on loans, sharia financing and receivables, and finance lease receivables (continued)

In determining whether an impairment loss should be provided in the interim consolidated statement of profit or loss and other comprehensive income, BRI and subsidiaries assess for any observable data indicating the existence of measurable decrease in the estimated future cash flows from loan portfolio before the decrease could be individually identified in the portfolio.

This evidence may include observable data indicating that there has been an adverse change in the payment status of group borrowers, or national or local economic conditions that correlate with the default on a group of assets. BRI and subsidiaries use estimates in determining the amount and timing of future cash flows when determining the level of allowance for impairment losses required. The estimates are based on assumptions of several factors and actual results may differ, resulting to changes in the amount of allowance for impairment losses in the future.

Impairment of securities

The management of BRI determines that securities are impaired based on the same criteria as the financial assets stated at amortized cost.

Useful lives of premises and equipments

The management of BRI estimates the useful lives of premises and equipments based on the period in which the assets are expected to be available for use. The estimated useful lives of premises and equipments are reviewed periodically and updated if it has different expectations from previous estimates due to physical and technical damage or commercial obsolescence and legal or other limits on the use of the assets. In addition, estimation of the useful lives of premises and equipments is based on the collective assessment of industry practice, internal technical evaluation and experience with the similar assets. It is possible, however, that future results of operations could be materially affected by changes in estimates caused by changes in the aforementioned factors. The amounts and timing of recording expenses for each period are affected by changes of those factors and circumstances during recording. Reduction in the estimated useful lives of premises and equipments would increase the operating expenses.

Impairment of non-financial assets

BRI and subsidiaries assess impairment of non-financial assets whenever events or changes in circumstances indicate that the carrying amount of non-financial asset may not be recoverable. The factors that considered important which may lead to impairment assessment are as follow:

- a) Significant underperformance against historical expectation or projection of operating results in the future;
- b) Significant changes in the manner of use of the assets or the overall business strategy; and
- c) Significant negative industry or economic trends.

The management of BRI and subsidiaries recognizes an impairment loss if the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher amount between the fair value less the costs of disposal and the use of asset value (or cash-generating unit). The recoverable amounts are estimated for individual assets or, if not possible, for the cash-generating unit to which the asset belongs to the unit.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

an. Use of significant accounting judgments, estimates and assumptions (continued)

Estimates and Assumptions (continued)

Recognition of deferred tax assets

Deferred tax assets are recognized for all unused tax losses to the extent that it is probable that the taxable income will be available to be compensated against the losses that will be used. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, in accordance with the timing and amount of future taxable income in line with tax planning strategies.

BRI reviews its deferred tax assets at each of the interim consolidated statement of financial position reporting date and reduces the carrying amount to the extent that it is no longer probable that sufficient taxable income will be available to compensate part or all of the deferred tax assets.

Present value of employee benefit

The cost of defined pension plan and other post employment benefits is determined using actuarial valuations. The actuarial valuation involves making assumptions about discount rates, expected rates of return on assets, future salary increases, mortality rates and disability rates. Due to the long-term nature of these plans, then the estimates are subject to significant uncertainty.

Estimated Claim Liability

Estimated claims liability represents amount set aside to provide the incurred and still in the settlement process claims liability arising from insurance policies in force. BRI's management judgment is required to determine the amount of estimated claims liability.

Liabilities for Future Policy Benefits

BRI records long-term insurance contract liabilities using the method of present value of estimated payment of all benefit promised including all options provided plus the present value of all estimated expenses that will be incurred and also considered the future receipt of premium. The main assumption underlying this method is the past claim experience and discount rate.

ao. Allowances for impairment losses on non-earning assets and commitments and contingencies

In accordance with Circular Letter of Bank Indonesia (BI) No. 13/658/DPNP/IDPnP dated December 23, 2011, BRI and BRI Agro are no longer required to provide allowance for impairment losses on non-earning assets and administrative accounts (commitments and contingencies) transactions, but the management of BRI is required to continue calculating the allowance for impairment losses in accordance with the applicable accounting standards.

For non-earning assets, the management of BRI and BRI Agro determine the impairment losses at the lower amount between the carrying amount and the fair value after deducting the cost of disposal.

For commitments and contingencies with credit risk, BRI and BRI Agro's determine the allowance for impairment losses based on the difference between the carrying amount and the present value of the payment obligations that are expected to occur (when payment under the guarantee has become probable).

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

2. SUMMARY OF ACCOUNTING POLICIES (continued)

ap. Changes in accounting policies and disclosures

BRI and its subsidiaries have applied the following accounting standards starting January 1, 2018, which are considered relevant to the interim consolidated financial statements, namely:

- a. SFAS No. 2 (2016 Amendment), "Disclosure Initiative on Statement of Cash Flow", requires the entity to provide disclosures that enable users of Financial Statements to evaluate changes in liabilities arising from financing activities, including changes arising from cash flows and as well as non-cash changes.
- b. SFAS No. 46 (2016 Amendment), "Recognition of Deferred Tax Assets for Unrealized Losses on Income Tax", clarifies:
 - the temporary difference may be deducted when the carrying amount of the debt instrument assets measured at fair value and the fair value is less than its tax base, regardless of whether the entity estimates to recover the carrying amount of the debt instrument through sale or use,
 - to determine whether the taxable profit will be available so that the deductible temporary differences can be utilized, then the valuation of the deductible temporary differences shall be made in accordance with the tax regulations,
 - tax deductions arising from the reversal of deferred tax assets are excluded from future estimated taxable income. Then the entity compares the deductible temporary differences with the estimated future taxable income that does not include the tax deductions resulting from the reversal of the deferred tax asset,
 - some of the entity's assets exceed the carrying amount if there is sufficient evidence that it is probable that the entity will achieve it.
- c. SFAS No. 15 (2017 Adjustment), "Investments in Associates and Joint Ventures", at initial recognition, the entity may choose to measure its investee at fair value on an investment-by-investment basis.
- d. SFAS No. 67 (2017 Adjustment), "Disclosure of Interests in Other Entities", disclosure requirements in SFAS No. 67, other than those described in paragraphs PP 10 - PP 16, are also applied to any interest in an entity classified in accordance with SFAS No. 58 "Non-current Assets Held for Trading and Discontinued Operations".
- e. SFAS No. 13 (2017 Amendment), "Investment Property", amends paragraph 57 to reflect the principle that the usage change includes the assessment on whether the property meets, or stops meeting, the definition of investment property and the supporting evidence that the change of utility has occurred. Moreover, the amendment of SFAS No. 13 regarding the Diversion of Investment Property also recharacterized the list of conditions in paragraph 57(a)-(d) as an incomprehensive list of examples.
- f. SFAS No. 53 (2017 Amendment), "Share-Based Payment, Classification and Measurement of Share-Based Payment Transactions", aims to clarify the accounting treatment regarding the classification and measurement of share-based payment transactions.
- g. SFAS No. 111, "Wa'd Accounting", regulates the entity that give or receive *wa'd* not recognizing assets and liabilities that may happen from *wa'd* when the contract occurs. The SFAS No. 111 is complemented with examples of *wa'd* application on sharia hedging and repo transactions.

The application of the above SFAS does not result in significant changes to financial reporting and disclosures in the consolidated financial statements.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

3. CASH

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent
<u>Rupiah</u>		19,965,249		23,780,207		24,499,503		28,186,685
<u>Foreign Currencies</u>								
United States Dollar	31,716,392	436,653	24,518,731	332,658	25,130,556	338,571	17,232,365	237,548
Singapore Dollar	17,248,294	180,954	12,426,367	126,185	8,179,992	76,171	8,788,995	85,771
Saudi Arabian Riyal	46,520,746	170,782	44,538,523	161,128	27,860,774	100,072	21,532,275	79,078
Australian Dollar	14,374,855	151,804	9,523,110	100,890	4,901,050	47,653	4,745,013	47,847
Malaysian Ringgit	28,548,760	101,588	21,343,230	71,544	5,869,535	17,628	12,137,945	38,971
European Euro	5,101,939	86,446	5,057,112	82,108	3,703,923	52,506	2,208,753	33,256
Papua New Guinean Kina	18,169,901	76,923	20,351,860	85,875	6,273,700	26,625	355,486	1,629
Japanese Yen	292,482,211	37,755	107,417,978	12,945	113,550,640	13,066	107,975,654	12,365
Renminbi	11,073,408	24,239	8,298,458	17,291	7,706,154	14,944	12,894,640	27,373
United Arab Emirates Dirham	2,319,485	8,694	2,264,530	8,365	1,805,500	6,623	1,498,990	5,626
Great Britain Pound Sterling	363,676	7,029	279,611	5,124	324,900	5,379	187,719	3,837
Hong Kong Dollar	3,021,397	5,300	2,558,587	4,442	2,981,757	5,180	1,792,237	3,188
Swiss Franc	194,619	2,799	165,269	2,297	130,200	1,720	141,120	1,964
Thailand Baht	5,725,715	2,522	3,624,785	1,509	5,394,605	2,029	4,333,480	1,655
Brunei Dollar	237,353	2,466	196,065	1,977	237,922	2,215	282,786	2,760
Canadian Dollar	149,410	1,593	140,265	1,518	72,670	726	60,755	603
New Zealand Dollar	139,244	1,380	143,509	1,385	109,491	1,025	91,870	868
South Korean Won	27,153,982	351	25,910,970	330	34,316,799	384	51,743,811	607
New Taiwan Dollar	72,300	34	-	-	-	-	-	-
Indian Rupee	33,867	7	19,307	4	19,307	4	19,307	4
Vietnam Dong	6,305,000	4	-	-	-	-	-	-
Philippines Peso	1,500	1	-	-	-	-	-	-
		1,299,324		1,017,575		712,521		584,950
Total		21,264,573		24,797,782		25,212,024		28,771,635

As of March 31, 2018, December 31, 2017, 2016 and 2015, balances denominated in Rupiah include cash in ATMs (Automated Teller Machines) amounting to Rp8,079,818, Rp8,572,694, Rp9,148,888 and Rp9,054,533, and in USD172,331 (full amount), USD187,828 (full amount), USDNil and USDNil.

4. CURRENT ACCOUNTS WITH BANK INDONESIA

Current accounts with Bank Indonesia consist of:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent
Rupiah		48,757,830		47,081,113		44,066,637		51,781,843
United States Dollar	897,128,279	12,351,214	816,242,160	11,074,366	858,735,147	11,569,309	720,780,213	9,935,955
Total		61,109,044		58,155,479		55,635,946		61,717,798

As of March 31, 2018, December 31, 2017, 2016 and 2015, current accounts with Bank Indonesia based on Sharia banking principles amounted to Rp2,003,775, Rp1,797,626, Rp1,201,177 and Rp997,139, respectively.

Current accounts with Bank Indonesia are maintained to comply with Bank Indonesia's Minimum Legal Reserve Requirements (GWM).

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

4. CURRENT ACCOUNTS WITH BANK INDONESIA (continued)

As of March 31, 2018, December 31, 2017, 2016 and 2015, the GWM ratios of BRI (Parent Entity) (unaudited) are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Primary GWM - Rupiah	6.53%	6.52%	6.94%	9.31%
Secondary GWM - Rupiah	14.54	15.09	9.96	14.10
Primary GWM - Foreign Currency	8.44	8.15	8.03	8.43

The calculation of the GWM ratios as of March 31, 2018 and December 31, 2017 is based on Bank Indonesia regulation (PBI) No. 19/6/PBI/2017 dated April 17, 2017, regarding "Fifth Amendment to Bank Indonesia regulation No. 15/15/PBI/2013 on GWM of Commercial Banks in Rupiah and Foreign Currency for Conventional Banking". The calculation of the GWM ratios as of December 31, 2016 is based on PBI No. 18/3/PBI/2016 dated March 10, 2016, regarding "Third Amendment to Bank Indonesia regulation No. 15/15/PBI/2013 on GWM of Commercial Banks in Rupiah and Foreign Currency for Conventional Banking". The calculation of the GWM ratios as of December 31, 2015 is based on PBI No. 17/21/PBI/2015 dated November 26, 2015 regarding "Second Amendment to Bank Indonesia regulation No. 15/15/PBI/2013 on GWM of Commercial Banks in Rupiah and Foreign Currency for Conventional Banking".

As of March 31, 2018, December 31, 2017, 2016 and 2015, based on Bank Indonesia regulation mentioned above, BRI is required to maintain minimum primary GWM of 6.5%, 6.5%, 6.5% and 7.5% in Rupiah, of 8% in foreign currencies, and secondary GWM of 4% in Rupiah.

As of March 31, 2018, December 31, 2017 and 2016, in addition to the Primary and Secondary GWM, BRI must also maintain its GWM Loan to Funding (LFR), if the LFR of BRI is less than the Bank Indonesia (BI) lower limit of 80% or exceeds the BI upper limit of 92% with BRI Capital Adequacy Ratio (CAR) is lower than BI CAR incentives of 14% in accordance with PBI No.18/14/PBI/2016 dated August 23, 2016, regarding "Fourth Amendment to Bank Indonesia regulation No. 15/15/PBI/2013 on GWM of Commercial Banks in Rupiah and Foreign Currency for Conventional Banking". Whereas, as of December 31, 2015, in addition to the Primary and Secondary GWM, BRI must also maintain its GWM LFR, if the LFR of BRI is less than the Bank Indonesia (BI) lower limit of 78% or exceeds the BI upper limit of 92% with BRI Capital Adequacy Ratio (CAR) is lower than BI CAR incentives of 14% in accordance with PBI No.17/11/PBI/2015 dated June 25, 2015, regarding "Amendment to Bank Indonesia regulation No. 15/15/PBI/2013 on GWM of Commercial Banks in Rupiah and Foreign Currency for Conventional Banking".

BRI has complied with Bank Indonesia regulation regarding the minimum legal reserve requirement as of March 31, 2018, December 31, 2017, 2016 and 2015.

5. CURRENT ACCOUNTS WITH OTHER BANKS

a) By Currency:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional amount (Full amount)	Rupiah Equivalent	Notional amount (Full amount)	Rupiah Equivalent	Notional amount (Full amount)	Rupiah Equivalent	Notional amount (Full amount)	Rupiah Equivalent
<u>Third parties</u>								
<u>Rupiah</u>		58,491		64,351		119,480		97,449

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

5. CURRENT ACCOUNTS WITH OTHER BANKS (continued)

a) By Currency (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional amount (Full amount)	Rupiah Equivalent	Notional amount (Full amount)	Rupiah Equivalent	Notional amount (Full amount)	Rupiah Equivalent	Notional amount (Full amount)	Rupiah Equivalent
<u>Third parties</u>								
<u>(continued)</u>								
<u>Foreign currencies</u>								
United States								
Dollar	733,100,310	10,092,958	241,441,855	3,275,762	441,928,870	5,953,887	270,217,641	3,724,950
Renminbi	547,254,252	1,197,920	368,054,977	766,894	289,301,369	561,010	1,593,611,539	3,382,990
Hong Kong								
Dollar	219,282,177	384,636	186,764,137	324,261	91,641,803	159,213	55,503,846	98,725
Singapore								
Dollar	35,717,694	374,719	32,966,963	334,765	44,289,848	412,424	24,571,730	239,794
European Euro	20,588,496	348,845	30,473,101	494,768	216,459,615	3,068,481	33,479,134	504,084
Japanese								
Yen	1,967,652,287	253,994	2,640,107,545	318,172	1,850,099,200	212,882	903,091,742	103,413
Saudi Arabian								
Riyal	32,640,060	119,825	33,258,310	120,319	13,268,872	47,660	11,964,329	43,939
Great Britain								
Pound Sterling	5,701,762	110,209	3,124,408	57,257	9,564,477	158,340	5,429,297	110,970
Swiss Franc	3,453,776	49,666	3,707,809	51,543	2,559,185	33,804	3,255,641	45,316
New Zealand								
Dollar	3,202,865	31,740	1,624,150	15,674	1,349,992	12,640	2,672,833	25,244
Australian								
Dollar	2,425,962	25,619	5,448,385	57,721	14,336,181	139,392	14,747,424	148,709
United Arab Emirates								
Dirham	2,570,761	9,636	3,057,362	11,294	26,818,881	98,371	26,967,569	101,211
Canadian Dollar	793,458	8,458	527,067	5,704	1,152,637	11,511	1,736,245	17,231
Norwegian								
Krone	2,728,755	4,772	3,170,148	5,230	4,765,927	7,437	13,768,507	21,555
Swedish Krone	1,940,357	3,196	439,543	725	2,249,280	3,335	1,255,222	2,060
		13,016,193		5,840,089		10,880,387		8,570,191
		13,074,684		5,904,440		10,999,867		8,667,640
<u>Related parties</u>								
<u>(Notes 44)</u>								
Rupiah		11,460		5,000		9,258		3,566
<u>Foreign currencies</u>								
Hong Kong Dollar	5,348,345	9,381	5,669,667	9,844	5,273,792	9,162		-
United States								
Dollar	481,721	6,632	471,702	6,400	328,678	4,428	4,706,990	64,886
		16,013		16,244		13,590		64,886
		27,473		21,244		22,848		68,452
		13,102,157		5,925,684		11,022,715		8,736,092

b) By Bank:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Central Asia Tbk	23,312	39,268	34,910	40,680
Citibank, N.A,	17,386	8,583	26,315	-
PT Bank Danamon Indonesia Tbk	6,626	7,438	9,554	600
BPR Warga Dani Bringin Dana Sejahtera	5,516	6,587	6,431	6,262
Standard Chartered Bank	1,014	478	606	-
Others	4,637	1,997	41,664	49,907
	58,491	64,351	119,480	97,449

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

5. CURRENT ACCOUNTS WITH OTHER BANKS (continued)

b) By Bank (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Foreign currencies</u>				
JP Morgan Chase Bank, N.A.	7,575,299	1,647,615	5,341,827	1,657,543
Standard Chartered Bank	1,178,019	785,301	863,323	803,954
Bank of China, Ltd,	1,142,402	705,571	490,368	2,538,323
ING Belgium N.V, Brussels	459,153	601,926	1,838,108	78,237
The Bank of New York Mellon Corporation	408,874	263,211	240,474	38,193
Others	2,252,446	1,836,465	2,106,287	3,453,941
	13,016,193	5,840,089	10,880,387	8,570,191
	13,074,684	5,904,440	10,999,867	8,667,640
<u>Related parties (Notes 44)</u>				
<u>Rupiah</u>				
PT Bank Mandiri (Persero) Tbk	10,505	3,422	8,096	2,078
PT Bank Negara Indonesia (Persero) Tbk	859	1,466	1,014	1,443
PT Bank BNI Syariah	62	79	74	45
PT Bank Syariah Mandiri	34	33	74	-
	11,460	5,000	9,258	3,566
<u>Foreign currencies</u>				
PT Bank Negara Indonesia (Persero) Tbk	10,019	10,477	9,626	63,390
PT Bank Mandiri (Persero) Tbk	5,994	5,767	3,964	1,496
	16,013	16,244	13,590	64,886
	27,473	21,244	22,848	68,452
Total	13,102,157	5,925,684	11,022,715	8,736,092

c) By Collectibility

Current accounts with other banks as of March 31, 2018, December 31, 2017, 2016 and 2015 are classified as "Current".

d) The average interest rates:

	March 31, 2018	December 31,		
		2017	2016	2015
Rupiah	0.16%	0.37%	0.27%	0.24%
Foreign Currencies	1.23	0.35	0.26	0.11

e) BRI assessed allowance for impairment losses on current accounts with other banks individually based on whether objective evidence of impairment exists.

Management believes that no allowance for impairment losses is necessary as of March 31, 2018, December 31, 2017, 2016 and 2015, because management believes that current accounts with other banks are fully collectible.

As of March 31, 2018, December 31, 2017, 2016 and 2015, there are no current accounts with other banks which are used as collateral.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

6. PLACEMENTS WITH BANK INDONESIA AND OTHER BANKS

a) By Currency and Type:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent
<u>Third parties</u>								
<u>Rupiah</u>								
Bank Indonesia								
Deposit Facility		16,856,768		11,087,984		52,359,589		14,591,094
Deposit Facility Syariah		2,221,000		1,968,000		963,000		2,422,000
Term Deposit		-		12,997,000		5,997,961		-
		19,077,768		26,052,984		59,320,550		17,013,094
<u>Inter-bank</u>								
call money								
PT Bank Mega Tbk		500,000		100,000		-		100,000
PT Bank HSBC Indonesia		350,000		-		-		200,000
PT Bank ANZ Indonesia		343,000		100,000		-		150,000
PT Bank OCBC NISP Tbk		300,000		300,000		80,000		150,000
PT Bank Danamon Indonesia Tbk		250,000		400,000		70,000		-
Citibank, N.A.		250,000		-		-		-
PT Bank Pan Indonesia Tbk		250,000		300,000		60,000		390,000
Standard Chartered Bank Indonesia		200,000		-		200,000		-
PT Bank CIMB Niaga Tbk		200,000		50,000		70,000		190,000
PT Bank Riau Kepri		200,000		150,000		25,000		-
PT Bank Commonwealth		150,000		-		-		-
PT BPD Kalimantan Timur dan Kalimantan Utara		120,000		85,000		-		170,000
PT Bank Permata Tbk		100,000		-		-		-
PT Bank China Construction Bank Indonesia Tbk		80,000		-		-		-
PT Bank UOB Indonesia		70,000		-		-		100,000
PT Bank BNP Paribas Indonesia		50,000		-		-		100,000
PT Bank Tabungan Pensiunan Nasional Tbk		50,000		75,000		-		-
PT Bank CIMB Niaga Syariah		40,000		-		-		-
PT Bank Sinarmas Tbk		20,000		-		80,000		80,000
PT Bank Sumitomo Mitsui Indonesia		20,000		180,000		250,000		-
PT Bank Aceh Syariah		-		200,000		200,000		400,000
PT BPD Jawa Barat dan Banten Tbk		-		110,000		245,000		200,000
PT BPD Jambi		-		100,000		50,000		50,000
PT BPD Jawa Timur Tbk		-		100,000		50,000		-
PT Bank ICBC Indonesia		-		100,000		-		-
J.P. Morgan Chase Bank N.A.		-		100,000		100,000		-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

6. PLACEMENTS WITH BANK INDONESIA AND OTHER BANKS (continued)

a) By Currency and Type (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent
<u>Third parties</u> <u>(continued)</u>								
<u>Rupiah</u> <u>(continued)</u>								
Inter-bank call money (continued)								
PT BPD Sulawesi Tenggara	-	-	75,000	-	-	-	-	-
PT BPD Sulawesi Tengah	-	-	50,000	50,000	50,000	-	50,000	
PT Bank CTBC Indonesia	-	-	50,000	-	-	-	-	
PT Bank KEB Hana Indonesia	-	-	30,000	-	-	-	-	
PT BPD Jawa Tengah	-	-	20,000	50,000	50,000	-	-	
PT Bank Bukopin Tbk	-	-	-	-	80,000	-	50,000	
PT Bank Panin Dubai Syariah Tbk	-	-	-	-	70,000	-	-	
PT BPD Maluku dan Maluku Utara	-	-	-	50,000	50,000	-	50,000	
PT BPD Lampung	-	-	-	-	50,000	-	-	
PT Bank Victoria International Tbk	-	-	-	-	30,000	-	-	
PT Bank Maybank Indonesia Tbk	-	-	-	-	20,000	-	-	
PT Bank DBS Indonesia	-	-	-	-	20,000	-	-	
PT Bank Victoria Syariah	-	-	-	-	20,000	-	-	
PT Bank Kesejahteraan Ekonomi	-	-	-	-	20,000	-	-	
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	-	-	-	-	-	-	1,250,000	
PT Bank DKI	-	-	-	-	-	-	100,000	
PT BPD Kalimantan Selatan	-	-	-	-	-	-	50,000	
		3,543,000		2,675,000		1,940,000		3,830,000
Time Deposits								
PT Bank Bukopin Tbk	9,690	-	9,250	-	3,300	-	-	
PT Bank Ganesha Tbk	4,800	-	4,800	-	-	-	-	
PT Bank Mayapada Internasional Tbk	2,500	-	1,700	-	-	-	-	
Standard Chartered Bank Indonesia	2,500	-	-	-	-	-	-	
PT Bank Sahabat Sampoerna	2,000	-	2,000	-	2,000	-	-	
PT Bank J TRUST Indonesia Tbk	1,350	-	-	-	-	-	-	
PT BPD Jawa Barat dan Banten Tbk	400	-	1,300	-	-	-	-	
PT Bank Riau Kepri	300	-	300	-	-	-	-	

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

6. PLACEMENTS WITH BANK INDONESIA AND OTHER BANKS (continued)

a) By Currency and Type (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent
<u>Third parties</u>								
<u>(continued)</u>								
<u>Rupiah</u>								
<u>(continued)</u>								
Time Deposits (continued)								
PT Bank HSBC Indonesia		200		200		-		-
PT Bank Danamon Indonesia Tbk		160		2,200		-		-
PT Bank Muamalat Indonesia Tbk		-		4,800		-		-
		<u>23,900</u>		<u>26,550</u>		<u>5,300</u>		<u>-</u>
Other								
Placements (Banker's Acceptance) PT Bank Sumitomo Mitsui Indonesia		-		400,000		-		100,000
PT Bank KEB Hana Indonesia		-		-		130,000		-
PT Bank BNP Paribas Indonesia		-		-		-		200,000
PT Bank ANZ Indonesia		-		-		-		140,000
		<u>-</u>		<u>400,000</u>		<u>130,000</u>		<u>440,000</u>
		<u>22,644,668</u>		<u>29,154,534</u>		<u>61,395,850</u>		<u>21,283,094</u>
<u>United States</u>								
<u>Dollar</u>								
Bank Indonesia Term Deposit	124,982,666	1,720,699	1,399,887,185	18,992,969	999,961,670	13,471,984	1,524,944,851	21,021,365
Inter-bank call money								
Wells Fargo Bank, N.A.	186,200,000	2,563,509	261,100,000	3,542,474	70,300,000	947,117	56,900,000	784,367
Federal Reserve Bank	124,080,403	1,708,277	101,662,902	1,379,311	62,352,096	840,039		-
Citibank, N.A.	50,330,000	692,918	27,530,000	373,513	29,940,000	403,367	36,450,000	502,463
The Bank of New York Mellon Corporation	43,000,000	592,002	52,900,000	717,721	33,700,000	454,023	275,800,000	3,801,903
The Hongkong and Shanghai Banking Corporation Limited	3,500,000	48,186		-		-		-
ING Bank N.V.	1,800,000	24,781		-		-		-
TD Bank, N.A.	237,961	3,276	119,787	1,625	627,068	8,448	75,452,619	1,040,114
PT Bank BNP Paribas Indonesia		-		-	1,310,193	17,652		-
PT Bank ANZ Indonesia		-		-		-	16,760,000	231,037
		<u>5,632,949</u>		<u>6,014,644</u>		<u>2,670,646</u>		<u>6,359,884</u>
Time Deposits								
U.S. Bank	2,029,068	27,935	9,776,443	132,643	228,828	3,083	1,724,986	23,779
TD Bank, N.A.	475,513	6,547	260,475	3,534	511,630	6,893	276,429	3,811
		<u>34,482</u>		<u>136,177</u>		<u>9,976</u>		<u>27,590</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

6. PLACEMENTS WITH BANK INDONESIA AND OTHER BANKS (continued)

a) By Currency and Type (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent
<u>Third parties</u> <u>(continued)</u>								
<u>United States</u>								
<u>Dollar</u> <u>(continued)</u>								
Other								
Placements (Banker's Acceptance)								
PT Bank								
Maybank Indonesia Tbk	25,000,000	344,188	25,000,000	339,188	-	-	-	-
PT Bank Mega Tbk	-	-	10,000,000	135,675	9,996,546	134,678	-	-
		<u>344,188</u>		<u>474,863</u>		<u>134,678</u>		<u>-</u>
<u>Renminbi</u>								
Inter-bank call money								
PT Bank ICBC Indonesia	-	-	-	-	-	-	67,000,000	142,231
		<u>7,732,318</u>		<u>25,618,653</u>		<u>16,287,284</u>		<u>27,551,070</u>
		<u>30,376,986</u>		<u>54,773,187</u>		<u>77,683,134</u>		<u>48,834,164</u>
<u>Related parties</u> <u>(Note 44)</u>								
<u>Rupiah</u>								
Inter-bank call-money								
PT Danareksa (Persero)		45,000		-		-		-
Lembaga								
Pembiayaan Ekspor								
Indonesia		-		-		200,000		400,000
PT Bank Negara Indonesia (Persero) Tbk		-		-		200,000		100,000
PT Bank Mandiri (Persero) Tbk		-		-		40,000		400,000
PT Bank Tabungan Negara (Persero) Tbk		-		-		-		50,000
PT BTMU-BRI Finance		-		-		-		46,000
		<u>45,000</u>		<u>-</u>		<u>440,000</u>		<u>996,000</u>
Time Deposits								
PT Bank Mandiri (Persero) Tbk		36,600		43,400		5,400		-
PT Bank Tabungan Negara (Persero) Tbk (UUS)		15,100		8,550		4,000		-
PT Bank Tabungan Negara (Persero) Tbk		8,900		7,200		8,220		1,000
PT Bank BNI Syariah		2,000		2,000		2,000		2,000
PT Bank Syariah Mandiri		-		-		-		1,500
		<u>62,600</u>		<u>61,150</u>		<u>19,620</u>		<u>4,500</u>
		<u>107,600</u>		<u>61,150</u>		<u>459,620</u>		<u>1,000,500</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

6. PLACEMENTS WITH BANK INDONESIA AND OTHER BANKS (continued)

a) By Currency and Type (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Angka penuh)	Rupiah Equivalent
<u>Related parties</u> (Note 44) (continued)								
<u>United States Dollar</u>								
Inter-bank call-money PT Bank Mandiri (Persero) Tbk	10,000,000	137,675	-	-	-	-	-	-
<u>Other</u>								
Placements (Banker's Acceptance) Lembaga Pembiayaan Ekspor Indonesia PT Bank Negara Indonesia (Persero) Tbk	-	-	10,000,000	135,675	-	-	-	-
		137,675		271,350				
		245,275		332,500		459,620		1,000,500
Total		30,622,261		55,105,687		78,142,754		49,834,664

b) By Time Period:

The classifications of placements based on their remaining period to maturity are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third Parties</u>				
<u>Rupiah</u>				
≤ 1 month	22,624,668	28,524,534	61,265,850	21,043,094
> 1 month - 3 months	20,000	630,000	130,000	140,000
> 3 months - 1 year	-	-	-	100,000
	22,644,668	29,154,534	61,395,850	21,283,094
<u>Foreign Currencies</u>				
≤ 1 month	7,732,318	25,008,603	16,287,284	27,551,070
> 1 month - 3 months	-	270,863	-	-
> 3 months - 1 year	-	339,187	-	-
	7,732,318	25,618,653	16,287,284	27,551,070
	30,376,986	54,773,187	77,683,134	48,834,164

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

6. PLACEMENTS WITH BANK INDONESIA AND OTHER BANKS (continued)

b) By Time Period (continued):

The classifications of placements based on their remaining period to maturity are as follows (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
≤ 1 month	107,600	61,150	459,620	853,500
> 1 month - 3 months	-	-	-	147,000
	107,600	61,150	459,620	1,000,500
<u>Foreign Currencies</u>				
≤ 1 month	137,675	-	-	-
> 1 month - 3 months	-	271,350	-	-
	137,675	271,350	-	-
	245,275	332,500	459,620	1,000,500
Total	30,622,261	55,105,687	78,142,754	49,834,664

c) By Collectibility

All placements with Bank Indonesia and other banks were classified as "Current" as of March 31, 2018, December 31, 2017, 2016 and 2015.

d) The average interest rates are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah</u>				
Placement with Bank Indonesia	3.50%	3.83%	4.35%	5.53%
Placement with other banks	4.39	5.13	6.56	7.39
<u>Foreign Currencies</u>				
Placement with Bank Indonesia	1.70%	0.69%	0.44%	0.13%
Placement with other banks	1.55	1.40	0.62	2.96

BRI assessed placements with Bank Indonesia and other banks individually based on whether an objective evidence of impairment exists.

As of March 31, 2018, December 31, 2017, 2016 and 2015, there are no placements with Bank Indonesia and other banks which are impaired nor restricted.

Management believes that no allowance for impairment losses is necessary as of March 31, 2018, December 31, 2017, 2016 and 2015 because management believes that placements with Bank Indonesia and other banks are fully collectible.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES

a) By Purpose, Currency and Type:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent
Fair value through profit or loss								
Third parties								
Rupiah								
Mutual Funds		925,513		812,205		273,602		112,060
Deposit								
Certificates of Bank Indonesia		671,561		385,040		-		-
Subordinated Bonds		45,001		50,976		45,880		-
Bonds		35,648		35,833		54,416		12,682
Others		134,947		134,459		111,464		100,669
		<u>1,812,670</u>		<u>1,418,513</u>		<u>485,362</u>		<u>225,411</u>
United States								
Dollar								
Mutual Funds	532,284	7,328	542,921	7,366		-		-
Related parties (Note 44)								
Rupiah								
Government bonds		2,647,240		167,838		84,746		274,693
Mutual Funds		20,752		21,264		19,786		10,083
Bonds		4,856		35,545		10,329		5,409
Medium-Term Notes		-		-		-		56,198
Others		76,714		82,647		72,759		64,585
		<u>2,749,562</u>		<u>307,294</u>		<u>187,620</u>		<u>410,968</u>
United States								
Dollar								
Government bonds	13,278,193	182,808	1,989,302	26,990		-	21,110,337	291,006
Mutual Funds	150,499	2,072	154,753	2,100	147,263	1,984	141,458	1,949
		<u>184,880</u>		<u>29,090</u>		<u>1,984</u>		<u>292,955</u>
		<u>4,754,440</u>		<u>1,762,263</u>		<u>674,966</u>		<u>929,334</u>
Available for sale								
Third parties								
Rupiah								
Deposit								
Certificates of Bank Indonesia		27,624,140		35,482,251		6,023,957		5,516,495
Bonds		2,920,842		2,994,315		2,141,239		648,015
Mutual Funds		1,353,350		1,086,590		552,481		865,591
Subordinated bonds		785,845		796,981		812,649		510,769
Negotiable certificates of deposits		633,780		686,354		-		-
Medium-Term Notes		-		-		40,000		-
Certificates of Bank Indonesia		-		-		8,895,833		6,455,944
Others		121,324		103,528		82,796		72,495
		<u>33,439,281</u>		<u>41,150,019</u>		<u>18,548,955</u>		<u>14,069,309</u>

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

a) By Purpose, Currency and Type (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent
Available for sale (continued)								
Third parties (continued)								
United States Dollar								
Certificates of Bank Indonesia	214,985,579	2,959,814	445,640,048	6,046,221	276,240,564	3,721,651	99,206,021	1,367,555
U,S Treasury Bonds	16,698,103	229,890	17,316,502	234,941	25,822,008	347,887	18,830,395	259,577
Bonds	32,010,089	440,699	32,756,717	444,427	59,913,082	807,179	63,715,053	878,312
		3,630,403		6,725,589		4,876,717		2,505,444
Singapore Dollar								
Monetary Authority of Singapore (MAS) Bills	29,963,154	314,347	42,460,236	431,165	35,000,048	325,918		-
Singapore Government Securities	17,781,120	186,544	18,167,760	184,486	21,338,863	198,706	22,632,262	220,867
		500,891		615,651		524,624		220,867
Related parties (Note 44)								
Rupiah								
Government bonds		58,013,825		50,412,771		21,158,568		24,238,226
Bonds		6,234,009		6,078,903		2,408,561		1,171,001
Mutual Funds		416,605		418,278		373,303		707,962
Medium-Term Notes		97,015		207,000		155,074		324,965
Negotiable Certificate of Deposits		28,658		77,807		-		-
Subordinated bonds		-		-		-		3,067
Others		149,982		102,264		77,508		75,919
		64,940,094		57,297,023		24,173,014		26,521,140
United States Dollar								
Government bonds	1,598,479,882	22,007,072	1,739,665,407	23,602,910	1,441,010,726	19,414,017	1,135,153,863	15,648,096
Bonds	55,616,280	765,697	53,137,755	720,946	106,060,345	1,428,898	108,057,309	1,489,570
		22,772,769		24,323,856		20,842,915		17,137,666
European Euro								
Government bonds	49,288,400	835,127	50,205,906	815,155	37,108,474	526,041	16,446,133	247,624
		126,118,565		130,927,293		69,492,266		60,702,050

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

a) By Purpose, Currency and Type (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent
Held to maturity								
Third parties								
Rupiah								
Bonds		1,018,803		1,182,953		1,444,330		1,633,889
Negotiable Certificate of Deposits		108,949		106,968		660,243		187,394
Subordinated bonds		57,438		20,000		60,000		60,000
Deposit Certificates of Bank Indonesia		-		597,476		-		1,088,575
Sharia Certificates of Bank Indonesia (SBIS)		-		250,000		1,650,000		1,350,000
Medium-Term Notes		-		150,000		150,000		125,000
Certificates of Bank Indonesia		-		-		2,009,192		-
Others		13,405		-		-		-
		<u>1,198,595</u>		<u>2,307,397</u>		<u>5,973,765</u>		<u>4,444,858</u>
United States								
Dollar								
Promissory Notes		-		-	2,000,000	26,945	2,000,000	27,570
Credit Linked Notes		-		-		-	51,096,844	704,370
Certificates of Bank Indonesia		-		-		-	49,775,190	686,151
Others	66,948,861	921,718	37,463,410	508,285	43,108,406	580,778	24,051,941	331,556
		<u>921,718</u>		<u>508,285</u>		<u>607,723</u>		<u>1,749,647</u>
Related parties (Note 44)								
Rupiah								
Government bonds		28,539,394		30,170,232		32,185,729		35,460,319
Bonds		2,973,478		3,027,090		2,567,989		2,979,508
Negotiable Certificate of Deposits		98,311		155,453		808,282		164,182
Medium-Term Notes		200,000		-		99,710		164,443
Subordinated bonds		-		-		-		84,906
		<u>31,811,183</u>		<u>33,352,775</u>		<u>35,661,710</u>		<u>38,853,358</u>
United States								
Dollar								
Government bonds	1,227,200,304	16,895,480	1,302,517,859	17,671,911	1,391,260,144	18,743,752	1,286,721,436	17,737,455
Bonds	14,343,147	197,469	14,344,879	194,624	54,871,034	739,250	55,250,925	761,634
		<u>17,092,949</u>		<u>17,866,535</u>		<u>19,483,002</u>		<u>18,499,089</u>

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

a) By Purpose, Currency and Type (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent
<u>Held to Maturity (continued)</u>								
<u>Related parties (Note 44) (continued)</u>								
<u>European Euro</u>								
Government bonds	11,994,692	203,234	12,003,295	194,888	12,039,541	170,670	2,956,364	44,513
		51,227,679		54,229,880		61,896,870		63,591,465
Total		182,100,684		186,919,436		132,064,102		125,222,849
Less allowance for impairment losses		(758)		(758)		(758)		(758)
Net		182,099,926		186,918,678		132,063,344		125,222,091

b) By Collectibility

As of March 31, 2018 and December 31, 2017, 2016 and 2015, all securities are classified as 'Current', except for Bonds I Year 2003 issued by PT Great River International which is classified as 'Loss'. The bond is owned by PT Asuransi BRI Life (subsidiary) with a nominal value of Rp758, and has already matured on October 13, 2008.

Based on the above, BRI Life management has established allowance for impairment losses amounting to Rp758 as of March 31, 2018 and December 31, 2017, 2016 and 2015.

c) By Remaining Period to Maturity:

The classifications of securities based on their remaining period to maturity are as follows:

	December 31,			
	March 31, 2018	2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
≤ 1 month	35,164,218	43,039,517	19,419,942	14,505,053
> 1 month - 3 months	158,955	782,535	308,968	1,571,743
> 3 months - 1 year	292,663	437,140	4,168,321	1,720,870
> 1 year	834,710	616,737	1,110,851	941,912
	36,450,546	44,875,929	25,008,082	18,739,578
<u>Foreign currencies</u>				
≤ 1 month	4,823,185	7,507,182	5,401,340	2,864,293
> 1 month - 3 months	42,607	206,371	267,955	879,725
> 3 months - 1 year	194,548	143,338	339,769	731,940
	5,060,340	7,856,891	6,009,064	4,475,958
	41,510,886	52,732,820	31,017,146	23,215,536

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

c) By Remaining Period to Maturity (continued):

The classifications of securities based on their remaining period to maturity are as follows (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
≤ 1 month	66,727,691	57,982,462	25,393,914	26,935,119
> 1 month - 3 months	795,191	4,557,673	4,151,328	2,669,743
> 3 months - 1 year	5,683,059	2,091,387	3,685,462	7,537,421
> 1 year	26,294,898	26,325,570	26,791,640	28,643,183
	99,500,839	90,957,092	60,022,344	65,785,466
<u>Foreign currencies</u>				
≤ 1 year	23,779,627	26,127,056	21,362,145	18,051,666
> 1 year - 3 months	-	-	504,355	-
> 3 months - 1 year	7,688,590	3,161,410	996,873	-
> 1 year	9,620,742	13,941,058	18,161,239	18,170,181
	41,088,959	43,229,524	41,024,612	36,221,847
	140,589,798	134,186,616	101,046,956	102,007,313
Total	182,100,684	186,919,436	132,064,102	125,222,849
Less allowance for Impairment losses	(758)	(758)	(758)	(758)
Net	182,099,926	186,918,678	132,063,344	125,222,091

d) By Type and Issuer:

d.1. Government Bonds

Government bonds represent bonds issued by the government of a country in connection with the management of Government debentures portfolio, such as Government Debentures (SUN), Government Treasury Bills (SPN) and Government bonds issued in foreign currencies which are obtained from the primary and secondary markets, including U.S. Treasury Bonds and Singapore Government Securities. The details of Government bonds are as follows:

	Fair Value/Carrying Value			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss</u>				
<u>Rupiah</u>				
Fixed Rate	727,880	70,418	63,762	61,525
Sukuk Government Bonds	36,904	43,516	20,984	213,168
Republic of Indonesia Bonds	13,235	53,904	-	-
Government Treasury Bills	1,869,221	-	-	-
	2,647,240	167,838	84,746	274,693
<u>Foreign currencies</u>				
Republic of Indonesia Bonds	128,769	26,990	-	-
Sukuk Government Bonds	54,039	-	-	291,006
	182,808	26,990	-	291,006
	2,830,048	194,828	84,746	565,699

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.1. Government Bonds (continued)

Government bonds represent bonds issued by the government of a country in connection with the management of Government debentures portfolio, such as Government Debentures (SUN), Government Treasury Bills (SPN) and Government bonds issued in foreign currencies which are obtained from the primary and secondary markets, including U.S. Treasury Bonds and Singapore Government Securities. The details of Government bonds are as follows (continued):

	Fair Value/Carrying Value			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale</u>				
<u>Rupiah</u>				
Fixed Rate	32,856,645	31,565,767	16,299,512	19,425,282
Sukuk Government Bonds	12,065,652	9,383,086	3,249,526	-
Republic of Indonesia Bonds	975,672	895,697	720,994	3,594,384
Government Treasury Bills	12,115,856	8,568,221	888,536	1,218,560
	58,013,825	50,412,771	21,158,568	24,238,226
<u>Foreign currencies</u>				
United States Dollar Fixed Rate	17,672,079	19,407,161	14,539,987	15,648,096
Sukuk Government Bonds	4,334,993	4,195,749	4,874,030	-
European Euro Government Bonds	835,127	815,155	526,041	247,624
U.S. Treasury Bonds	229,890	234,941	347,887	259,577
Singapore Government Securities (SIGB)	186,544	184,486	198,706	220,867
	23,258,633	24,837,492	20,486,651	16,376,164
	81,272,458	75,250,263	41,645,219	40,614,390
<u>Held to maturity</u>				
<u>Rupiah</u>				
Fixed Rate	16,295,048	15,772,583	14,005,826	16,433,150
Sukuk Government Bonds	9,750,436	12,676,512	14,933,145	15,377,642
Government Treasury Bills	2,360,467	1,587,418	2,327,809	1,112,297
Republic of Indonesia Bonds	133,443	133,719	918,949	2,537,230
	28,539,394	30,170,232	32,185,729	35,460,319
<u>Foreign currencies</u>				
Sukuk Government Bonds	11,660,253	11,524,572	11,579,660	10,930,451
Fixed Rate	5,235,227	6,147,339	7,164,092	6,807,004
European Euro Government Bonds	203,234	194,888	170,670	44,513
	17,098,714	17,866,799	18,914,422	17,781,968
	45,638,108	48,037,031	51,100,151	53,242,287
Total	129,740,614	123,482,122	92,830,116	94,422,376

Information regarding interest rates and maturity date are as follows:

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss</u>				
<u>Rupiah</u>				
<u>Fixed Rate</u>				
FR0040	11.00	-	-	-
FR0056	8.38	-	-	-
FR0059	7.00	7.00	-	-
FR0061	7.00	7.00	-	-
FR0063	5.63	5.63	-	-
FR0064	6.13	6.13	6.13	6.13

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.1. Government Bonds (continued)

Information regarding interest rates and maturity date are as follows (continued):

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss (continued)</u>				
<u>Rupiah (continued)</u>				
Fixed Rate (continued)				
FR0065	6.63	6.63	6.63	6.63
FR0074	7.50	7.50	-	-
FR0075	7.50	7.50	-	-
Republic of Indonesia Bonds				
ORI012	9.00	9.00	-	-
ORI014	5.85	5.85	-	-
Sukuk Government Bonds				
IFR0006	10.25	10.25	10.25	10.25
PBS005	6.75	6.75	6.75	6.75
PBS006	8.25	8.25	8.25	8.25
PBS011	8.75	8.75	8.75	8.75
PBS012	8.88	8.88	8.88	8.88
PBS013	6.25	6.25	6.25	6.25
SR008	8.30	8.30	8.30	8.30
SR009	6.90	6.90	-	-
Government Treasury Bills	Varies	-	-	-
<u>United States Dollar</u>				
Republic of Indonesia Bonds				
RI0123	2.95	2.95	-	-
RI0128	3.50	-	-	-
Sukuk Government Bonds				
INDOIS 28	4.40	-	-	-
<u>Available for sale</u>				
<u>Rupiah</u>				
Fixed Rate				
FR0035	12.90	12.90	12.90	12.90
FR0052	10.50	10.50	10.50	10.50
FR0053	8.25	8.25	8.25	8.25
FR0059	7.00	7.00	7.00	7.00
FR0061	7.00	7.00	7.00	7.00
FR0063	5.63	5.63	5.63	5.63
FR0064	6.13	6.13	6.13	6.13
FR0065	6.63	6.63	6.63	6.63
FR0069	7.88	7.88	7.88	7.88
FR0074	7.50	7.50	7.50	-
Sukuk Government Bonds				
PBS002 SL	5.45	5.45	-	-
PBS003	6.00	6.00	-	-
PBS004	6.10	6.10	6.10	-
PBS006	8.25	8.25	8.25	-
PBS011	8.75	8.75	8.75	-
PBS012	8.88	8.88	8.88	-
PBS013	6.25	6.25	6.25	-
PBS014	6.50	6.50	6.50	-
PBS016 SL	6.25	-	-	-
PBS017 SL	6.13	-	-	-
SR008	8.30	8.30	8.30	-
SR009	6.90	6.90	6.90	-
Government Treasury Bills	Varies	Varies	Varies	Varies

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.1. Government Bonds (continued)

Information regarding interest rates and maturity date are as follows (continued):

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Rupiah (continued)</u>				
Republic of Indonesia Bonds				
ORI012	9.00	9.00	9.00	9.00
ORI013	6.60	6.60	6.60	-
ORI014	5.85	5.85	5.85	-
<u>Foreign currencies</u>				
United States Dollar Fixed Rate				
RI0125	4.13	4.13	4.13	4.13
RI0126	4.75	4.75	4.75	4.75
RI0320	5.88	5.88	5.88	5.88
RI0319	11.63	11.63	11.63	11.63
RI0422	3.75	3.75	3.75	3.75
RI0423	3.38	3.38	3.38	3.38
RI0521	4.88	4.88	4.88	4.88
RI0822	3.70	3.70	3.70	-
RI1023	5.38	5.38	5.38	5.38
RI1320	5.88	5.88	5.88	5.88
U.S. Treasury Bonds	Varies	Varies	Varies	Varies
European Euro Government Bonds				
RIEUR0275	3.38	3.38	3.38	3.38
RIEUR0623	2.63	2.63	2.63	-
RIEUR0721	2.88	2.88	2.88	2.88
RIEUR0724	2.15	2.15	-	-
Singapore Government Securities				
SIGB 060126	2.13	2.13	2.13	-
Sukuk Government Bonds				
INDOIS 18	4.00	4.00	4.00	-
INDOIS 19S	6.13	6.13	6.13	-
INDOIS 21	3.40	3.40	3.40	-
INDOIS 21A	3.40	3.40	3.40	-
INDOIS 22	3.40	3.40	3.40	-
INDOIS 22 SL	3.30	3.30	3.30	-
INDOIS 24	4.35	4.35	4.35	-
INDOIS 25	4.33	4.33	4.33	-
INDOIS 26	4.55	4.55	4.55	-
INDOIS 27 SL	4.15	-	-	-
<u>Held to maturity</u>				
<u>Rupiah</u>				
Fixed Rate				
FR0034	12.80	12.80	12.80	12.80
FR0038	11.60	11.60	11.60	11.60
FR0039	11.75	11.75	11.75	11.75
FR0040	11.00	11.00	11.00	11.00
FR0042	10.25	10.25	10.25	10.25
FR0043	10.25	10.25	10.25	10.25
FR0044	10.00	10.00	10.00	10.00
FR0045	9.75	9.75	9.75	9.75
FR0046	9.50	9.50	9.50	9.50
FR0047	10.00	10.00	10.00	10.00
Sukuk Government Bonds				
SR008	8.30	8.30	8.30	8.30

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.1. Government Bonds (continued)

Information regarding interest rates and maturity date are as follows (continued):

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity (continued)</u>				
<u>Rupiah (continued)</u>				
Sukuk Government Bonds (continued)				
PBS002	5.45	5.45	5.45	5.45
PBS003	6.00	6.00	6.00	6.00
PBS004	6.10	6.10	6.10	6.10
PBS005	6.75	6.75	6.75	6.75
PBS006	8.25	8.25	8.25	8.25
PBS007	9.00	9.00	9.00	9.00
PBS011	8.75	8.75	8.75	-
PBS014	6.50	6.50	6.50	6.50
IFR0006	10.25	10.25	10.25	10.25
IFR0007	10.25	10.25	10.25	10.25
IFR0010	10.00	10.00	10.00	10.00
Government Treasury Bills	Varies	Varies	Varies	Varies
Republic of Indonesia Bonds				
ORI012	9.00	9.00	9.00	-
ORI013	6.60	6.60	6.60	-
<u>Foreign currencies</u>				
Sukuk Government Bonds				
INDOIS 18	4.00	4.00	4.00	4.00
INDOIS 19	6.13	6.13	6.13	6.13
INDOIS 19S	6.13	6.13	6.13	6.13
INDOIS 21	3.40	3.40	3.40	-
INDOIS 21A	3.40	3.40	3.40	-
INDOIS 22	3.40	3.40	3.40	3.40
INDOIS 24	4.35	4.35	4.35	4.35
INDOIS 25	4.33	4.33	4.33	4.33
INDOIS 26	4.55	4.55	4.55	-
Fixed Rate				
RI0124	5.88	5.88	5.88	5.88
RI0125	4.12	4.12	4.12	4.12
RI0126	4.75	4.75	4.75	4.75
RI0237	6.63	6.63	-	-
RI0319	11.63	11.63	-	-
RI0320	5.88	5.88	5.88	5.88
RI0422	3.75	3.75	3.75	3.75
RI0521	4.88	4.88	4.88	4.88
RI1023	5.38	5.38	5.38	5.38
RI190304	11.63	11.63	11.63	11.63
USDFR0002	4.05	4.05	4.05	-
European Euro Government Bonds				
RIEUR0623	2.62	2.62	2.62	-
RIEUR0721	2.87	2.87	2.87	-
RIEUR0725	3.37	3.37	3.37	3.37

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss</u>				
<u>Rupiah</u>				
Fixed Rate				
FR0040	September 15, 2025	-	-	-
FR0056	September 15, 2026	-	-	-
FR0059	May 15, 2027	May 15, 2027	-	-
FR0061	May 15, 2022	May 15, 2022	-	-
FR0063	May 15, 2023	May 15, 2023	-	-
FR0064	May 15, 2028	May 15, 2028	May 15, 2028	May 15, 2028

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.1. Government Bonds (continued)

Information regarding interest rates and maturity date are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss (continued)</u>				
<u>Rupiah (continued)</u>				
Fixed Rate (continued)				
FR0065	May 15, 2033	May 15, 2033	May 15, 2033	May 15, 2033
FR0074	August 15, 2032	August 15, 2032	-	-
FR0075	May 15, 2038	May 15, 2038	-	-
Republic of Indonesia Bonds				
ORI012	October 15, 2018	October 15, 2018	-	-
ORI014	October 15, 2020	October 15, 2020	-	-
Sukuk Government Bonds				
IFR0006	March 15, 2030	March 15, 2030	March 15, 2030	March 15, 2030
PBS005	April 15, 2043	April 15, 2043	April 15, 2043	April 15, 2043
PBS006	September 15, 2020	September 15, 2020	September 15, 2020	September 15, 2020
PBS011	August 15, 2023	August 15, 2023	August 15, 2023	August 15, 2023
PBS012	November 15, 2031	November 15, 2031	November 15, 2031	November 15, 2031
PBS013	May 15, 2019	May 15, 2019	May 15, 2019	May 15, 2019
SR008	March 10, 2019	March 10, 2019	March 10, 2019	March 10, 2019
SR009	March 10, 2020	March 10, 2020	-	-
Government Treasury Bills	Varies	-	-	-
<u>United States Dollar</u>				
Republic of Indonesia Bonds				
RI0123	January 11, 2023	January 11, 2023	-	-
RI0128	January 11, 2028	-	-	-
Sukuk Government Bonds				
INDOIS 28	March 1, 2028	-	-	-
<u>Available for sale</u>				
<u>Rupiah</u>				
Fixed Rate				
FR0035	June 15, 2022	June 15, 2022	June 15, 2022	June 15, 2022
FR0052	August 15, 2030	August 15, 2030	August 15, 2030	August 15, 2030
FR0053	July 15, 2021	July 15, 2021	July 15, 2021	July 15, 2021
FR0059	May 15, 2027	May 15, 2027	May 15, 2027	May 15, 2027
FR0061	May 15, 2022	May 15, 2022	May 15, 2022	May 15, 2022
FR0063	May 15, 2023	May 15, 2023	May 15, 2023	May 15, 2023
FR0064	May 15, 2028	May 15, 2028	May 15, 2028	May 15, 2028
FR0065	May 15, 2033	May 15, 2033	May 15, 2033	May 15, 2033
FR0069	April 15, 2019	April 15, 2019	April 15, 2019	April 15, 2019
FR0074	August 15, 2032	August 15, 2032	August 15, 2032	-
Sukuk Government Bonds				
PBS002 SL	January 15, 2022	January 15, 2022	-	-
PBS003	January 15, 2027	January 15, 2027	-	-
PBS004	February 15, 2037	February 15, 2037	February 15, 2037	-
PBS006	September 15, 2020	September 15, 2020	September 15, 2020	-
PBS011	August 15, 2023	August 15, 2023	August 15, 2023	-
PBS012	November 15, 2031	November 15, 2031	November 15, 2031	-
PBS013	May 15, 2019	May 15, 2019	May 15, 2019	-
PBS014	May 15, 2021	May 15, 2021	May 15, 2021	-
PBS016 SL	March 15, 2020	-	-	-
PBS017 SL	October 15, 2025	-	-	-
SR008	March 10, 2019	March 10, 2019	March 10, 2019	-
SR009	March 10, 2020	March 10, 2020	March 10, 2020	-
Government Treasury Bills	Varies	Varies	Varies	Varies

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.1. Government Bonds (continued)

Information regarding interest rates and maturity date are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Rupiah (continued)</u>				
Republic of Indonesia Bonds				
ORI012	October 15, 2018	October 15, 2018	October 15, 2018	October 15, 2018
ORI013	October 15, 2019	October 15, 2019	October 15, 2019	-
ORI014	October 15, 2020	October 15, 2020	October 15, 2020	-
<u>Foreign currencies</u>				
United States Dollar				
Fixed Rate				
RI0125	January 15, 2025	January 15, 2025	January 15, 2025	January 15, 2025
RI0126	January 8, 2026	January 8, 2026	January 8, 2026	January 8, 2026
RI0320	March 13, 2020	March 13, 2020	March 13, 2020	March 13, 2020
RI0319	March 4, 2019	March 4, 2019	March 4, 2019	March 4, 2019
RI0422	April 25, 2022	April 25, 2022	April 25, 2022	April 25, 2022
RI0423	April 15, 2023	April 15, 2023	April 15, 2023	April 15, 2023
RI0521	May 5, 2021	May 5, 2021	May 5, 2021	May 5, 2021
RI0822	January 8, 2022	January 8, 2022	January 8, 2022	-
RI1023	October 17, 2023	October 17, 2023	October 17, 2023	October 17, 2023
RI1320	March 13, 2020	March 13, 2020	March 13, 2020	March 13, 2020
U.S. Treasury Bonds	Varies	Varies	Varies	Varies
Euro European Government Bonds				
RIEUR0275	July 30, 2025	July 30, 2025	July 30, 2025	July 30, 2025
RIEUR0623	June 14, 2023	June 14, 2023	June 14, 2023	-
RIEUR0721	July 8, 2021	July 8, 2021	July 8, 2021	July 8, 2021
RIEUR0724	July 18, 2024	July 18, 2024	-	-
Singapore Government Securities				
SIGB 060126	June 1, 2026	June 1, 2026	June 1, 2026	-
Sukuk Government Bonds				
INDOIS 18	November 21, 2018	November 21, 2018	November 21, 2018	-
INDOIS 19S	March 15, 2019	March 15, 2019	March 15, 2019	-
INDOIS 21	March 31, 2021	March 31, 2021	March 31, 2021	-
INDOIS 21A	March 29, 2021	March 29, 2021	March 29, 2021	-
INDOIS 22	March 29, 2022	March 29, 2022	March 29, 2022	-
INDOIS 22 SL	November 21, 2022	November 21, 2022	November 21, 2022	-
INDOIS 24	September 10, 2024	September 10, 2024	September 10, 2024	-
INDOIS 25	May 28, 2025	May 28, 2025	May 28, 2025	-
INDOIS 26	March 29, 2026	March 29, 2026	March 29, 2026	-
INDOIS 27 SL	March 29, 2027	-	-	-
<u>Held to maturity</u>				
<u>Rupiah</u>				
Fixed Rate				
FR0034	June 15, 2021	June 15, 2021	June 15, 2021	June 15, 2021
FR0038	August 15, 2018	August 15, 2018	August 15, 2018	August 15, 2018
FR0039	August 15, 2023	August 15, 2023	August 15, 2023	August 15, 2023
FR0040	September 15, 2025	September 15, 2025	September 15, 2025	September 15, 2025
FR0042	July 15, 2027	July 15, 2027	July 15, 2027	July 15, 2027
FR0043	July 15, 2022	July 15, 2022	July 15, 2022	July 15, 2022
FR0044	September 15, 2024	September 15, 2024	September 15, 2024	September 15, 2024
FR0045	May 15, 2037	May 15, 2037	May 15, 2037	May 15, 2037
FR0046	July 15, 2023	July 15, 2023	July 15, 2023	July 15, 2023
FR0047	February 15, 2028	February 15, 2028	February 15, 2028	February 15, 2028
Sukuk Government Bonds				
SR008	March 10, 2019	March 10, 2019	March 10, 2019	March 10, 2019
PBS002	January 15, 2022	January 15, 2022	January 15, 2022	January 15, 2022
PBS003	January 15, 2027	January 15, 2027	January 15, 2027	January 15, 2027
PBS004	February 15, 2037	February 15, 2037	February 15, 2037	February 15, 2037
PBS005	April 15, 2043	April 15, 2043	April 15, 2043	April 15, 2043
PBS006	September 15, 2020	September 15, 2020	September 15, 2020	September 15, 2020

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.1. Government Bonds (continued)

Information regarding interest rates and maturity date are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity (continued)</u>				
<u>Rupiah (continued)</u>				
Sukuk Government Bonds (continued)				
PBS007	September 15, 2040	September 15, 2040	September 15, 2040	September 15, 2040
PBS011	August 15, 2023	August 15, 2023	August 15, 2023	-
PBS014	May 15, 2021	May 15, 2021	May 15, 2021	May 15, 2021
IFR0006	March 15, 2030	March 15, 2030	March 15, 2030	March 15, 2030
IFR0007	January 15, 2025	January 15, 2025	January 15, 2025	January 15, 2025
IFR0010	February 15, 2036	February 15, 2036	February 15, 2036	February 15, 2036
Government Treasury Bills	Varies	Varies	Varies	Varies
Republic of Indonesia Bonds				
ORI012	October 15, 2018	October 15, 2018	October 15, 2018	-
ORI013	October 15, 2019	October 15, 2019	October 15, 2019	-
<u>Foreign currencies</u>				
Sukuk Government Bonds				
INDOIS 18	November 21, 2018	November 21, 2018	November 21, 2018	November 21, 2018
INDOIS 19	March 15, 2019	March 15, 2019	March 15, 2019	March 15, 2019
INDOIS 19S	March 15, 2019	March 15, 2019	March 15, 2019	March 15, 2019
INDOIS 21	March 31, 2021	March 31, 2021	March 31, 2021	-
INDOIS 21A	March 29, 2021	March 29, 2021	March 29, 2021	-
INDOIS 22	March 29, 2022	March 29, 2022	March 29, 2022	March 29, 2022
INDOIS 24	September 10, 2024	September 10, 2024	September 10, 2024	September 10, 2024
INDOIS 25	May 28, 2025	May 28, 2025	May 28, 2025	May 28, 2025
INDOIS 26	March 29, 2026	March 29, 2026	March 29, 2026	-
Fixed Rate				
RI0124	January 15, 2024	January 15, 2024	January 15, 2024	January 15, 2024
RI0125	January 15, 2025	January 15, 2025	January 15, 2025	January 15, 2025
RI0126	January 8, 2026	January 8, 2026	January 8, 2026	January 8, 2026
RI0237	February 17, 2037	February 17, 2037	-	-
RI0319	March 4, 2019	March 4, 2019	-	-
RI0320	March 13, 2020	March 13, 2020	March 13, 2020	March 13, 2020
RI0422	April 25, 2022	April 25, 2022	April 25, 2022	April 25, 2022
RI0521	May 5, 2021	May 5, 2021	May 5, 2021	May 5, 2021
RI1023	October 17, 2023	October 17, 2023	October 17, 2023	October 17, 2023
RI190304	March 4, 2019	March 4, 2019	March 4, 2019	March 4, 2019
USDFR0002	June 24, 2026	June 24, 2026	June 24, 2026	-
European Euro Government Bonds				
RIEUR0623	June 14, 2023	June 14, 2023	June 14, 2023	-
RIEUR0721	July 8, 2021	July 8, 2021	July 8, 2021	-
RIEUR0725	July 30, 2025	July 30, 2025	July 30, 2025	July 30, 2025

The market values of Government bonds classified as “Fair Value through Profit or Loss” and “Available for Sale” ranged from 95.50% to 125.04%, 84.99% to 149.63%, 74.48% to 135.63% and 71.00% to 125.68% as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds

	Fair Value/Carrying Value			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Surya Artha Nusantara Finance	15,230	15,335	19,740	-
PT Medco Energi Internasional Tbk	7,487	7,491	10,160	-
PT Adira Dinamika Multi Finance Tbk	7,197	7,248	7,238	-
PT Summarecon Agung Tbk	3,107	2,639	2,597	1,719
PT Indosat Tbk	2,627	3,120	5,103	4,036
Others	-	-	9,578	6,927
	35,648	35,833	54,416	12,682
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Perusahaan Listrik Negara (Persero)	4,856	4,912	1,812	3,334
Others	-	30,633	8,517	2,075
	4,856	35,545	10,329	5,409
	40,504	71,378	64,745	18,091
<u>Available for sale</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk	322,485	264,344	243,247	33,568
PT Bank OCBC NISP Tbk	314,924	404,543	246,165	60,832
PT Adira Dinamika Multi Finance Tbk	305,866	294,642	106,133	61,772
PT Astra Sedaya Finance	254,630	232,123	365,786	125,897
PT Bank CIMB Niaga Tbk	250,235	274,488	129,375	9,868
PT Bank Maybank Indonesia Tbk	179,667	-	-	-
PT Bank UOB Indonesia	155,424	156,774	132,589	24,710
PT Maybank Indonesia Finance	123,629	187,393	35,581	29,787
PT Toyota Astra Financial Services	108,285	119,100	126,881	-
PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk	89,975	90,165	-	-
Others	815,722	970,743	755,482	301,581
	2,920,842	2,994,315	2,141,239	648,015
<u>Foreign currencies</u>				
JP Morgan Chase Bank, N.A.	78,786	80,834	105,320	106,269
Alibaba Group Holding Ltd.	68,237	69,971	66,622	66,388
Oversea-Chinese Banking Corporation	55,785	56,307	54,283	56,342
Xerox Corporation	40,569	40,117	38,655	39,119
Macy's Inc.	26,531	26,108	26,298	25,883
Province of Ontario	13,030	12,987	12,978	11,365
Citigroup Inc.	11,916	10,164	9,792	8,212
Bank of America	10,078	10,245	9,786	8,372
Wells Fargo & Company	9,695	9,774	9,669	8,230
The Federal Home Loan Mortgage Corporation	8,433	8,436	28,859	24,669
Others	117,639	119,484	444,917	523,463
	440,699	444,427	807,179	878,312

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

	Fair Value/Carrying Value			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Lembaga Pembiayaan Ekspor Indonesia	1,181,215	1,126,131	535,518	156,862
PT Bank Tabungan Negara (Persero) Tbk	759,146	783,305	349,854	138,721
PT Bank Mandiri (Persero) Tbk	655,179	682,133	48,979	-
PT Bank Negara Indonesia (Persero) Tbk	459,636	461,890	-	-
PT Sarana Multigriya Finansial (Persero)	416,916	450,181	157,814	48,885
PT Indonesia Power	391,874	383,547	-	-
PT Jasa Marga (Persero) Tbk	297,922	318,613	275,649	276,847
PT Pegadaian (Persero)	385,524	299,507	105,224	94,780
PT Perusahaan Listrik Negara (Persero)	303,755	280,192	144,717	129,480
PT Mandiri Tunas Finance	239,264	187,700	139,510	74,771
Others	1,143,578	1,105,704	651,296	250,655
	6,234,009	6,078,903	2,408,561	1,171,001
<u>Foreign currencies</u>				
PT Pertamina (Persero)	346,353	352,610	257,029	278,214
PT Perusahaan Listrik Negara (Persero)	291,642	237,779	146,181	239,376
PT Perusahaan Gas Negara (Persero) Tbk	78,290	79,766	100,658	79,908
PT Pelabuhan Indonesia III (Persero)	35,920	36,918	100,613	76,085
PT Pelabuhan Indonesia II (Persero)	13,492	13,873	209,527	196,548
Others	-	-	614,890	619,439
	765,697	720,946	1,428,898	1,489,570
	10,361,247	10,238,591	6,785,877	4,186,898
<u>Held to maturity</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk	185,416	185,441	147,385	9,763
PT Indosat Tbk	160,528	114,009	118,855	122,226
PT Bank OCBC NISP Tbk	110,025	145,046	145,157	147,966
PT Bank UOB Indonesia	75,025	85,242	85,369	75,208
PT Bank Maybank Indonesia Tbk	125,000	75,000	199,713	112,247
PT Bank CIMB Niaga Tbk	51,084	51,118	93,205	122,211
PT Indonesia Infrastructure Finance	49,998	49,998	50,000	-
PT Toyota Astra Financial Services	32,998	32,998	33,000	29,643
PT Astra Sedaya Finance	28,009	28,020	39,221	86,247
PT XL Axiata Tbk	25,000	25,000	-	-
Others	175,720	390,981	532,425	928,378
	1,018,803	1,182,953	1,444,330	1,633,889
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Pupuk Indonesia (Persero)	930,159	940,237	116,011	114,866
PT Bank Tabungan Negara (Persero) Tbk	506,336	506,341	506,239	390,461
PT Pegadaian (Persero)	328,105	328,125	464,436	629,884
Lembaga Pembiayaan Ekspor Indonesia	230,170	260,186	308,272	463,559
PT Telekomunikasi Indonesia (Persero) Tbk	237,174	237,256	231,282	232,504
PT Angkasa Pura I (Persero)	100,000	100,000	100,000	-
PT Sarana Multigriya Finansial (Persero)	100,000	30,000	138,766	408,539
PT Aneka Tambang (Persero) Tbk	95,000	95,000	95,000	95,000
PT Mandiri Tunas Finance	89,996	89,996	124,075	124,256
PT Perusahaan Listrik Negara (Persero)	68,884	66,947	105,008	113,270
Others	287,654	373,002	378,900	407,169
	2,973,478	3,027,090	2,567,989	2,979,508

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

	Fair Value/Carrying Value			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity (continued)</u>				
<u>Related parties (Note 44) (continued)</u>				
<u>Foreign currencies</u>				
PT Perusahaan Listrik Negara (Persero)	55,984	55,314	62,902	64,131
PT Perusahaan Gas Negara (Persero) Tbk	54,552	53,727	52,148	43,597
PT Pelabuhan Indonesia II (Persero)	35,707	35,126	33,863	35,217
PT Pertamina (Persero)	29,117	28,646	34,514	35,621
PT Pelabuhan Indonesia III (Persero)	22,109	21,811	21,353	22,320
Others	-	-	534,470	560,748
	197,469	194,624	739,250	761,634
	4,189,750	4,404,667	4,751,569	5,375,031
Total	14,591,501	14,714,636	11,602,191	9,580,020

Information regarding interest rates, maturity date and ratings are as follows:

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Surya Artha Nusantara Finance				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	9.00	9.00	9.00	-
PT Medco Energi Internasional Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	11.30	11.30	11.30	-
PT Adira Dinamika Multi Finance Tbk				
<i>Berkelanjutan</i> II Phase II Year 2013 Series C	11.00	11.00	11.00	-
PT Summarecon Agung Tbk				
Sukuk <i>Ijarah Berkelanjutan</i> I Phase I Year 2013	10.85	10.85	10.85	10.85
Sukuk <i>Ijarah Berkelanjutan</i> I Phase II Year 2014	11.50	11.50	11.50	11.50
PT Indosat Tbk				
<i>Berkelanjutan</i> I Phase I Year 2014 Series B	10.30	10.30	-	-
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Perusahaan Listrik Negara (Persero)				
Sukuk <i>Ijarah</i> V Year 2010 Series B	10.40	10.40	10.40	10.40
Sukuk <i>Ijarah Berkelanjutan</i> I Phase I Year 2013	8.00	8.00	8.00	8.00
Sukuk <i>Ijarah Berkelanjutan</i> II Phase II Year 2017 Series C	8.70	-	-	-
<u>Available for sale</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016	9.15	9.15	9.15	-
<i>Berkelanjutan</i> II Phase II Year 2016	8.75	8.75	8.75	-
<i>Berkelanjutan</i> II Phase III Year 2018	7.60	-	-	-
PT Bank OCBC NISP Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series C	8.25	8.25	8.25	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series C	7.70	7.70	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Third parties (continued)</u>				
<u>Rupiah (continued)</u>				
PT Adira Dinamika Multi Finance Tbk				
<i>Berkelanjutan</i> II Phase II Year 2013 Series C	11.00	11.00	11.00	-
<i>Berkelanjutan</i> III Phase I Year 2015 Series A	9.50	9.50	9.50	-
<i>Berkelanjutan</i> III Phase I Year 2015 Series B	10.25	10.25	10.25	-
<i>Berkelanjutan</i> III Phase II Year 2015 Series B	9.50	9.50	9.50	-
<i>Berkelanjutan</i> III Phase II Year 2015 Series C	10.25	10.25	10.25	-
<i>Berkelanjutan</i> III Phase IV Year 2016 Series B	8.75	8.75	8.75	-
<i>Berkelanjutan</i> III Phase V Year 2017 Series A	7.50	7.50	-	-
<i>Berkelanjutan</i> III Phase V Year 2017 Series B	8.60	8.60	-	-
<i>Berkelanjutan</i> III Phase V Year 2017 Series C	8.90	8.90	-	-
<i>Berkelanjutan</i> III Phase VI Year 2017 Series B	8.10	8.10	-	-
<i>Berkelanjutan</i> IV Phase I Year 2017 Series C	7.55	7.55	-	-
<i>Berkelanjutan</i> IV Phase II Year 2018 Series D	7.50	-	-	-
PT Astra Sedaya Finance				
<i>Berkelanjutan</i> III Phase IV Year 2017 Series A	6.25	6.25	-	-
<i>Berkelanjutan</i> III Phase IV Year 2017 Series B	7.50	7.50	-	-
<i>Berkelanjutan</i> III Phase II Year 2016 Series B	7.95	7.95	-	-
<i>Berkelanjutan</i> II Phase V Year 2015 Series B	9.25	9.25	9.25	9.25
<i>Berkelanjutan</i> III Phase I Year 2016 Series B	8.50	8.50	8.50	-
<i>Berkelanjutan</i> III Phase III Year 2017 Series C	8.75	8.75	-	-
<i>Berkelanjutan</i> III Phase III Year 2017 Series B	8.50	8.50	-	-
PT Bank CIMB Niaga Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series C	8.25	8.25	8.25	8.25
<i>Berkelanjutan</i> II Phase II Year 2017 Series B	7.70	7.70	-	7.70
<i>Berkelanjutan</i> II Phase II Year 2017 Series C	8.15	8.15	-	8.15
<i>Berkelanjutan</i> II Phase III Year 2017 Series C	7.75	7.75	-	7.75
PT Bank Maybank Indonesia Tbk				
Sukuk <i>Mudharabah Berkelanjutan</i> I Phase II Year 2016	8.25	-	8.25	-
<i>Berkelanjutan</i> II Phase II Year 2018	7.15	-	-	-
PT Bank UOB Indonesia				
Phase I Year 2015 Series B	9.40	9.40	9.40	9.40
Phase I Year 2015 Series C	9.60	9.60	9.60	-
<i>Berkelanjutan</i> I Phase I Year 2016 Series B	8.00	8.00	-	-
<i>Berkelanjutan</i> I Phase I Year 2016 Series C	8.25	8.25	8.25	-
PT Maybank Indonesia Finance				
<i>Berkelanjutan</i> I Phase III Year 2016 Series A	8.30	8.30	-	-
PT Toyota Astra Financial Services				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	8.40	8.40	8.40	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series B	8.50	8.50	-	-
PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk				
<i>Berkelanjutan</i> I Phase I Year 2017 Series B	8.15	8.15	-	-
<u>Foreign currencies</u>				
JP Morgan Chase Bank, N.A.				
JP Morgan Chase Bank, N.A.	4.95	4.95	-	4.95
JP Morgan Chase Bank, N.A.	3.20	3.20	-	-
JP Morgan Chase Bank, N.A.	3.13	-	-	3.13
Alibaba Group Holding Ltd.				
Alibaba Group Holding Ltd.	3.60	3.60	3.60	3.60
Oversea-Chinese Banking Corporation				
OCBCSP 061924	4.25	4.25	4.25	4.25
Xerox Corporation				
Xerox Corporation	3.80	3.80	3.80	3.80
Macy's Inc.				
Macy's Inc.	3.63	3.63	3.63	3.63
Province of Ontario				
Province of Ontario	4.40	4.40	4.40	4.40
Citigroup Inc.				
Citigroup Inc.	3.52	-	-	-
Citigroup Inc.	2.65	2.65	2.65	2.65
Citigroup Inc.	3.75	3.75	3.75	3.75

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Third parties (continued)</u>				
<u>Foreign currencies (continued)</u>				
Bank of America				
Bank of America	3.30	3.30	3.30	3.30
Bank of America	3.00	3.00	-	-
Bank of America	3.50	3.50	-	-
Wells Fargo & Company				
Wells Fargo & Company	2.60	2.60	2.60	2.60
Wells Fargo & Company	3.50	3.50	3.50	3.50
The Federal Home Loan Mortgage Corporation				
The Federal Home Loan Mortgage Corporation	2.38	2.38	2.38	2.38
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Lembaga Pembiayaan Ekspor Indonesia				
<i>Berkelanjutan I Phase I Year 2011 Series C</i>	8.50	8.50	-	-
<i>Berkelanjutan II Phase I Year 2014 Series D</i>	9.75	9.75	9.75	9.75
<i>Berkelanjutan II Phase V Year 2015 Series C</i>	9.50	9.50	9.50	9.50
<i>Berkelanjutan II Phase VI Year 2015 Series B</i>	9.20	9.20	9.20	9.20
<i>Berkelanjutan II Phase VI Year 2015 Series C</i>	9.50	9.50	9.50	9.50
<i>Berkelanjutan II Phase VII Year 2016 Series B</i>	9.25	9.25	9.25	-
<i>Berkelanjutan II Phase VII Year 2016 Series C</i>	9.60	9.60	9.60	-
<i>Berkelanjutan III Phase I Year 2016 Series B</i>	8.20	8.20	8.20	-
<i>Berkelanjutan III Phase I Year 2016 Series C</i>	8.70	8.70	8.70	-
<i>Berkelanjutan III Phase II Year 2016 Series B</i>	7.95	7.95	-	-
<i>Berkelanjutan III Phase III Year 2016 Series B</i>	7.85	7.85	-	-
<i>Berkelanjutan III Phase III Year 2016 Series C</i>	8.20	8.20	-	-
<i>Berkelanjutan III Phase III Year 2016 Series D</i>	8.50	8.50	8.50	-
<i>Berkelanjutan III Phase IV Year 2017 Series B</i>	8.40	8.40	-	-
<i>Berkelanjutan III Phase IV Year 2017 Series C</i>	8.90	8.90	-	-
<i>Berkelanjutan III Phase V Year 2017 Series B</i>	7.90	-	-	-
<i>Berkelanjutan III Phase V Year 2017 Series C</i>	8.25	8.25	-	-
<i>Berkelanjutan III Phase VI Year 2018 Series B</i>	6.70	-	-	-
PT Bank Tabungan Negara (Persero) Tbk				
<i>Berkelanjutan II Phase I Year 2015 Series A</i>	9.63	9.63	9.63	9.63
<i>Berkelanjutan II Phase I Year 2015 Series B</i>	9.88	9.88	9.88	9.88
<i>Berkelanjutan II Phase I Year 2015 Series C</i>	10.00	10.00	10.00	10.00
<i>Berkelanjutan II Phase II Year 2016 Series A</i>	8.20	8.20	8.20	-
<i>Berkelanjutan II Phase II Year 2016 Series B</i>	8.75	8.75	8.75	-
<i>Berkelanjutan III Phase I Year 2017 Series A</i>	8.30	8.30	-	-
<i>Berkelanjutan III Phase I Year 2017 Series B</i>	8.50	8.50	-	-
<i>Phase XIV Year 2010</i>	10.25	10.25	10.25	10.25
<i>Berkelanjutan I Phase II Year 2013</i>	7.90	7.90	7.90	7.90
PT Bank Mandiri (Persero) Tbk				
<i>Berkelanjutan I Phase I Year 2016 Series A</i>	7.95	7.95	7.95	-
<i>Berkelanjutan I Phase II Year 2017 Series A</i>	8.00	8.00	-	-
<i>Berkelanjutan I Phase II Year 2017 Series B</i>	8.50	8.50	-	-
PT Bank Negara Indonesia (Persero) Tbk				
<i>Berkelanjutan I Phase I Year 2017</i>	8.00	8.00	-	-
PT Sarana Multigriya Finansial (Persero)				
<i>Berkelanjutan III Phase I Year 2015 Series B</i>	9.25	9.25	9.25	9.25
<i>Berkelanjutan III Phase IV Year 2016 Series B</i>	9.13	-	9.13	-
<i>Berkelanjutan III Phase V Year 2016 Series B</i>	8.20	-	8.20	-
<i>Berkelanjutan III Phase VI Year 2016</i>	8.60	8.60	8.60	-
<i>Berkelanjutan III Phase VII Year 2017 Series B</i>	8.40	8.40	-	-
<i>Berkelanjutan IV Phase I Year 2017 Series B</i>	7.80	7.80	-	-
<i>Berkelanjutan IV Phase III Year 2018 Series C</i>	6.95	-	-	-
PT Indonesia Power				
Eba Danareksa I Year 2017 Class A	8.02	8.02	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Related parties (Notes 44) (continued)</u>				
<u>Rupiah (continued)</u>				
PT Jasa Marga (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I				
Year 2013 Series S Series C	8.90	8.90	8.90	8.90
<i>Berkelanjutan</i> I Phase II Year 2014 Series T	9.85	9.85	9.85	9.85
Phase XIV Year 2010 Series JM-10 T	9.35	9.35	9.35	9.35
Komodo 11122020	7.50	7.50	-	-
PT Pegadaian (Persero)				
<i>Berkelanjutan</i> I Phase II Year 2012 Series D				
Year 2012 Series D	7.75	7.75	7.75	7.75
<i>Berkelanjutan</i> II Phase I Year 2013 Series D	8.00	8.00	8.00	8.00
<i>Berkelanjutan</i> II Phase III Year 2015 Series B	9.25	9.25	9.25	9.25
<i>Berkelanjutan</i> II Phase III Year 2015 Series C	9.50	9.50	9.50	9.50
<i>Berkelanjutan</i> III Phase I Year 2017 Series A	6.55	6.55	-	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series B	7.40	7.40	-	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series C	7.70	7.70	-	-
<i>Berkelanjutan</i> III Phase II Year 2018 Series C	7.10	-	-	-
PT Perusahaan Listrik Negara (Persero)				
Phase XI Year 2010 Series B	12.55	-	12.55	12.55
Phase XII Year 2010 Series B	10.40	-	10.40	10.40
<i>Berkelanjutan</i> I Phase I Year 2013 Series A	8.00	-	8.00	-
<i>Berkelanjutan</i> I Phase II Year 2013 Series A	9.00	-	9.00	9.00
<i>Berkelanjutan</i> I Phase II Year 2013 Series B	9.60	-	9.60	9.60
<i>Berkelanjutan</i> II Phase II Year 2017 Series C	8.20	8.20	-	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series D	8.70	-	-	-
<i>Berkelanjutan</i> II Phase III Year 2018 Series C	7.25	-	-	-
Sukuk <i>Ijarah Berkelanjutan</i> I Phase I				
Year 2013	8.00	-	8.00	-
Sukuk <i>Ijarah Berkelanjutan</i> I Phase II				
Year 2013 Series B	9.60	-	9.60	-
Sukuk <i>Ijarah Berkelanjutan</i> II Phase III				
Year 2018 Series B	7.25	-	-	-
PT Mandiri Tunas Finance				
<i>Berkelanjutan</i> II Phase II 2016 Series A	8.95	8.95	8.95	8.95
<i>Berkelanjutan</i> II Phase II Year 2016 Series B	9.25	9.25	9.25	9.25
<i>Berkelanjutan</i> III Phase II Year 2017 Series A	8.50	8.50	8.50	8.50
<u>United States Dollar</u>				
PT Pertamina (Persero)				
Year 2021	5.25	5.25	5.25	5.25
Year 2022	4.88	4.88	4.88	4.88
Year 2023	4.30	4.30	4.30	4.30
PT Perusahaan Listrik Negara (Persero)				
Year 2021	5.50	5.50	5.50	5.50
Year 2027	4.13	4.13	-	-
PT Perusahaan Gas Negara (Persero) Tbk				
Year 2024	5.13	5.13	5.13	5.13
PT Pelabuhan Indonesia III (Persero)				
Year 2024	4.88	4.88	4.88	4.88
PT Pelabuhan Indonesia II (Persero)				
Year 2025	4.25	4.25	4.25	4.25
<u>Held to maturity</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016	9.15	9.15	9.15	-
<i>Berkelanjutan</i> II Phase II Year 2016	8.75	8.75	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity (continued)</u>				
<u>Third parties (continued)</u>				
<u>Rupiah (continued)</u>				
PT Indosat Tbk				
Year 2017 Series A	6.15	6.15	-	-
Phase VIII Year 2012 Series B	8.88	8.88	8.88	8.88
Sukuk <i>Ijarah Berkelanjutan</i> I Phase III				
Year 2015 Series B	11.20	11.20	11.20	11.20
Sukuk <i>Ijarah Berkelanjutan</i> I Phase I				
Year 2014 Series C	10.50	10.50	10.50	10.50
Sukuk <i>Ijarah</i> Indosat V Year 2012				
	8.63	8.63	8.63	8.63
PT Bank OCBC NISP Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	8.00	8.00	8.00	-
<i>Berkelanjutan</i> II Phase I Year 2016 Series C	8.25	8.25	8.25	-
PT Bank UOB Indonesia				
Phase I Year 2015 Series B	9.40	9.40	9.40	9.40
Phase I Year 2015 Series C	9.60	9.60	9.60	-
<i>Berkelanjutan</i> I Phase I Year 2016 Series B	8.00	8.00	8.00	-
PT Bank Maybank Indonesia Tbk				
Sukuk <i>Mudharabah Berkelanjutan</i> I Phase II				
Year 2016	8.25	8.25	8.25	8.25
PT Bank CIMB Niaga Tbk				
<i>Berkelanjutan</i> I Phase II Year 2013 Series C	9.75	9.75	9.75	9.75
PT Indonesia Infrastructure Finance				
Phase I Year 2016 Series B	8.70	8.70	8.70	-
PT Toyota Astra Financial Services				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	8.40	8.40	8.40	8.40
PT Astra Sedaya Finance				
<i>Berkelanjutan</i> II Phase V Year 2015 Series B	9.25	9.25	9.25	-
<i>Berkelanjutan</i> III Phase I Year 2016 Series B	8.50	8.50	8.50	-
PT XL Axiata Tbk				
Phase II Year 2017 Series C	7.25	7.25	-	-
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Pupuk Indonesia (Persero)				
<i>Berkelanjutan</i> I Phase II Year 2017 Series A	7.50	7.50	-	-
Phase I Year 2014 Series B	9.95	9.95	9.95	9.95
PT Bank Tabungan Negara (Persero) Tbk				
Phase XIV Year 2010	10.25	10.25	10.25	10.25
Phase XV Year 2011	9.50	9.50	9.50	9.50
<i>Berkelanjutan</i> I Phase I Year 2012	7.90	7.90	7.90	7.90
<i>Berkelanjutan</i> I Phase II Year 2013	7.90	7.90	7.90	7.90
<i>Berkelanjutan</i> II Phase I Year 2015 Series A	9.63	9.63	9.63	9.63
<i>Berkelanjutan</i> II Phase I Year 2015 Series B	9.88	9.88	9.88	9.88
<i>Berkelanjutan</i> II Phase I Year 2015 Series C	10.00	10.00	10.00	10.00
<i>Berkelanjutan</i> II Phase II Year 2016 Series A	8.20	8.20	8.20	-
<i>Berkelanjutan</i> II Phase II Year 2016 Series B	8.75	8.75	8.75	-
PT Pegadaian (Persero)				
<i>Berkelanjutan</i> I Phase II Year 2012 Series D	7.75	7.75	7.75	7.75
<i>Berkelanjutan</i> I Phase I Year 2011 Series C	9.00	9.00	9.00	9.00
<i>Berkelanjutan</i> II Phase II Year 2014 Series C	9.75	9.75	9.75	9.75
<i>Berkelanjutan</i> II Phase III Year 2015 Series B	9.25	9.25	9.25	9.25
<i>Berkelanjutan</i> II Phase III Year 2015 Series C	9.50	9.50	9.50	9.50
Bond X Year 2003 Series B	10.50	10.50	10.50	10.50
Bond XII Year 2009 Series C	12.88	12.88	12.88	12.88
Lembaga Pembiayaan Ekspor Indonesia				
<i>Berkelanjutan</i> II Phase III Year 2014 Series C	9.75	9.75	9.75	9.75
<i>Berkelanjutan</i> II Phase VI Year 2015 Series B	9.20	9.20	9.20	9.20
<i>Berkelanjutan</i> II Phase VI Year 2015 Series C	9.50	9.50	9.50	9.50
<i>Berkelanjutan</i> II Phase V Year 2015 Series C	9.50	9.50	9.50	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Annual Interest Rate (%)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity (continued)</u>				
<u>Related parties (Note 44)</u>				
<u>Rupiah (continued)</u>				
PT Telekomunikasi Indonesia (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I Year 2015 Series A	9.93	9.93	9.93	9.93
<i>Berkelanjutan</i> I Phase I Year 2015 Series D	11.00	11.00	11.00	11.00
Bond II Year 2010 Series B	10.20	10.20	10.20	10.20
PT Angkasa Pura I (Persero)				
Sukuk <i>Ijarah</i> Angkasa Pura I				
Year 2016 Series A	8.10	8.10	8.10	-
PT Sarana Multigriya Finansial (Persero)				
<i>Berkelanjutan</i> III Phase I Year 2015 Series B	9.25	9.25	9.25	9.25
PT Aneka Tambang (Persero) Tbk				
<i>Berkelanjutan</i> I Year 2011 Series A	8.38	8.38	8.38	8.38
<i>Berkelanjutan</i> I Year 2011 Series B	9.05	9.05	9.05	9.05
PT Mandiri Tunas Finance				
<i>Berkelanjutan</i> II Phase I Year 2015 Series A	10.20	10.20	10.20	10.20
PT Perusahaan Listrik Negara (Persero)				
<i>Berkelanjutan</i> I Phase I Year 2013 Series B	8.25	8.25	8.25	8.25
Phase VIII Year 2006 Series B	13.75	13.75	13.75	13.75
Phase IX Year 2007 Series B	10.90	10.90	10.90	10.90
Phase XI Year 2010 Series B	12.55	12.55	12.55	12.55
Phase XII Year 2010 Series B	10.40	10.40	10.40	10.40
Sukuk <i>Ijarah</i> Phase IV	12.55	12.55	12.55	12.55
Sukuk <i>Ijarah</i> Phase V Year 2010 Series B	10.40	10.40	10.40	10.40
Sukuk <i>Ijarah Berkelanjutan</i> I Phase I				
Year 2013	8.00	8.00	8.00	8.00
Sukuk <i>Ijarah Berkelanjutan</i> I Phase II				
Year 2013 Series A	9.00	9.00	9.00	9.00
Sukuk <i>Ijarah Berkelanjutan</i> I Phase II				
Year 2013 Series B	9.60	9.60	9.60	9.60
Sukuk <i>Ijarah Berkelanjutan</i> II Phase I				
Year 2017 Series B	8.50	8.50	-	-
Sukuk <i>ijarah Berkelanjutan</i> II Phase III				
Year 2018 Series A	6.50	-	-	-
<u>United States Dollar</u>				
PT Perusahaan Listrik Negara (Persero)				
Year 2020	7.75	7.75	7.75	7.75
Year 2021	5.50	5.50	5.50	5.50
PT Perusahaan Gas Negara (Persero) Tbk				
Year 2024	5.13	5.13	5.13	5.13
PT Pelabuhan Indonesia II (Persero)				
Year 2025	4.25	4.25	4.25	4.25
PT Pertamina (Persero)				
Year 2023	4.30	4.30	4.30	4.30
PT Pelabuhan Indonesia III (Persero)				
Year 2024	4.88	4.88	4.88	4.88

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Surya Artha Nusantara Finance				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	June 9, 2019	June 9, 2019	June 9, 2019	-
PT Medco Energi Internasional Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	July 15, 2021	July 15, 2021	July 15, 2021	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss (continued)</u>				
<u>Third parties (continued)</u>				
<u>Rupiah (continued)</u>				
PT Adira Dinamika Multi Finance Tbk				
<i>Berkelanjutan II Phase II</i>				
Year 2013 Series C	October 24, 2018	October 24, 2018	October 24, 2018	-
PT Summarecon Agung Tbk				
<i>Sukuk Ijarah Berkelanjutan I Phase I</i>				
Year 2013	December 11, 2018	December 11, 2018	December 11, 2018	December 11, 2018
<i>Sukuk Ijarah Berkelanjutan I Phase II</i>				
Year 2014	October 10, 2019	October 10, 2019	October 10, 2019	October 10, 2019
PT Indosat Tbk				
<i>Berkelanjutan I Phase I</i>				
Year 2014 Series B	December 12, 2019	December 12, 2019	-	-
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Perusahaan Listrik Negara (Persero)				
<i>Sukuk Ijarah V Year 2010 Series B</i>	July 8, 2022	July 8, 2022	July 8, 2022	July 8, 2022
<i>Sukuk Ijarah Berkelanjutan I Phase I</i>				
Year 2013	July 5, 2020	July 5, 2020	July 5, 2020	July 5, 2020
<i>Sukuk Ijarah Berkelanjutan II Phase II</i>				
Year 2017 Series C	November 3, 2032	-	-	-
<u>Available for sale</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk				
<i>Berkelanjutan II Phase I Year 2016</i>	June 28, 2021	June 28, 2021	June 28, 2021	-
<i>Berkelanjutan II Phase II Year 2016</i>	October 27, 2021	October 27, 2021	October 27, 2021	-
<i>Berkelanjutan II Phase III Year 2018</i>	February 27, 2023	-	-	-
PT Bank OCBC NISP Tbk				
<i>Berkelanjutan II Phase I</i>				
Year 2016 Series C	May 11, 2019	May 11, 2019	May 11, 2019	-
<i>Berkelanjutan II Phase II</i>				
Year 2017 Series C	August 22, 2020	August 22, 2020	-	-
PT Adira Dinamika Multi Finance Tbk				
<i>Berkelanjutan II Phase II</i>				
Year 2013 Series C	October 24, 2018	October 24, 2018	October 24, 2018	-
<i>Berkelanjutan III Phase I</i>				
Year 2015 Series A	June 30, 2018	June 30, 2018	June 30, 2018	-
<i>Berkelanjutan III Phase I</i>				
Year 2015 Series B	June 30, 2020	June 30, 2020	June 30, 2020	-
<i>Berkelanjutan III Phase II</i>				
Year 2015 Series B	August 25, 2018	August 25, 2018	August 25, 2018	-
<i>Berkelanjutan III Phase II</i>				
Year 2015 Series C	August 25, 2020	August 25, 2020	August 25, 2020	-
<i>Berkelanjutan III Phase IV</i>				
Year 2016 Series B	July 26, 2019	July 26, 2019	July 26, 2019	-
<i>Berkelanjutan III Phase V</i>				
Year 2017 Series A	April 2, 2018	April 2, 2018	-	-
<i>Berkelanjutan III Phase V</i>				
Year 2017 Series B	March 22, 2020	March 22, 2020	-	-
<i>Berkelanjutan III Phase V</i>				
Year 2017 Series C	March 22, 2022	March 22, 2022	-	-
<i>Berkelanjutan III Phase VI</i>				
Year 2017 Series B	July 14, 2020	July 14, 2020	-	-
<i>Berkelanjutan IV Phase I</i>				
Year 2017 Series C	December 12, 2022	December 12, 2022	-	-
<i>Berkelanjutan IV Phase II</i>				
Year 2018 Series D	March 21, 2023	-	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Third parties (continued)</u>				
<u>Rupiah (continued)</u>				
PT Astra Sedaya Finance				
<i>Berkelanjutan III Phase IV</i>				
Year 2017 Series A	November 12, 2018	November 12, 2018	-	-
<i>Berkelanjutan III Phase IV</i>				
Year 2017 Series B	November 2, 2020	November 2, 2020	-	-
<i>Berkelanjutan III Phase II</i>				
Year 2016 Series B	October 18, 2019	October 18, 2019	-	-
<i>Berkelanjutan II Phase V</i>				
Year 2015 Series B	July 2, 2018	July 2, 2018	July 2, 2018	July 2, 2018
<i>Berkelanjutan III Phase I</i>				
Year 2016 Series B	May 11, 2019	May 11, 2019	May 11, 2019	-
<i>Berkelanjutan III Phase III</i>				
Year 2017 Series C	March 3, 2022	March 3, 2022	-	-
<i>Berkelanjutan III Phase III</i>				
Year 2017 Series B	March 3, 2020	March 3, 2020	-	-
PT Bank CIMB Niaga Tbk				
<i>Berkelanjutan II Phase I</i>				
Year 2016 Series C	November 3, 2021	November 3, 2021	November 3, 2021	-
<i>Berkelanjutan II Phase II</i>				
Year 2017 Series B	August 23, 2020	August 23, 2020	-	-
<i>Berkelanjutan II Phase II</i>				
Year 2017 Series C	August 23, 2022	August 23, 2022	-	-
<i>Berkelanjutan II Phase III</i>				
Year 2017 Series C	November 2, 2022	-	-	-
PT Bank Maybank Indonesia Tbk				
<i>Sukuk Mudharabah Berkelanjutan I</i>				
Phase II Year 2016	June 10, 2019	-	June 10, 2019	-
<i>Berkelanjutan II Phase II</i>				
Year 2018	March 15, 2023	-	-	-
PT Bank UOB Indonesia				
Phase I Year 2015 Series B	April 1, 2018	April 1, 2018	April 1, 2018	April 1, 2018
Phase I Year 2015 Series C	April 1, 2020	April 1, 2020	April 1, 2020	-
<i>Berkelanjutan I Phase I</i>				
Year 2016 Series B	November 25, 2019	November 25, 2019	-	-
<i>Berkelanjutan I Phase I</i>				
Year 2016 Series C	June 30, 2021	June 30, 2021	June 30, 2021	-
PT Maybank Indonesia Finance				
<i>Berkelanjutan I Phase III</i>				
Year 2016 Series A	November 3, 2019	November 3, 2019	-	-
PT Toyota Astra Financial Services				
<i>Berkelanjutan II Phase I</i>				
Year 2016 Series B	June 1, 2019	June 1, 2019	June 1, 2019	-
<i>Berkelanjutan II Phase II</i>				
Year 2017 Series B	February 14, 2020	February 14, 2020	-	-
PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk				
<i>Berkelanjutan I Phase I</i>				
Year 2017 Series B	December 6, 2022	December 6, 2022	-	-
<u>Foreign currencies</u>				
JP Morgan Chase Bank, N.A.				
JP Morgan Chase Bank, N.A.	March 25, 2020	March 25, 2020	-	March 25, 2020
JP Morgan Chase Bank, N.A.	June 15, 2026	June 15, 2026	-	-
JP Morgan Chase Bank, N.A.	January 23, 2025	-	-	January 23, 2025
Alibaba Group Holding Ltd.				
Alibaba Group Holding Ltd.	November 28, 2024	November 28, 2024	November 28, 2024	November 28, 2024
Oversea-Chinese Banking Corporation				
OCBCSP 061924	June 19, 2024	June 19, 2024	June 19, 2024	June 19, 2024
Xerox Corporation				
Xerox Corporation	May 15, 2024	May 15, 2024	May 15, 2024	May 15, 2024
Macy's Inc.				
Macy's Inc.	June 1, 2024	June 1, 2024	June 1, 2024	June 1, 2024
Province of Ontario				
Province of Ontario	April 14, 2020	April 14, 2020	April 14, 2020	April 14, 2020

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Third parties (continued)</u>				
<u>Foreign currencies (continued)</u>				
Citigroup Inc.				
Citigroup Inc.	October 27, 2028	-	-	-
Citigroup Inc.	October 26, 2020	October 26, 2020	October 26, 2020	October 26, 2020
Citigroup Inc.	June 16, 2024	June 16, 2024	June 16, 2024	June 16, 2024
Bank of America				
Bank of America	January 11, 2023	January 11, 2023	January 11, 2023	January 11, 2023
Bank of America	December 20, 2023	December 20, 2023	December 20, 2023	December 20, 2023
Bank of America	April 19, 2026	April 19, 2026	April 19, 2026	April 19, 2026
Wells Fargo & Company				
Wells Fargo & Company	July 22, 2020	July 22, 2020	July 22, 2020	July 22, 2020
Wells Fargo & Company	March 8, 2022	March 8, 2022	March 8, 2022	March 8, 2022
The Federal Home Loan Mortgage Corporation				
The Federal Home Loan Mortgage Corporation	January 13, 2022	January 13, 2022	January 13, 2022	January 13, 2022
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Lembaga Pembiayaan Ekspor Indonesia				
<i>Berkelanjutan I Phase I</i>				
Year 2011 Series C	December 20, 2018	December 20, 2018	-	-
<i>Berkelanjutan II Phase I</i>				
Year 2014 Series D	June 5, 2019	June 5, 2019	June 5, 2019	June 5, 2019
<i>Berkelanjutan II Phase V</i>				
Year 2015 Series C	March 13, 2020	March 13, 2020	March 13, 2020	March 13, 2020
<i>Berkelanjutan II Phase VI</i>				
Year 2015 Series B	September 16, 2018	September 16, 2018	September 16, 2018	September 16, 2018
<i>Berkelanjutan II Phase VI</i>				
Year 2015 Series C	September 16, 2020	September 16, 2020	September 16, 2020	September 16, 2020
<i>Berkelanjutan II Phase VII</i>				
Year 2016 Series B	February 19, 2019	February 19, 2019	February 19, 2019	-
<i>Berkelanjutan II Phase VII</i>				
Year 2016 Series C	February 19, 2021	February 19, 2021	February 19, 2021	-
<i>Berkelanjutan III Phase I</i>				
Year 2016 Series B	June 8, 2019	June 8, 2019	June 8, 2019	-
<i>Berkelanjutan III Phase I</i>				
Year 2016 Series C	June 8, 2021	June 8, 2021	June 8, 2021	-
<i>Berkelanjutan III Phase II</i>				
Year 2016 Series B	August 25, 2019	August 25, 2019	-	-
<i>Berkelanjutan III Phase III</i>				
Year 2016 Series B	November 22, 2019	November 22, 2019	-	-
<i>Berkelanjutan III Phase III</i>				
Year 2016 Series C	November 22, 2021	November 22, 2021	-	-
<i>Berkelanjutan III Phase III</i>				
Year 2016 Series D	November 22, 2023	November 22, 2023	-	-
<i>Berkelanjutan III Phase IV</i>				
Year 2017 Series B	February 23, 2020	February 23, 2020	-	-
<i>Berkelanjutan III Phase IV</i>				
Year 2017 Series C	February 23, 2022	February 23, 2022	-	-
<i>Berkelanjutan III Phase V</i>				
Year 2017 Series B	August 15, 2022	-	-	-
<i>Berkelanjutan III Phase V</i>				
Year 2017 Series C	August 15, 2024	August 15, 2024	-	-
<i>Berkelanjutan III Phase VI</i>				
Year 2018 Series B	February 14, 2023	-	-	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Related parties (Note 44) (continued)</u>				
<u>Rupiah (continued)</u>				
PT Bank Tabungan Negara (Persero) Tbk				
<i>Berkelanjutan</i> II Phase I Year 2015 Series A	July 8, 2018	July 8, 2018	July 8, 2018	July 8, 2018
<i>Berkelanjutan</i> II Phase I Year 2015 Series B	July 8, 2020	July 8, 2020	July 8, 2020	July 8, 2020
<i>Berkelanjutan</i> II Phase I Year 2015 Series C	July 8, 2022	July 8, 2022	July 8, 2022	July 8, 2022
<i>Berkelanjutan</i> II Phase II Year 2016 Series A	August 30, 2019	August 30, 2019	August 30, 2019	-
<i>Berkelanjutan</i> II Phase II Year 2016 Series B	August 30, 2021	August 30, 2021	August 30, 2021	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series A	July 13, 2020	July 13, 2020	-	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series B	July 13, 2022	July 13, 2022	-	-
Phase XIV Year 2010	June 11, 2020	June 11, 2020	June 11, 2020	June 11, 2020
<i>Berkelanjutan</i> I Phase II Year 2013	March 27, 2023	March 27, 2023	March 27, 2023	March 27, 2023
PT Bank Mandiri (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I Year 2016 Series A	September 30, 2021	September 30, 2021	September 30, 2021	-
<i>Berkelanjutan</i> I Phase II Year 2017 Series A	June 15, 2022	June 15, 2022	-	-
<i>Berkelanjutan</i> I Phase II Year 2017 Series B	June 15, 2024	June 15, 2024	-	-
PT Bank Negara Indonesia (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I Year 2017	July 11, 2022	July 11, 2022	-	-
PT Sarana Multigriya Finansial (Persero)				
<i>Berkelanjutan</i> III Phase I Year 2015 Series B	July 7, 2018	July 7, 2018	July 7, 2018	July 7, 2018
<i>Berkelanjutan</i> III Phase IV Year 2016 Series B	March 11, 2019	-	March 11, 2019	-
<i>Berkelanjutan</i> III Phase V Year 2016 Series B	June 17, 2019	-	June 17, 2019	-
<i>Berkelanjutan</i> III Phase VI Year 2016	September 27, 2021	September 27, 2021	September 27, 2021	-
<i>Berkelanjutan</i> III Phase VII Year 2017 Series B	March 2, 2020	March 2, 2020	-	-
<i>Berkelanjutan</i> IV Phase I Year 2017 Series B	June 20, 2020	June 20, 2020	-	-
<i>Berkelanjutan</i> IV Phase III Year 2018 Series C	February 20, 2023	-	-	-
PT Indonesia Power				
Eba Danareksa I Year 2017 Class A	September 19, 2022	September 19, 2022	-	-
PT Jasa Marga (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I Year 2013 Series S Series C	September 27, 2018	September 27, 2018	September 27, 2018	September 27, 2018
<i>Berkelanjutan</i> I Phase II Year 2014 Series T	September 19, 2019	September 19, 2019	September 19, 2019	September 19, 2019
Phase XIV Year 2010 Series JM-10 T	October 12, 2020	October 12, 2020	October 12, 2020	October 12, 2020
Komodo 11122020	December 11, 2020	December 11, 2020	-	-
PT Pegadaian (Persero)				
<i>Berkelanjutan</i> I Phase II Year 2012 Series D	February 14, 2019	February 14, 2019	February 14, 2019	February 14, 2019
<i>Berkelanjutan</i> II Phase I Year 2013 Series D	July 9, 2020	July 9, 2020	July 9, 2020	July 9, 2020
<i>Berkelanjutan</i> II Phase III Year 2015 Series B	May 7, 2018	May 7, 2018	May 7, 2018	May 7, 2018
<i>Berkelanjutan</i> II Phase III Year 2015 Series C	May 7, 2020	May 7, 2020	May 7, 2020	May 7, 2020
<i>Berkelanjutan</i> III Phase I Year 2017 Series A	October 13, 2018	October 13, 2018	-	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series B	October 3, 2020	October 3, 2020	-	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series C	October 3, 2022	October 3, 2022	-	-
<i>Berkelanjutan</i> III Phase II Year 2018 Series C	March 16, 2023	-	-	-
PT Mandiri Tunas Finance				
<i>Berkelanjutan</i> II Phase II 2016 Series A	June 1, 2019	June 1, 2019	June 1, 2019	-
<i>Berkelanjutan</i> II Phase II Year 2016 Series B	June 1, 2021	June 1, 2021	June 1, 2021	-
<i>Berkelanjutan</i> III Phase II Year 2017 Series A	June 6, 2020	June 6, 2020	-	-
PT Perusahaan Listrik Negara (Persero)				
Phase XI Year 2010 Series B	January 12, 2020	-	January 12, 2020	January 12, 2020
Phase XII Year 2010 Series B	July 8, 2022	-	July 8, 2022	July 8, 2022
<i>Berkelanjutan</i> I Phase I Year 2013 Series A	July 5, 2020	-	July 5, 2020	-
<i>Berkelanjutan</i> I Phase II Year 2013 Series A	December 10, 2018	-	December 10, 2018	December 10, 2018
<i>Berkelanjutan</i> I Phase II Year 2013 Series B	December 10, 2023	-	December 10, 2023	December 10, 2023
<i>Berkelanjutan</i> II Phase II Year 2017 Series C	November 3, 2027	November 3, 2027	-	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series D	November 3, 2032	-	-	-
<i>Berkelanjutan</i> II Phase III Year 2018 Series C	February 22, 2028	-	-	-
Sukuk Ijarah <i>Berkelanjutan</i> I Phase I Year 2013	July 5, 2020	-	-	-
Sukuk Ijarah <i>Berkelanjutan</i> I Phase II Year 2013 Series B	December 10, 2023	-	December 10, 2023	-
Sukuk Ijarah <i>Berkelanjutan</i> II Phase III Year 2018 Series B	February 22, 2028	-	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Related parties (Note 44) (continued)</u>				
<u>United States Dollar</u>				
PT Pertamina (Persero)				
Year 2021	May 23, 2021	May 23, 2021	May 23, 2021	May 23, 2021
Year 2022	May 3, 2022	May 3, 2022	May 3, 2022	May 3, 2022
Year 2023	May 20, 2023	May 20, 2023	May 20, 2023	May 20, 2023
PT Perusahaan Listrik Negara (Persero)				
Year 2021	November 22, 2021	November 22, 2021	November 22, 2021	November 22, 2021
Year 2027	May 15, 2027	May 15, 2027	-	-
PT Perusahaan Gas Negara (Persero) Tbk				
Year 2024	May 16, 2024	May 16, 2024	May 16, 2024	May 16, 2024
PT Pelabuhan Indonesia III (Persero)				
Year 2024	October 1, 2024	October 1, 2024	October 1, 2024	October 1, 2024
PT Pelabuhan Indonesia II (Persero)				
Year 2025	May 5, 2025	May 5, 2025	May 5, 2025	May 5, 2025
<u>Held to maturity</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016	June 28, 2021	June 28, 2021	June 28, 2021	-
<i>Berkelanjutan</i> II Phase II Year 2016	October 27, 2021	October 27, 2021	-	-
PT Indosat Tbk				
Year 2017 Series A	November 19, 2018	November 19, 2018	-	-
Phase VIII Year 2012 Series B	June 27, 2022	June 27, 2022	June 27, 2022	June 27, 2022
<i>Sukuk Ijarah Berkelanjutan</i> I Phase III				
Year 2015 Series B	December 8, 2025	December 8, 2025	December 8, 2025	December 8, 2025
<i>Sukuk Ijarah Berkelanjutan</i> I Phase I				
Year 2014 Series C	December 12, 2021	December 12, 2021	December 12, 2021	December 12, 2021
<i>Sukuk Ijarah</i> Indosat V Year 2012	June 27, 2019	June 27, 2019	June 27, 2019	June 27, 2019
PT Bank OCBC NISP Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	May 11, 2018	May 11, 2018	May 11, 2018	-
<i>Berkelanjutan</i> II Phase I Year 2016 Series C	May 11, 2019	May 11, 2019	May 11, 2019	-
PT Bank UOB Indonesia				
Phase I Year 2015 Series B	April 1, 2018	April 1, 2018	April 1, 2018	April 1, 2018
Phase I Year 2015 Series C	April 1, 2020	April 1, 2020	April 1, 2020	-
<i>Berkelanjutan</i> I Phase I Year 2016 Series B	November 25, 2019	November 25, 2019	November 25, 2019	-
PT Bank Maybank Indonesia Tbk				
<i>Sukuk Mudharabah Berkelanjutan</i> I Phase II				
Year 2016	June 10, 2019	June 10, 2019	June 10, 2019	-
PT Bank CIMB Niaga Tbk				
<i>Berkelanjutan</i> I Phase II Year 2013 Series C	November 20, 2018	November 20, 2018	November 20, 2018	November 20, 2018
PT Indonesia Infrastructure Finance				
Phase I Year 2016 Series B	July 19, 2021	July 19, 2021	July 19, 2021	-
PT Toyota Astra Financial Services				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	June 1, 2019	June 1, 2019	June 1, 2019	-
PT Astra Sedaya Finance				
<i>Berkelanjutan</i> II Phase V Year 2015 Series B	July 2, 2018	July 2, 2018	July 2, 2018	-
<i>Berkelanjutan</i> III Phase I Year 2016 Series B	May 11, 2019	May 11, 2019	May 11, 2019	-
PT XL Axiata Tbk				
Phase II Year 2017 Series C	May 8, 2018	May 8, 2018	-	-
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Pupuk Indonesia (Persero)				
<i>Berkelanjutan</i> I Phase II Year 2017 Series A	November 9, 2020	November 9, 2020	-	-
Phase I Year 2014 Series B	July 8, 2019	July 8, 2019	July 8, 2019	July 8, 2019

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity (continued)</u>				
<u>Related parties (Note 44) (continued)</u>				
<u>Rupiah (continued)</u>				
PT Bank Tabungan Negara (Persero) Tbk				
Phase XIV Year 2010	June 11, 2020	June 11, 2020	June 11, 2020	June 11, 2020
Phase XV Year 2011	June 28, 2021	June 28, 2021	June 28, 2021	June 28, 2021
Berkelanjutan I Phase I Year 2012	June 5, 2022	June 5, 2022	June 5, 2022	June 5, 2022
Berkelanjutan I Phase II Year 2013	March 27, 2023	March 27, 2023	March 27, 2023	March 27, 2023
Berkelanjutan II Phase I Year 2015 Series A	July 8, 2018	July 8, 2018	July 8, 2018	July 8, 2018
Berkelanjutan II Phase I Year 2015 Series B	July 8, 2020	July 8, 2020	July 8, 2020	July 8, 2020
Berkelanjutan II Phase I Year 2015 Series C	July 8, 2022	July 8, 2022	July 8, 2022	July 8, 2022
Berkelanjutan II Phase II Year 2016 Series A	August 30, 2019	August 30, 2019	August 30, 2019	-
Berkelanjutan II Phase II Year 2016 Series B	August 30, 2021	August 30, 2021	August 30, 2021	-
PT Pegadaian (Persero)				
Berkelanjutan I Phase II Year 2012 Series D	February 14, 2019	February 14, 2019	February 14, 2019	February 14, 2019
Berkelanjutan I Phase I Year 2011 Series C	October 11, 2021	October 11, 2021	October 11, 2021	October 11, 2021
Berkelanjutan II Phase II Year 2014 Series C	July 11, 2019	July 11, 2019	July 11, 2019	July 11, 2019
Berkelanjutan II Phase III Year 2015 Series B	May 7, 2018	May 7, 2018	May 7, 2018	May 7, 2018
Berkelanjutan II Phase III Year 2015 Series C	May 7, 2020	May 7, 2020	May 7, 2020	May 7, 2020
Bond X Year 2003 Series B	July 11, 2018	July 11, 2018	July 11, 2018	July 11, 2018
Bond XII Year 2009 Series C	July 1, 2019	July 1, 2019	July 1, 2019	July 1, 2019
Lembaga Pembiayaan Ekspor Indonesia				
Berkelanjutan II Phase III Year 2014 Series C	October 16, 2019	October 16, 2019	October 16, 2019	October 16, 2019
Berkelanjutan II Phase VI Year 2015 Series B	September 16, 2018	September 16, 2018	September 16, 2018	September 16, 2018
Berkelanjutan II Phase VI Year 2015 Series C	September 16, 2020	September 16, 2020	September 16, 2020	September 16, 2020
Berkelanjutan II Phase V Year 2015 Series C	March 13, 2020	March 13, 2020	March 13, 2020	-
PT Telekomunikasi Indonesia (Persero) Tbk				
Berkelanjutan I Phase I Year 2015 Series A	June 23, 2022	June 23, 2022	June 23, 2022	June 23, 2022
Berkelanjutan I Phase I Year 2015 Series D	June 23, 2045	June 23, 2045	June 23, 2045	June 23, 2045
Bond II Year 2010 Series B	July 6, 2020	July 6, 2020	July 6, 2020	July 6, 2020
PT Angkasa Pura I (Persero)				
Sukuk Ijarah Angkasa Pura I Year 2016 Series A	November 22, 2021	November 22, 2021	November 22, 2021	-
PT Sarana Multigriya Finansial (Persero)				
Berkelanjutan III Phase I Year 2015 Series B	July 7, 2018	July 7, 2018	July 7, 2018	July 7, 2018
PT Aneka Tambang (Persero) Tbk				
Berkelanjutan I Year 2011 Series A	December 14, 2018	December 14, 2018	December 14, 2018	December 14, 2018
Berkelanjutan I Year 2011 Series B	December 14, 2021	December 14, 2021	December 14, 2021	December 14, 2021
PT Mandiri Tunas Finance				
Berkelanjutan II Phase I Year 2015 Series A	December 18, 2018	December 18, 2018	December 18, 2018	December 18, 2018
PT Perusahaan Listrik Negara (Persero)				
Berkelanjutan I Phase I Year 2013 Series B	July 5, 2023	July 5, 2023	July 5, 2023	July 5, 2023
Phase VIII Year 2006 Series B	June 21, 2021	June 21, 2021	June 21, 2021	June 21, 2021
Phase IX Year 2007 Series B	July 10, 2022	July 10, 2022	July 10, 2022	July 10, 2022
Phase XI Year 2010 Series B	January 12, 2020	January 12, 2020	January 12, 2020	January 12, 2020
Phase XII Year 2010 Series B	July 8, 2022	July 8, 2022	July 8, 2022	July 8, 2022
Sukuk Ijarah Phase IV	January 12, 2020	January 12, 2020	January 12, 2020	January 12, 2020
Sukuk Ijarah Phase V Year 2010 Series B	July 8, 2022	July 8, 2022	July 8, 2022	July 8, 2022
Sukuk Ijarah Berkelanjutan I Phase I Year 2013	July 5, 2020	July 5, 2020	July 5, 2020	July 5, 2020
Sukuk Ijarah Berkelanjutan I Phase II Year 2013 Series A	December 10, 2018	December 10, 2018	December 10, 2018	December 10, 2018
Sukuk Ijarah Berkelanjutan I Phase II Year 2013 Series B	December 10, 2023	December 10, 2023	December 10, 2023	December 10, 2023
Sukuk Ijarah Berkelanjutan II Phase I Year 2017 Series B	July 11, 2027	July 11, 2027	-	-
Sukuk Ijarah Berkelanjutan II Phase III Year 2018 Series A	February 22, 2023	-	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Maturity Date			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity (continued)</u>				
<u>Related parties (Note 44) (continued)</u>				
<u>United States Dollar</u>				
PT Perusahaan Listrik Negara (Persero)				
Year 2020	January 20, 2020	January 20, 2020	January 20, 2020	January 20, 2020
Year 2021	November 22, 2021	November 22, 2021	November 22, 2021	November 22, 2021
PT Perusahaan Gas Negara (Persero) Tbk				
Year 2024	May 16, 2024	May 16, 2024	May 16, 2024	May 16, 2024
PT Pelabuhan Indonesia II (Persero)				
Year 2025	May 5, 2025	May 5, 2025	May 5, 2025	May 5, 2025
PT Pertamina (Persero)				
Year 2023	May 20, 2023	May 20, 2023	May 20, 2023	May 20, 2023
PT Pelabuhan Indonesia III (Persero)				
Year 2024	October 1, 2024	October 1, 2024	October 1, 2024	October 1, 2024
	Rating (*)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Fair value through profit or loss</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Surya Artha Nusantara Finance				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	idAA-	idAA-	idAA-	-
PT Medco Energi Internasional Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	idA+	idA+	idAA-	-
PT Adira Dinamika Multi Finance Tbk				
<i>Berkelanjutan</i> II Phase II Year 2013 Series C	idAAA	idAAA	idAAA	-
PT Summarecon Agung Tbk				
<i>Sukuk Ijarah Berkelanjutan</i> I Phase I				
Year 2013	idA+(sy)	idA+(sy)	idA+(sy)	idA+(sy)
<i>Sukuk Ijarah Berkelanjutan</i> I Phase II				
Year 2014	idA+(sy)	idA+(sy)	idA+(sy)	idA+(sy)
PT Indosat Tbk				
<i>Berkelanjutan</i> I Phase I Year 2014 Series B	idAAA	idAAA	-	-
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Perusahaan Listrik Negara (Persero)				
<i>Sukuk Ijarah</i> V Year 2010 Series B	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah Berkelanjutan</i> I Phase I				
Year 2013	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah Berkelanjutan</i> II Phase II				
Year 2017 Series C	idAAA(sy)	-	-	-
<u>Available for sale</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016	idAA	idAA	idAA	-
<i>Berkelanjutan</i> II Phase II Year 2016	idAA	idAA	idAA	-
<i>Berkelanjutan</i> II Phase III Year 2018	idAA	-	-	-
PT Bank OCBC NISP Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series C	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series C	idAAA	idAAA	-	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Rating (*)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Third parties (continued)</u>				
<u>Rupiah (continued)</u>				
PT Adira Dinamika Multi Finance Tbk				
<i>Berkelanjutan</i> II Phase II Year 2013 Series C	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> III Phase I Year 2015 Series A	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> III Phase I Year 2015 Series B	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> III Phase II Year 2015 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase II Year 2015 Series C	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> III Phase IV Year 2016 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase V Year 2017 Series A	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase V Year 2017 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase V Year 2017 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase VI Year 2017 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> IV Phase I Year 2017 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> IV Phase II Year 2018 Series D	idAAA	-	-	-
PT Astra Sedaya Finance				
<i>Berkelanjutan</i> III Phase IV Year 2017 Series A	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase IV Year 2017 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase II Year 2016 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> II Phase V Year 2015 Series B	idAAA	idAAA	AAA****)	idAAA
<i>Berkelanjutan</i> III Phase I Year 2016 Series B	idAAA	idAAA	AAA****)	-
<i>Berkelanjutan</i> III Phase III Year 2017 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase III Year 2017 Series B	idAAA	idAAA	-	-
PT Bank CIMB Niaga Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series C	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> II Phase III Year 2017 Series C	idAAA	idAAA	-	-
PT Bank Maybank Indonesia Tbk				
<i>Sukuk Mudharabah Berkelanjutan</i> I Phase II Year 2016	idAAA(sy)	-	idAAA	-
<i>Berkelanjutan</i> II Phase II Year 2018	idAAA	-	-	-
PT Bank UOB Indonesia				
Phase I Year 2015 Series B	AAA****)	AAA****)	AAA****)	AAA****)
Phase I Year 2015 Series C	AAA****)	AAA****)	AAA****)	-
<i>Berkelanjutan</i> I Phase I Year 2016 Series B	AAA****)	AAA****)	-	-
<i>Berkelanjutan</i> I Phase I Year 2016 Series C	AAA****)	AAA****)	AAA****)	-
PT Maybank Indonesia Finance				
<i>Berkelanjutan</i> I Phase III Year 2016 Series A	idAA+)	idAA+)	-	-
PT Toyota Astra Financial Services				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	AAA****)	idAAA	AAA****)	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series B	AAA****)	idAAA	-	-
PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk				
<i>Berkelanjutan</i> I Phase I Year 2017 Series B	idAA-	idAA-	-	-
<u>Foreign currencies</u>				
JP Morgan Chase Bank, N.A.				
JP Morgan Chase Bank, N.A.	A+****)	A3**)	-	A3**)
JP Morgan Chase Bank, N.A.	A+****)	A3**)	-	-
JP Morgan Chase Bank, N.A.	A+****)	-	A3**)	A3**)

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Rating ^(*)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Third parties (continued)</u>				
<u>Foreign currencies (continued)</u>				
Alibaba Group Holding Ltd.				
Alibaba Group Holding Ltd.	A+ ^{***}	A1 ^{**)}	A1 ^{**)}	A1 ^{**)}
Oversea-Chinese Banking Corporation OCBCSP 061924	A+ ^{***}	Aaa ^{***}	AA- ^{***}	AA- ^{***}
Xerox Corporation				
Xerox Corporation	BBB- ^{***}	Baa3 ^{**)}	Baa2 ^{**)}	Baa2 ^{**)}
Macy's Inc.				
Macy's Inc.	BBB ^{***}	Baa3 ^{**)}	Baa2 ^{**)}	Baa2 ^{**)}
Province of Ontario				
Province of Ontario	AA- ^{***}	Aa2 ^{**)}	Aa2 ^{**)}	Aa2 ^{**)}
Citigroup Inc.				
Citigroup Inc.	A ^{***}	-	-	-
Citigroup Inc.	A ^{***}	Baa1 ^{**)}	Baa1 ^{**)}	Baa1 ^{**)}
Citigroup Inc.	A ^{***}	Baa1 ^{**)}	Baa1 ^{**)}	Baa1 ^{**)}
Bank of America				
Bank of America	A ^{***}	A3 ^{**)}	Baaa1 ^{**)}	Baaa1 ^{**)}
Bank of America	A ^{***}	A3 ^{**)}	-	-
Bank of America	A ^{***}	A3 ^{**)}	-	-
Wells Fargo & Company				
Wells Fargo & Company	A+ ^{***}	A2 ^{**)}	A2 ^{**)}	A2 ^{**)}
Wells Fargo & Company	A+ ^{***}	A2 ^{**)}	A2 ^{**)}	A2 ^{**)}
The Federal Home Loan Mortgage Corporation				
The Federal Home Loan Mortgage Corporation	AAA ^{***}	AAA ^{***}	Aaa ^{****}	Aaa ^{****}
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Lembaga Pembiayaan Ekspor Indonesia				
<i>Berkelanjutan</i> I Phase I Year 2011 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> II Phase I Year 2014 Series D	idAAA	idAAA	idAAA	idAAA
<i>Berkelanjutan</i> II Phase V Year 2015 Series C	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> II Phase VI Year 2015 Series B	idAAA	idAAA	idAAA	idAAA
<i>Berkelanjutan</i> II Phase VI Year 2015 Series C	idAAA	idAAA	idAAA	idAAA
<i>Berkelanjutan</i> II Phase VII Year 2016 Series B	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> II Phase VII Year 2016 Series C	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> III Phase I Year 2016 Series B	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> III Phase I Year 2016 Series C	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> III Phase II Year 2016 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase III Year 2016 Series B	idAAA	idAAA	-	idAAA
<i>Berkelanjutan</i> III Phase III Year 2016 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase III Year 2016 Series D	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase IV Year 2017 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase IV Year 2017 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase V Year 2017 Series B	idAAA	-	-	-
<i>Berkelanjutan</i> III Phase V Year 2017 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase VI Year 2018 Series B	idAAA	-	-	-
PT Bank Tabungan Negara (Persero) Tbk				
<i>Berkelanjutan</i> II Phase I Year 2015 Series A	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> II Phase I Year 2015 Series B	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> II Phase I Year 2015 Series C	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> II Phase II Year 2016 Series A	idAA+	idAA+	idAA+	-
<i>Berkelanjutan</i> II Phase II Year 2016 Series B	idAA+	idAA+	idAA+	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series A	idAA+	idAA+	-	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series B	idAA+	idAA+	-	-
Phase XIV Year 2010	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> I Phase II Year 2013	idAA+	idAA+	idAA+	idAA
PT Bank Mandiri (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I Year 2016 Series A	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> I Phase II Year 2017 Series A	idAAA	idAAA	-	-
<i>Berkelanjutan</i> I Phase II Year 2017 Series B	idAAA	idAAA	-	-
PT Bank Negara Indonesia (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I Year 2017	idAAA	idAAA	-	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Rating ^(*)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Available for sale (continued)</u>				
<u>Related parties (Note 44) (continued)</u>				
<u>Rupiah (continued)</u>				
PT Sarana Multigriya Finansial (Persero)				
<i>Berkelanjutan</i> III Phase I Year 2015 Series B	idAAA	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> III Phase IV Year 2016 Series B	idAA+	-	idAA+	-
<i>Berkelanjutan</i> III Phase V Year 2016 Series B	idAAA	-	idAA+	-
<i>Berkelanjutan</i> III Phase VI Year 2016	idAAA	idAAA	idAA+	-
<i>Berkelanjutan</i> III Phase VII Year 2017 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> IV Phase I Year 2017 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> IV Phase III Year 2018 Series C	idAAA	-	-	-
PT Indonesia Power				
Eba Danareksa I Year 2017 Class A	idAAA(sf)	idAAA(sf)	-	-
PT Jasa Marga (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I Year 2013 Series S Series C	idAA	idAA	idAA	idAA
<i>Berkelanjutan</i> I Phase II Year 2014 Series T	idAA	idAA	idAA	idAA
Phase XIV Year 2010 Series JM-10 T	idAA	idAA	idAA	idAA
Komodo 11122020	Baa3 ^(*)	Baa3 ^(*)	-	-
PT Pegadaian (Persero)				
<i>Berkelanjutan</i> I Phase II Year 2012 Series D	idAAA	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> II Phase I Year 2013 Series D	idAAA	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> II Phase III Year 2015 Series B	idAA+	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> II Phase III Year 2015 Series C	idAAA	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> III Phase I Year 2017 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase II Year 2017 Series A	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase I Year 2017 Series B	idAAA	idAAA	-	-
<i>Berkelanjutan</i> III Phase II Year 2018 Series C	idAAA	-	-	-
PT Perusahaan Listrik Negara (Persero)				
Phase XI Year 2010 Series B	idAAA	-	idAAA	idAAA
Phase XII Year 2010 Series B	idAAA	-	idAAA	idAAA
<i>Berkelanjutan</i> I Phase I Year 2013 Series A	idAAA	-	idAAA	-
<i>Berkelanjutan</i> I Phase II Year 2013 Series A	idAAA	-	idAAA	idAAA
<i>Berkelanjutan</i> I Phase II Year 2013 Series B	idAAA	-	idAAA	idAAA
<i>Berkelanjutan</i> II Phase II Year 2017 Series C	idAAA	idAAA	-	-
<i>Berkelanjutan</i> II Phase II Year 2017 Series D	idAAA	-	-	-
<i>Berkelanjutan</i> II Phase III Year 2018 Series C	idAAA	-	-	-
<i>Sukuk Ijarah Berkelanjutan</i> I Phase I				
Year 2013	idAAA(sy)	-	-	-
<i>Sukuk Ijarah Berkelanjutan</i> I Phase II				
Year 2013 Series B	idAAA(sy)	-	idAAA(sy)	-
<i>Sukuk Ijarah Berkelanjutan</i> II Phase III				
Year 2018 Series B	idAAA(sy)	-	-	-
PT Mandiri Tunas Finance				
<i>Berkelanjutan</i> II Phase II 2016 Series A	idAA	AA	idAA	-
<i>Berkelanjutan</i> II Phase II Year 2016 Series B	idAA+	AA+	idAA	-
<i>Berkelanjutan</i> III Phase II Year 2017 Series A	idAA+	AA+	-	-
<u>United States Dollar</u>				
PT Pertamina (Persero)				
Year 2021	BBB ^(*)	Baa3 ^(*)	Baa3 ^(*)	Baa3 ^(*)
Year 2022	BBB ^(*)	Baa3 ^(*)	Baa3 ^(*)	Baa3 ^(*)
Year 2023	BBB ^(*)	Baa3 ^(*)	Baa3 ^(*)	Baa3 ^(*)
PT Perusahaan Listrik Negara (Persero)				
Year 2021	BBB ^(*)	Baa3 ^(*)	BBB- ^(*)	BBB- ^(*)
Year 2027	BBB ^(*)	Baa3 ^(*)	-	-
PT Perusahaan Gas Negara (Persero) Tbk				
Year 2024	BBB- ^(*)	Baa3 ^(*)	Baa3 ^(*)	Baa3 ^(*)
PT Pelabuhan Indonesia III (Persero)				
Year 2024	BBB- ^(*)	Baa3 ^(*)	BB+ ^(*)	BB+ ^(*)
PT Pelabuhan Indonesia II (Persero)				
Year 2025	BBB- ^(*)	Baa3 ^(*)	B1 ^(*)	B1 ^(*)

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Rating ^(*)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity</u>				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016	idAA	AA	idAA	-
<i>Berkelanjutan</i> II Phase II Year 2016	idAA	AA	-	-
PT Indosat Tbk				
Year 2017 Series A	idAAA(sy)	idAAA(sy)	-	-
Phase VIII Year 2012 Series B	idAAA	idAAA	idAAA	idAAA
<i>Sukuk Ijarah Berkelanjutan</i> I Phase III Year 2015 Series B	idAAA(sy)	idAAA(sy)	AAA(idn)	idAAA(sy)
<i>Sukuk Ijarah Berkelanjutan</i> I Phase I Year 2014 Series C	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah</i> Indosat V Year 2012	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
PT Bank OCBC NISP Tbk				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	idAAA	idAAA	idAAA	-
<i>Berkelanjutan</i> II Phase I Year 2016 Series C	idAAA	idAAA	idAAA	-
PT Bank UOB Indonesia				
Phase I Year 2015 Series B	AAA ^{***})	AAA ^{***})	AAA ^{***})	AAA ^{***})
Phase I Year 2015 Series C	AAA ^{***})	AAA ^{***})	AAA ^{***})	-
<i>Berkelanjutan</i> I Phase I Year 2016 Series B	AAA ^{***})	AAA ^{***})	AAA ^{***})	-
PT Bank Maybank Indonesia Tbk				
<i>Sukuk Mudharabah Berkelanjutan</i> I Phase II Year 2016	idAAA(sy)	idAAA(sy)	idAAA	-
PT Bank CIMB Niaga Tbk				
<i>Berkelanjutan</i> I Phase II Year 2013 Series C	idAAA	idAAA	idAAA	idAAA
PT Indonesia Infrastructure Finance				
Phase I Year 2016 Series B	idAAA	idAAA	AAA(idn)	-
PT Toyota Astra Financial Services				
<i>Berkelanjutan</i> II Phase I Year 2016 Series B	AAA ^{***})	AAA ^{***})	AAA ^{***})	-
PT Astra Sedaya Finance				
<i>Berkelanjutan</i> II Phase V Year 2015 Series B	idAAA	AAA ^{***})	AAA ^{***})	-
<i>Berkelanjutan</i> III Phase I Year 2016 Series B	AAA ^{***})	AAA ^{***})	AAA ^{***})	-
PT XL Axiata Tbk				
Phase II Year 2017 Series C	idAAA(sy)	idAAA(sy)	-	-
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Pupuk Indonesia (Persero)				
<i>Berkelanjutan</i> I Phase II Year 2017 Series A	AAA ^{***})	AAA ^{***})	-	-
Phase I Year 2014 Series B	AAA ^{***})	AAA ^{***})	AAA ^{***})	AAA ^{***})
PT Bank Tabungan Negara (Persero) Tbk				
Phase XIV Year 2010	idAA+	idAA+	idAA+	idAA
Phase XV Year 2011	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> I Phase I Year 2012	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> I Phase II Year 2013	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> II Phase I Year 2015 Series A	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> II Phase I Year 2015 Series B	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> II Phase I Year 2015 Series C	idAA+	idAA+	idAA+	idAA
<i>Berkelanjutan</i> II Phase II Year 2016 Series A	idAA+	idAA+	idAA+	-
<i>Berkelanjutan</i> II Phase II Year 2016 Series B	idAA+	idAA+	idAA+	-
PT Pegadaian (Persero)				
<i>Berkelanjutan</i> I Phase II Year 2012 Series D	idAAA	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> I Phase I Year 2011 Series C	idAAA	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> II Phase II Year 2014 Series C	idAAA	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> II Phase III Year 2015 Series B	idAA+	idAAA	idAA+	idAA+
<i>Berkelanjutan</i> II Phase III Year 2015 Series C	idAAA	idAAA	idAA+	idAA+
Bond X Year 2003 Series B	idAAA	idAAA	idAA+	idAA+
Bond XII Year 2009 Series C	idAAA	idAAA	idAA+	idAA+

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.2. Bonds (continued)

Information regarding interest rates, maturity date and ratings are as follows (continued):

	Rating ^(*)			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
<u>Held to maturity (continued)</u>				
<u>Related parties (Note 44) (continued)</u>				
<u>Rupiah (continued)</u>				
Lembaga Pembiayaan Ekspor Indonesia				
<i>Berkelanjutan</i> II Phase III Year 2014 Series C	idAAA	idAAA	idAAA	idAAA
<i>Berkelanjutan</i> II Phase VI Year 2015 Series B	idAAA	idAAA	idAAA	idAAA
<i>Berkelanjutan</i> II Phase VI Year 2015 Series C	idAAA	idAAA	idAAA	idAAA
<i>Berkelanjutan</i> II Phase V Year 2015 Series C	AAA ^{***})	idAAA	idAAA	-
PT Telekomunikasi Indonesia (Persero) Tbk				
<i>Berkelanjutan</i> I Phase I Year 2015 Series A	idAAA	idAAA	idAAA	idAAA
<i>Berkelanjutan</i> I Phase I Year 2015 Series D	idAAA	idAAA	idAAA	idAAA
Bond II Year 2010 Series B	idAAA	idAAA	idAAA	idAAA
PT Angkasa Pura I (Persero)				
<i>Sukuk Ijarah</i> Angkasa Pura I Year 2016 Series A	idAAA(sy)	idAAA(sy)	idAAA	-
PT Sarana Multigriya Finansial (Persero)				
<i>Berkelanjutan</i> III Phase I Year 2015 Series B	idAAA	idAAA	idAA+	idAA+
PT Aneka Tambang (Persero) Tbk				
<i>Berkelanjutan</i> I Year 2011 Series A	idBBB+	idBBB+	idBBB+	idBBB+
<i>Berkelanjutan</i> I Year 2011 Series B	idBBB+	idBBB+	idBBB+	idBBB+
PT Mandiri Tunas Finance				
<i>Berkelanjutan</i> II Phase I Year 2015 Series A	idAA+	idAA+	idAA	idAA
PT Perusahaan Listrik Negara (Persero)				
<i>Berkelanjutan</i> I Phase I Year 2013 Series B	idAAA	idAAA	idAAA	idAAA
Phase VIII Year 2006 Series B	idAAA	idAAA	idAAA	idAAA
Phase IX Year 2007 Series B	idAAA	idAAA	idAAA	idAAA
Phase XI Year 2010 Series B	idAAA	idAAA	idAAA	idAAA
Phase XII Year 2010 Series B	idAAA	idAAA	idAAA	idAAA
<i>Berkelanjutan</i> I Phase II Year 2013 Series A	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah</i> Phase IV	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah</i> Phase V Year 2010 Series B	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah Berkelanjutan</i> I Phase I				
Year 2013	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah Berkelanjutan</i> I Phase II				
Year 2013 Series A	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah Berkelanjutan</i> I Phase II				
Year 2013 Series B	idAAA(sy)	idAAA(sy)	idAAA(sy)	idAAA(sy)
<i>Sukuk Ijarah Berkelanjutan</i> II Phase I				
Year 2017 Series B	idAAA(sy)	idAAA(sy)	-	-
<i>Sukuk Ijarah Berkelanjutan</i> II Phase III				
Year 2018 Series A	idAAA(sy)	-	-	-
<u>United States Dollar</u>				
PT Perusahaan Listrik Negara (Persero)				
Year 2020	BBB ^{***})	Baa3 ^{**)}	Baa3 ^{**)}	Baa3 ^{**)}
Year 2021	BBB ^{***})	Baa3 ^{**)}	Baa3 ^{**)}	Baa3 ^{**)}
PT Perusahaan Gas Negara (Persero) Tbk				
Year 2024	BBB ^{***})	Baa3 ^{**)}	Baa3 ^{**)}	Baa3 ^{**)}
PT Pelabuhan Indonesia II (Persero)				
Year 2025	BBB ^{***})	Baa3 ^{**)}	Baa3 ^{**)}	Baa3 ^{**)}
PT Pertamina (Persero)				
Year 2023	BBB ^{***})	Baa3 ^{**)}	Baa3 ^{**)}	Baa3 ^{**)}
PT Pelabuhan Indonesia III (Persero)				
Year 2024	BBB ^{***})	Baa3 ^{**)}	Baa3 ^{**)}	Baa3 ^{**)}

*) Based on ratings issued by PT Pemeringkat Efek Indonesia (Pefindo)

**) Based on ratings issued by Moody's

***) Based on ratings issued by Fitch Ratings

****) Based on ratings issued by Standard & Poor

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.3. Mutual Funds

	March 31, 2018	December 31,		
		2017	2016	2015
Fair value through profit loss				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Schroder Investment Management Indonesia	724,785	678,836	135,961	33,001
PT BNP Paribas Investment Partners	75,844	16,305	12,042	6,373
PT Trimegah Asset Management	32,706	32,761	29,558	27,777
PT Insight Investments Management	20,331	10,316	-	-
PT Maybank Asset Management	17,190	17,356	16,651	-
PT Batavia Prosperindo Aset Manajemen	17,018	17,130	14,772	17,934
PT Sinarmas Asset Management	16,908	17,708	56,402	13,501
PT Ciptadana Asset Management	16,621	16,387	-	-
PT Manulife Aset Manajemen Indonesia	4,110	5,406	5,227	1,001
PT RHB Asset Management Indonesia	-	-	-	11,454
PT Kresna Asset Management	-	-	2,989	1,019
	925,513	812,205	273,602	112,060
<u>United States Dollar</u>				
PT Schroder Investment Management Indonesia	7,328	7,366	-	-
	932,841	819,571	273,602	112,060
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Danareksa Investment Management	14,888	15,356	14,255	6,189
PT PNM Investment Management	3,362	3,452	3,287	-
PT Bahana TCW Investment Management	1,260	1,203	1,050	3,894
PT Mandiri Manajemen Investasi	1,242	1,253	1,194	-
	20,752	21,264	19,786	10,083
<u>United States Dollar</u>				
PT Danareksa Investment Management	2,072	2,100	1,984	1,949
	22,824	23,364	21,770	12,032
	955,665	842,935	295,372	124,092
Available for sale				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Insight Investments Management	443,522	306,601	108,164	149,647
PT RHB Asset Management Indonesia	127,587	115,364	4,902	37,994
PT Maybank Asset Management	114,126	113,613	61,425	-
PT Syailendra Capital	105,715	-	-	-
PT Sinarmas Asset Management	103,385	145,908	103,965	68,449
PT Panin Asset Management	86,931	49,614	4,227	984
PT Ashmore Asset Management Indonesia	65,269	33,614	-	-
PT Manulife Aset Manajemen Indonesia	57,892	58,032	7,134	14,298
PT Samuel Aset Manajemen	57,780	33,861	-	-
PT Henan Putihrai Asset Management	42,275	29,362	-	-
PT Mega Capital Investama	40,631	60,862	40,099	47,208
PT Mega Capital Sekuritas	30,610	-	-	-
PT Trimegah Asset Management	25,431	24,748	48,643	46,734
PT BNP Paribas Investment Partners	17,893	18,341	15,790	30,848
PT Majoris Asset Management	10,003	-	-	-
PT Syailendra Asset Management	9,736	81,838	48,542	25,316
PT CIMB Principal Asset Management	7,535	7,788	8,040	12,555
PT Ciptadana Asset Management	3,063	3,020	-	-
PT Pratama Capital Assets Management	2,112	2,117	1,843	1,683
PT Schroder Investment Management Indonesia	1,336	1,341	98,189	6,403
PT Indo Premier Sekuritas	518	566	-	411
PT MNC Asset Management	-	-	1,054	-
PT Indo Premier Investment Management	-	-	464	-
PT Batavia Prosperindo Aset Manajemen	-	-	-	423,061
	1,353,350	1,086,590	552,481	865,591

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.3. Mutual Funds (continued)

	March 31, 2018	December 31,		
		2017	2016	2015
Available for sale (continued)				
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Danareksa Investment Management	273,833	276,548	268,100	173,834
PT Mandiri Manajemen Investasi	60,998	60,710	50,017	26,240
PT BNI Asset Management	76,061	75,291	50,105	50,312
PT Bahana TCW Investment Management	5,713	5,729	5,081	457,576
	416,605	418,278	373,303	707,962
	1,769,955	1,504,868	925,784	1,573,553
Total	2,725,620	2,347,803	1,221,156	1,697,645

d.4. Negotiable Certificate of Deposits (NCD)

Issuer	Nominal Value	Annual Interest Rate (%)	Maturity Date	Carrying Value			
				March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Held to maturity							
<u>Third parties</u>							
<u>Rupiah</u>							
PT BPD Jawa Barat dan Banten Tbk							
Phase I 2017 Series A	20,000	7.50	March 21, 2018	-	19,776	-	-
Phase I 2017 Series B	20,000	7.60	June 21, 2018	19,725	19,430	-	-
Phase II 2017 Series A	100,000	6.85	October 2, 2018	96,827	95,287	-	-
Phase III 2018 Series A	50,000	6.30	April 5, 2019	47,248	-	-	-
PT Bank Pembangunan Daerah Nusa Tenggara Timur							
Phase I 2017 Series A	20,000	7.50	November 13, 2018	19,215	18,899	-	-
PT Bank Sumitomo Mitsui Indonesia							
Phase I 2017 Series A	50,000	5.85	April 11, 2018	49,916	49,184	-	-
Phase I 2017 Series B	50,000	6.00	July 11, 2018	49,143	48,399	-	-
Phase I 2017 Series C	50,000	6.15	October 11, 2018	48,333	47,559	-	-
PT Bank CIMB Niaga Tbk							
Phase III 2017 Series C	50,000	5.95	May 19, 2018	49,681	48,798	-	-
PT Bank Mizuho Indonesia							
Phase III Year 2017	50,000	5.95	May 17, 2018	49,689	48,950	-	-
The Bank of Tokyo-Mitsubishi UFJ Ltd.							
Phase I 2017 Series A	35,000	7.10	February 23, 2018	-	39,659	-	-
Phase I 2017 Series B	40,000	7.20	May 29, 2018	39,680	38,979	-	-
PT Bank KEB Hana Indonesia							
Phase III 2017 Series B	50,000	6.31	March 27, 2018	-	49,394	-	-
Phase III 2017 Series C	50,000	6.52	September 26, 2018	48,372	47,953	-	-
PT Bank Commonwealth							
Phase I 2017	70,000	6.55	August 31, 2018	68,178	67,114	-	-
PT Bank Maybank Indonesia Tbk							
Phase IV 2017	50,000	6.15	December 12, 2018	47,773	46,973	-	-
				633,780	686,354	-	-
<u>Related parties (Note 44)</u>							
<u>Rupiah</u>							
PT Bank Tabungan Negara (Persero) Tbk							
Phase I 2017 Series B	50,000	7.43	February 16, 2018	-	49,629	-	-
Phase IV 2017 Series B	30,000	6.20	December 13, 2018	28,658	28,178	-	-
				28,658	77,807	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.4. Negotiable Certificate of Deposits (NCD) (continued)

Issuer	Nominal Value	Annual Interest Rate (%)	Maturity Date	Carrying Value			
				March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Held to maturity							
<u>Third Parties</u>							
<u>Rupiah</u>							
PT Bank Mizuho Indonesia							
Phase III 2017	60,000	7.50	May 17, 2018	59,431	58,347	-	-
Phase II 2016	50,000	7.50	May 22, 2017	-	-	43,717	-
PT Bank CIMB Niaga Tbk							
Phase II 2016 Series B	50,000	7.60	January 13, 2017	-	-	49,869	-
Phase II 2016 Series C	50,000	8.25	November 3, 2021	49,518	48,621	49,233	-
PT Bank Sumitomo Mitsui Indonesia							
Phase II 2016 Series C	100,000	7.76	September 22, 2017	-	-	94,704	-
Phase II 2016 Series B	100,000	7.66	July 11, 2017	-	-	96,154	-
Phase II 2016 Series A	50,000	7.50	March 22, 2017	-	-	49,187	-
PT Bank Commonwealth							
Phase III 2016 Series B	100,000	7.60	July 14, 2017	-	-	96,132	-
Phase III 2016 Series C	100,000	7.60	October 13, 2017	-	-	94,358	-
Phase III 2016 Series A	50,000	7.44	April 13, 2017	-	-	48,974	-
Phase IV 2015 Series A	90,000	8.40	February 5, 2016	-	-	-	89,275
PT Bank Tabungan Pensiunan Nasional Tbk							
Phase II 2016 Series A	10,000	7.30	May 8, 2017	-	-	9,750	-
Phase II 2016 Series B	30,000	8.25	November 8, 2017	-	-	28,165	-
PT Bank Maybank Indonesia Series A Year 2015	100,000	8.70	March 23, 2017	-	-	-	98,119
				108,949	106,968	660,243	187,394
<u>Related parties (Note 44)</u>							
<u>Rupiah</u>							
PT Bank Negara Indonesia (Persero) Tbk							
Year 2016 Series A	60,000	7.55	March 15, 2018	-	59,095	-	-
Year 2016 Series E	100,000	8.25	June 15, 2018	98,311	96,358	89,573	-
PT Bank Tabungan Negara (Persero) Tbk							
Phase V Year 2016	500,000	7.55	July 3, 2017	-	-	481,000	-
Phase II Year 2016	100,000	7.50	August 10, 2017	-	-	95,547	-
Phase VI Year 2016	50,000	7.75	March 29, 2017	-	-	49,071	-
Phase II Year 2015 Series II B	10,000	9.00	May 2, 2016	-	-	-	9,702
Phase II Year 2015 Series II C	10,000	9.25	October 31, 2016	-	-	-	9,271
PT Bank Mandiri (Persero) Tbk							
Phase II Year 2016 Series A	100,000	7.65	December 21, 2017	-	-	93,091	-
Phase I Year 2015 Series C	150,000	8.50	May 26, 2016	-	-	-	145,209
				98,311	155,453	808,282	164,182
Total				869,698	1,026,582	1,468,525	351,576

d.5. Notes Receivable

Issuer	Carrying Value			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Held to Maturity				
<u>Third Parties</u>				
<u>United States Dollar</u>				
Morgan Stanley	-	-	26,945	27,570

Issuer	Annual Interest Rate (%)	Maturity Date	Rating			
			March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Held to Maturity						
<u>Third Parties</u>						
<u>United States Dollar</u>						
Morgan Stanley	4.00	August 31, 2017	-	-	A-****)	A-****)

****) Based on ratings issued by Standard & Poor.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.6. Subordinated Bonds

Issuer	Carrying Value			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Fair value through profit loss				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank KEB Hana Indonesia Phase I Year 2016	32,535	33,115	30,956	-
PT Bank Maybank Indonesia Tbk <i>Berkelanjutan</i> II Phase II Year 2016	8,293	8,433	7,786	-
PT Bank Muamalat Indonesia Tbk <i>Sukuk Mudharabah Berkelanjutan</i> I Phase II Year 2013	-	5,252	-	-
PT Bank Pan Indonesia Tbk Series III Year 2010 <i>Berkelanjutan</i> I Phase I Year 2012	2,068	2,065	3,058	-
PT Bank CIMB Niaga Tbk Series II Year 2010	1,497	1,498	1,454	-
PT Bank Permata Tbk Series II Year 2011	608	613	612	-
	45,001	50,976	45,880	-
Available for sale				
<u>Third parties</u>				
<u>Rupiah</u>				
PT Bank Pan Indonesia Tbk Series III Year 2010 Phase I Year 2012	-	-	147,662	141,850
Phase II Year 2017	96,660	96,465	91,136	87,541
PT Bank UOB Indonesia Series I Year 2014 Phase II Year 2017	29,837	30,248	-	-
PT Bank Maybank Indonesia Tbk Phase I Year 2011 Phase II Year 2012	30,457	30,772	29,252	13,166
<i>Berkelanjutan</i> I Phase I Year 2011	20,384	20,706	-	-
<i>Berkelanjutan</i> I Phase II Year 2012	57,383	15,958	15,648	15,298
<i>Berkelanjutan</i> II Phase II Year 2016	-	57,907	50,218	39,840
PT Bank Permata Tbk Phase II Year 2012 Series II Year 2011 <i>Berkelanjutan</i> I Phase I Year 2012	15,866	-	-	-
<i>Berkelanjutan</i> I Phase II Year 2012	65,683	65,242	64,029	25,887
<i>Berkelanjutan</i> II Phase II Year 2014	32,677	33,032	31,657	-
<i>Berkelanjutan</i> II Phase II Year 2016	10,367	10,542	9,733	-
PT Bank Permata Tbk Phase II Year 2012 Series II Year 2011 <i>Berkelanjutan</i> I Phase I Year 2012	151,694	151,752	124,008	98,398
<i>Berkelanjutan</i> II Phase I Year 2013	57,395	57,971	56,421	53,972
<i>Berkelanjutan</i> II Phase II Year 2014	5,121	5,107	4,961	-
PT Bank Bukopin Tbk <i>Berkelanjutan</i> I Phase I Year 2012	5,520	5,568	5,425	-
<i>Berkelanjutan</i> II Phase II Year 2014	38,683	39,173	42,814	-
PT Bank CIMB Niaga Tbk Series I Year 2010 Series II Year 2010	10,184	10,078	989	-
PT Bank Muamalat Indonesia Tbk <i>Mudharabah Berkelanjutan</i> I Year 2012	5,273	5,348	-	-
<i>Mudharabah Berkelanjutan</i> I Phase II Year 2013	-	-	877	-
PT Bank KEB Hana Indonesia Series I Year 2016	143,215	143,859	118,924	15,816
	9,446	9,613	8,987	-
	785,845	796,981	812,649	510,769

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.6. Subordinated Bonds (continued)

Issuer	Carrying Value			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Available for sale (continued)				
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Bank Mandiri (Persero) Tbk Series I Year 2009	-	-	-	3,067
	785,845	796,981	812,649	513,836
Held to maturity				
<u>Third parties</u>				
<u>Rupiah</u>				
PT BPD Jawa Tengah Phase I Year 2015	37,438	-	-	-
PT Bank OCBC NISP Tbk Series III	-	-	40,000	40,000
PT Bank Permata Tbk Phase II Year 2012	20,000	20,000	20,000	20,000
	57,438	20,000	60,000	60,000
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
PT Bank Mandiri (Persero) Tbk Series I Year 2009	-	-	-	84,906
	57,438	20,000	60,000	144,906
Total	888,284	867,957	918,529	658,742

Issuer	Annual Interest Rate (%)	Maturity Date	Rating ¹⁾			
			March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Fair value through profit loss						
<u>Third parties</u>						
<u>Rupiah</u>						
PT Bank KEB Hana Indonesia Phase I Year 2016	9.95	December 21, 2023	AA(idn)	AA(idn)	idAA	-
PT Bank Maybank Indonesia Tbk <i>Berkelanjutan</i> II Phase II Year 2016	9.63	June 10, 2023	idAA	idAA	idAA	-
PT Bank Muamalat Indonesia Tbk <i>Sukuk Mudharabah Berkelanjutan</i> I Phase II Year 2013	7.61	March 28, 2023	-	idA-(sy)	-	-
PT Bank Pan Indonesia Tbk Series III Year 2010 <i>Berkelanjutan</i> I Phase I Year 2012	10.50	November 9, 2017	-	-	idAA-	-
PT Bank CIMB Niaga Tbk Series II Year 2010	9.40	December 20, 2019	idAA-	idAA-	idAA-	-
PT Bank CIMB Niaga Tbk Series II Year 2010	10.85	December 23, 2020	AA(idn)	AA(idn)	idAA	-
PT Bank Permata Tbk Series II Year 2011	11.00	June 28, 2018	idAA+	idAA+	idAA+	-
Available for sale						
<u>Third parties</u>						
<u>Rupiah</u>						
PT Bank Pan Indonesia Tbk Series III Year 2010	10.50	November 9, 2017	-	-	idAA-	idAA-
PT Bank Pan Indonesia Tbk Phase I Year 2012	9.40	December 20, 2019	idAA-	idAA-	idAA-	idAA-
PT Bank Pan Indonesia Tbk Phase II Year 2017	10.25	March 17, 2024	idA+	idA+	-	-
PT Bank UOB Indonesia Series I Year 2014	11.35	May 28, 2021	AA(idn)	AA(idn)	idAA	-
PT Bank UOB Indonesia Phase II Year 2017	9.25	October 17, 2024	AA(idn)	AA(idn)	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.6. Subordinated Bonds (continued)

Issuer	Annual Interest Rate (%)	Maturity Date	Rating ^{*)}			
			March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Available for sale (continued)						
<u>Third parties (continued)</u>						
<u>Rupiah (continued)</u>						
PT Bank Maybank						
Indonesia Tbk						
Phase I Year 2011	10.00	December 6, 2018	idAA+	idAA+	idAA+	-
Phase II Year 2012	9.25	October 31, 2019	-	idAA+	idAA+	-
<i>Berkelanjutan I</i> Phase I Year 2011	10.75	May 19, 2018	idAA+	-	-	-
<i>Berkelanjutan I</i> Phase II Year 2012	9.25	December 6, 2018	idAA+	idAA+	idAA+	-
<i>Berkelanjutan II</i> Phase II Year 2014	11.35	July 8, 2021	idAA	idAA	idAA	-
<i>Berkelanjutan II</i> Phase II Year 2016	9.63	June 10, 2023	idAA	idAA	AA(idn)	-
PT Bank Permata Tbk						
Phase II Year 2012	9.40	December 19, 2019	idAA+	idAA+	idAA+	idAA+
Series II Year 2011	11.00	June 28, 2018	idAA+	idAA+	idAA+	idAA+
<i>Berkelanjutan I</i> Phase I Year 2012	8.90	June 15, 2019	idAA+	idAA+	idAA+	-
<i>Berkelanjutan II</i> Phase I Year 2013	12.00	December 24, 2020	idAA+	idAA+	idAA+	-
<i>Berkelanjutan II</i> Phase II Year 2014	11.75	October 24, 2021	idAA	idAA	idAA	-
PT Bank Bukopin Tbk						
<i>Berkelanjutan I</i> Phase I Year 2012	9.25	March 6, 2019	idA	idA	idA	idA
<i>Berkelanjutan II</i> Phase II Year 2017	11.00	February 28, 2024	idA-	idA-	-	-
PT Bank CIMB Niaga Tbk						
Series I Year 2010	11.30	July 8, 2017	-	-	idAA	AA(idn)****)
Series II Year 2010	10.85	December 23, 2020	AA(idn)****)	AA(idn)	idAA	AA(idn)****)
PT Bank Muamalat Indonesia Tbk						
<i>Mudharabah Berkelanjutan I</i> Year 2012	11.17	June 29, 2022	-	-	idA-(sy)	-
<i>Mudharabah Berkelanjutan I</i> Phase II Year 2013	9.60	March 28, 2023	-	idA-(sy)	idA-(sy)	-
PT Bank KEB Hana Indonesia						
Phase I Year 2016	9.95	December 21, 2023	AA(idn)	AA(idn)	idAA	-
<u>Related parties (Note 44)</u>						
<u>Rupiah</u>						
PT Bank Mandiri (Persero) Tbk						
Series I Year 2009	11.85	December 11, 2016	-	-	-	idAA+
Held to maturity						
<u>Third parties</u>						
<u>Rupiah</u>						
PT BPD Jawa Tengah						
Phase I Year 2015	12.25	December 18, 2022	idA****)	-	-	-
PT Bank OCBC NISP Tbk						
Series III	11.35	June 30, 2017	-	-	idAAA	AAA****)
PT Bank Permata Tbk						
Phase II Year 2012	9.40	December 19, 2019	idAA+	idAA+	idAA+	idAA+
<u>Related parties (Note 44)</u>						
<u>Rupiah</u>						
PT Bank Mandiri (Persero) Tbk						
Series I Year 2009	11.85	December 11, 2016	-	-	-	idAA+

*) Based on ratings issued by PT Pemeringkat Efek Indonesia (Pefindo).

****) Based on ratings issued by Fitch Ratings.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.7. Medium-Term Notes (MTN)

Issuer	Nominal Value	Annual Interest Rate (%)	Maturity Date	Carrying Value/ Fair Value			
				March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Fair value through profit or loss							
<u>Related parties (Note 44)</u>							
<u>Rupiah</u>							
PT Bank Syariah Mandiri Phase III Year 2011	59,000	8.77 ^{*)}	December 19, 2021	-	-	-	56,198
Available for sale							
<u>Third parties</u>							
<u>Rupiah</u>							
PT Bank Bukopin Tbk Phase I Year 2016	40,000	10.00 ^{*)}	September 4, 2017	-	-	40,000	-
<u>Related parties (Note 44)</u>							
<u>Rupiah</u>							
PT Perkebunan Nusantara II (Persero) Series VII Year 2015	175,000	11.50 ^{*)}	November 30, 2016	-	-	-	174,965
PT Perkebunan Nusantara III (Persero)	150,000	10.00 ^{*)}	December 21, 2018	-	150,000	155,074	150,000
PT Kimia Farma (Persero) Tbk Phase I Year 2017	57,000	8.10 ^{*)}	September 15, 2020	59,491	57,000	-	-
Phase II Year 2018	36,000	7.75 ^{*)}	March 15, 2021	37,524	-	-	-
				97,015	207,000	155,074	324,965
				97,015	207,000	195,074	381,163
Held to maturity							
<u>Third parties</u>							
<u>Rupiah</u>							
PT Bank Sumitomo Mitsui Indonesia I Year 2015	100,000	9.85	February 3, 2018	-	100,000	100,000	100,000
PT Bank OCBC NISP Tbk Series I Year 2013	25,000	7.00 ^{*)}	April 18, 2016	-	-	-	25,000
PT Bank Pembangunan Daerah Jawa dan Banten Tbk Series I Year 2016	25,000	7.00 ^{*)}	April 18, 2016	-	50,000	50,000	-
				-	150,000	150,000	125,000
<u>Related parties (Note 44)</u>							
<u>Rupiah</u>							
PT Pegadaian (Persero) Mudharabah Year 2018	200,000	7.00 ^{*)}	March 6, 2021	200,000	-	-	-
PT Wijaya Karya (Persero) Tbk Series II Year 2014	100,000	9.80 ^{*)}	December 24, 2017	-	-	99,710	99,443
PT Sarana Multi Infrastruktur (Persero) Year 2015	50,000	9.50 ^{*)}	March 14, 2016	-	-	-	50,000
PT Perkebunan Nusantara II (Persero) Ijarah Year 2014	15,000	13.00 ^{*)}	November 28, 2016	-	-	-	15,000
				200,000	-	99,710	164,443
				200,000	150,000	249,710	289,443
Total				297,015	357,000	444,784	670,606

*) Interest received every 3 (three) months.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

d) By Type and Issuer (continued):

d.8. Credit Linked Notes (CLN)

As of December 31, 2015, the balances of securities in the form of CLN are as follows:

Issuer	Effective Date	Maturity Date	Annual Interest Rate	December 31, 2015	
				Nominal Value (United States Dollar) (full amount)	Carrying Value
Held to maturity					
<u>Third parties</u>					
<u>United States Dollar</u>					
Credit Suisse International	October 20, 2011	December 20, 2016	LIBOR ^{*)}	50,000,000	704,370

*) 6 (six) months USD LIBOR plus certain margin

CLN represents a debt security where the coupon payments and principal repayment are linked to credit default event of the Republic of Indonesia (reference entity). BRI will receive all interest payments and full principal repayment if there is no credit default event. If credit default event occurs to the reference entity, the issuers will settle the CLN with bonds issued by the reference entity or cash at a certain amount. Credit default events that can occur to the reference entity includes among others are (i) failure to pay any matured obligation, (ii) repudiation/moratorium and (iii) restructuring in which the payment terms are unfavorable to the creditors.

BRI has received CLN which have matured on their maturity dates.

The embedded credit default swap as of December 31, 2015 had a liability fair value amounted to USD580,763 (equivalent to Rp8,006), which were recognized as derivatives payable in the consolidated statement of financial position (Note 11). The net gain from the changes in fair value of the embedded credit default swap was recognized as income for the year ended December 31, 2015 amounting to USD413,455 (equivalent to Rp5,699).

e) BRI assessed allowance for impairment losses on securities individually based on whether objective evidence of impairment existed.

Management believes that the allowance for impairment losses as of March 31, 2018, December 31, 2017, 2016 and 2015 is adequate.

f) The average interest rates:

	December 31,			
	March 31, 2018	2017	2016	2015
Rupiah	7.88%	8.04%	8.65%	8.51%
United States Dollar	4.85	4.98	5.08	5.13
European Euro	2.77	2.77	2.87	3.08
Singapore Dollar	1.85	2.13	2.12	2.25

g) BRI recognized unrealized loss - net on "Fair Value through Profit or Loss" securities amounting to Rp26,629 and RpNil for the three-month period ended March 31, 2018 and 2017, and RpNil, RpNil, and Rp10,945 for the year ended December 31, 2017, 2016 and 2015, respectively, which are recorded under "Unrealized loss from changes in fair value of securities" in the interim consolidated statement of profit or loss and other comprehensive income.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

7. SECURITIES (continued)

- h) BRI recognized unrealized gain-net resulting from the changes on “Fair Value through Profit or Loss” securities amounting to RpNil and Rp23,869, for the three-month period ended March 31, 2018 and 2017 and Rp50,915, Rp31,025 and RpNil for the year ended December 31, 2017, 2016 and 2015, respectively, which are recorded under “Unrealized gain from changes on fair value of securities” in the interim consolidated statement of profit or loss and other comprehensive income.
- i) BRI recognized net gain on sale of securities amounted to Rp267,110 and Rp127,453 for the three-month period ended March 31, 2018 and 2017, respectively, and Rp784,667, Rp447,580 and Rp86,485 for the year ended December 31, 2017, 2016 and 2015, respectively, which were recorded under “Gain on sale of securities and Government Recapitalization Bonds - net” in the interim consolidated statements and other comprehensive income.
- j) As of March 31, 2018, December 31, 2017, 2016 and 2015, securities with nominal value of Rp11,425,990, Rp13,064,976, Rp7,935,345 and Rp14,562,910 were sold under agreement to repurchase (Note 24).

8. EXPORT BILLS AND NOTES RECEIVABLE

- a) By Type and Currency:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent
<u>Third parties</u>								
<u>Rupiah</u>								
Domestic								
Documentary								
Letter of Credit								
Notes								
Receivables	2,106,926		2,283,330		1,094,511		442,631	
Export Bills	1,796,917		1,534,057		649,730		343,120	
	<u>8,809,396</u>		<u>7,253,333</u>		<u>7,857,219</u>		<u>4,730,904</u>	
<u>Foreign Currencies</u>								
Domestic								
Documentary								
Letter of Credit								
United States								
Dollar	-		-		-		314,985	4,342
Export Bills								
United States								
Dollar	80,488,802	1,108,130	41,649,765	565,083	47,917,829	645,573	40,470,700	557,888
Renminbi	11,828,155	25,891	31,642,266	65,932	823,503,667	1,596,930	1,028,573,239	2,183,502
European Euro	259,196	4,392	499,255	8,106	2,540,997	36,021	3,845,144	57,895
Japanese Yen	23,905,398	3,086	32,343,467	3,898	513,619,647	59,100	310,742,325	35,585
Great Britain								
Pound Sterling	-		-		267,500	4,428	1,443,713	29,508
Singapore Dollar	-		-		-		46,772	456
	<u>1,141,499</u>		<u>643,019</u>		<u>2,342,052</u>		<u>2,869,176</u>	
Notes Receivable								
United States								
Dollar	111,488,795	1,534,922	97,280,457	1,319,853	43,465,143	585,584	1,794,519	24,737
Renminbi	202,311,063	442,852	229,784,941	478,789	57,778,825	112,044	-	-
Japanese Yen	339,476,573	43,821	167,901,713	20,235	4,061,239	467	-	-
European Euro	1,508,706	25,563	1,853,896	30,100	2,214,128	31,387	1,514,250	22,800
Great Britain								
Pound Sterling	1,065,655	20,598	851,548	15,605	916,017	15,165	75,563	1,544
	<u>2,067,756</u>		<u>1,864,582</u>		<u>744,647</u>		<u>49,081</u>	
	<u>3,209,255</u>		<u>2,507,601</u>		<u>3,086,699</u>		<u>2,918,257</u>	
	<u>12,018,651</u>		<u>9,760,934</u>		<u>10,943,918</u>		<u>7,649,161</u>	

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

8. EXPORT BILLS AND NOTES RECEIVABLE (continued)

a) By Type and Currency (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent
<u>Related parties (Note 44)</u>								
<u>Rupiah</u>								
Notes								
Receivables		382,402		881,432		384,908		94,059
Domestic								
Documentary								
Letter of Credit		1,029		3,150		77,494		122,613
Export Bills		-		6,427		-		-
		<u>383,431</u>		<u>891,009</u>		<u>462,402</u>		<u>216,672</u>
<u>Foreign Currencies</u>								
<u>United States</u>								
<u>Dollar</u>								
Notes								
Receivables	8,613,808	118,591	95,224	1,292	789,521	10,637		-
Export Bills	76,999	1,060	82,425	1,118	12,114,895	163,218	24,181	333
Domestic								
Documentary								
Letter of Credit		-		-		-	35,429	488
		<u>119,651</u>		<u>2,410</u>		<u>173,855</u>		<u>821</u>
		<u>503,082</u>		<u>893,419</u>		<u>636,257</u>		<u>217,493</u>
Total		<u>12,521,733</u>		<u>10,654,353</u>		<u>11,580,175</u>		<u>7,866,654</u>

b) By Collectibility:

All export bills and notes receivable were classified as "Current" as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

c) By Period:

The classification of export bills and notes receivable based on their remaining period to maturity are as follows:

	December 31,			
	March 31, 2018	2017	2016	2015
<u>Third parties</u>				
≤ 1 month	2,916,839	1,491,539	2,741,638	2,087,670
> 1 month - 3 months	4,171,989	3,700,998	3,985,384	3,081,075
> 3 months - 1 year	4,929,823	4,568,397	4,216,896	2,480,416
	<u>12,018,651</u>	<u>9,760,934</u>	<u>10,943,918</u>	<u>7,649,161</u>
<u>Related parties (Note 44)</u>				
≤ 1 month	32,559	839,412	273,467	125,927
> 1 month - 3 months	70,105	23,349	166,316	73,775
> 3 months - 1 year	400,418	30,658	196,474	17,791
	<u>503,082</u>	<u>893,419</u>	<u>636,257</u>	<u>217,493</u>
Total	<u>12,521,733</u>	<u>10,654,353</u>	<u>11,580,175</u>	<u>7,866,654</u>

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

8. EXPORT BILLS AND NOTES RECEIVABLE (continued)

c) By Period (continued):

BRI assessed individually for allowance for impairment losses on export bills and notes receivable based on whether an objective evidence of impairment exists.

Management believes that no allowance for impairment losses is necessary as of March 31, 2018, December 31, 2017, 2016 and 2015, because management believes that export bills and notes receivable are fully collectible.

9. GOVERNMENT RECAPITALIZATION BONDS

This account represents bonds issued by the Government related to BRI's recapitalization program and Government Recapitalization Bonds purchased from the secondary market.

In connection with the recapitalization program, BRI received bonds issued by the Government at a nominal amount of Rp29,149,000 in 2 (two) tranches, at nominal amounts of Rp20,404,300 on July 25, 2000 and Rp8,744,700 on October 31, 2000, all of which earn interest at a fixed rate (Note 1b). In accordance with the letter of the Minister of Finance of the Republic of Indonesia No. S-84/MK.01/ 2002 dated March 26, 2002 on "Conversion Implementation of Series FR Bonds into Series VR Bonds", on March 26, 2002 BRI partially redeemed fixed rate Government bonds with a variable interest rate Government bonds.

a) By Ownership Purpose and Remaining Period to Maturity:

	March 31, 2018	December 31,		
		2017	2016	2015
Available for sale				
≤ 1 month	718,146	717,840	718,434	715,958
Held to maturity				
≤ 1 year	750,000	1,125,000	-	500,000
> 1 year - 5 years	1,475,000	1,475,000	2,600,000	2,600,000
	2,225,000	2,600,000	2,600,000	3,100,000
Total	2,943,146	3,317,840	3,318,434	3,815,958

b) By Classification and Type:

Series	Annual Interest Rate (%)	Maturity Date	Fair Value/Carrying Value			
			March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Available for sale						
VR0027	3 months SPN	July 25, 2018	448,875	449,055	449,325	447,178
VR0031	3 months SPN	July 25, 2020	269,271	268,785	269,109	268,780
			718,146	717,840	718,434	715,958
Held to maturity						
VR0023	3 months SPN	October 25, 2016	-	-	-	500,000
VR0026	3 months SPN	January 25, 2018	-	375,000	375,000	375,000
VR0027	3 months SPN	July 25, 2018	375,000	375,000	375,000	375,000
VR0028	3 months SPN	August 25, 2018	375,000	375,000	375,000	375,000
VR0029	3 months SPN	August 25, 2019	375,000	375,000	375,000	375,000
VR0031	3 months SPN	July 25, 2020	1,100,000	1,100,000	1,100,000	1,100,000
			2,225,000	2,600,000	2,600,000	3,100,000
Total			2,943,146	3,317,840	3,318,434	3,815,958

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

9. GOVERNMENT RECAPITALIZATION BONDS (continued)

c) Other Significant Information:

The schedule of interest payment for Government Recapitalization bonds is every 3 (three) months.

The market values of Government Recapitalization Bonds classified under "Available for sale" ranged from 99.73% to 99.75%, 99.55% to 99.79%, 99.67% to 99.85% and 99.37% to 99.55% of nominal amounts as of March 31, 2018, December 31, 2017, 2016, and 2015, respectively.

10. SECURITIES PURCHASED UNDER AGREEMENT TO RESELL

Securities purchased under agreement to resell as of March 31, 2018, December 31, 2017, 2016, and 2015, consist of:

	March 31, 2018				
	Annual Interest Rate (%)	Date of Purchase	Date of Resale	Purchase Amount	Resale Price-Net
<u>Third parties</u>					
<u>Rupiah</u>					
Bank Indonesia					
Government Bonds					
FR0040	4.45	March 28, 2018	April 11, 2018	356,732	356,864
FR0043	4.45	March 21, 2018	April 4, 2018	891,412	892,514
FR0044	4.85	January 5, 2018	April 6, 2018	589,475	596,225
FR0047	4.85	March 9, 2018	June 8, 2018	235,415	236,113
FR0052	4.60	March 21, 2018	April 18, 2018	370,660	371,133
FR0054	4.60	March 7, 2018	April 4, 2018	578,467	580,241
FR0054 & FR0068	4.60	March 7, 2018	April 4, 2018	334,965	335,992
FR0058	4.60	March 14, 2018	April 11, 2018	104,819	105,047
FR0061	4.84	February 2, 2018	May 4, 2018	504,723	508,591
FR0063	4.85	February 2, 2018	May 4, 2018	477,808	481,477
FR0064	4.85	March 9, 2018	June 8, 2018	277,386	278,208
FR0064 & FR0052	4.60	March 21, 2018	April 18, 2018	324,210	324,624
FR0070	4.84	January 5, 2018	April 6, 2018	546,511	552,756
SPN03180514	4.25	March 28, 2018	April 4, 2018	4,789,373	4,791,069
SPN03180614	4.45	March 16, 2018	April 2, 2018	469,570	470,441
SPN12181004	4.45	March 29, 2018	April 13, 2018	462,880	462,995
PT Bank CIMB Niaga Tbk					
Government Bonds					
FR0031	4.93	March 15, 2018	April 16, 2018	202,248	202,691
PT Bank BNP Paribas Indonesia					
Government Bonds					
FR0056	4.40	March 28, 2018	April 2, 2018	41,376	41,391
FR0061	4.40	March 28, 2018	April 2, 2018	59,077	59,099
FR0068	4.40	March 28, 2018	April 2, 2018	90,765	90,799
FR0070	4.40	March 28, 2018	April 2, 2018	48,976	48,994
FR0072	4.40	March 28, 2018	April 2, 2018	20,371	20,379
FR0074	4.40	March 28, 2018	April 2, 2018	28,615	28,625
PT Bank Pembangunan Daerah Sulawesi Tengah					
Certificates of Bank Indonesia					
IDSD080618182S	5.00	March 27, 2018	April 27, 2018	89,071	89,120
				11,894,905	11,925,388
<u>Related party (Note 44)</u>					
<u>Rupiah</u>					
PT Bank Negara Indonesia (Persero) Tbk					
Government Bonds					
FR0056	4.10	March 29, 2018	April 2, 2018	497,138	497,251
FR0071	4.55	March 27, 2018	April 3, 2018	719,168	719,531

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

10. SECURITIES PURCHASED UNDER AGREEMENT TO RESELL (continued)

Securities purchased under agreement to resell as of March 31, 2018, December 31, 2017, 2016, and 2015 consist of (continued):

March 31, 2018					
	Annual Interest Rate (%)	Date of Purchase	Date of Resale	Purchase Amount	Resale Price-Net
<u>Related party (Note 44) (continued)</u>					
<u>Rupiah (continued)</u>					
PT Tugu Reasuransi Indonesia					
Government Bonds					
FR0045	7.15	February 1, 2018	April 2, 2018	5,427	5,489
FR0056	7.15	February 1, 2018	April 2, 2018	4,817	4,873
FR0058	7.15	February 1, 2018	April 2, 2018	4,773	4,828
FR0068	7.15	February 1, 2018	April 2, 2018	14,387	14,553
FR0070	7.15	February 1, 2018	April 2, 2018	9,568	9,678
FR0072	7.15	February 1, 2018	April 2, 2018	4,744	4,798
				1,260,022	1,261,001
Total				13,154,927	13,186,389

December 31, 2017					
	Annual Interest Rate (%)	Date of Purchase	Date of Resale	Purchase Amount	Resale Price-Net
<u>Third parties</u>					
<u>Rupiah</u>					
Bank Indonesia					
Government Bonds					
FR0066	4.77	October 13, 2017	January 12, 2018	97,113	98,130
FR0034	4.45	December 27, 2017	January 10, 2018	1,743,116	1,743,978
FR0052	4.60	December 27, 2017	January 24, 2018	955,856	956,344
FR0054	4.60	December 20, 2017	January 17, 2018	3,019,546	3,023,790
FR0065	4.55	December 6, 2017	January 3, 2018	271,414	272,271
FR0068	4.60	December 6, 2017	January 3, 2018	1,604,687	1,609,813
FR0068	4.60	December 13, 2017	January 10, 2018	2,554,503	2,560,354
FR0070	4.85	December 8, 2017	March 9, 2018	320,827	321,821
SPN12180809	4.80	November 10, 2017	February 9, 2018	273,786	275,648
SPN03180118	4.25	December 27, 2017	January 3, 2018	2,836,382	2,837,722
SPN12180412	4.45	December 20, 2017	January 3, 2018	2,333,619	2,336,792
SPN12180809	4.80	October 13, 2017	February 12, 2018	90,878	91,835
SPN12181004	4.84	November 10, 2017	February 9, 2018	451,835	454,933
PT Bank CIMB Niaga Tbk					
Government Bonds					
FR0061	5.10	December 12, 2017	January 12, 2018	280,249	281,004
Certificates of Bank Indonesia					
IDSD240818364S	4.95	December 6, 2017	January 5, 2018	172,954	173,548
PT Bank CTBC Indonesia					
Government Bonds					
ORI012	5.10	December 12, 2017	January 12, 2018	139,182	139,556
PT Bank J Trust Indonesia Tbk					
Government Bonds					
FR0064	5.30	November 30, 2017	February 28, 2018	42,611	42,805
Deposit Certificates of Bank Indonesia					
IDSD060418273S	5.30	November 30, 2017	February 28, 2018	132,192	132,795
IDSD040518182S	5.00	December 13, 2017	January 3, 2018	88,219	88,440
PT Bank Pembangunan Daerah Sulawesi Tengah					
Certificates of Bank Indonesia					
IDSD110518182S	4.70	December 28, 2017	January 8, 2018	66,238	66,264
PT Bank Pan Indonesia Tbk					
Certificates of Bank Indonesia					
IDSD090318182S	5.20	December 19, 2017	January 19, 2018	502,312	503,183
Total				17,977,519	18,011,026

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

10. SECURITIES PURCHASED UNDER AGREEMENT TO RESELL (continued)

Securities purchased under agreement to resell as of March 31, 2018, December 31, 2017, 2016, and 2015 consist of (continued):

December 31, 2016					
	Annual Interest Rate (%)	Date of Purchase	Date of Resale	Purchase Amount	Resale Price-Net
<u>Third parties</u>					
<u>Rupiah</u>					
Bank Indonesia					
Government Bonds					
FR0066	6.60	December 30, 2016	March 31, 2017	924,996	925,140
PT Bank J Trust Indonesia Tbk					
Deposit Certificates of Bank Indonesia					
IDSD130117182C	8.50	December 28, 2016	January 11, 2017	89,749	89,812
				1,014,745	1,014,952
<u>Foreign Currency</u>					
PT Bank BNP Paribas Indonesia					
Government Bonds					
RI1023	6.15	December 19, 2016	January 26, 2017	58,835	58,955
RI0320	6.15	December 19, 2016	January 26, 2017	74,733	74,886
RI0237	6.15	December 19, 2016	January 26, 2017	111,868	112,097
RI0319	6.15	December 19, 2016	January 26, 2017	66,360	66,497
				311,796	312,435
				1,326,541	1,327,387
<u>Related party (Note 44)</u>					
<u>Rupiah</u>					
PT Bank Mandiri (Persero) Tbk					
Government Bonds					
FR0069	6.50	November 17, 2016	January 6, 2017	228,170	229,983
Total				1,554,711	1,557,370

December 31, 2015					
	Annual Interest Rate (%)	Date of Purchase	Date of Resale	Purchase Amount	Resale Price-Net
<u>Third parties</u>					
<u>Rupiah</u>					
PT BPD Jawa Barat dan Banten Tbk					
Deposit Certificates of Bank Indonesia					
IDSD03021691C	10.00	December 30, 2015	January 6, 2016	47,177	47,190
IDSD150116273S	10.00	December 30, 2015	January 6, 2016	236,755	236,821
IDSD190216273S	10.00	December 30, 2015	January 6, 2016	94,095	94,122
				378,027	378,133
<u>Related party (Note 44)</u>					
<u>Rupiah</u>					
PT Bank Mandiri (Persero) Tbk					
Certificates of Bank Indonesia					
IDBI200516273C	10.00	December 29, 2015	January 6, 2016	185,039	185,141
Deposit Certificates of Bank Indonesia					
IDSD020316182S	10.00	December 29, 2015	January 6, 2016	281,695	281,851
				466,734	466,992
Total				844,761	845,125

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

11. DERIVATIVES RECEIVABLE AND PAYABLE

The summary of the derivatives transactions are as follows:

Transaction	March 31, 2018	
	Derivatives receivable	Derivatives payable
Foreign currency and interest rate swap	105,914	158,966
Interest rate swap	87,199	77,626
Option	74,642	92,253
Purchase and sale of foreign currency forward	38,733	20,275
Foreign currency swap	3,078	2,860
Purchase and sale of foreign currency spot	1,304	1,155
Total	310,870	353,135

Transaction	December 31, 2017	
	Derivatives receivable	Derivatives payable
Foreign currency and interest rate swap	64,708	115,981
Interest rate swap	60,475	54,261
Option	10,218	11,341
Foreign currency swap	2,740	3,334
Purchase and sale of foreign currency forward	6,883	15,156
Purchase and sale of foreign currency spot	904	785
Total	145,928	200,858

Transaction	December 31, 2016	
	Derivatives receivable	Derivatives payable
Foreign currency and interest rate swap	32,204	179,286
Interest rate swap	59,443	53,780
Purchase and sale of foreign currency spot	10	-
Foreign currency swap	-	112,160
Purchase and sale of foreign currency forward	-	1,991
Total	91,657	347,217

Transaction	December 31, 2015	
	Derivatives receivable	Derivatives payable
Credit linked notes (Note 7)	-	8,006
Foreign currency and interest rate swap	-	348,183
Interest rate swap	-	2,128
Foreign currency swap	-	82,819
Purchase and sale of foreign currency spot	-	412
Purchase and sale of foreign currency forward	-	4,205
	-	445,753

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

11. DERIVATIVES RECEIVABLE AND PAYABLE (continued)

The summary of the derivatives transactions are as follows (continued):

a. Cross Currency and Interest Rate Swap

As of March 31, 2018, BRI enters into cross currency interest rate swap contracts with several counterparties, whereby BRI agrees to exchange funds amounting to RMB1,187,730,500 (full amount), Rp1,952,780, USD64,625,500 (full amount), USD115,904,227 (full amount) equivalent to USD184,794,141 (full amount), EUR120,000,000 (full amount), EUR57,000,000 (full amount) and Rp1,542,281, respectively on their effective contract dates.

As of December 31, 2017, BRI enters into cross currency interest rate swap contracts with several counterparties, whereby BRI agrees to exchange funds amounting to RMB1,062,730,500 (full amount), RMB750,000,000 (full amount), USD64,625,500 (full amount), USD100,000,000 (full amount), USD10,000,000 (full amount), Rp1,288,440 and Rp269,400 equivalent to USD165,000,000 (full amount), Rp1,522,990, EUR57,000,000 (full amount), Rp1,328,250, RMB68,346,000 (full amount), EUR80,000,000 (full amount) and USD20,000,000 (full amount), respectively on their effective contract dates.

As of December 31, 2016, BRI enters into cross currency interest rate swap contracts with several counterparties, whereby BRI agrees to exchange funds amounting to RMB2,065,304,000 (full amount), Rp541,400, USD53,167,500 (full amount) and USD159,483,894 (full amount) equivalent to USD315,000,000 (full amount), USD40,000,000 (full amount), EUR47,000,000 (full amount) and Rp2,101,181, respectively on their effective contract dates.

As of December 31, 2015, BRI enters into cross currency interest rate swap contracts with several counterparties, whereby BRI agrees to exchange funds amounting to USD935,732,000 (full amount) equivalent to Rp12,899,065, on their effective contract dates.

The parties in the cross currency swap contracts are liable to interest with respect to the funds received. If the funds received are in USD, the beneficiary must pay interest with fixed rate or floating rate of six-month LIBOR plus a given margin. On the contrary, the beneficiary who receives Rupiah, Renminbi, or European Euro must pay interest with fixed rate.

b. Interest Rate Swap

As of March 31, 2018, December 31, 2017, 2016 and 2015 BRI has outstanding interest rate swap contract with several counterparties, whereby BRI and the counterparties agreed to swap foreign currencies at a fixed rate or floating rate with contractual amount of USD324,901,308 (full amount), USD418,651,309 (full amount), USD373,125,000 (full amount) and USD700,000 (full amount), respectively.

c. Option

As of March 31, 2018, BRI has outstanding write call option contract including call spread option amounting to USD183,071,037 (full amount) with contractual amount of Rp2,533,547 and outstanding buy call option contract including call spread option amounting to USD383,071,037 (full amount) with contractual amount of Rp5,500,197.

As of December 31, 2017, BRI has outstanding write call option contract including call spread option amounting to USD64,710,461 (full amount) with contractual amount of Rp548,082 and outstanding buy call option contract including call spread option amounting to USD149,710,461 (full amount) with contractual amount of Rp2,067,752.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

11. DERIVATIVES RECEIVABLE AND PAYABLE (continued)

The summary of the derivatives transactions are as follows (continued):

d. Purchase and Sale of Foreign Currency Spots and Forward

As of March 31, 2018 BRI has outstanding foreign currency spot purchase contract with notional amount of USD98,000,000 (full amount) and AUD1,500,000 (full amount) with contractual amount of Rp1,324,198 and Rp15,824 also foreign currency spot sale contract with notional amount of USD119,000,000 (full amount) with contractual amount of Rp1,589,517. BRI also has outstanding foreign currency purchase forward contract with notional amount of USD258,171,898 (full amount) with contractual amount of Rp3,538,883 and foreign currency sale spot contract with notional amount of EUR1,213,300 (full amount) with contractual amount of Rp24,704.

As of December 31, 2017 BRI has outstanding foreign currency spot purchase contract with notional amount of USD62,000,000 (full amount) and EUR5,000,000 (full amount) with contractual amount of Rp840,389 and Rp81,073 also foreign currency spot sale contract with notional amount of USD45,500,000 (full amount) and EUR5,000,000 (full amount) with contractual amount of Rp616,803 and Rp80,918. BRI also has outstanding foreign currency purchase forward contract with notional amount of USD95,427,140 (full amount) with contractual amount of Rp1,299,745 and foreign currency sale spot contract with notional amount of USD392,015,599 (full amount) with contractual amount of Rp5,338,694.

As of December 31, 2016, BRI has outstanding foreign currency spot purchase and sale contract with notional amount of USD105,000,000 (full amount) and USD121,000,000 (full amount), respectively, and with contractual amount of Rp1,414,887 and Rp1,630,457, respectively. BRI also has outstanding foreign currency forward purchase contract with notional amount of USD117,700,000 (full amount) and EUR60,000,000 (full amount) with the contractual amount of Rp1,588,919 and Rp845,491, respectively, and foreign currency forward sale contract with notional amount of USD381,682,492 (full amount) with the contractual amount of Rp5,124,359.

As of December 31, 2015, BRI has outstanding foreign currency spot purchase and sale contract with notional amount of USD128,000,000 (full amount) and USD89,000,000 (full amount), respectively, and with contractual amount of Rp1,766,087 and Rp1,228,060, respectively. BRI also has outstanding foreign currency forward purchase contract with notional amount of USD18,194,018 (full amount) with the contractual amount of Rp254,000, and foreign currency forward sale contract with notional amount of USD21,454,910 (full amount) with the contractual amount of Rp294,747.

e. Foreign currency swap

As of March 31, 2018, BRI has outstanding foreign currency swap contracts with notional purchase amount of USD4,500,000 (full amount) with the contractual purchase amount of Rp61,830 and foreign currency swap contracts with notional sale amount of USD321,577,309 (full amount) with the contractual amount of Rp4,428,560.

As of December 31, 2017, BRI has outstanding foreign currency swap contracts with notional purchase amount of USD68,000,000 (full amount) and RMB10,000,000 (full amount) with the contractual purchase amount of Rp922,295 and Rp20,680 and notional sale amount of USD365,000,000 (full amount) with the contractual amount of Rp4,952,199.

As of December 31, 2016, BRI has outstanding foreign currency swap contracts with notional purchase amount of USD295,000,000 (full amount) and EUR310,000,000 (full amount) with the contractual purchase amount of Rp3,998,890 and Rp4,479,072, respectively, and notional sale amount of USD25,000,000 (full amount) with the contractual sale amount of Rp333,740.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

11. DERIVATIVES RECEIVABLE AND PAYABLE (continued)

The summary of the derivatives transactions are as follows (continued):

e. Foreign currency swap (continued)

As of December 31, 2015, BRI has outstanding foreign currency swap contracts with notional purchase amount of USD314,000,000 (full amount) with the contractual purchase amount of Rp4,416,379 and notional sale amount of USD49,000,000 (full amount) with the contractual sale amount of Rp680,535.

12. LOANS

a) By Type and Currency:

The details of loans by type are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
Kupedes	251,031,371	239,446,222	211,417,693	178,759,239
Working Capital	139,854,138	137,253,555	123,647,784	110,017,704
Consumer	122,190,984	115,226,118	101,016,417	89,603,296
Investment	58,313,975	56,554,806	54,536,901	42,366,014
Program	16,821,043	15,132,136	10,547,008	7,064,037
Syndicated	415,297	376,908	1,136,189	1,313,700
	<u>588,626,808</u>	<u>563,989,745</u>	<u>502,301,992</u>	<u>429,123,990</u>
<u>Foreign currencies</u>				
Investment	35,409,786	35,517,455	27,477,766	22,527,984
Working Capital	23,127,711	22,585,002	19,362,729	18,764,850
Syndicated	579,106	571,560	615,873	933,555
Consumer	143,605	82,785	-	-
	<u>59,260,208</u>	<u>58,756,802</u>	<u>47,456,368</u>	<u>42,226,389</u>
	<u>647,887,016</u>	<u>622,746,547</u>	<u>549,758,360</u>	<u>471,350,379</u>
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Investment	30,447,347	30,682,594	27,960,891	18,354,627
Working capital	27,704,757	38,485,484	37,739,884	42,605,612
Syndicated	14,802,381	14,305,128	17,116,441	16,019,141
Key employees	36,710	38,457	43,174	46,498
Consumer	9,471	11,118	14,871	18,563
	<u>73,000,666</u>	<u>83,522,781</u>	<u>82,875,261</u>	<u>77,044,441</u>
<u>Foreign Currencies</u>				
Working capital	11,910,398	8,482,183	5,573,961	10,157,905
Investment	3,412,950	3,418,191	4,286,304	4,810,165
Syndicated	776,881	812,966	977,089	1,117,648
	<u>16,100,229</u>	<u>12,713,340</u>	<u>10,837,354</u>	<u>16,085,718</u>
	<u>89,100,895</u>	<u>96,236,121</u>	<u>93,712,615</u>	<u>93,130,159</u>
Total	736,987,911	718,982,668	643,470,975	564,480,538
Less allowance for impairment losses	(31,854,851)	(29,423,380)	(22,184,296)	(17,162,183)
Net	<u>705,133,060</u>	<u>689,559,288</u>	<u>621,286,679</u>	<u>547,318,355</u>

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

12. LOANS (continued)

a) By Type and Currency (continued):

The details of loans by currencies are as follows:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent
<u>Rupiah</u>		661,627,474		647,512,526		585,177,253		506,168,431
<u>Foreign currencies</u>								
United States								
Dollar	5,377,844,270	74,039,471	5,198,485,778	70,530,456	4,265,605,843	57,468,374	4,194,486,839	57,821,002
European Euro	66,039,312	1,118,948	35,917,796	583,169	40,702,251	576,986	18,700,101	281,561
Singapore Dollar	12,228,380	128,289	28,764,567	292,091	21,521,459	200,406	18,661,338	182,115
Great Britain								
Pound Sterling	2,795,101	54,025	2,507,085	45,943	2,090,463	34,608	725,983	14,838
Japanese Yen	129,763,481	16,751	117,832,413	14,201	90,820,000	10,450	97,471,871	11,162
Swiss Franc	205,338	2,953	308,006	4,282	205,338	2,712	102,669	1,429
Australian Dollar	-	-	-	-	19,099	186	-	-
		75,360,437		71,470,142		58,293,722		58,312,107
Total		736,987,911		718,982,668		643,470,975		564,480,538
Less allowance for impairment losses		(31,854,851)		(29,423,380)		(22,184,296)		(17,162,183)
Net		705,133,060		689,559,288		621,286,679		547,318,355

b) By Economic Sector:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
Trading, hotels and restaurants	235,120,913	226,186,153	201,932,238	171,309,588
Agriculture	70,213,399	67,543,304	61,298,365	49,202,544
Business services	27,038,969	25,831,990	21,669,972	18,622,984
Manufacturing	24,646,299	24,177,058	23,131,242	16,719,172
Construction	15,620,169	14,975,663	13,352,157	11,260,702
Transportation, warehousing and communications	8,832,759	9,364,498	7,411,834	5,937,507
Social services	6,005,016	5,885,751	4,570,127	4,388,625
Mining	2,132,549	2,115,257	2,223,852	2,106,438
Electricity, gas and water	1,645,901	1,574,646	1,235,411	801,696
Others	197,370,834	186,335,425	165,476,794	148,774,734
	588,626,808	563,989,745	502,301,992	429,123,990
<u>Foreign currencies</u>				
Manufacturing	25,476,138	25,665,775	23,302,570	23,709,462
Agriculture	16,702,320	16,070,541	8,994,684	3,689,254
Electricity, gas and water	5,980,100	5,831,595	4,465,298	4,268,672
Trading, hotels and restaurants	2,514,839	2,432,355	1,742,852	2,798,057
Transportation, warehousing and communications	2,310,059	2,828,184	1,581,561	1,220,210
Business services	2,114,265	2,097,505	1,681,920	1,468,551
Mining	1,844,534	1,962,466	3,951,956	2,946,326
Construction	1,689,385	1,529,935	1,669,253	1,919,381
Social services	275,016	47,496	-	-
Others	353,552	290,950	66,274	206,476
	59,260,208	58,756,802	47,456,368	42,226,389
	647,887,016	622,746,547	549,758,360	471,350,379

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended
(Expressed in millions of Rupiah, unless otherwise stated)

12. LOANS (continued)

b) By Economic Sector (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Electricity, gas and water	27,319,369	26,866,643	27,396,425	16,358,603
Trading, hotels and restaurants	10,834,439	10,821,560	15,784,788	19,599,529
Manufacturing	9,074,802	8,667,951	9,804,224	9,034,633
Transportation, warehousing and communications	7,337,953	9,234,581	8,699,909	8,396,044
Construction	7,276,236	9,280,503	6,272,142	3,537,595
Agriculture	6,497,070	6,243,108	7,673,124	6,487,849
Business services	3,960,759	11,913,867	6,315,017	7,169,936
Mining	334,162	108,341	466,620	695,063
Social	328,419	346,347	418,524	5,717,561
Others	37,457	39,880	44,488	47,628
	73,000,666	83,522,781	82,875,261	77,044,441
<u>Foreign currencies</u>				
Manufacturing	6,369,474	5,681,336	4,979,352	10,149,569
Trading, hotels and restaurants	4,178,030	2,031,732	25,829	-
Social services	3,038,450	3,007,495	3,707,071	4,117,541
Mining	2,065,125	1,356,750	1,347,250	1,408,367
Transportation, warehousing and communications	340,533	632,312	524,255	271,020
Business services	103,256	-	176,577	96,495
Construction	5,361	3,715	77,020	39,580
Agriculture	-	-	-	3,146
	16,100,229	12,713,340	10,837,354	16,085,718
	89,100,895	96,236,121	93,712,615	93,130,159
Total	736,987,911	718,982,668	643,470,975	564,480,538
Less allowance for impairment losses	(31,854,851)	(29,423,380)	(22,184,296)	(17,162,183)
Net	705,133,060	689,559,288	621,286,679	547,318,355

c) By Period:

The classification of loans based on the remaining period to maturity are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
≤ 1 month	19,308,759	16,086,535	13,537,435	13,966,093
> 1 month - 3 months	23,742,702	23,003,072	18,772,288	16,688,235
> 3 months - 1 year	107,763,119	110,806,225	97,065,113	80,979,512
> 1 year - 2 years	87,169,974	86,191,035	80,029,683	70,074,362
> 2 years - 5 years	168,840,250	157,904,624	142,332,825	122,274,147
> 5 years	181,802,004	169,998,254	150,564,648	125,141,641
	588,626,808	563,989,745	502,301,992	429,123,990
<u>Foreign currencies</u>				
≤ 1 month	3,231,871	5,382,236	2,441,291	2,887,982
> 1 month - 3 months	2,817,561	2,244,541	1,521,131	4,710,511
> 3 months - 1 year	6,632,165	5,174,926	5,505,601	6,130,904
> 1 year - 2 years	11,626,722	11,410,051	5,977,606	7,122,486
> 2 years - 5 years	10,513,397	8,737,745	12,608,850	8,627,405
> 5 years	24,438,492	25,807,303	19,401,889	12,747,101
	59,260,208	58,756,802	47,456,368	42,226,389
	647,887,016	622,746,547	549,758,360	471,350,379

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

12. LOANS (continued)

c) By Period (continued):

The classification of loans based on the remaining period to maturity are as follows (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
≤ 1 month	3,853,868	11,019,644	1,890,341	3,520,078
> 1 month - 3 months	8,690,552	11,150,941	19,986,637	4,513,341
> 3 months - 1 year	17,603,474	17,130,693	16,731,440	27,106,728
> 1 year - 2 years	3,402,802	3,145,595	2,638,472	6,875,664
> 2 years - 5 years	7,515,396	5,891,373	7,727,466	10,235,935
> 5 years	31,934,574	35,184,535	33,900,905	24,792,695
	73,000,666	83,522,781	82,875,261	77,044,441
<u>Foreign currencies</u>				
≤ 1 month	2,356,265	2,000,424	242,395	128,478
> 1 month - 3 months	963,725	407,025	1,347,250	1,378,500
> 3 months - 1 year	8,275,632	5,862,809	2,736,744	8,650,927
> 1 year - 2 years	1,467,554	1,344,479	-	634,565
> 2 years - 5 years	2,889,601	2,999,687	4,967,027	3,923,272
> 5 years	147,452	98,916	1,543,938	1,369,976
	16,100,229	12,713,340	10,837,354	16,085,718
	89,100,895	96,236,121	93,712,615	93,130,159
Total	736,987,911	718,982,668	643,470,975	564,480,538
Less allowance for impairment losses	(31,854,851)	(29,423,380)	(22,184,296)	(17,162,183)
Net	705,133,060	689,559,288	621,286,679	547,318,355

d) By Collectibility:

	March 31, 2018	December 31,		
		2017	2016	2015
Individual	27,032,514	27,226,560	28,871,177	19,596,126
Collective				
Current	671,684,719	661,911,830	587,285,896	516,307,931
Special mention	27,609,606	21,928,300	20,523,521	21,977,643
Substandard	1,964,326	1,290,701	1,056,103	1,160,311
Doubtful	2,920,020	1,408,731	1,128,476	1,224,930
Loss	5,776,726	5,216,546	4,605,802	4,213,597
	709,955,397	691,756,108	614,599,798	544,884,412
Total	736,987,911	718,982,668	643,470,975	564,480,538
Less allowance for impairment losses:				
Individual	(13,797,314)	(13,013,036)	(7,510,899)	(4,104,272)
Collective	(18,057,537)	(16,410,344)	(14,673,397)	(13,057,911)
	(31,854,851)	(29,423,380)	(22,184,296)	(17,162,183)
Net	705,133,060	689,559,288	621,286,679	547,318,355

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and For the Three-month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

12. LOANS (continued)

e) By Operating Segment:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
Retail	285,577,680	274,283,085	241,315,169	211,098,706
Micro	265,761,274	252,850,654	221,802,205	188,428,179
Corporate	37,287,854	36,856,006	39,184,618	29,597,105
	588,626,808	563,989,745	502,301,992	429,123,990
<u>Foreign currencies</u>				
Corporate	47,143,823	47,520,666	37,452,816	33,692,771
Retail	12,116,385	11,236,136	10,003,552	8,533,618
	59,260,208	58,756,802	47,456,368	42,226,389
	647,887,016	622,746,547	549,758,360	471,350,379
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Corporate	71,100,373	81,742,983	81,332,459	69,008,020
Retail	1,900,293	1,779,798	1,542,802	8,036,421
	73,000,666	83,522,781	82,875,261	77,044,441
<u>Foreign currencies</u>				
Corporate	15,869,056	12,576,130	10,709,197	16,034,151
Retail	231,173	137,210	128,157	51,567
	16,100,229	12,713,340	10,837,354	16,085,718
	89,100,895	96,236,121	93,712,615	93,130,159
Total	736,987,911	718,982,668	643,470,975	564,480,538
Less allowance for impairment losses	(31,854,851)	(29,423,380)	(22,184,296)	(17,162,183)
Net	705,133,060	689,559,288	621,286,679	547,318,355

f) Other Significant Information:

1) The average interest rates are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Contractual Interest Rate				
Rupiah	11.59%	11.78%	11.91%	12.47%
Foreign currencies	4.01	4.11	4.23	4.37
Effective Interest Rate				
Rupiah	13.92%	14.14%	14.59%	16.09%
Foreign currencies	4.10	4.20	4.38	4.46

- 2) The loans are generally collateralized by registered mortgages, by powers of attorneys to sell, demand deposits, saving deposits, time deposits or by other guarantees generally accepted by banks (Notes 20, 21, and 22).
- 3) Working capital and investment loans is given to debtors for working capital requirements and capital goods.
- 4) Consumption loans consist of loans to employees and retired employees, housing, motor vehicles and other consumption loans.
- 5) Program loans represent loan facilities channeled by BRI based on the guidelines from the Government in order to support the development in Indonesia especially the development of small scale industry, middle scale industry and cooperatives.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

12. LOANS (continued)

f) Other Significant Information (continued):

- 6) Kupedes loans represent loan facilities channeled by BRI through BRI's Units. The target of these loans is micro scale industry and fixed income employees that require additional funds, in accordance with the maximum limit amount stated in the Kupedes regulation. The targeted economic sectors are agriculture, manufacturing, trading and others.
- 7) Syndicated loans represent loans provided to debtors under syndication agreements with other banks. The total of BRI's syndicated loans amounted to Rp43,943,273, Rp38,340,157, Rp45,054,012 and Rp31,142,038 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively. BRI's participation as leader in the syndicated loans ranged from 24.50% to 63.65%, 22.65% to 63.65%, 24.50% to 63.65%, and 23.08% to 63.65% as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, while BRI's participation as a member in the syndicated loans ranged from 10.89% to 50.00%, 10.89% to 50.00%, 2.97% to 59.97% and 2.97% to 51.79% as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively (unaudited).
- 8) Employee loans are loans given to employees with 5.50% annual interest rate that intended for the acquisition of vehicles, houses and other necessities with 4 (four) to 20 (twenty) years maturity. Loan principal and interest payments were collected through monthly payroll deductions. The difference between employee loan's interest rate and Base Lending Rate (BLR) is deferred and recorded as deferred expense for employee loans as part of other assets. The deferred expense for employee loans amounted to Rp1,323,097, Rp617,834, Rp565,480 and Rp569,257 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively (Note 18).
- 9) Loans granted by BRI to related parties, other than loans to key employees (Note 44) are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
PT Perusahaan Listrik Negara (Persero)	27,450,111	27,039,931	27,446,991	16,479,829
Perum Bulog	10,020,442	9,049,660	16,112,248	17,187,834
Ministry of Finance of the Republic of Indonesia	3,481,751	3,450,797	4,307,997	4,683,888
PT Dirgantara Indonesia (Persero)	3,057,384	2,438,770	1,735,635	938,930
PT Aneka Tambang (Persero) Tbk	2,753,500	1,356,750	1,347,250	1,378,500
PT Garuda Indonesia (Persero) Tbk	2,388,078	2,375,195	1,968,132	1,593,531
PT Kereta Api Indonesia (Persero)	2,321,634	3,801,438	3,864,676	3,678,155
PT Pegadaian (Persero)	2,314,634	3,037,521	3,835,110	3,864,154
PT Pupuk Kalimantan Timur	2,104,898	1,776,795	1,621,845	2,461,901
PT Krakatau Steel (Persero) Tbk	1,951,770	1,939,755	2,377,804	2,123,803
Others	31,219,983	39,931,052	29,051,753	38,693,136
Total	89,064,185	96,197,664	93,669,441	93,083,661

- 10) Loans that have been restructured by BRI (Parent Entity) as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, amounted to Rp42,183,805, Rp42,175,770, Rp37,131,753 and Rp20,339,826 (unaudited). Restructuring scheme generally consist of extension of the loan maturity date and rescheduling of overdue interest payment.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

12. LOANS (continued)

f) Other Significant Information (continued):

11) In BRI's report on Legal Lending Limit to Bank Indonesia as of March 31, 2018, December 31, 2017, 2016, 2015 BRI has neither related party or third party debtor, in accordance with Bank Indonesia regulation, that does not comply with or exceed the Legal Lending Limit, respectively.

12) The details of non-performing collective loans (with collectibility of substandard, doubtful and loss) and total individual loans, as well as the allowance for impairment losses by economic sector are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Trading, hotels and restaurants	11,816,931	9,898,334	9,589,255	9,128,103
Manufacturing	8,531,412	8,457,660	9,306,203	3,690,140
Agriculture	5,413,650	4,727,530	4,345,008	2,844,590
Construction	2,998,013	3,183,411	3,725,349	3,037,301
Mining	2,607,051	2,712,370	3,116,077	1,841,180
Business services	1,532,678	1,589,408	1,629,211	1,700,017
Transportation, warehousing and communications	1,552,595	1,671,117	1,653,314	1,642,456
Electricity, gas and water	614,285	707,437	723,688	776,168
Social services	702,468	676,383	135,594	112,727
Others	1,924,503	1,518,888	1,437,859	1,422,282
Total	37,693,586	35,142,538	35,661,558	26,194,964
Less allowance for impairment losses	(16,523,359)	(15,239,033)	(9,224,013)	(5,726,209)
Net	21,170,227	19,903,505	26,437,545	20,468,755

13) Ratios

a. The ratios of non-performing loans (NPL) based on Bank Indonesia regulations are as follows:

(i) BRI (Parent Entity) and BRI Agro

	March 31, 2018	December 31,		
		2017	2016	2015
Total non-performing loans	17,562,971	15,147,081	13,117,282	11,380,718
Total loans	736,987,911	718,982,668	643,470,975	564,480,538
% Non-Performing Loans (NPL)	2.38%	2.11%	2.04%	2.02%

(ii) BRI (Parent Entity)

	March 31, 2018	December 31,		
		2017	2016	2015
Total non-performing loans	17,283,476	14,862,646	12,882,913	11,267,382
Total loans	724,481,462	708,001,045	635,291,221	558,436,016
% Non-Performing Loans (NPL)	2.39%	2.10%	2.03%	2.02%

b. The ratios of BRI's small scale industry loans to total loans are 47.52%, 45.58%, 44.48% and 44.32% as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively (unaudited).

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

12. LOANS (continued)

Movements in the allowance for impairment losses on loans:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	29,423,380	22,184,296	17,162,183	15,886,145
Provision for impairment losses during the year (Note 34)	5,317,374	16,800,820	13,454,979	8,685,146
Loans written-off during the year	(3,031,719)	(9,548,619)	(8,473,450)	(7,815,170)
Foreign currency translation	145,816	(13,117)	40,584	406,062
Ending balance	31,854,851	29,423,380	22,184,296	17,162,183

BRI's (Parent Entity) allowance for impairment losses balance includes the allowance for impairment losses for areas that are still categorized as a disaster prone areas or have experienced a disaster by the Government of the Republic of Indonesia amounted to Rp963,603, Rp926,267, Rp857,060 and Rp611,849, as of March 31, 2018, December 31, 2017, 2016, and 2015 respectively (Note 2e).

The minimum allowance for impairment losses of BRI's (Parent Entity) loans based on Bank Indonesia regulation (Note 2e) amounted to Rp20,373,246, Rp18,507,786, Rp15,652,514 and Rp13,892,885, as of March 31, 2018, December 31, 2017, 2016, and 2015 respectively.

As of March 31, 2018, December 31, 2017, 2016, and 2015, there are no loans deferred and/or used as a collateral.

Management believes that the allowance for impairment losses on loans is adequate.

13. SHARIA RECEIVABLES AND FINANCING

a) Sharia receivables and financing based on collectibility are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
Current	14,586,646	14,285,886	14,553,293	14,192,917
Special mention	1,447,935	1,382,563	1,870,297	1,561,399
Substandard	186,170	505,223	160,261	196,514
Doubtful	70,309	89,184	178,264	97,603
Loss	700,317	604,915	479,990	509,301
	16,991,377	16,867,771	17,242,105	16,557,734
<u>Related party (Note 44)</u>				
Current	1,071,514	996,779	506,483	56,272
Special mention	677	319	355	-
	1,072,191	997,098	506,838	56,272
Total	18,063,568	17,864,869	17,748,943	16,614,006
Less allowance for impairment losses	(605,699)	(577,257)	(492,156)	(352,252)
Net	17,457,869	17,287,612	17,256,787	16,261,754

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

13. SHARIA RECEIVABLES AND FINANCING (continued)

b) Sharia receivables and financing based on the remaining period to maturity are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
≤ 1 month	1,115,901	530,569	282,806	484,053
> 1 month - 3 months	2,037,907	236,409	449,395	679,010
> 3 months - 1 year	6,329,054	2,421,838	1,399,649	2,107,439
> 1 year - 2 years	2,105,896	960,678	1,265,385	2,187,363
> 2 years - 5 years	4,719,245	7,331,402	2,728,868	7,414,901
> 5 years	683,374	5,386,875	11,116,002	3,684,968
	16,991,377	16,867,771	17,242,105	16,557,734
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
≤ 1 month	400,067	-	6	3,868
> 1 month - 3 months	1,294	-	3,400	778
> 3 months - 1 year	45,117	4,004	328,777	2,125
> 1 year - 2 years	617,060	801,366	1,936	238
> 2 year - 5 years	7,938	100,938	41,675	42,896
> 5 years	715	90,790	131,044	6,367
	1,072,191	997,098	506,838	56,272
Total	18,063,568	17,864,869	17,748,943	16,614,006
Less allowance for impairment losses	(605,699)	(577,257)	(492,156)	(352,252)
Net	17,457,869	17,287,612	17,256,787	16,261,754

Sharia receivables and financing consist of *Murabahah* receivables, *Istishna* receivables, *Qardh* borrowing, *Mudharabah* and *Musyarakah* financing.

Unrecognized *Murabahah* receivables income as of March 31, 2018, December 31, 2017, 2016 and 2015 amounted to Rp4,223,108, Rp4,200,027, Rp4,322,067 and Rp4,067,750, respectively.

Movements in the allowance for impairment losses on sharia receivables and financing:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	577,257	492,156	352,252	276,650
Provision for impairment losses during the year (Note 34)	62,632	202,008	244,267	206,159
Recovery from loans written-off	4,710	25,407	14,892	11,667
Loans written-off during the year	(38,900)	(142,314)	(119,255)	(142,224)
Ending balance	605,699	577,257	492,156	352,252

Management believes that the allowance for impairment losses on sharia receivables and financing is adequate.

As of March 31, 2018, December 31, 2017, 2016 and 2015, the Non-Performing Financing (NPF) of sharia receivables and financing amounted to Rp956,796 (5.30%), Rp1,199,322 (6.71%), Rp818,515 (4.61%) and Rp803,418 (4.84%) respectively.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

13. SHARIA RECEIVABLES AND FINANCING (continued)

The type of collateral submitted by the debtors for the sharia receivables and financing are land and buildings, Proof of Motor Vehicle Ownership and other properties.

As of March 31, 2018, December 31, 2017, 2016 and 2015, there were no sharia receivables and financing that were transferred or used as collateral for debts.

14. FINANCE LEASE RECEIVABLES

a) Finance lease receivables as of March 31, 2018, December 31, 2017 and 2016 consist of:

	March 31, 2018	December 31, 2017	December 31, 2016
<u>Third parties</u>			
Finance lease receivables - gross	2,995,250	2,828,510	2,465,843
Guaranteed residual values	1,762,281	1,656,302	1,750,061
Unearned finance lease income	(370,751)	(342,419)	(266,044)
Security deposits	(1,760,633)	(1,653,410)	(1,749,560)
Total	2,626,147	2,488,983	2,200,300
Less allowance for impairment losses	(104,000)	(103,500)	(130,000)
Net	2,522,147	2,385,483	2,070,300

b) Finance lease receivable - gross, due in period:

	March 31, 2018	December 31, 2017	December 31, 2016
<u>Third parties</u>			
<u>Rupiah</u>			
≤ 1 year	235,827	217,083	192,212
> 1 year - 2 years	433,573	522,974	480,529
> 2 years - 5 years	1,742,738	1,234,645	929,023
> 5 years	45,129	-	-
	2,457,267	1,974,702	1,601,764
<u>United States Dollar</u>			
≤ 1 year	-	45,397	71,824
> 1 year - 2 years	36,473	45,663	179,561
> 2 years - 5 years	132,407	423,221	347,151
	168,880	514,281	598,536
Total	2,626,147	2,488,983	2,200,300
Less allowance for impairment losses	(104,000)	(103,500)	(130,000)
Net	2,522,147	2,385,483	2,070,300

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

14. FINANCE LEASE RECEIVABLES (continued)

The movement of allowance for impairment losses:

	<u>March 31, 2018</u>	<u>December 31, 2017</u>	<u>December 31, 2016^{*)}</u>
Beginning balance	103,500	130,000	128,000
(Reversal) provision for impairment loss (Note 34)	3,029	(8,713)	16,669
Finance lease receivable written-off during the year	(2,603)	(16,984)	(14,646)
Exchange rate differences	74	(803)	(23)
Ending balance	104,000	103,500	130,000

*) Provision for impairment losses for the period after acquisition of September 30, 2016 amounted to Rp995 (Note 34)

As of March 31, 2018, December 31, 2017, 2016 and 2015, there are no finance lease receivable that is transferred and/or used are pledged as collateral.

Management believes that the allowance for impairment losses for finance lease receivable is adequate.

15. ACCEPTANCES RECEIVABLE AND PAYABLE

The details of acceptances receivable from customers are as follows:

a) By Type and Currency:

	<u>March 31, 2018</u>		<u>December 31, 2017</u>		<u>December 31, 2016</u>		<u>December 31, 2015</u>	
	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent
<u>Third parties</u>								
<u>Rupiah</u>								
Import Letters of Credit and Domestic Documentary Letters of Credit		2,067,348		2,739,683		3,192,249		2,333,810
<u>Foreign Currencies</u>								
Import Letters of Credit and Domestic Documentary Letters of Credit								
United States Dollar	133,045,828	1,831,708	116,065,536	1,574,719	147,121,912	1,982,100	150,457,533	2,074,057
European Euro	1,967,920	33,344	2,157,759	35,034	1,406,631	19,940	2,877,637	43,328
Swiss Franc	18,380	264		-		-		-
Great Britain Pound Sterling	10,776	208		-		-	34,168	698
Japanese Yen		-	38,445,000	4,634	30,124,000	3,466		-
Singapore Dollar		-	23,550	239	19,600	183		-
		<u>1,865,524</u>		<u>1,614,626</u>		<u>2,005,689</u>		<u>2,118,083</u>
		<u>3,932,872</u>		<u>4,354,309</u>		<u>5,197,938</u>		<u>4,451,893</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

15. ACCEPTANCES RECEIVABLE AND PAYABLE (continued)

The details of acceptances receivable from customers are as follows (continued):

a) By Type and Currency (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional amount foreign currency/ (Full amount)	Rupiah equivalent	Notional amount Foreign currency/ (Full amount)	Rupiah equivalent	Notional amount foreign currency/ (Angka penuh)	Rupiah equivalent	Notional amount foreign currency/ (Full amount)	Rupiah equivalent
<u>Related parties</u> (Notes 44)								
<u>Rupiah</u>								
Import Letters of Credit and Domestic Documentary Letters of Credit		465,420		427,335		363,963		155,629
<u>Foreign Currencies</u>								
Import Letters of Credit and Domestic Documentary Letters of Credit								
United States Dollar	27,377,231	376,916	66,226,205	898,524	7,433,691	100,150	31,420,787	433,136
European Euro		-	816,480	13,257	2,153,788	30,532	7,902,259	118,982
Great Britain Pound Sterling		-		-		-	109,760	2,243
Australian Dollar		-		-		-	79,580	802
Japanese Yen		-		-		-	6,860,000	786
		376,916		911,781		130,682		555,949
		842,336		1,339,116		494,645		711,578
Total		4,775,208		5,693,425		5,692,583		5,163,471

b) By Collectibility:

All acceptances receivable were classified as "Current" as of March 31, 2018, December 31, 2017, 2016 and 2015.

c) By Period:

The classification of acceptances receivable based on the remaining period until maturity are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
≤ 1 month	919,686	1,101,957	955,776	529,581
> 1 month - 3 months	2,168,532	1,593,129	1,935,035	1,702,172
> 3 months - 1 year	844,654	1,659,223	2,307,127	2,220,140
	3,932,872	4,354,309	5,197,938	4,451,893

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

15. ACCEPTANCES RECEIVABLE AND PAYABLE (continued)

c) By Period (continued):

The classification of acceptances receivable based on the remaining period until maturity are as follows (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Related parties (Note 44)</u>				
≤ 1 month	260,750	792,676	89,867	128,487
> 1 month - 3 months	332,403	390,110	171,292	343,632
> 3 months - 1 year	249,183	156,330	233,486	239,459
	842,336	1,339,116	494,645	711,578
Total	4,775,208	5,693,425	5,692,583	5,163,471

BRI assessed acceptances receivable individually for impairment based on whether an objective evidence of impairment exists.

Management believes that no allowance for impairment losses is necessary as of March 31, 2018 and December 31, 2017, 2016 and 2015, because management believes that acceptances receivable are fully collectible.

16. INVESTMENT IN ASSOCIATED ENTITIES

The details of investment in associated entities are as follows:

Company Name	Type of Business	Percentage of Ownership (%)	March 31, 2018		
			Cost	Accumulated Equity in Net Earnings of Associated Company	Carrying Value
<u>Equity Method</u>					
(Investments in associated entity)					
PT Bahana Artha Ventura (Related party - Note 44)	Venture capital	35.00	71,326	427	71,753
<u>Cost Method</u>					
Lembaga Pembayaran Nasional	Financial institutions				
	Non-Bank	17.50			3,500
PT Kustodian Sentral Efek Indonesia	Central securities depository	3.00			900
PT Sarana Bersama Pembiayaan Indonesia	Investment	8.00			536
PT Jakarta Kyoei Medical Center	Health services	1.68			220
PT Pemeringkat Efek Indonesia	Credit rating agency	0.21			210
PT Menara Proteksi Indonesia	Infrastructure	2.00			200
BPR Toelongsredjo Dasa Nusantara	Banking	1.50			77

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

16. INVESTMENT IN ASSOCIATED ENTITIES (continued)

The details of investment in associated entities are as follows (continued):

March 31, 2018					
Company Name	Type of Business	Percentage of Ownership (%)	Cost	Accumulated Equity in Net Earnings of Associated Company	Carrying Value
Cost Method (Continued)					
BPR Tjoekir Dasa Nusantara	Banking	3.00			77
BPR Toelangan Dasa Nusantara	Banking	1.50			66
PT Merapi Gelanggang Wisata	Sport facilities	0.64			50
BPR Cinta Manis Agroloka	Banking	1.75			35
PT Sukapraja Estetika Padang Golf	Sport facilities	0.24			25
BPR Bungamayang Agroloka	Banking	1.13			23
PT Aplikanusa Lintasarta	Non-Banking	0.03			20
					5,939
Total					77,692

December 31, 2017					
Company Name	Type of Business	Percentage of Ownership (%)	Cost	Accumulated Equity in Net Earnings of Associated Company	Carrying Value
Equity Method					
(Investments in associated entity)					
PT Bahana Artha Ventura (Related party - Note 44)	Venture Capital	35.00	71,326	56	71,382
Cost Method					
PT Kustodian Sentral Efek Indonesia	Central securities depository institution	3.00			900
PT Sarana Bersama Pembiayaan Indonesia	Investment	8.00			536
PT Jakarta Kyoei Medical Center	Health services	1.68			220
PT Pemeringkat Efek Indonesia	Credit rating agency	0.21			210
PT Menara Proteksi Indonesia	Infrastructure	2.00			200
BPR Toelongredjo Dasa Nusantara	Banking	1.50			77
BPR Tjoekir Dasa Nusantara	Banking	3.00			77
BPR Toelangan Dasa Nusantara	Banking	1.50			66
PT Merapi Gelanggang Wisata	Sport facilities	0.64			50
BPR Cinta Manis Agroloka	Banking	1.75			35
PT Sukapraja Estetika Padang Golf	Sport facilities	0.24			25
BPR Bungamayang Agroloka	Banking	1.13			23
PT Aplikanusa Lintasarta	Non-Banking	0.03			20
					2,439
Total					73,821

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

16. INVESTMENT IN ASSOCIATED ENTITIES (continued)

The details of investment in associated entities are as follows (continued):

December 31, 2016					
Company Name	Type of Business	Percentage of Ownership (%)	Cost	Accumulated Equity in Net Earnings of Associated Company	Carrying Value
Cost Method					
PT Kustodian Sentral Efek Indonesia	Central securities depository	3.00			900
PT Sarana Bersama Pembiayaan Indonesia	Investment	8.00			536
PT Jakarta Kyoei Medical Center	Health services	1.68			220
PT Pemeringkat Efek Indonesia	Credit rating agency	0.21			210
PT Menara Proteksi Indonesia	Infrastructure	2.00			200
BPR Toelongredjo Dasa Nusantara	Banking	1.50			77
BPR Tjoekir Dasa Nusantara	Banking	3.00			77
BPR Toelangan Dasa Nusantara	Banking	1.50			66
PT Merapi Gelanggang Wisata	Sport facilities	0.64			50
BPR Cinta Manis Agroloka	Banking	1.75			35
PT Sukapraja Estetika Padang Golf	Sport facilities	0.24			25
BPR Bungamayang Agroloka	Banking	1.13			23
PT Aplikanusa Lintasarta	Non-Banking	0.03			20
Total					2,439

December 31, 2015					
Company Name	Type of Business	Percentage of Ownership (%)	Cost	Accumulated Equity in Net Earnings of Associated Company	Carrying Value
Equity Method					
(Investments in associated entity)					
PT BTMU-BRI Finance (Related party – Note 44)	Financing	45.00	24,750	238,141	262,891
Cost Method					
PT Kelola Jasa Artha	Remittance	14.22			2,560
PT Bringin Gigantara (Related party – Note 44)	Procurement of goods, services and information technology	5.14			1,240
PT Kustodian Sentral Efek Indonesia	Central securities depository institution	3.00			900
PT Sarana Bersama Pembiayaan Indonesia	Investment	8.00			536
PT Jakarta Kyoei Medical Center	Health services	1.68			220

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

16. INVESTMENT IN ASSOCIATED ENTITIES (continued)

The details of investment in associated entities are as follows (continued):

Company Name	Type of Business	Percentage of Ownership (%)	December 31, 2015		
			Cost	Accumulated Equity in Net Earnings of Associated Company	Carrying Value
Cost Method (continued)					
PT Pemeringkat Efek Indonesia	Credit rating agency	0.21			210
PT Menara Proteksi Indonesia	Infrastructure	2.00			200
BPR Toelongredjo Dasa Nusantara	Banking	3.00			77
BPR Tjoekir Dasa Nusantara	Banking	3.00			77
BPR Toelangan Dasa Nusantara	Banking	1.50			66
PT Merapi Gelanggang Wisata	Sport facilities	0.64			50
BPR Cinta Manis Agroloka	Banking	1.75			35
PT Sukapraja Golf	Sport facilities	0.24			25
BPR Bungamayang Agroloka	Banking	2.25			23
PT Aplikanusa Lintasarta	Non-Banking	0.03			20
					6,239
Total					269,130

BRI assessed investment in associated entities individually for impairment based on whether an objective evidence of impairment exists.

As of March 31, 2018, December 31, 2017, 2016 and 2015, all investments were classified as "Current".

In 2016, BRI received cash dividends from PT Sarana Bersama Pembiayaan Indonesia and PT Pemeringkat Efek Indonesia of Rp170 and Rp11, respectively, whereas in 2015 BRI received cash dividends from PT Sarana Bersama Pembiayaan Indonesia and PT Pemeringkat Efek Indonesia of Rp391 and Rp3, respectively.

In 2017, BRI Agro (subsidiary) received cash dividend from BPR Cinta Manis Agroloka, BPR Bungamayang Agroloka and PT Aplikanusa Lintasarta of Rp8, Rp13 and Rp19, respectively, in 2016, BRI Agro received cash dividend from BPR Cinta Manis Agroloka, BPR Bungamayang Agroloka and PT Aplikanusa Lintasarta of Rp7, Rp21 and Rp26, respectively, whereas in 2015, BRI Agro received cash dividend from BPR Toelongredjo Dasa Nusantara, BPR Tjoekir Dasa Nusantara, BPR Cinta Manis Agroloka, BPR Bungamayang Agroloka and PT Aplikanusa Lintasarta of Rp16, Rp19, Rp27, Rp15 and Rp12, respectively.

Management believes that no allowance for impairment losses is necessary as of March 31, 2018, December 31, 2017, 2016 and 2015, because investments in associated entities are fully collectible.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

17. PREMISES AND EQUIPMENTS

Premises and equipments consist of:

March 31, 2018				
Description	Beginning Balance	Additions	Deductions	Ending Balance
<u>Carrying Value</u>				
Landrights	16,134,127	17,780	188	16,151,719
Buildings	3,675,421	175,006	123,514	3,726,913
Motor vehicles	2,203,016	952	4,381	2,199,587
Computers and machineries	7,094,079	225,638	23,771	7,295,946
Furnitures and fixtures	1,580,872	26,016	12,674	1,594,214
Museum assets	184	-	-	184
Satellites	3,284,664	-	-	3,284,664
	33,972,363	445,392	164,528	34,253,227
<u>Accumulated Depreciation</u>				
Buildings	1,529,320	46,810	-	1,576,130
Motor vehicles	1,703,834	74,723	4,319	1,774,238
Computers and machineries	4,603,464	206,622	23,389	4,786,697
Furnitures and fixtures	1,261,702	32,358	8,474	1,285,586
Satellites	127,737	54,744	-	182,481
	9,226,057	415,257	36,182	9,605,132
Net book value	24,746,306			24,648,095
December 31, 2017				
Description	Beginning Balance	Additions^{*)}	Deductions	Ending Balance
<u>Carrying Value</u>				
Landrights	15,799,496	340,373	5,742	16,134,127
Buildings	3,160,913	617,484	102,976	3,675,421
Motor vehicles	2,152,023	84,034	33,041	2,203,016
Computers and machineries	6,404,214	750,309	60,444	7,094,079
Furnitures and fixtures	1,469,906	125,049	14,083	1,580,872
Museum assets	184	-	-	184
Satellites	-	3,284,664	-	3,284,664
Satellites in development	3,275,613	183,877	3,459,490	-
	32,262,349	5,385,790	3,675,776	33,972,363
<u>Accumulated Depreciation</u>				
Buildings	1,359,558	173,013	3,251	1,529,320
Motor vehicles	1,418,674	316,705	31,545	1,703,834
Computers and machineries	3,834,431	820,942	51,909	4,603,464
Furnitures and fixtures	1,134,627	141,008	13,933	1,261,702
Satellites	-	127,737	-	127,737
	7,747,290	1,579,405	100,638	9,226,057
Net book value	24,515,059			24,746,306

*) Included in additions of premises and equipments is investment property of subsidiary (BRI Life) used by BRI and BRI Syariah amounted to Rp94,779 as of December 31, 2017.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

17. PREMISES AND EQUIPMENTS (continued)

Premises and equipments consist of (continued) :

Description	December 31, 2016			
	Beginning Balance	Additions**)	Deductions	Ending Balance
<u>Carrying Value</u>				
Landrights	1,107,163	14,709,604	17,271	15,799,496
Buildings	2,900,001	455,660	194,748	3,160,913
Motor vehicles	1,943,674	243,909	35,560	2,152,023
Computers and machineries	5,065,582	1,422,607	83,975	6,404,214
Furnitures and fixtures	1,354,292	143,069	27,455	1,469,906
Museum assets	184	-	-	184
Satellites in development	2,316,572	959,041	-	3,275,613
	14,687,468	17,933,890	359,009	32,262,349
<u>Accumulated Depreciation</u>				
Buildings	1,220,467	141,655	2,564	1,359,558
Motor vehicles	1,123,409	330,604	35,339	1,418,674
Computers and machineries	3,276,548	636,290	78,407	3,834,431
Furnitures and fixtures	1,027,764	134,265	27,402	1,134,627
	6,648,188	1,242,814	143,712	7,747,290
Net book value	8,039,280			24,515,059

***) Included in additions of premises and equipments is gain on revaluation of landrights amounted to Rp14,261,442 (after deducted by decreasing the carrying amount as the result of revaluation amounted to Rp54,085) and the beginning balance of subsidiary (BRI Finance) acquired (Acquisition Cost amounted to Rp19,376, Accumulated Depreciation amounted to Rp16,901 and Depreciation Expense for the year amounted to Rp1,589).

Description	December 31, 2015			
	Beginning Balance	Additions****)	Deductions	Ending Balance
<u>Carrying Value</u>				
Landrights	625,460	482,222	519	1,107,163
Buildings	2,482,655	540,585	123,239	2,900,001
Motor vehicles	1,839,082	146,285	41,693	1,943,674
Computers and machineries	4,599,811	578,344	112,573	5,065,582
Furnitures and fixtures	1,204,214	184,588	34,510	1,354,292
Museum assets	184	-	-	184
Satellites in development	831,895	1,484,677	-	2,316,572
	11,583,301	3,416,701	312,534	14,687,468
<u>Accumulated Depreciation</u>				
Buildings	1,088,252	137,481	5,266	1,220,467
Motor vehicles	862,216	302,267	41,074	1,123,409
Computers and machineries	2,815,996	562,412	101,860	3,276,548
Furnitures and fixtures	899,367	162,330	33,933	1,027,764
	5,665,831	1,164,490	182,133	6,648,188
Net book value	5,917,470			8,039,280

****) Included in additions of premises and equipments is the beginning balance of subsidiary (BRI Life) acquired (Acquisition Cost amounted to Rp131,303, Accumulated Depreciation amounted to Rp57,949 and Depreciation Expense for the year amounted to Rp12,319).

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

17. PREMISES AND EQUIPMENTS (continued)

Depreciation expense of premises and equipments charged to the interim consolidated statement of profit or loss and other comprehensive income amounted to Rp415,257 and Rp379,006, Rp1,579,405, Rp1,224,809 and Rp1,094,222 for the period ended and the year ended March 31, 2018 and 2017, and December 31, 2017, 2016 and 2015, respectively (Note 36).

BRI insured its premises and equipments (excluding landrights and satellites) from losses due to risks of fire, theft, vandalism, force majeure, and others to PT Asuransi Bringin Sejahtera Artamakmur (related party - Note 44) Tbk, and PT Asuransi Purna Artanugraha with coverage amount of Rp12,509,912, Rp12,283,482, Rp10,530,478 and Rp10,358,054 for the period ended and the year ended March 31, 2018 and December 31, 2017, 2016 and 2015, respectively.

BRI insured its satellites to PT Asuransi Jasa Indonesia (Persero) (related party - Note 44) with coverage amount of USD224,000,000 (full amount) for the period ended and the year ended March 31, 2018 and December 31, 2017, respectively.

Taxable value of buildings owned by BRI as of March 31, 2018, December 31, 2017, 2016 and 2015 amounted to Rp2,105,865, Rp2,196,353, Rp2,038,098 and Rp1,821,383, respectively. Taxable value of buildings considered as the best estimation that reflecting fair value.

The gross carrying value of premises and equipments that have been fully depreciated but still used by BRI as of March 31, 2018, December 31, 2017, 2016 and 2015 are Rp5,380,402, Rp4,777,039, Rp3,666,122 and Rp3,699,755, respectively.

As of March 31, 2018, December 31, 2017, 2016 and 2015, there are no premises and equipments owned by BRI which are pledged as collateral.

In the year of 2017, satellites in development are ready to be used as business support in accordance with management intentions. Therefore, BRI has reclassified satellites in development amounted to Rp3,459,490 to satellite amounted to Rp3,284,664, buildings amounted to Rp79,722, furnitures and fixtures amounted to Rp1,360 along with computers and machineries amounted to Rp93,744.

On the premises and equipments of satellites, BRI has allocated the utilization of 144 MHz transponder capacity to several government agencies which has been evaluated and approved by the Ministry of Communication and Informatics of the Republic of Indonesia. The government agencies that can take advantage of such capacity are Tentara Nasional Indonesia (TNI), Badan Intelijen Negara (BIN), Badan Keamanan Laut (Bakamla), Kepolisian Negara Republik Indonesia (POLRI) and Ministry of Finance.

In the year of 2016, the manufacture of satellites (BRIsat) has been completed and has been successfully launched on June 19, 2016 from Kourou, French Guiana. BRIsat has reached the intended orbit and has been tested (in orbit test). Since August 3, 2016, "BRIsat operational handover" from SSL (as BRIsat manufacturer) has been progressing. Until December 31, 2016, Final Acceptance for the ground device (gRCS) has been conducted to ensure that these devices can be used optimally by BRI. According to the contract, the satellite's performance will continue to be monitored by SSL and BRI until the last milestone (satellite performance) is completed by mid 2017. The percentage of carrying amount satellites in development to the contract value is $\pm 96\%$.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

17. PREMISES AND EQUIPMENTS (continued)

In the year of 2015, the satellite project (BRIsat) has reached the finishing stage of tower (alignment) followed by a Series of tests including vibration test, dynamic test, Compact Antenna Test Range (CATR) and the final performance test. For ground systems, the Bank has installed satellite antenna controller/Telemetry, Tracking and Command System (TT&C) and 2 antennas geolocation, while 2 (two) pieces of communication antennas are still in the process of installation. The percentage of carrying amounts to the contract value is $\pm 74\%$.

On April 1, 2016, BRI performed revaluation for accounting and taxation purposes over landrights, as follows:

- Accounting purposes: BRI changed its accounting policy of landrights from cost model to revaluation model,
- Taxation purposes: the increase in carrying value of landrights amounted to Rp14,315,527 has been approved by Directorate General of Taxation in accordance with the decree of the Directorate General of Taxation No. KEP-479/WPJ.19/2016 dated July 29, 2016.

The increase in the carrying amount arising from the revaluation is recorded as "Revaluation surplus arising from premises and equipments", and is presented in other comprehensive income amounted to Rp13,824,692 (net of final tax of Rp490,835). A decrease in the carrying amount arising from revaluation amounted to Rp54,085 is recognized in profit or loss for the year. The fair value of landrights included in the fair value hierarchy as level 2.

Valuation is performed in accordance to Indonesian Valuations Standards, is determined based on reference to current market transactions and done on arm's length terms. The valuation methods used are market data approach, cost approach and income approach.

Valuation of landrights is performed by external independent appraiser KJPP Abdullah, Fitriantoro dan Rekan, KJPP Aditya, Iskandar dan Rekan, KJPP Aksa, Nelson dan Rekan, KJPP Immanuel, Johnny dan Rekan, KJPP Iwan Bachron dan Rekan, KJPP Nanang, Rahayu dan Rekan, KJPP Pung's Zulkarnain dan Rekan, KJPP Satria, Iskandar, Setiawan dan Rekan and KJPP Toha, Okky, Heru dan Rekan, on various valuation dates.

As of March 31, 2018, December 31, 2017 and 2016, if the landrights are valued using the cost model, the carrying value amounted to Rp1,827,841, Rp1,810,249 and Rp1,538,053, respectively.

Management believes that there is no impairment in value of premises and equipments and the amount of insurance coverage is adequate to cover the risk of loss that may arise on the premises and equipments as of March 31, 2018, December 31, 2017, 2016 and 2015.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

18. OTHER ASSETS

Other assets consist of:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah</u>				
Claims to government related to generation II KUR disbursement	5,742,778	4,176,707	595,562	256,073
Claims related to ATM and credit card transactions	1,997,071	2,100,850	1,726,840	1,234,963
Prepaid expenses	1,664,133	1,212,974	632,266	343,769
Premises and equipments that have not been distributed	1,363,454	1,393,552	1,169,654	739,784
Deferred expense for employees loan (Note 12f)	1,323,097	617,834	565,480	569,257
<i>Ijarah</i> assets	1,146,920	1,146,920	286,181	46,260
Interest receivable				
Securities	1,058,183	1,089,898	725,662	302,708
Government Recapitalization Bonds	341,049	389,617	417,562	830,251
Placements with Bank Indonesia and other banks	4,082	8,292	80,864	32,121
Others	54,871	52,042	76,757	34,160
Office, warehouse, and classroom rent	879,787	914,088	845,247	808,517
Foreclosed collaterals	729,570	362,576	257,769	83,620
Estimated tax refund (Note 38b)	726,387	88,684	63,170	10,275
Claims for distributions of government social assistance	611,893	657,815	-	-
Claims to Perum Bulog	582,919	228,682	328,559	297,915
Internal advance	557,104	381,897	611,471	647,590
Reinsurance assets	290,689	269,007	232,332	214,731
Office supplies	259,362	235,827	296,038	216,629
Accrued revenue based on sharia principle	224,025	191,236	170,519	136,488
Penalty charges of loan principal and interest	71,667	68,864	68,009	65,284
Premium receivable	42,028	20,465	46,511	77,490
Prepaid tax (Note 38b)	-	927,453	-	2,573,213
Others	2,592,494	2,071,248	1,752,016	2,107,279
	22,263,563	18,606,528	10,948,469	11,628,377
<u>Foreign currencies</u>				
Claims of refinancing	509,766	817,573	115,386	34,430
Interest receivable				
Securities	408,560	547,626	535,611	538,731
Others	52,463	42,859	34,164	29,344
Others	463,451	185,233	41,600	349,649
	1,434,240	1,593,291	726,761	952,154
Total	23,697,803	20,199,819	11,675,230	12,580,531

19. LIABILITIES DUE IMMEDIATELY

Liabilities due immediately consist of:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah</u>				
Deposits for dividend payable	13,048,441	-	-	-
Advance payment deposits	2,296,839	2,127,026	1,492,074	1,234,916
Deposits for social grants	705,649	66,937	559	-
Tax payment deposits	448,689	424,823	379,554	347,630
ATM and credit card deposits	324,789	300,175	460,036	669,368
Insurance deposits	176,134	162,907	152,213	153,826
Third parties deposits	147,855	200,525	103,527	2,168
Deposits for channeling loans	59,190	57,321	51,265	48,383
Deposits for clearing	47,666	22,252	26,807	39,217
Advance from money transfer	22,293	26,587	35,703	31,984
Others	3,025,857	2,964,982	2,501,684	2,439,779
	20,303,402	6,353,535	5,203,422	4,967,271

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

19. LIABILITIES DUE IMMEDIATELY (continued)

Liabilities due immediately consist of (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Foreign currencies</u>				
Advance payment deposits	101,042	61,720	56,120	41,315
ATM and credit card deposits	49,470	48,686	52,597	39,658
Tax payment deposits	19,011	15,867	12,273	7,796
Others	177,672	104,393	85,901	82,522
	347,195	230,666	206,891	171,291
Total	20,650,597	6,584,201	5,410,313	5,138,562

20. DEMAND DEPOSITS

Demand deposits consist of:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent
<u>Third parties</u>								
<u>Rupiah</u>		83,073,489		81,525,195		79,314,862		61,717,414
<u>Foreign currencies</u>								
United States Dollar	666,465,723	9,175,567	1,362,520,346	18,485,995	1,153,376,172	15,538,860	1,216,184,776	16,765,107
European Euro	13,532,935	229,297	11,802,883	191,634	113,890,839	1,614,490	41,826,352	629,766
Singapore Dollar	10,422,534	109,344	12,039,022	122,251	2,777,138	25,861	18,717,717	182,665
Renminbi	30,732,032	67,271	7,318,360	15,249	56,984,608	110,504	51,796,341	109,956
Australian Dollar	3,157,040	33,339	3,039,571	32,202	21,415,159	208,222	20,169,312	203,382
Great Britain								
Pound Sterling	1,538,880	29,745	2,679,707	49,107	3,764,194	62,316	5,039,068	102,994
Saudi Arabian Riyal	5,295,749	19,441	37,625	136	2,306,560	8,285	1,119,939	4,113
Japanese Yen	74,854,670	9,663	79,572,861	9,590	223,500,953	25,717	76,869,131	8,803
Hong Kong Dollar	560,136	983	511,954	889	528,967	919	1,675,381	2,980
Swiss Franc		-		-		-	271	4
		9,674,650		18,907,053		17,595,174		18,009,770
		92,748,139		100,432,248		96,910,036		79,727,184
<u>Related Party (Note 44)</u>								
<u>Rupiah</u>		20,650,159		29,089,518		29,618,921		21,203,843
<u>Foreign currencies</u>								
United States Dollar	1,021,388,212	14,061,962	1,161,516,707	15,758,878	1,081,759,223	14,574,001	898,751,531	12,389,290
European Euro	3,387,860	57,403	14,932,009	242,439	22,240,029	315,269	7,186,639	108,207
Japanese Yen	50,174,371	6,477	50,489,759	6,085	6,890,431	793	7,154,051	819
		14,125,842		16,007,402		14,890,063		12,498,316
		34,776,001		45,096,920		44,508,984		33,702,159
Total		127,524,140		145,529,168		141,419,020		113,429,343

The average interest rates are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Rupiah	3.02%	2.32%	2.33%	1.65%
Foreign Currencies	0.33	0.33	0.49	0.29

Demand deposits used as collateral for banking facilities granted by BRI and subsidiaries amounted to Rp120,061, Rp238,264, Rp127,809 and Rp120,705 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

21. SAVING DEPOSITS

Saving deposits consist of:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent
Third parties								
Rupiah								
Simpedes		199,416,733		205,658,448		183,909,412		165,530,043
Britama		116,781,361		126,653,884		108,269,980		96,956,008
Others		8,576,232		9,432,599		4,260,239		4,090,969
		<u>324,774,326</u>		<u>341,744,931</u>		<u>296,439,631</u>		<u>266,577,020</u>
Foreign currencies								
Britama								
United States								
Dollar	93,591,555	1,288,522	96,426,361	1,308,264	94,648,979	1,275,158	80,276,219	1,106,608
European Euro	3,750,003	63,539	4,319,864	70,138	15,504,444	219,787	12,479,606	187,901
Singapore Dollar	4,615,409	48,421	4,047,720	41,103	5,506,164	51,273	2,559,184	24,975
Australian Dollar	455,900	4,814	497,747	5,273	807,929	7,856	1,031,765	10,404
Renminbi	829,357	1,815	684,461	1,426	672,164	1,304	981,980	2,085
Great Britain								
Pound Sterling	88,368	1,708	76,103	1,394	66	1	-	-
Saudi Arabian Riyal	16,267	60	960	3	328	1	-	-
Japanese Yen	204,723	26	33,461,987	4,033	10,923,961	1,257	-	-
Hong Kong Dollar	8,897	15	29,476	51	12,547	22	6,606	12
United Arab								
Emirates Dirham	116	1	147	1	365	1	1,622	6
		<u>1,408,921</u>		<u>1,431,686</u>		<u>1,556,660</u>		<u>1,331,991</u>
Others								
United States								
Dollar	308,748	4,251	324,787	4,407	195,196	2,630	150,957	2,081
		<u>1,413,172</u>		<u>1,436,093</u>		<u>1,559,290</u>		<u>1,334,072</u>
		<u>326,187,498</u>		<u>343,181,024</u>		<u>297,998,921</u>		<u>267,911,092</u>
Related Party (Note 44)								
Rupiah								
Britama		187,486		160,589		96,035		127,516
Simpedes		3,060		3,562		2,680		2,778
Other		272,655		54,560		6,476		6,371
		<u>463,201</u>		<u>218,711</u>		<u>105,191</u>		<u>136,665</u>
Foreign currencies								
Britama								
United States								
Dollar	1,247,053	17,169	1,538,170	20,869	466,872	6,290	803,385	11,075
Australian Dollar	1,630	17	195	2	-	-	-	-
European Euro	62	1	64	1	-	-	182	3
Great Britain								
Pound Sterling	49	1	51	1	-	-	-	-
Singapore Dollar	75	1	80	1	242	3	2,525	25
Renminbi	342	1	357	1	607	1	672	1
		<u>17,190</u>		<u>20,875</u>		<u>6,294</u>		<u>11,104</u>
Others								
United States								
Dolar	9,546	131	9,346	127	-	-	261	4
		<u>17,321</u>		<u>21,002</u>		<u>6,294</u>		<u>11,108</u>
		<u>480,522</u>		<u>239,713</u>		<u>111,485</u>		<u>147,773</u>
Total		<u>326,668,020</u>		<u>343,420,737</u>		<u>298,110,406</u>		<u>268,058,865</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

21. SAVING DEPOSITS (continued)

The average interest rates are as follows (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
Rupiah	0.95%	0.86%	1.14%	1.98%
Foreign Currencies	0.22	0.21	0.22	0.22

Saving deposits used as collateral for banking facilities granted by BRI and subsidiaries is amounted to Rp83,511, Rp83,430, Rp84,937 and Rp74,685 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

22. TIME DEPOSITS

Time deposits consist of:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency (Full Amount)	Rupiah Equivalent
<u>Third parties</u>								
<u>Rupiah</u>		200,024,939		179,634,460		159,195,095		163,056,718
<u>Foreign currencies</u>								
United States								
Dollar	3,788,142,090	52,153,246	3,756,779,689	50,970,108	3,126,352,845	42,119,789	2,715,956,477	37,439,460
Singapore Dollar	22,976,929	241,054	20,713,546	210,337	17,812,319	165,867	5,615,345	54,800
Australian Dollar	6,326,136	66,806	6,452,966	68,364	4,553,424	44,273	153,953	1,552
European Euro	3,758,491	63,683	2,983,283	48,437	803,857,776	11,395,299	3,154,957	47,503
Renminbi	7,236,149	15,840	9,277,833	19,332	50,220,204	97,387	2,633,854,416	5,591,265
Great Britain								
Pound Sterling	125,226	2,420	125,209	2,295	118,604	1,963	49,595	1,014
Japanese Yen	6,994,100	903	1,135,000	137	388,000	45	26,420,238	3,026
Saudi Arabian Riyal		-	5,258,518	19,024	5,258,518	18,888		-
		52,543,952		51,338,034		53,843,511		43,138,620
		252,568,891		230,972,494		213,038,606		206,195,338
<u>Related party</u>								
<u>(Note 44)</u>								
<u>Rupiah</u>		64,778,452		68,918,906		60,898,562		48,232,867
<u>Foreign currencies</u>								
United States								
Dollar	1,937,729,315	26,677,689	1,912,908,304	25,953,383	1,376,645,507	18,546,856	968,826,493	13,355,273
Singapore Dollar	44,259,260	464,329	44,162,297	448,449	43,793,922	407,806		-
European Euro	7,649,000	129,602	7,649,000	124,191	9,703,047	137,548	6,703,045	100,926
Australian Dollar	26,546	280	48,532	514		-		-
		27,271,900		26,526,537		19,092,210		13,456,199
		92,050,352		95,445,443		79,990,772		61,689,066
Total		344,619,243		326,417,937		293,029,378		267,884,404

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

22. TIME DEPOSITS (continued)

Time deposits based on their contractual period are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Third parties				
Rupiah				
Deposits on call	8,755,650	7,846,255	9,577,885	7,266,427
Deposits				
1 month	78,417,382	71,521,847	66,562,883	70,675,227
3 months	87,223,658	73,908,929	59,117,884	59,448,961
6 months	17,931,177	19,467,302	17,829,486	15,438,264
12 months	6,962,861	6,123,449	5,647,297	9,449,541
More than 12 months	734,211	766,678	459,660	778,298
	200,024,939	179,634,460	159,195,095	163,056,718
Foreign currencies				
Deposits on call	5,139,811	3,858,989	3,823,613	2,940,286
Deposits				
1 month	15,438,027	12,810,631	6,845,138	12,706,465
3 months	8,161,092	5,859,042	5,329,468	5,829,525
6 months	7,091,148	13,393,642	26,618,525	13,768,744
12 months	16,710,247	15,411,619	10,607,111	7,128,749
More than 12 months	3,627	4,111	619,656	764,851
	52,543,952	51,338,034	53,843,511	43,138,620
	252,568,891	230,972,494	213,038,606	206,195,338
Related party (Note 44)				
Rupiah				
Deposits on call	17,444,930	14,117,304	7,975,541	10,759,045
Deposits				
1 month	23,342,952	24,736,012	29,547,145	11,822,241
3 months	10,105,047	14,274,439	12,669,883	678,865
6 months	5,604,250	2,560,592	2,456,474	78,996
12 months	1,410,473	1,659,159	5,289,119	561,520
More than 12 months	6,870,800	11,571,400	2,960,400	24,332,200
	64,778,452	68,918,906	60,898,562	48,232,867
Foreign currencies				
Deposits on call	505,792	7,275,615	1,377,187	3,569,145
Deposits				
1 month	12,531,990	8,742,183	9,196,247	5,708,586
3 months	4,119,278	4,072,443	3,306,531	3,352,159
6 months	9,151,862	5,367,913	5,030,168	787,537
12 months	841,824	948,989	182,077	9,472
More than 12 months	121,154	119,394	-	29,300
	27,271,900	26,526,537	19,092,210	13,456,199
	92,050,352	95,445,443	79,990,772	61,689,066
Total	344,619,243	326,417,937	293,029,378	267,884,404

The average interest rates are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Rupiah	5.88%	6.20%	7.49%	8.48%
Foreign Currencies	1.68	1.43	1.19	1.46

Time deposits used as collateral for banking facilities granted by BRI and subsidiaries amounted to Rp268,595, Rp334,019, Rp257,410 and Rp208,250 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

23. DEPOSITS FROM OTHER BANKS AND FINANCIAL INSTITUTIONS

Deposits from other banks and financial institutions consist of:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent	Notional Amount Foreign Currency/ (Full Amount)	Rupiah Equivalent
Third parties								
Rupiah								
Deposits on call		4,129,000		3,473,000		810,000		4,385,000
Time deposits		1,000,579		523,193		84,630		559,076
Inter-bank call money		200,000		-		536,729		1,120,000
Demand deposits		199,609		169,262		152,260		132,663
Saving deposits		4,288		6,709		6,497		5,704
		<u>5,533,476</u>		<u>4,172,164</u>		<u>1,590,116</u>		<u>6,202,443</u>
United States Dollar								
Demand deposits	16,221,315	223,327	13,272,017	180,068	6,387,630	86,057	2,246,898	30,973
Inter-bank call money	6,000,000	82,605	6,000,000	81,405	-	-	314,000,000	4,328,490
Time deposits	800,000	11,014	1,000,000	13,568	4,000,000	53,890	-	-
		<u>316,946</u>		<u>275,041</u>		<u>139,947</u>		<u>4,359,463</u>
		<u>5,850,422</u>		<u>4,447,205</u>		<u>1,730,063</u>		<u>10,561,906</u>
Related parties (Note 44)								
Rupiah								
Demand deposits		1,559		2,621		689		412
Deposits on call		-		50,000		80,000		-
Inter-bank call money		-		-		20,000		10,000
		<u>1,559</u>		<u>52,621</u>		<u>100,689</u>		<u>10,412</u>
United States Dollar								
Inter-bank call money	92,550,000	1,274,183	80,600,000	1,093,541	29,600,000	398,786	43,000,000	592,755
		<u>1,275,742</u>		<u>1,146,162</u>		<u>499,475</u>		<u>603,167</u>
Total		<u>7,126,164</u>		<u>5,593,367</u>		<u>2,229,538</u>		<u>11,165,073</u>

The average interest rates are as follows:

	Rupiah				United States Dollar			
	December 31,							
	March 31, 2018	2017	2016	2015	March 31, 2018	2017	2016	2015
Demad deposits	1.47%	1.31%	1.21%	1.14%	0.13%	0.03%	0.05%	0.00%
Saving deposits	1.33	1.37	1.46	1.25	-	-	-	-
Deposits on call	4.84	5.23	5.97	6.84	-	-	-	-
Time deposits	5.08	5.90	6.47	7.07	1.20	0.45	0.44	0.49
Inter-bank call money	4.00	-	4.74	5.47	1.50	0.92	0.46	0.22

The classification of deposits from other banks and financial institutions based on their remaining period to maturity are as follows:

	March 31, 2018			
	≤ 1 month	> 1 - 3 months	> 3 months - 1 year	Total
Third parties				
Rupiah				
Deposits on call	4,129,000	-	-	4,129,000
Time deposits	950,718	49,611	250	1,000,579
Inter-bank call money	200,000	-	-	200,000
Demand deposits	199,609	-	-	199,609
Saving deposits	4,288	-	-	4,288
	<u>5,483,615</u>	<u>49,611</u>	<u>250</u>	<u>5,533,476</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

23. DEPOSITS FROM OTHER BANKS AND FINANCIAL INSTITUTIONS (continued)

The classification of deposits from other banks and financial institutions based on their remaining period to maturity are as follows (continued):

	March 31, 2018			Total
	≤ 1 month	> 1 - 3 months	> 3 months - 1 year	
<u>United States Dollar</u>				
Demand deposits	223,327	-	-	223,327
Inter-bank call money	82,605	-	-	82,605
Time deposits	11,014	-	-	11,014
	316,946	-	-	316,946
	5,800,561	49,611	250	5,850,422
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Demand deposits	1,559	-	-	1,559
<u>United States Dollar</u>				
Inter-bank call money	1,274,183	-	-	1,274,183
	1,275,742	-	-	1,275,742
Total	7,076,303	49,611	250	7,126,164

	December 31, 2017			Total
	≤ 1 month	> 1 - 3 month	> 3 months - 1 year	
<u>Third parties</u>				
<u>Rupiah</u>				
Deposits on call	3,473,000	-	-	3,473,000
Time deposits	436,000	57,408	29,785	523,193
Demand deposits	169,262	-	-	169,262
Saving deposits	6,709	-	-	6,709
	4,084,971	57,408	29,785	4,172,164
<u>United States Dollar</u>				
Demand deposits	180,068	-	-	180,068
Inter-bank call money	81,405	-	-	81,405
Time deposits	13,568	-	-	13,568
	275,041	-	-	275,041
	4,360,012	57,408	29,785	4,447,205
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Deposits on call	50,000	-	-	50,000
Demand deposits	2,621	-	-	2,621
	52,621	-	-	52,621
<u>United States Dollar</u>				
Inter-bank call money	1,093,541	-	-	1,093,541
	1,146,162	-	-	1,146,162
Total	5,506,174	57,408	29,785	5,593,367

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

23. DEPOSITS FROM OTHER BANKS AND FINANCIAL INSTITUTIONS (continued)

The classification of deposits from other banks and financial institutions based on their remaining period to maturity are as follows (continued):

	December 31, 2016			Total
	≤ 1 month	> 1 - 3 months	> 3 months - 1 year	
<u>Third parties</u>				
<u>Rupiah</u>				
Deposits on call	810,000	-	-	810,000
Inter-bank call money	536,729	-	-	536,729
Demand deposits	152,260	-	-	152,260
Time deposits	41,250	42,057	1,323	84,630
Saving deposits	6,497	-	-	6,497
	<u>1,546,736</u>	<u>42,057</u>	<u>1,323</u>	<u>1,590,116</u>
<u>United States Dollar</u>				
Demand deposits	86,057	-	-	86,057
Time deposits	53,890	-	-	53,890
	<u>139,947</u>	<u>-</u>	<u>-</u>	<u>139,947</u>
	<u>1,686,683</u>	<u>42,057</u>	<u>1,323</u>	<u>1,730,063</u>
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Deposits on call	80,000	-	-	80,000
Inter-bank call money	20,000	-	-	20,000
Demand deposits	689	-	-	689
	<u>100,689</u>	<u>-</u>	<u>-</u>	<u>100,689</u>
<u>United States Dollar</u>				
Inter-bank call money	398,786	-	-	398,786
	<u>499,475</u>	<u>-</u>	<u>-</u>	<u>499,475</u>
Total	<u>2,186,158</u>	<u>42,057</u>	<u>1,323</u>	<u>2,229,538</u>

	December 31, 2015			Total
	≤ 1 month	> 1 - 3 months	> 3 months - 1 year	
<u>Third parties</u>				
<u>Rupiah</u>				
Deposits on call	4,385,000	-	-	4,385,000
Inter-bank call money	1,120,000	-	-	1,120,000
Time deposits	477,876	68,200	13,000	559,076
Demand deposits	132,663	-	-	132,663
Saving deposits	5,704	-	-	5,704
	<u>6,121,243</u>	<u>68,200</u>	<u>13,000</u>	<u>6,202,443</u>
<u>United States Dollar</u>				
Inter-bank call money	4,328,490	-	-	4,328,490
Demand deposits	30,973	-	-	30,973
	<u>4,359,463</u>	<u>-</u>	<u>-</u>	<u>4,359,463</u>
	<u>10,480,706</u>	<u>68,200</u>	<u>13,000</u>	<u>10,561,906</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

23. DEPOSITS FROM OTHER BANKS AND FINANCIAL INSTITUTIONS (continued)

The classification of deposits from other banks and financial institutions based on their remaining period to maturity are as follows (continued):

	December 31, 2015			Total
	≤ 1 month	> 1 - 3 months	> 3 months - 1 year	
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Inter-bank call money	10,000	-	-	10,000
Demand deposits	412	-	-	412
	10,412	-	-	10,412
<u>United States Dollar</u>				
Inter-bank call money	592,755	-	-	592,755
	603,167	-	-	603,167
Total	11,083,873	68,200	13,000	11,165,073

24. SECURITIES SOLD UNDER AGREEMENT TO REPURCHASE

Securities sold under agreement to repurchase consist of:

	March 31, 2018				
	Date of Sale	Date of Repurchase	Nominal Amount	Sale Amount	Repurchase Amount-Net
<u>Third parties</u>					
<u>Rupiah</u>					
<u>Other Bank</u>					
<u>Government Bonds</u>					
FR0069	May 18, 2015	April 15, 2019	571,000	500,047	500,047
FR0069	May 21, 2015	April 15, 2019	568,000	499,714	499,714
FR0053	September 6, 2016	July 15, 2021	450,000	437,025	437,025
FR0034	September 6, 2016	June 15, 2021	300,000	344,315	344,315
FR0048	September 6, 2016	September 15, 2018	100,000	98,570	98,570
FR0069	September 9, 2016	April 15, 2019	540,000	498,000	498,000
FR0066	September 13, 2016	May 15, 2018	539,000	489,000	489,000
FR0053	September 9, 2016	July 15, 2021	416,000	390,000	390,000
FR0053	February 28, 2017	July 15, 2021	440,000	382,690	382,690
FR0061	February 28, 2017	May 15, 2022	362,000	304,722	304,722
FR0063	November 7, 2017	May 15, 2023	500,000	446,090	446,090
FR0064	March 29, 2018	April 4, 2018	20,000	17,235	17,235
			4,806,000	4,407,408	4,407,408
<u>Certificates of Bank Indonesia</u>					
IDSD290618277S	November 30, 2017	May 30, 2018	500,000	436,495	444,857
IDSD240818364S	March 27, 2018	April 10, 2018	50,000	43,968	43,990
IDSD040518182S	March 6, 2018	April 6, 2018	50,000	44,622	44,773
IDSD150219361S	March 8, 2018	September 10, 2018	150,000	128,503	128,922
			750,000	653,588	662,542

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

24. SECURITIES SOLD UNDER AGREEMENT TO REPURCHASE (continued)

Securities sold under agreement to repurchase consist of (continued):

		March 31, 2018				
		Date of Sale	Date of Repurchase	Nominal Amount	Sale Amount	Repurchase Amount-Net
<u>United States Dollar</u>						
Other Bank						
Government Bonds						
RI0126		December 6, 2017	June 6, 2018	481,863	451,361	457,653
RI0320		December 6, 2017	September 6, 2018	373,099	344,188	349,151
RI0319		December 6, 2017	September 6, 2018	354,513	344,188	349,151
RI0521		December 11, 2017	November 9, 2018	799,892	688,375	698,311
RI0422		December 11, 2017	November 9, 2018	830,869	688,375	698,311
RI0320		March 21, 2018	June 21, 2018	68,838	61,759	61,845
RI1023		March 21, 2018	June 21, 2018	161,768	150,911	151,120
RI0237		March 21, 2018	June 21, 2018	68,838	71,109	71,208
RI1023		March 21, 2018	June 21, 2018	68,838	71,739	71,839
RI0125		March 21, 2018	June 21, 2018	137,675	130,791	130,973
RI0124		March 21, 2018	June 21, 2018	135,610	141,661	141,857
				3,481,803	3,144,457	3,181,419
Sukuk Government Bonds						
INDOIS18		March 21, 2018	September 14, 2018	506,148	413,025	413,621
INDOIS19S		March 21, 2018	June 21, 2018	68,838	60,408	60,492
INDOIS19S		March 21, 2018	September 17, 2018	333,201	275,357	275,743
				908,187	748,790	749,856
				9,945,990	8,954,243	9,001,225
<u>Related parties (Note 44)</u>						
<u>Rupiah</u>						
Non Bank						
Government Bonds						
FR0069		June 29, 2015	April 15, 2019	480,000	466,545	475,854
FR0069		March 20, 2015	April 15, 2019	1,000,000	972,093	991,899
				1,480,000	1,438,638	1,467,753
Total				11,425,990	10,392,881	10,468,978
		December 31, 2017				
		Date of Sale	Date of Repurchase	Nominal Amount	Sale Amount	Repurchase Amount-Net
<u>Third parties</u>						
<u>Rupiah</u>						
Other Bank						
Government Bonds						
FR0069		May 18, 2015	April 15, 2019	571,000	500,047	500,047
FR0069		May 21, 2015	April 15, 2019	568,000	499,714	499,714
FR0069		September 9, 2016	April 15, 2019	540,000	498,000	498,000
FR0061		February 28, 2017	May 15, 2022	362,000	304,722	304,722
FR0063		November 7, 2017	May 15, 2023	500,000	446,090	446,090
FR0066		September 13, 2016	May 15, 2018	539,000	489,000	489,000
FR0053		September 9, 2016	July 15, 2021	416,000	390,000	390,000
FR0053		September 6, 2016	July 15, 2021	450,000	437,025	437,025
FR0053		February 28, 2017	July 15, 2021	440,000	382,690	382,690
FR0034		September 6, 2016	June 15, 2021	300,000	344,315	344,315
FR0048		September 6, 2016	September 15, 2018	100,000	98,570	98,570
				4,786,000	4,390,173	4,390,173

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

24. SECURITIES SOLD UNDER AGREEMENT TO REPURCHASE (continued)

Securities sold under agreement to repurchase consist of (continued):

December 31, 2017					
	Date of Sale	Date of Repurchase	Nominal Amount	Sale Amount	Repurchase Amount-Net
<u>Third parties (continued)</u>					
<u>Rupiah (continued)</u>					
Certificates of Bank Indonesia					
	December 21, 2017	January 5, 2018	2,000,000	2,021,328	2,024,388
	December 5, 2017	February 5, 2018	500,000	443,495	445,161
	November 30, 2017	February 28, 2018	500,000	442,923	444,944
	November 5, 2017	March 5, 2018	500,000	440,638	442,325
	November 30, 2017	May 30, 2018	500,000	436,495	438,637
			4,000,000	3,784,879	3,795,455
<u>Unites States Dollar</u>					
Other Bank					
Government Bonds					
	December 6, 2017	June 6, 2018	474,863	444,804	445,966
	December 6, 2017	September 6, 2018	367,679	339,188	340,109
	December 6, 2017	September 6, 2018	349,363	339,188	340,109
	December 11, 2017	November 9, 2018	788,272	678,375	679,929
	December 11, 2017	November 9, 2018	818,799	678,375	679,929
			2,798,976	2,479,930	2,486,042
			11,584,976	10,654,982	10,671,670
<u>Related parties (Note 44)</u>					
<u>Rupiah</u>					
Non Bank					
Government Bonds					
	June 29, 2015	April 15, 2019	480,000	466,545	474,927
	March 20, 2015	April 15, 2019	1,000,000	972,093	990,087
			1,480,000	1,438,638	1,465,014
Total			13,064,976	12,093,620	12,136,684

December 31, 2016					
	Date of Sale	Date of Repurchase	Nominal Amount	Sale Amount	Repurchase Amount-Net
<u>Third parties</u>					
<u>Rupiah</u>					
Other Bank					
Government Bonds					
	May 18, 2015	April 15, 2019	571,000	500,047	500,047
	May 21, 2015	April 15, 2019	568,000	499,714	499,714
	September 9, 2016	April 15, 2019	540,000	498,000	498,000
	September 15, 2016	April 15, 2017	615,000	574,000	574,000
	September 14, 2016	October 15, 2017	718,000	670,000	670,000
	September 13, 2016	May 15, 2018	539,000	489,000	489,000
	September 9, 2016	July 15, 2021	416,000	390,000	390,000
	September 6, 2016	July 15, 2021	450,000	437,025	437,025
	September 6, 2016	June 15, 2021	300,000	344,315	344,315
	September 6, 2016	September 15, 2018	100,000	98,570	98,570
			4,817,000	4,500,671	4,500,671

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

24. SECURITIES SOLD UNDER AGREEMENT TO REPURCHASE (continued)

Securities sold under agreement to repurchase consist of (continued):

December 31, 2016					
	Date of Sale	Date of Repurchase	Nominal Amount	Sale Amount	Repurchase Amount-Net
<u>United States Dollar</u>					
Other Bank					
Government Bonds					
FR0028	March 16, 2015	July 15, 2017	670,000	538,900	538,900
FR0028	March 26, 2015	July 15, 2017	166,000	134,725	134,725
FR0053 and FR0061	February 26, 2015	February 24, 2017	802,345	673,625	673,625
			1,638,345	1,347,250	1,347,250
			6,455,345	5,847,921	5,847,921
<u>Related parties (Note 44)</u>					
<u>Rupiah</u>					
Non Bank					
Government Bonds					
FR0069	June 29, 2015	April 15, 2019	480,000	466,545	471,361
FR0069	March 20, 2015	April 15, 2019	1,000,000	972,093	983,116
			1,480,000	1,438,638	1,454,477
Total			7,935,345	7,286,559	7,302,398

December 31, 2015					
	Date of Sale	Date of Repurchase	Nominal Amount	Sale Amount	Repurchase Amount-Net
<u>Third parties</u>					
<u>Rupiah</u>					
Other Bank					
Deposit Certificates of Bank Indonesia					
IDSD020316182S	December 2, 2015	January 4, 2016	250,000	221,308	222,761
IDSD020316182S	December 10, 2015	January 11, 2016	250,000	221,419	222,483
			500,000	442,727	445,244
Government Bonds					
FR0069	May 18, 2015	April 15, 2019	571,000	500,047	500,047
FR0069	May 21, 2015	April 15, 2019	568,000	499,714	499,714
			1,139,000	999,761	999,761
			1,639,000	1,442,488	1,445,005
<u>United States Dollar</u>					
Other Bank					
Government Bonds					
FR0030	December 29, 2014	May 15, 2016	840,000	665,816	665,816
ORI010	February 17, 2015	October 15, 2016	874,000	689,250	689,250
FR0028	March 16, 2015	July 15, 2017	670,000	551,400	551,400
FR0028	March 26, 2015	July 15, 2017	166,000	137,850	137,850
RI0017	December 7, 2015	February 5, 2016	1,516,350	1,064,478	1,064,478
RI0320	December 7, 2015	February 5, 2016	1,654,200	1,187,054	1,187,054
RI0521	December 15, 2015	February 3, 2016	1,378,500	860,019	860,019
RI0422	December 15, 2015	February 3, 2016	992,520	575,265	575,265
FR0060, FR0066, FR0069, ORI011	December 30, 2014	December 30, 2016	2,549,995	2,067,750	2,067,750
FR0053, FR0061	February 26, 2015	February 24, 2017	802,345	689,250	689,250
			11,443,910	8,488,132	8,488,132
			13,082,910	9,930,620	9,933,137

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

24. SECURITIES SOLD UNDER AGREEMENT TO REPURCHASE (continued)

Securities sold under agreement to repurchase consist of (continued):

	December 31, 2015				
	Date of Sale	Date of Repurchase	Nominal Amount	Sale Amount	Repurchase Amount-Net
<u>Rupiah</u>					
Non Bank					
Government Bonds					
FR0069	June 29, 2015	April 15, 2019	480,000	466,545	468,095
FR0069	March 20, 2015	April 15, 2019	1,000,000	972,093	976,726
			1,480,000	1,438,638	1,444,821
Total			14,562,910	11,369,258	11,377,958

25. MARKETABLE SECURITIES ISSUED

BRI issued marketable securities with details as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah</u>				
BRI Shelf Registration Bonds I				
Phase I Year 2015				
Net of unamortized issuance cost amounting to Rp1,757, Rp2,091, Rp3,358 and Rp5,321 as of March 31, 2018, December 31, 2017, 2016 and 2015	2,322,274	2,321,788	2,321,811	2,994,679
Phase II Year 2016				
Net of unamortized issuance cost amounting to Rp1,978, Rp2,125 and Rp2,430 as of March 31, 2018, December 31, 2017 and 2016	3,840,022	3,839,875	4,647,570	-
Phase III Year 2016				
Net of unamortized issuance cost amounting to Rp1,184, Rp1,372 and Rp2,508 as of March 31, 2018, December 31, 2017 and 2016	3,069,489	3,069,111	4,281,750	-
BRI Shelf Registration Bonds II				
Phase I Year 2016				
Net of unamortized issuance cost amounting to Rp3,948, Rp4,116 and Rp5,466 as of March 31, 2018, December 31, 2017 and 2016	3,928,631	3,927,592	4,544,019	-
Phase II Year 2017				
Net of unamortized issuance cost amounting to Rp2,251 and Rp2,579 as of March 31, 2018 and December 31, 2017	5,077,187	5,076,914	-	-
Phase III Year 2017				
Net of unamortized issuance cost amounting to Rp3,150 and Rp3,293 as of March 31, 2018 and December 31, 2017	5,126,735	5,126,187	-	-
Phase IV Year 2018				
Net of unamortized issuance cost amounting to Rp2,390 as of March 31, 2018	2,429,624	-	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

25. MARKETABLE SECURITIES ISSUED (continued)

BRI issued marketable securities with details as follows (continued):

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah (continued)</u>				
BRI Agro Bonds I Year 2017				
Net of unamortized issuance cost amounting to Rp1,816 and Rp2,035 as of March 31, 2018 and December 31, 2017	478,113	477,808	-	-
Medium-Term Notes (MTN) Phase I Year 2014				
Net of unamortized issuance cost amounting to Rp191 and Rp 331 as of December 31, 2016 and 2015	-	-	359,809	419,669
Phase I Year 2016				
Net of unamortized issuance cost amounting to Rp992 as of December 31, 2016	-	-	1,924,008	-
Negotiable Certificate of Deposits (NCD) NCD II Phase I Year 2015				
Net of discounts and unamortized issuance cost amounting to Rp1,225 as of December 31, 2015	-	-	-	253,824
	26,272,075	23,839,275	18,078,967	3,668,172
<u>United States Dollar</u>				
BRI Bonds				
Net of discount and unamortized issuance cost amounting to RpNil, Rp4,231, Rp21,055 and Rp38,242 as of March 31, 2018, December 31, 2017, 2016, and 2015	-	6,780,383	6,721,814	6,852,931
Total	26,272,075	30,619,658	24,800,781	10,521,103

The amortization issuance cost of securities issued for the three-month period and the year ended March 31, 2018, December 31, 2017, 2016 and 2015 amounting to Rp5,792, Rp23,830, Rp22,526 and Rp111,790.

Other basic information related to marketable securities issued are as follows:

a) BRI Shelf Registration Bonds I

On June 25, 2015, BRI issued BRI Shelf Registration Bonds I Phase I Year 2015 at principal value Rp3,000,000 in 3 (three) series as follows:

- Series A: Principal value amounting to Rp655,000 with a fixed interest rate of 8.40% per annum, for a period of 370 (three hundred and seventy) days that matured on July 7, 2016.
- Series B: Principal value amounting to Rp925,000 with a fixed interest rate of 9.20% per annum, for a period of 3 (three) years that will mature on July 3, 2018
- Series C: Principal value amounting to Rp1,420,000 with a fixed interest rate of 9.50% per annum, for a period of 5 (five) years that will mature on July 3, 2020.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

25. MARKETABLE SECURITIES ISSUED (continued)

Other basic information related to marketable securities issued are as follows (continued):

a) BRI Shelf Registration Bonds I (continued)

The interest of BRI Shelf Registration Bonds I Phase I Year 2015 is paid every 3 (three) months, starting from October 3, 2015. On the issuance date, Pefindo gave these Shelf Registration Bonds an idAAA rating.

On January 19, 2016, BRI issued BRI Shelf Registration Bonds I Phase II Year 2016 at principal value Rp4,650,000 in 3 (three) series, as follows:

- Series A: Principal value amounting to Rp808,000 with a fixed interest rate of 8.50% per annum, for a period of 370 (three hundred and seventy) days that matured on February 8, 2017.
- Series B: Principal value amounting to Rp1,018,500 with a fixed interest rate of 9.25% per annum, for a period of 3 (three) years that will mature on February 4, 2019.
- Series C: Principal value amounting to Rp2,823,500 with a fixed interest rate of 9.60% per annum, for a period of 5 (five) years that will mature on February 4, 2021.

The interest of BRI Shelf Registration Bonds I Phase II Year 2016 is paid every 3 (three) months, starting from May 4, 2016. On the issuance date, Pefindo gave these Shelf Registration Bonds an idAAA rating.

On May 4, 2016, BRI issued BRI Shelf Registration Bonds I Phase III Year 2016 at principal value Rp4,350,000 in 3 (three) series, as follows:

- Series A: Principal value amounting to Rp1,212,000 with a fixed interest rate of 7.50% per annum, for a period of 370 (three hundred and seventy) days that matured on May 30, 2017.
- Series B: Principal value amounting to Rp2,437,000 with a fixed interest rate of 8.20% per annum, for a period of 3 (three) years that will mature on May 25, 2019.
- Series C: Principal value amounting to Rp701,000 with a fixed interest rate of 8.70% per annum, for a period of 5 (five) years that will mature on May 25, 2021.

The interest of BRI Shelf Registration Bonds I Phase III Year 2016 is paid every 3 (three) months, starting from August 25, 2016. On the issuance date, Pefindo gave these Shelf Registration Bonds an idAAA rating.

As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI Shelf Registration Bonds I obtained and idAAA rating from Pefindo. The net proceeds from the issuance of Shelf Registration Bonds will be used for credit granting.

One important covenant stated in the agreement of Shelf Registration Bonds is that BRI shall not, without the written approval from the supervisory agent, reduce, authorised, issued and paid-up capital, nor perform merger, separation, consolidation neither takeovers of company.

Management claims that all requirements/restrictions required under the trustee agreement have been complied with.

BRI has settled its Shelf Registration Bonds I Phase I Series A, Shelf Registration Bonds I Phase II Series A, and Shelf Registration Bonds I Phase III Series A with nominal value of Rp655,000, Rp808,000 and Rp1,212,000 on maturity date.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

25. MARKETABLE SECURITIES ISSUED (continued)

Other basic information related to marketable securities issued are as follows (continued):

b) BRI Shelf Registration Bonds II

On December 2, 2016, BRI issued Shelf Registration Bonds II Phase I Year 2016 at principal value Rp4,600,000 in 5 (five) series, as follows:

- Series A: Principal value amounting to Rp616,000 with a fixed interest rate of 7.25% per annum, for a period of 370 (three hundred and seventy) days that matured on December 6, 2017.
- Series B: Principal value amounting to Rp964,000 with a fixed interest rate of 8.00% per annum, for a period of 3 (three) years that will mature on December 1, 2019.
- Series C: Principal value amounting to Rp193,000 with a fixed interest rate of 8.20% per annum, for a period of 5 (five) years that will mature on December 1, 2021.
- Series D: Principal value amounting to Rp477,000 with a fixed interest rate of 8.65% per annum, for a period of 7 (seven) years that will mature on December 1, 2023.
- Series E: Principal value amounting to Rp2,350,000 with a fixed interest rate of 8.90% per annum, for a period of 10 (ten) years that will mature on December 1, 2026.

The interest of BRI Shelf Registration Bonds II Phase I Year 2016 is paid every 3 (three) months, starting from March 1, 2017. On the issuance date, Pefindo gave these Shelf Registration Bonds an idAAA rating.

On April 12, 2017 BRI issued Shelf Registration Bonds II Phase II Year 2017 at principal value Rp5,100,000 in 4 (four) series, as follows:

- Series A: Principal value amounting to Rp1,131,000 with a fixed interest rate of 7.20% per annum, for a period of 370 (three hundreds and seventy) days that will mature on April 16, 2018.
- Series B: Principal value amounting to Rp1,743,500 with a fixed interest rate of 8.10% per annum, for a period of 3 (three) years that will mature on April 11, 2020.
- Series C: Principal value amounting to Rp925,000 with a fixed interest rate of 8.30% per annum, for a period of 5 (five) years that will mature on April 11, 2022.
- Series D: Principal value amounting to Rp1,300,500 with a fixed interest rate of 8.80% per annum, for a period of 10 (ten) years that will mature on April 11, 2027.

The interest of BRI Shelf Registration Bonds II Phase II Year 2017 is paid every 3 (three) months, starting from July 11, 2017. On the issuance date, Pefindo gave these Shelf Registration Bonds an idAAA rating.

On August 25, 2017 BRI issued Shelf Registration Bonds II Phase III Year 2017 at principal value Rp5,150,000 in 3 (three) series, as follows:

- Series A: Principal value amounting to Rp980,500 with a fixed interest rate of 7.60% per annum, for a period of 3 (three) years that will mature on August 24, 2020.
- Series B: Principal value amounting to Rp1,652,500 with a fixed interest rate of 8.00% per annum, for a period of 5 (five) years that will mature on August 24, 2022.
- Series C: Principal value amounting to Rp2,517,000 with a fixed interest rate of 8.25% per annum, for a period of 7 (seven) years that will mature on August 24, 2024.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

25. MARKETABLE SECURITIES ISSUED (continued)

Other basic information related to marketable securities issued are as follows (continued):

b) BRI Shelf Registration Bonds II (continued)

The interest of BRI Shelf Registration Bonds II Phase III Year 2017 is paid every 3 (three) months, starting from November 24, 2017. On the issuance date, Pefindo gave these Shelf Registration Bonds an idAAA rating.

On February 21, 2018, BRI issued Shelf Registration Bonds II Phase IV Year 2018 at principal value Rp2,442,000 in 2 (two) series, as follows:

- Series A: Principal value amounting to Rp1,837,000 with a fixed interest rate of 6.65% per annum, for a period of 5 (five) years that will mature on February 21, 2023.
- Series B: Principal value amounting to Rp605,000 with a fixed interest rate of 6.90% per annum, for a period of 7 (seven) years that will mature on February 21, 2025.

The interest of BRI Shelf Registration Bonds II Phase IV Year 2018 is paid every 3 (three) months, starting from May 21, 2018. On the issuance date, Pefindo gave these Shelf Registration Bonds an idAAA rating.

As of March 31, 2018, December 31, 2017 and 2016, BRI Shelf Registration Bonds II obtained an idAAA rating from Pefindo. The net proceeds from the issuance of Shelf Registration Bonds will be used for credit granting.

One important covenant stated in the agreement of Shelf Registration Bonds is that BRI shall not, without the written approval from the supervisory agent, reduce authorised, issued and paid-up capital, nor perform merger, separation, consolidation neither takeovers of company.

Management claims that all requirements/restrictions required under the trustee agreement have been complied with.

BRI has settled its Shelf Registration Bonds II Phase I Series A with nominal value of Rp616,000 on maturity date.

c) BRI Agro Bonds I

On July 7, 2017, after receiving the Notice of Effective Registration Statement from Financial Services Authority of Indonesia No. S-348/D.04/2017 dated June 22, 2017, BRI Agro issued BRI Agro Bonds I Year 2017 at principal value Rp500,000 in 2 (two) series as follows:

- Series A: Principal value amounting to Rp261,000 with a fixed interest rate of 8.25% per annum, for a period of 3 (three) years and will mature on July 7, 2020.
- Series B: Principal value amounting to Rp239,000 with a fixed interest rate of 8.50% per annum, for a period of 5 (five) years and will mature on July 7, 2022.

The interest of BRI Agro Bonds I Year 2017 is paid every 3 (three) months, starting from October 7, 2017. On the issuance date, Pefindo gave these Shelf Registration Bonds an idAA rating.

As of March 31, 2018 and December 31, 2017, BRI Agro Bonds I Year 2017 obtained an idAA rating from Pefindo. The net proceeds from the issuance of bonds will be used for credit granting.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

25. MARKETABLE SECURITIES ISSUED (continued)

Other basic information related to marketable securities issued are as follows (continued):

c) BRI Agro Bonds I (continued)

One important covenant stated in the agreement of BRI Agro Bonds I Year 2017 is that BRI shall not, without the written approval from the supervisory agent, reduce authorised, issued and paid-up capital, nor perform merger, separation, consolidation neither takeovers of company.

d) Medium-Term Notes (MTN)

MTN Year 2014

On October 10, 2014, BRI issued MTN Phase I Year 2014 with MTN principal value amounting to Rp720,000 within 3 (three) Series as follows:

- Series A: MTN principal value amounting to Rp300,000 with a fixed interest rate of 8.75% per annum, for a period of 370 (three hundreds and seventy) days that will mature on October 15, 2015.
- Series B: MTN principal value amounting to Rp60,000 with a fixed interest rate of 9.25% per annum, for a period of 24 (twenty four) months that will mature on October 10, 2016.
- Series C: MTN principal value amounting to Rp360,000 with a fixed interest rate of 9.50% per annum, for a period of 36 (thirty six) months that will mature on October 10, 2017.

The interest of MTN Phase I Year 2014 is paid every 3 (three) months, starting from January 10, 2015. On the issue date, Fitch gave this MTN AAA(idn) and F1+(idn) rating.

On December 24, 2014, BRI's MTN Phase II Year 2014 was issued at face value Rp520,000 with a fixed interest rate of 8.90% per annum for a period of 370 (three hundred and seventy) days. This MTN had a maturity date on December 29, 2015. The interest of MTN Phase II was paid every 3 (three) months starting from March 24, 2015. On the issue date, Fitch gave this MTN AAA(idn) and F1+(idn) rating.

As of December 31, 2016 and 2015, BRI MTN Phase I obtained AAA(idn) rating from Pefindo.

The net proceeds from the issue of MTN will be used for credit granting.

One important covenant stated in the agreement of MTN is that BRI shall not, without the written approval from the supervisory agent, reduce authorised, issued and paid-up capital, nor perform merger, separation, consolidation and takeovers of company.

Management claims that all requirements/restrictions required under the trustee agreement have been complied with.

BRI has settled its MTN Phase I Year 2014 and Phase II Year 2014 with total nominal value of Rp720,000 and Rp520,000 respectively on its maturity date.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

25. MARKETABLE SECURITIES ISSUED (continued)

Other basic information related to marketable securities issued are as follows (continued):

d) Medium-Term Notes (MTN) (continued)

MTN Year 2016

On September 16, 2016, BRI's MTN Phase I Year 2016 was issued at face value Rp1,925,000 with a fixed interest rate of 7.40% per annum for a period of 370 (three hundred and seventy) days. This MTN had a maturity date on September 21, 2017. The interest of MTN Phase I was paid every 3 (three) months starting from December 16, 2016. On the issue date, Pefindo gave this MTN AAA(idn) rating.

As of December 31, 2016, BRI's MTN Phase I Year 2016 obtained AAA(idn) rating from Pefindo.

The net proceeds from the issue of MTN will be used for credit granting.

One important covenant stated in the agreement of MTN is that BRI shall not, without the written approval from the supervisory agent, reduce authorised, issued and paid-up capital, nor perform merger, separation, consolidation and takeovers of company.

Management claims that all requirements/restrictions required under the trustee agreement have been complied with.

BRI has settled its MTN Phase I Year 2016 with nominal value of Rp1,925,000 on respectively on its maturity date.

e) Negotiable Certificate of Deposits (NCD)

On December 2, 2014, BRI issued NCD I Year 2014 at face value Rp955,000 in 2 (two) Series, as follows:

- Series A: NCD principal value amounting to Rp165,000 with a fixed interest rate of 8% per annum, for a period of 3 (three) months that matured on on March 2, 2015. NCD issued at 98.04%.
- Series B: NCD principal value amounting to Rp790,000 with a fixed interest rate of 8.6% per annum, for a period of 6 (six) months that matured on on June 2, 2015. NCD issued at 95.83%.

On April 22, 2015, BRI issued NCD II Phase I Year 2015 at face value Rp1,880,000 in 3 (three) Series, as follows:

- Series A: NCD principal value amounting to Rp595,000 with a fixed interest rate of 7.1% per annum, for a period of 3 (three) months period that matured on on July 22, 2015. The NCD was issued at 98.24%.
- Series B: NCD principal value amounting to Rp1,020,000 with a fixed interest rate of 8% per annum, for a period of 6 (six) months period that matured on on October 22, 2015. The NCD was issued at 96.09%.
- Series C: NCD principal value amounting to Rp265,000 with a fixed interest rate of 8.1% per annum, for a period of 9 (nine) months period that matured on on January 22, 2016. The NCD was issued at 94.17%.

BRI has settled NCD with total nominal value of Rp2,835,000 respectively on its maturity date.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

25. MARKETABLE SECURITIES ISSUED (continued)

Other basic information related to marketable securities issued are as follows (continued):

f) BRI Bonds

On March 28, 2013, BRI issued and listed the BRI Bonds Year 2013 at nominal value USD500,000,000 (full amount) in Singapore Exchange Securities Trading Limited (SGX-ST) for a period of 5 (five) years, and matured on March 28, 2018 with a fixed interest rate of 2.95% per annum. The bonds were issued at 99.196% which were equivalent to USD495,980,000 (full amount). The interest is paid every 6 (six) months starting from September 28, 2013. On the issuance date, the bonds were rated Baa3 and BBB- by Moody's and Fitch, respectively.

The net proceeds from the issuance of BRI Bonds was used to strengthen BRI's general funding structure. As of December 31, 2017, 2016 and 2015, BRI Bonds Year 2013 were rated Baa3 and BBB- by Fitch and Moody's respectively.

BRI has settled BRI Bonds Year 2013 with nominal value of USD500,000,000 (full amount) on its maturity date.

26. FUND BORROWINGS

Fund borrowings consist of:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
Bank Indonesia				
Liquidity loans	15,890	15,890	15,890	15,890
Others	12,646	12,644	12,307	12,332
	28,536	28,534	28,197	28,222
<u>Foreign currencies</u>				
Syndicate Loan - Club Deal				
net of unamortized transaction cost	-	-	3,725,183	3,791,592
Syndicate Loan - Club Loan				
net of unamortized transaction cost	7,513,704	7,394,230	7,300,061	7,427,624
Borrowings from China Development Bank Corporation net of unamortized transaction cost	13,736,320	13,402,803	13,047,548	13,600,809
Borrowings from BNP Paribas net of unamortized transaction cost	738,551	782,365	-	-
Bilateral Loan	688,060	684,214	417,508	1,378,500
Others	9,819,114	7,110,863	10,389,673	9,153,611
	32,495,749	29,374,475	34,879,973	35,352,136
	32,524,285	29,403,009	34,908,170	35,380,358
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
Borrowings from PT Sarana Multigriya Finansial (Persero)	-	-	100,000	100,000
Total	32,524,285	29,403,009	35,008,170	35,480,358

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

26. FUND BORROWINGS (continued)

The classification of fund borrowings based on their remaining period until maturity are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
≤ 1 month	115	85	-	-
> 1 month - 3 months	-	1,294	515	85
> 3 months - 1 year	6,550	6,545	7,573	6,680
> 1 year - 5 years	9,225	7,966	7,802	9,125
> 5 years	12,646	12,644	12,307	12,332
	28,536	28,534	28,197	28,222
<u>Foreign currencies</u>				
≤ 1 month	825,935	679,742	320,647	3,629,831
> 1 month - 3 months	5,637,015	743,333	6,201,529	6,896,284
> 3 months - 1 year	4,044,224	6,372,001	7,996,715	5,996
> 1 year - 5 years	7,513,704	7,394,230	7,313,534	11,220,004
> 5 years	14,474,871	14,185,169	13,047,548	13,600,021
	32,495,749	29,374,475	34,879,973	35,352,136
<u>Related parties (Note 44)</u>				
<u>Rupiah</u>				
> 3 months - 1 year	-	-	100,000	-
> 1 year - 5 years	-	-	-	100,000
Total	32,524,285	29,403,009	35,008,170	35,480,358

Other significant information related to fund borrowings are as follows:

a) Borrowings from Bank Indonesia

Liquidity Loans

This account represents credit facilities obtained from Bank Indonesia to be channeled back to BRI's debtors, among others, for following purpose of Investment Loans, Primary Cooperatives Loans for Sugarcane Farmers, BULOG and Village Cooperative Units Loans, Permanent Working Capital Loans, Fertilizers and others.

The average interest rates per annum for the three-month period and the year ended March 31, 2018, December 31, 2017, 2016 and 2015 are 0.02%, 0.02%, 0.02% and 0.02%, respectively.

b) Borrowings from PT Sarana Multigriya Finansial (Persero)

Borrowings from PT Sarana Multigriya Finansial (Persero) represents Mudharabah financing facility obtained by BRI Syariah (subsidiary) on December 14, 2012 for working capital of Housing Loan (KPR). The financing facility has a term of 5 (five) years up to December 14, 2017 and has been repaid on the maturity date. The agreed portion of the ratio is 63.46% for PT Sarana Multigriya Finansial (Persero) and 36.54% for BRI Syariah, respectively.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

26. FUND BORROWINGS (continued)

Other significant information related to fund borrowings are as follows (continued):

c) Syndicated Loan - Club Deal

On September 12, 2014, BRI obtained a syndicated loan facility in the form of Club Deal with a total loan of USD370,000,000 (full amount). This loan is facilitated by BNP Paribas Singapore branch (agent), which is divided into:

- a. Facility A, amounted to USD320,000,000 (full amount), with interest rate on three-month LIBOR plus certain margin per annum. The participating banks in this loan are:
 - The Hongkong and Shanghai Banking Corporation Limited amounted to USD60,000,000,
 - Wells Fargo Bank, National Association amounted to USD60,000,000,
 - Australia and New Zealand Banking Group Limited amounted to USD50,000,000,
 - BNP Paribas amounted to USD50,000,000,
 - DBS Bank Ltd. amounted to USD50,000,000, and
 - United Overseas Bank Limited amounted to USD50,000,000.
- b. Facility B, amounted to USD50,000,000 (full amount), with interest rate on three-month LIBOR plus certain margin per annum. This facility is only financed by Commerzbank Aktiengesellschaft.

This syndicated loan is used to meet BRI's liquidity needs. The interest is payable every 3 (three) months starting from 3rd (third) month since the signing date of the syndicated loan agreement.

This syndicated loan has a term of 36 (thirty six) months and has been due on September 12, 2017. BRI does not give any collateral for this loan.

BRI has made a partial payment amounted to USD80,000,000 (full amount) and USD12,500,000 (full amount) for Facility A and Facility B on September 30, 2015, respectively.

BRI has repaid the remaining loan amounted to USD240,000,000 (full amount) and USD37,500,000 (full amount) for Facility A and Facility B on September 12, 2017, respectively.

The financial covenants in this syndicated loans agreement, among others, are maintaining financial ratios as follows:

- Minimum Capital Adequacy Ratio (CAR) of 9%,
- Maximum Non-Performing Loan (NPL) ratio of 5%.

As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI has met the important covenants as required in this agreement.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

26. FUND BORROWINGS (continued)

Other significant information related to fund borrowings are as follows (continued):

d) Syndicated Loan - Club Loan

On September 30, 2015, BRI obtained a syndicated loan facility in the form of Club Loan with a total loan of USD550,000,000 (full amount). This loan is facilitated by The Hongkong and Shanghai Banking Corporation Limited (agent), which is divided into:

- a. Facility A, amounted to USD325,000,000 (full amount), with interest rate on three-month LIBOR plus certain margin per annum. The loan has a term of 42 (forty-two) months from the date of the agreement (including grace period) and will mature on March 30, 2019. The participating banks in this loan are:
 - Bank of America N.A. amounted to USD50,000,000,
 - Citibank, N.A., Singapore branch amounted to USD30,000,000,
 - Citibank, N.A., Jakarta branch amounted to USD20,000,000,
 - The Hongkong and Shanghai Banking Corporation Limited amounted to USD50,000,000,
 - Sumitomo Mitsui Banking Corporation amounted to USD50,000,000,
 - Westpac Banking Corporation amounted to USD25,000,000,
 - Australia and New Zealand Banking Group Limited amounted to USD20,000,000,
 - BNP Paribas amounted to USD20,000,000,
 - CTBC Bank Co., Ltd. amounted to USD20,000,000,
 - DBS Bank Ltd., amounted to USD20,000,000, and
 - United Overseas Bank Limited amounted to USD20,000,000.
- b. Facility B, amounted to USD155,000,000 (full amount), with interest rate on three-month LIBOR plus certain margin per annum. The loan has a term of 48 (forty eight) months from the date of the agreement (including grace period) and will mature on September 30, 2019. The participating banks in this loan are:
 - Oversea-Chinese Banking Corporation Limited amounted to USD50,000,000,
 - BNP Paribas amounted to USD30,000,000,
 - Australia and New Zealand Banking Group Limited amounted to USD20,000,000,
 - DBS Bank Ltd., amounted to USD20,000,000,
 - United Overseas Bank Limited amounted to USD20,000,000, and
 - Westpac Banking Corporation amounted to USD15,000,000.
- c. Facility C, amounted to USD70,000,000 (full amount), with interest rate on three-month LIBOR plus certain margin per annum. The loan has a term of 60 (sixty) months from the date of the agreement (including grace period) and will mature on September 30, 2020. The participating banks in this loan are:
 - CTBC Bank Co., Ltd. amounted to USD30,000,000,
 - Australia and New Zealand Banking Group Limited amounted to USD10,000,000,
 - DBS Bank Ltd., amounted to USD10,000,000,
 - United Overseas Bank Limited amounted to USD10,000,000, and
 - Westpac Banking Corporation amounted to USD10,000,000.

This syndicated loan is used to strengthen the long-term financing structure and maturity profile. The loan principal will be paid on maturity date while the loan interest will be paid every 3 (three) months. BRI does not give any collateral for this loan.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

26. FUND BORROWINGS (continued)

Other significant information related to fund borrowings are as follows (continued):

d) Syndicated Loan - Club Loan (continued)

The financial covenants in this syndicated loans agreement, among others, are maintaining financial ratios as follows:

- Minimum Capital Adequacy Ratio (CAR) of 9%,
- Maximum Non-Performing Loan (NPL) ratio of 5%.

As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI has met the important covenants as required in this agreement.

e) Borrowings from China Development Bank Corporation

On September 16, 2015, BRI signed a loan facility agreement from China Development Bank Corporation to finance long-term infrastructure projects and industries in Indonesia and cross-border transactions between Indonesia and the People's Republic of China. This loan consists of 2 (two) facilities, which are:

- Tranche A facility, amounted to USD700,000,000 (full amount), with interest rate on six-month LIBOR plus certain margin per annum. BRI made the first withdrawal on October 30, 2015 amounted to USD223,953,383 (full amount) and the second withdrawal on November 6, 2015 amounted to USD476,046,617 (full amount).
- Tranche B facility, amounted to RMB1,906,080,000 (equivalent to USD300,000,000) (full amount), with interest rate on six-month SHIBOR plus certain margin per annum. BRI made the first withdrawal on October 30, 2015 amounted to RMB609,818,661 (full amount) and the second withdrawal on November 6, 2015 amounted to RMB1,296,261,339 (full amount).

This long-term facility has a tenor of 10 (ten) years and will mature on September 16, 2025. The principal installments are paid every 6 (six) months, together with interest payments. For Tranche A facility, the first installment of the principal amounted to USD46,666,667 (full amount) commencing on September 16, 2018 up to maturity date. As for Tranche B facility, the first installment of the principal amounted to RMB127,072,000 (full amount) commencing on September 16, 2018 up to maturity date. BRI does not provide any guarantee for this loan.

The financial covenants in this loan agreement, among others, are maintaining financial ratios as follows:

- Minimum Capital Adequacy Ratio (CAR) of 9%,
- Minimum Tier 1 ratio of 6%,
- Minimum Core Tier 1 ratio of 5%,
- Minimum Statutory Reserve in IDR ratio (GWM Rupiah) of 6.5%,
- Maximum Non-Performing Loan (NPL) ratio of 5%,
- Minimum Return On Assets (ROA) ratio of 0.6%.

As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI has met the important covenants as required in this agreement.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

26. FUND BORROWINGS (continued)

Other significant information related to fund borrowings are as follows (continued):

f) Borrowings from BNP Paribas

On June 7, 2016, BRI entered into a loan facility agreement from BNP Paribas under an Export Credit Financing (ECA) scheme to finance the BRI'sat component and services launched by Arianespace France. This loan consists of 2 facilities, namely:

- Tranche Banque Publique d'Investissement (BPI) facility, amounted to USD49,961,501.23 (full amount), with certain interest rate per annum. BRI conducted all loan drawdowns on August 31, 2017.
- The Tranche Hermes facility, amounted to USD9,901,308.77 (full amount), with interest rate on six-month LIBOR plus certain margin per annum. BRI conducted all loan drawdowns on August 31, 2017.

This loan facility has a tenor of 7 (seven) years and 6 (six) months and will mature on February 3, 2025. The principal installments are paid every 6 (six) months, together with interest payment. For Tranche BPI facility, the first installment of the principal commencing on February 5, 2018 amounted to USD3,330,767 (full amount) up to maturity. As for Tranche Hermes facility, the first installment of the principal amounted to USD660,087 (full amount) commencing on February 5, 2018 up to maturity. BRI does not provide any guarantee for this loan.

The financial covenants in this loan agreement, among others, are maintaining financial ratios as follows:

- Minimum Capital Adequacy Ratio (CAR) of 9%,
- Maximum Non-Performing Loan (NPL) ratio of 5%.

As of March 31, 2018 and December 31, 2017, BRI has met the important covenants as required in this agreement.

g) Bilateral Loan

Borrowings from The Bank of Tokyo-Mitsubishi UFJ, Ltd.

On February 24, 2015, which was amended on December 15, 2015, BRI and The Bank of Tokyo-Mitsubishi UFJ, Ltd. entered into a loan facility agreement to meet BRI's liquidity needs. The facility agreement is a maximum of USD100,000,000 (full amount) and has been fully withdrawn on December 17, 2015. The loan bears interest rate on one-month ICE LIBOR plus certain margin per annum, payable monthly. This loan has been due and was fully repaid on January 19, 2016.

On June 19, 2015, BRI Finance (subsidiary) and The Bank of Tokyo-Mitsubishi UFJ, Ltd. entered into a loan facility agreement amounted to USD1,000,000 (full amount) for Cross Currency Swap financing. The loan bears interest rate on six-month LIBOR plus margin 0.50% per annum, payable every 6 (six) months. This loan has been due and was fully paid on June 21, 2017.

Borrowings from Emirates NBD Bank

On April 7, 2016, BRI (Singapore branch) and Emirates NBD Bank entered into a loan facility agreement amounted to USD10,000,000 (full amount) to meet the liquidity needs of BRI Singapore branch. The loan bears certain interest rate per annum, payable monthly. This loan has been due and was fully paid on March 30, 2017.

On November 14, 2017, BRI (Singapore branch) and Emirates NBD Bank entered into a loan facility agreement amounted to USD50,000,000 (full amount) to meet the liquidity needs of BRI Singapore branch. The loan bears interest rate on three-month LIBOR plus certain margin per annum, payable every 3 (three) months. The loan will mature on August 10, 2018.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

26. FUND BORROWINGS (continued)

Other significant information related to fund borrowings are as follows (continued):

g) Bilateral Loan (continued)

Borrowings from United Overseas Bank

On December 12, 2016, BRI (Singapore branch) and United Overseas Bank entered into a loan facility agreement amounted to USD20,000,000 (full amount) to meet the liquidity needs of BRI Singapore branch. The loan bears interest rate on three-month LIBOR plus certain margin per annum, payable every 3 (three) months. This loan has been due and was fully paid on March 13, 2017.

h) Other borrowings

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional amount Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional amount Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional amount Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional amount Foreign currencies/ (Full amount)	Rupiah Equivalent
<u>Third parties</u>								
<u>Rupiah</u>								
Bank Indonesia		12,646		12,644		12,307		12,332
<u>Foreign currencies</u>								
<u>United States</u>								
<u>Dollar</u>								
Bank of Montreal	189,998,880	2,615,809	220,000,000	2,984,850	210,000,000	2,829,225	9,568,555	131,903
Citibank, N.A.	124,998,880	1,720,922	75,000,000	1,017,562	75,000,000	1,010,437	-	-
Bank of America, N.A.	99,999,552	1,376,744	75,000,000	1,017,562	36,875,880	496,810	17,000,000	234,345
The Bank of New York Mellon	99,999,552	1,376,744	65,000,000	881,888	90,000,000	1,212,525	120,000,000	1,654,200
Standard Chartered Bank	74,999,328	1,032,553	25,000,000	339,188	100,000,000	1,347,250	129,232,129	1,781,465
Commerzbank, A.G.	39,999,642	550,695	-	-	60,000,000	808,350	-	-
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	39,966,588	550,240	-	-	21,900,810	295,059	-	-
Wells Fargo Bank, N.A.	24,999,776	344,184	25,000,000	339,188	-	-	100,000,000	1,378,500
CTBC Bank Co., Ltd.	9,999,910	137,674	-	-	-	-	86,412,402	1,191,195
Oversea-Chinese Banking Corporation Limited	-	-	24,511,666	332,562	76,004,562	1,023,971	167,887,243	2,314,325
PT Bank Sumitomo Mitsui Indonesia	-	-	10,000,000	135,600	-	-	-	-
The Hongkong and Shanghai Banking Corporation	-	-	-	-	50,000,000	673,625	-	-
National Bank of Abu Dhabi	-	-	-	-	25,000,000	336,813	-	-
BNP Paribas	-	-	-	-	19,982,976	269,221	-	-
DBS Bank	-	-	-	-	-	-	33,000,000	454,905
		9,705,565		7,048,400		10,303,286		9,140,838

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

26. FUND BORROWINGS (continued)

Other significant information related to fund borrowings are as follows (continued):

h) Other borrowings (continued)

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional amount Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional amount Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional amount Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional amount Foreign currencies/ (Full amount)	Rupiah Equivalent
<u>Third parties (continued)</u>								
<u>Foreign currencies (continued)</u>								
<u>European Euro</u>								
CTBC Bank Co., Ltd,	5,680,175	96,243	2,864,858	46,514	3,104,913	44,015		-
Commerzbank, A.G.	1,021,406	17,306	982,320	15,949	2,989,067	42,372	848,298	12,773
		113,549		62,463		86,387		12,773
		9,819,114		7,110,863		10,389,673		9,153,611
		9,831,760		7,123,507		10,401,980		9,165,943

Other borrowings facilities in foreign currencies represent short-term borrowings obtained from several foreign banks with terms from 1 (one) month up to 1 (one) year and bear interest rate at LIBOR or EURIBOR plus a certain margin, including refinancing borrowing facilities which are collateralized by letters of credit issued by BRI.

27. ESTIMATED LOSSES ON COMMITMENTS AND CONTINGENCIES

a) The details of estimated losses on commitments and contingencies which bear credit risk are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah</u>				
Guarantees issued	1,057	2,134	895	1,242

b) Movements in estimated losses on commitments and contingencies:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah</u>				
Beginning balance	2,134	895	1,242	398
Provision during the year	(1,077)	1,239	(347)	844
Ending balance	1,057	2,134	895	1,242

BRI assessed commitment and contingency transactions which bear credit risks individually based on whether an objective evidence of impairment exists, except for the commitment and contingency transactions owned by BRIS (Subsidiary) (based on sharia principles) in which assessment was performed using a collectibility guidance of Bank Indonesia.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

27. ESTIMATED LOSSES ON COMMITMENTS AND CONTINGENCIES (continued)

b) Movements in estimated losses on commitments and contingencies (continued) :

The minimum estimated losses on commitments and contingencies based on Bank Indonesia regulation amounted to Rp1,057, Rp2,134, Rp895 and Rp1,242 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively. Management believes that the amount is adequate.

c) The collectibility of Bank Guarantee issued and the Irrevocable L/C in Administrative Accounts is categorized as "Current" (Notes 2ao and 43):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional Foreign currencies/ (Full amount)	Rupiah Equivalent
<u>Third parties</u>								
<u>Rupiah</u>								
Guarantees								
Issued		5,238,704		5,622,512		4,342,053		3,394,062
Irrevocable L/C		632,137		719,945		514,596		528,682
		<u>5,870,841</u>		<u>6,342,457</u>		<u>4,856,649</u>		<u>3,922,744</u>
<u>Foreign currencies</u>								
<u>Guarantees Issued</u>								
<u>United States</u>								
Dollar	778,589,315	10,719,228	783,830,900	10,634,626	440,361,405	5,932,769	478,357,551	6,594,159
European Euro	15,725,521	266,448	15,756,226	255,821	16,835,180	238,652	30,217,436	454,974
Australian Dollar	50,909	538	-	-	676,419	6,577	74,360	750
Saudi Arabian Riyal	-	-	-	-	1,000,000	3,592	1,000,000	3,673
Malaysian Ringgit	-	-	-	-	-	-	8,500,000	27,291
Norwegian Kroner	-	-	-	-	-	-	7,917,112	12,394
Singapore Dollar	-	-	-	-	-	-	100,870	984
Japanese Yen	-	-	-	-	-	-	823,250	94
Great Britain								
Pound Sterling	-	-	-	-	-	-	-	-
		<u>10,986,214</u>		<u>10,890,447</u>		<u>6,181,590</u>		<u>7,094,319</u>
<u>Irrevocable L/C</u>								
<u>United States</u>								
Dollar	99,237,289	1,366,249	155,008,887	2,103,083	107,112,073	1,443,067	159,431,513	2,197,764
European Euro	18,658,300	316,140	20,769,936	337,225	7,789,354	110,420	37,814,936	569,367
Japanese Yen	104,722,456	13,518	57,180,643	6,891	45,373,091	5,221	765,354,641	87,645
Singapore Dollar	766,367	8,040	588,866	5,980	313,839	2,922	763	7
Swiss Franc	73,520	1,057	18,380	255	-	-	731,930	10,188
Great Britain								
Pound Sterling	31,540	610	511,882	9,381	342,912	5,677	3,563,041	72,825
Renminbi	-	-	2,400,000	5,001	2,646,926	5,133	-	-
		<u>1,705,614</u>		<u>2,467,816</u>		<u>1,572,440</u>		<u>2,937,796</u>
		<u>12,691,828</u>		<u>13,358,263</u>		<u>7,754,030</u>		<u>10,032,115</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

27. ESTIMATED LOSSES ON COMMITMENTS AND CONTINGENCIES (continued)

- c) The collectibility of Bank Guarantee issued and the Irrevocable L/C in Administrative Accounts is categorized as "Current" (Notes 2ao and 43) (continued):

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Notional Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional Foreign currencies/ (Full amount)	Rupiah Equivalent	Notional Foreign currencies/ (Full amount)	Rupiah Equivalent
Related Party (Note 44)								
Rupiah								
Guarantees Issued		8,527,562		10,411,205		7,637,064		4,516,082
Irrevocable L/C		577,631		919,438		571,900		1,201,588
		<u>9,105,193</u>		<u>11,330,643</u>		<u>8,208,964</u>		<u>5,717,670</u>
Foreign currencies								
Guarantees Issued								
United States								
Dollar	441,657,168	6,080,515	479,169,690	6,501,135	394,079,942	5,309,242	495,950,823	6,836,682
European Euro	29,484,349	499,573	32,281,032	524,122	71,004,683	1,006,546	121,392,263	1,827,763
Japanese Yen	922,200,000	119,042	324,000,000	39,047	74,828,897	8,610	-	-
Malaysian Ringgit	8,500,000	30,247	8,500,000	28,493	8,500,000	25,527	-	-
Canadian Dollar	1,240,000	13,217	1,240,000	13,419	1,240,000	12,383	-	-
		<u>6,742,594</u>		<u>7,106,216</u>		<u>6,362,308</u>		<u>8,664,445</u>
Irrevocable L/C								
United States								
Dollar	202,803,947	2,792,103	239,833,977	3,253,948	334,073,051	4,500,799	666,173,805	9,183,206
European Euro	70,754,405	1,198,839	89,256,297	1,449,185	63,038,569	893,620	85,336,659	1,284,886
Japanese Yen	540,368,533	69,753	374,485,163	45,131	3,406,896,610	392,015	334,063,050	38,255
Great Britain								
Pound Sterling	2,612,421	50,496	6,038,100	110,652	5,307,740	87,870	2,672,979	54,633
Australian Dollar	220,000	2,323	1,199,000	12,702	-	-	16,000,000	161,340
Renminbi	-	-	-	-	2,798,000	5,426	6,522,470	13,846
Singapore Dollar	26,200	275	182,613	1,854	266,951	2,486	262,260	2,559
		<u>4,113,789</u>		<u>4,873,472</u>		<u>5,882,216</u>		<u>10,738,725</u>
		<u>10,856,383</u>		<u>11,979,688</u>		<u>12,244,524</u>		<u>19,403,170</u>
Total		<u>38,524,245</u>		<u>43,011,051</u>		<u>33,064,167</u>		<u>39,075,699</u>

28. LIABILITIES FOR EMPLOYEE BENEFITS

Liabilities for employee benefits consist of:

	March 31, 2018	December 31,		
		2017	2016	2015
Bonuses and incentives	7,468,729	7,962,072	5,889,022	4,950,758
Provision for grand leaves (Note 42e)	1,617,022	1,560,648	1,349,754	1,156,541
Provision for work separation scheme (Note 42d)	1,397,782	1,335,477	1,261,219	1,113,099
Provision for gratuity for services (Note 42e)	1,109,962	1,072,802	951,208	843,340
Provision for BPJS post employment health program (Note 42e)	-	243,259	-	-
Total	11,593,495	12,174,258	9,451,203	8,063,738

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

29. OTHER LIABILITIES

Other liabilities consist of:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Third parties</u>				
<u>Rupiah</u>				
Liability for future policy benefits	5,075,149	4,823,808	3,764,582	3,309,760
Interests payable	1,437,084	1,311,391	1,025,594	966,245
Subsidy funds Kemenpupera	1,292,838	1,291,497	692,560	447,127
Provision for litigation liabilities (Note 45b)	1,004,354	971,354	613,720	410,878
Investment contract liabilities	798,167	699,564	401,903	87,564
Provision for timely-payment of interests (Note 2z)	681,198	669,194	758,697	752,377
Outsourcing services	600,851	600,851	200,851	-
<i>Tunjangan Hari Raya</i> ("THR")	288,784	-	-	-
Credit card liabilities	250,228	151,406	88,063	55,477
Unearned premiums	184,902	136,658	98,374	75,258
Unearned income	110,977	64,590	92,768	129,772
Temporary syirkah funds	62,012	63,967	52,550	-
Accrued profit sharing	59,143	35,683	34,991	34,776
Estimates liability claims	55,322	91,697	91,135	100,344
Provision for simpedes gift tax	34,931	24,222	21,756	25,071
Reinsurance debt	27,766	20,481	9,761	34,595
Guarantee deposits	18,234	18,476	14,343	15,692
Others	2,068,704	1,358,391	1,624,395	461,466
	14,050,644	12,333,230	9,586,043	6,906,402
<u>Foreign currencies</u>				
Interest payable	456,161	327,659	249,908	230,752
Unearned income	163,797	164,541	148,591	58,185
Others	722,475	460,226	126,911	197,427
	1,342,433	952,426	525,410	486,364
Total	15,393,077	13,285,656	10,111,453	7,392,766

30. SUBORDINATED LOANS AND MARKETABLE SECURITIES

BRI obtained subordinated loans and marketable securities with details as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah</u>				
Subordinated <i>Sukuk Mudharabah</i> I	972,395	972,065	973,039	-
Two-step loan	14,135	14,385	35,471	56,468
	986,530	986,450	1,008,510	56,468

a. Subordinated *Sukuk Mudharabah* I

On November 17, 2016, BRISyariah (subsidiary) issued Rp1,000,000 Subordinated *Sukuk Mudharabah* I Year 2016 which was issued at 100.00% of its nominal value using profit sharing method. The amount of Sukuk holder's nisbah was 80.2013% which was calculated from liquid gross revenue, which was indicated to be 11.8452%. Profit sharing will be paid every 3 (three) months and will be due on November 16, 2023. Subordinated *Sukuk Mudharabah* I was rated A+(idn) by Fitch on publication date.

The receipt from the issuance of the Subordinated *Sukuk Mudharabah* I is used to strengthen the capital structure to support business development activities through financing.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

30. SUBORDINATED LOANS AND MARKETABLE SECURITIES (continued)

a. Subordinated Sukuk Mudharabah I (continued)

The Subordinated *Sukuk Mudharabah I* is not guaranteed by special collateral nor guaranteed by the Republic of Indonesia or other third parties and is not included in the bank guarantee program implemented by the Deposit Insurance Agency (Lembaga Penjamin Simpanan/LPS) or other insurance corporation.

As of March 31, 2018, December 31, 2017 and 2016, the Subordinated *Sukuk Mudharabah I* was rated A+(idn) by Fitch. Acting as trustee for the Subordinated *Sukuk Mudharabah I* is PT Bank Negara Indonesia (Persero) Tbk.

BRISyariah (subsidiary) is required to have written approval from the trustee before conducting the following:

- Issuing another Sukuk or MTN with higher ranking and have priority in payment over Subordinated *Sukuk Mudharabah*.
- Changing its main business.
- Reducing of authorized, issued and paid capital stock.
- Conducting merger, consolidation, acquisition with other parties which caused dissolution of BRISyariah, or would have negative impact on business continuity.
- Selling or transferring premises and equipments of BRISyariah to other parties, either all or most (over 50%) of BRISyariah's premises and equipments based on the audited financial statement.
- Conducting transactions with affiliated parties, unless either the transaction is performed under favorable terms for BRISyariah or at least equal to the requirements obtained by BRISyariah from independent third parties in prevalent transactions.
- Providing financing or investment in shares to other parties.

Management believes that all requirements/restrictions set forth in the trustee agreement have been met.

b. Two-step loan

The two-step loans in Rupiah represent the loans from the Government which were funded by the Asian Development Bank (ADB), International Bank for Reconstruction and Development (IBRD), International Fund for Agricultural Development (IFAD), and United States Agency for International Development (USAID) and Islamic Development Bank (IDB). The interest rates of these loans vary based on the respective agreements with terms ranging from 15 (fifteen) up to 40 (forty) years. The average annual interest rates for subordinated loans and marketable securities were 3.43%, 4.06%, 4.27% and 4.33%, for the period and year ended March 31, 2018, December 31, 2017, 2016 and 2015, respectively. These loans will mature on various dates up to 2027.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

31. EQUITY (continued)

a. Capital stock (continued)

The details of authorized, issued and fully paid capital stock of BRI as of March 31, 2018, December 31, 2017, 2016 and 2015, are as follows (continued):

December 31, 2017				
	Number of Shares	Nominal Value Per Share (Full Rupiah)	Total Share Value (Full Rupiah)	Percentage of Ownership
Issued and Fully Paid Capital Stock				
Series A Dwiwarna Share Republic of Indonesia	1	50	50	0.00%
Series B Common Shares Republic of Indonesia	69,999,999,999	50	3,499,999,999,950	56.75
Directors:				
- Susy Liestiowaty	2,900,000	50	145,000,000	0.00
- Sis Apik Wijayanto	700,000	50	35,000,000	0.00
- Mohammad Irfan	170,000	50	8,500,000	0.00
- Donsuwan Simatupang	142,500	50	7,125,000	0.00
- R. Sophia Alizsa	25,000	50	1,250,000	0.00
Public	52,233,282,500	50	2,611,664,125,000	42.35
	122,237,220,000		6,111,861,000,000	
Treasury stocks (Note 1d)	1,108,590,000		55,429,500,000	0.90
Total	123,345,810,000		6,167,290,500,000	100.00%
December 31, 2016				
	Number of Shares	Nominal Value Per Share (Full Rupiah)	Total Share Value (Full Rupiah)	Percentage of Ownership
Authorized Capital Stock				
Series A Dwiwarna Share	1	250	250	0.00%
Series B Common Shares	59,999,999,999	250	14,999,999,999,750	100.00
Total	60,000,000,000		15,000,000,000,000	100.00%
Issued and Fully Paid Capital Stock				
Series A Dwiwarna Share Republic of Indonesia	1	250	250	0.00%
Series B Common Shares Republic of Indonesia	13,999,999,999	250	3,499,999,999,750	56.75
Directors:				
- Randi Anto	661,000	250	165,250,000	0.00
- Susy Liestiowaty	580,000	250	145,000,000	0.00
- Sis Apik Wijayanto	140,000	250	35,000,000	0.00
- Mohammad Irfan	34,000	250	8,500,000	0.00
- Donsuwan Simatupang	28,500	250	7,125,000	0.00
Public	10,446,000,500	250	2,611,500,125,000	42.35
	24,447,444,000		6,111,861,000,000	
Treasury stocks (Note 1d)	221,718,000		55,429,500,000	0.90
Total	24,669,162,000		6,167,290,500,000	100.00%

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

31. EQUITY (continued)

a. Capital stock (continued)

The details of authorized, issued and fully paid capital stock of BRI as of March 31, 2018, December 31, 2017, 2016 and 2015 are as follows (continued):

	December 31, 2015			
	Number of Shares	Nominal Value Per Share (Full Rupiah)	Total Share Value (Full Rupiah)	Percentage of Ownership
Authorized Capital Stock				
Series A Dwiwarna Share	1	250	250	0.00%
Series B Common Shares	59,999,999,999	250	14,999,999,999,750	100.00
Total	60,000,000,000		15,000,000,000,000	100.00%
Issued and Fully Paid Capital Stock				
Series A Dwiwarna Share				
Republic of Indonesia	1	250	250	0.00%
Series B Common Shares				
Republic of Indonesia	13,999,999,999	250	3,499,999,999,750	56.75
Directors:				
- Randi Anto	661,000	250	165,250,000	0.00
- Susy Liestiwaty	580,000	250	145,000,000	0.00
- Mohammad Irfan	34,000	250	8,500,000	0.00
- Donsuwan Simatupang	29,500	250	7,375,000	0.00
Public	10,457,738,900	250	2,614,434,725,000	42.40
	24,459,043,400		6,114,760,850,000	
Treasury stocks (Note 1d)	210,118,600		52,529,650,000	0.85
Total	24,669,162,000		6,167,290,500,000	100.00%

Series A Dwiwarna share is the share that gives the shareholder preferential rights to approve the appointment or dismissal of Commissioners and Directors, changes in Articles of Association, approve on BRI's merger, dissolution, acquisition and separation, submission of request for bankruptcy and liquidation of BRI.

Series B shares are common shares that can be owned by the public.

b. Additional Paid-in Capital

The details of additional paid in capital as of March 31, 2018, December 31, 2017, 2016 and 2015 are as follows:

Additional capital by the Government related to the recapitalization program	1,092,144
Previous balance of paid up capital by the Government	5
Additional paid-in capital from IPO	589,762
Exercise of stock options	
Year 2004	49,514
Year 2005	184,859
Year 2006	619,376
Year 2007	140,960
Year 2008	29,013
Year 2009	14,367
Year 2010	43,062
Stock Option MSOP Stage-I which already expired	504
Stock Option MSOP Stage-II which already expired	1,845
Stock Option MSOP Stage-III which already expired	8,447
Total	2,773,858

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

31. EQUITY (continued)

b. Additional Paid-in Capital (continued)

In line with the realization of the Recapitalization Program for Commercial Banks as set forth in Government Regulation No. 52 Year 1999 on the "Increase in Investment by the Republic of Indonesia in State-Owned Banks", the Government determined that the recapitalization requirement amount of BRI to achieve Capital Adequacy Ratio (CAR) of 4% was Rp29,063,531. Up to June 30, 2003, the authorized and issued capital stock of BRI has not yet been increased by additional capital from the above recapitalization program, therefore, the paid up capital from the Government of Rp29,063,531 was recorded temporarily under "Additional Paid-in Capital" together with the previous balance of paid up capital of Rp5 from the Government.

Based on the Decision Letter of the Ministry of Finance No. 427/KMK.02/2003 dated September 30, 2003, the final recapitalization requirement of BRI amounted to Rp29,063,531. The amount of Rp3,272,000 was converted to paid up capital and the remaining balance of Rp25,791,531 was recorded as additional paid-in capital. Moreover, with the implementation of the quasi-reorganization by BRI, the accumulated losses before quasi-reorganization as of June 30, 2003 amounting to Rp24,699,387 was eliminated against additional paid-in capital, resulting in additional paid-in capital amounting to Rp1,092,149 as of June 30, 2003.

On November 10, 2003, BRI conducted an IPO by issuing 1,764,705,000 new Series B common shares with a par value of Rp500 (full amount) per share at the offering price of Rp875 (full amount) per share, resulting in additional paid-in capital as follows:

Total new Series B Common shares issued to the public under the IPO (shares) (Note 1c)	1,764,705,000
Premium per share (full Rupiah)	375
Total premium on shares before discount	661,764
Less:	
- 3% discount given to BRI customers	(2,961)
- Cost of IPO	(69,041)
Additional paid-in capital from IPO	589,762

In accordance with the Special Annual Shareholders' Meetings on October 3, 2003, as disclosed in the Deed No. 6 Notary Imas Fatimah, S.H., the shareholders approved the issuance of stock options which is to be implemented within 3 (three) phases. Stock options are granted to Directors and employees who hold certain levels and positions and who have fulfilled the stipulated vesting requirements (Management Stock Option Plan (MSOP)).

The compensation cost of the MSOP is recognized as stock options which is part of equity.

BRI employees started to exercise their stock options for MSOP I on November 10, 2004, MSOP II on November 10, 2005 and MSOP III on November 15, 2006. MSOP I, II and III stock options that have been exercised from 2004 to 2010 amounted to 569,876,000 shares where there were 4,728,500 shares in 2010, 4,553,000 shares in 2009, 7,499,000 shares in 2008, 31,379,000 shares in 2007, 250,721,000 shares in 2006, 185,610,000 shares in 2005 and 85,385,500 shares in 2004. The additional paid-in capital arising from the exercise of stock options amounted to Rp43,062 in 2010, Rp14,367 in 2009, Rp29,013 in 2008, Rp140,960 in 2007, Rp619,376 in 2006, Rp184,859 in 2005 and Rp49,514 in 2004.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

31. EQUITY (continued)

c. Differences Arising from Translation of Foreign Currency Financial Statements

This account represents the exchange rate differences resulting from the translation into Indonesian Rupiah of the financial statements of BRI branch/representative offices located abroad (Cayman Islands, New York, Hong Kong, Singapore and Timor Leste) and its subsidiaries whose functional currencies are in United States Dollar, Hong Kong Dollar and Singapore Dollar (Note 2aj). Assets and liabilities as well as commitments and contingencies denominated in foreign currencies were translated into Rupiah using the Reuters spot rates at 4.00 p.m. WIB (Western Indonesian time) as of the date of the statements of financial position. The interim consolidated statements of profit or loss and other comprehensive income for the three-month period ended as of March 31, 2018 and 2017 and year ended as of December 31, 2017, 2016 and 2015 is derived from the accumulation of the monthly consolidated statements of profit or loss and other comprehensive income balances which are translated into Rupiah by using the average mid-rate of currency exchange for respective month.

d. Distribution of Net Income

Based on the Annual General Shareholders' Meetings of BRI held on March 22, 2018, March 15, 2017, March 23, 2016 and March 19, 2015, the Shareholders agreed to distribute dividend from net income for the year ended December 31, 2017, 2016, 2015 and 2014 as follows:

	Income for the year			
	2017	2016	2015	2014
Dividends	13,048,441	10,478,309	7,619,322	7,272,495
General and specific reserves	-	-	-	2,666,581

e. Reclassification of Appropriated Retained Earnings

In order to maintain its capital structure, BRI has reclassified Rp15,093,056 of its appropriated retained earnings into unappropriated retained earnings. This is in conjunction with the change in the Regulation of Indonesia Financial Services Authority (POJK) No.34/POJK.03/2016 dated September 26, 2016 regarding "Changes to POJK No.11/POJK.03/2016 on Minimum Capital Adequacy Requirement for Banks".

f. Share Ownership Program

Taking into account the development of BRI's business performance also in order to increase the employee's sense of belonging to the company and provide long-term incentives for workers to achieve the set targets, the BRI's Board of Directors decided to provide a share ownership bonus program for management and employees / Management and Employee Stock Ownership Program (MESOP). The allocation of shares is given to each worker based on individual and company performance.

The MESOP program will be completed no later than March 31, 2020 and will be paid out with shares.

The fair value of MESOP at the time of grant (January 1, 2018) amounted to Rp541,925. The fair value of MESOP is amortized over the vesting period and is recognized in profit and loss and other comprehensive income, while the accumulated cost allocation during the vesting period is recognized in equity.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

32. INTEREST AND SHARIA INCOME

Interest income are derived from:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Rupiah					
Loans					
Micro	10,786,392	9,215,142	42,392,633	40,946,075	36,331,683
Retail	8,749,496	8,592,000	34,069,909	29,804,038	28,363,105
Corporate	2,070,740	2,390,284	9,134,968	8,428,432	7,105,161
Securities					
Fair value through profit or loss					
Government bonds	21,401	11,227	60,522	18,472	68,086
Deposit Certificates of Bank Indonesia	6,767	38,494	51,664	58,206	1,577
Certificates of Bank Indonesia	-	411	2,967	12,635	6,422
Medium-Term Notes	-	-	-	-	475
Bonds	-	96	1,309	11,983	-
Available for sale					
Government bonds	623,689	526,831	2,613,410	2,153,086	1,250,033
Deposit Certificates of Bank Indonesia	-	130,916	1,025,495	384,725	488,527
Certificates of Bank Indonesia	446,193	116,167	219,361	424,375	303,168
Bonds	116,415	83,262	492,943	134,390	54,007
Medium-Term Notes	2,153	4,605	18,648	26,617	3,389
Negotiable Certificate of Deposits	10,389	-	16,726	-	-
Held to maturity					
Government bonds	617,060	653,356	2,506,018	2,558,389	1,623,263
Deposit Certificates of Bank Indonesia	2,524	-	-	11,425	281,374
Bonds	69,722	71,453	282,125	235,228	309,751
Certificates of Bank Indonesia	8,849	-	9,350	87,678	248,907
Negotiable Certificate Deposit	4,839	28,670	89,962	34,660	46,915
Medium-Term Notes	5,963	6,038	23,959	18,008	26,329
Government Recapitalization Bonds					
Available for sale	4,997	6,430	12,626	28,112	28,368
Held to maturity	23,901	32,684	65,394	173,129	214,143
Placements with Bank Indonesia and other banks					
Deposit Facility/Term Deposit	82,683	215,176	643,369	460,282	795,961
Inter-bank call money	77,970	56,375	159,434	155,010	185,158
Others	30,892	6,013	37,231	183,915	23,902
Current accounts with Bank Indonesia	44,301	39,269	158,770	158,570	247,729
Others	302,727	239,612	1,214,469	893,919	668,451
	<u>24,110,063</u>	<u>22,464,511</u>	<u>95,303,262</u>	<u>87,401,359</u>	<u>78,675,884</u>
Foreign Currencies					
Loans					
Corporate	568,150	628,003	2,246,515	1,347,607	1,178,306
Retail	135,669	53,585	264,091	531,801	460,642
Securities					
Fair value through profit or loss					
Government bonds	2,554	2,162	32,300	724	12,171
Certificates of Bank Indonesia	-	-	205	-	-
Available for sale					
Government bonds	283,709	200,092	693,803	629,431	373,394
Bonds	10,095	20,173	29,677	26,162	176,402
Certificates of Bank Indonesia	20,054	11,365	72,824	40,105	511
Held to maturity					
Government bonds	67,101	74,451	674,298	647,443	577,846
Promissory Notes	-	-	1,374	57,082	88,904
Bonds	10,173	38,091	38,129	23,347	75,654
Credit Link Notes	-	-	-	7,628	27,675
Certificates of Bank Indonesia	-	6,957	11,517	7,992	227

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

32. INTEREST AND SHARIA INCOME (continued)

Interest income are derived from (continued):

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017	2017	2016	2015
<u>Foreign Currencies (continued)</u>					
Placements with Bank Indonesia and other banks					
Inter-bank call money	18	25,577	68,768	45,424	93,176
Deposit Facility/Term Deposit	19,439	21,891	158,401	62,019	14,831
Others	-	-	77,659	75,637	61,664
Others	268,120	168,842	407,427	454,577	523,014
	1,385,082	1,251,189	4,776,988	3,956,979	3,664,417
	25,495,145	23,715,700	100,080,250	91,358,338	82,340,301
Sharia income are derived from:					
Murabahah	363,988	387,039	1,507,098	1,533,339	1,463,233
Musyarakah	138,749	128,161	528,286	526,506	513,496
Others	232,693	163,476	783,658	576,832	449,563
Total Sharia income	735,430	678,676	2,819,042	2,636,677	2,426,292
Total	26,230,575	24,394,376	102,899,292	93,995,015	84,766,593

33. INTEREST AND SHARIA EXPENSE

This account represents interest expense incurred on:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
<u>Rupiah</u>					
Time deposits	3,584,099	3,640,397	15,394,210	16,429,029	17,975,185
Saving deposits	755,774	651,756	2,700,285	2,880,441	2,895,613
Demand deposits	651,152	520,843	2,021,036	1,572,976	1,171,074
Marketable securities issued	604,401	498,710	1,989,118	1,015,247	354,260
Securities sold under agreement to repurchase	154,383	148,057	509,300	356,224	188,084
Deposits from other banks and financial institutions	86,634	78,422	400,517	496,936	762,522
Subordinated loans	-	-	-	-	3,225
Fund borrowings	-	11,594	1,989,118	1,015,247	-
Others	555,347	679,047	868,277	1,436,988	2,233,237
	6,391,790	6,228,826	25,871,861	25,203,088	25,583,200
<u>Foreign Currencies</u>					
Time deposits	311,894	214,982	1,035,328	685,944	954,448
Fund borrowings	287,276	234,620	1,050,731	1,091,202	335,113
Marketable securities issued	146,568	52,208	237,413	114,238	204,219
Deposits from other banks and financial institutions	50,999	44,162	176,402	141,315	149,439
Securities sold under agreement to repurchase	30,889	3,655	24,685	22,006	51,480
Demand deposits	22,730	19,658	80,974	88,276	89,536
Saving deposits	767	755	3,166	5,717	1,918
Others	33,312	49,091	171,654	189,428	68,222
	884,435	619,131	2,780,353	2,338,126	1,854,375
	7,276,225	6,847,957	28,652,214	27,541,214	27,437,575

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

33. INTEREST AND SHARIA EXPENSE (continued)

This account represents interest expense incurred on (continued):

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Sharia expense consists of:					
<i>Mudharabah</i> deposits	291,363	247,571	1,077,056	990,710	985,287
Others	41,855	28,543	164,535	44,792	27,883
Total Sharia expense	333,218	276,114	1,241,591	1,035,502	1,013,170
Total	7,609,443	7,124,071	29,893,805	28,576,716	28,450,745

34. PROVISION FOR IMPAIRMENT LOSSES ON FINANCIAL ASSETS - NET

This account represents expense (reversal) provision for impairment losses on financial assets as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Loans (Note 12)	5,317,374	5,171,769	16,800,820	13,454,979	8,685,146
Sharia receivables and financing (Note 13)	62,632	70,194	202,008	244,267	206,159
Finance lease receivables (Note 14)	3,029	710	(8,713)	995	-
Total	5,383,035	5,242,673	16,994,115	13,700,241	8,891,305

35. SALARIES AND EMPLOYEE BENEFIT

The details of this account are as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Salaries, wages and allowances	2,777,590	2,387,842	10,376,601	9,195,127	8,735,335
Bonuses, incentives and <i>tantiem</i>	1,482,673	1,599,906	6,441,267	5,904,569	4,987,921
Jamsostek contribution	172,193	9,433	623,454	525,477	433,374
Grand leaves (Note 42e)	121,589	65,573	306,297	316,665	273,666
Training and development	97,806	81,006	557,236	593,654	629,634
Medical allowances	90,038	163,614	397,363	368,137	302,379
Work separation scheme (Note 42d)	83,633	70,896	335,941	181,458	213,364
Defined contribution pension (Note 42c)	69,534	59,932	257,441	231,801	198,975
Defined benefit pension (Note 42a)	64,568	61,407	246,012	513,384	543,325
Post employment BPJS health program (Note 42e)	38,065	-	243,259	-	-
Gratuity for services (Note 42e)	37,482	13	156,639	152,480	76,718
Others	186,060	36,494	410,494	502,262	204,467
Total	5,221,231	4,536,116	20,352,004	18,485,014	16,599,158

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

35. SALARIES AND EMPLOYEE BENEFITS (continued)

For the period and year ended March 31, 2018, 2017, December 31, 2017, 2016, and 2015, salaries and allowances of the Board of Directors amounted to Rp17,572, Rp 9,381, Rp81,073, Rp65,526, and Rp42,300, respectively, and of the Board of Commissioners amounted to Rp9,002, Rp4,243, Rp28,919, Rp26,702 and Rp20,920, respectively (Note 44).

Bonuses, incentives and *tantiem* of BRI's Boards of Directors, Commissioners and key employees amounted to Rp22,806, Rp684, Rp433,539, Rp396,453 and Rp398,315 for the period and year ended March 31, 2018, 2017, December 31, 2017, 2016, and 2015 respectively (Note 44).

36. GENERAL AND ADMINISTRATIVE EXPENSES

The details of this account are as follows:

	Three-month period ended on March 31,		Year ended on December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Outsourcing service	591,025	519,807	3,247,488	2,918,089	2,413,167
Depreciation of premises and equipment (Note 17)	415,257	379,006	1,579,405	1,224,809	1,094,222
Rent	379,186	373,475	1,577,521	1,758,312	1,845,272
Repairs and maintenance	275,381	220,507	1,174,499	961,923	841,916
Transportation	218,633	114,043	829,900	459,785	397,123
Electricity and water	147,386	144,769	600,867	577,645	574,885
Office supplies	82,488	75,609	302,473	298,711	283,300
Printing and postage	70,772	93,032	379,085	306,174	271,153
Communications	38,892	41,148	172,214	180,413	161,319
Professional fees	36,807	36,268	161,233	133,901	55,216
Computer installations	12,254	6,974	52,461	45,602	65,348
Research and product development	5,829	3,310	20,600	21,367	14,744
Others	713,056	741,749	3,049,198	3,089,014	2,362,882
Total	2,986,966	2,749,697	13,146,944	11,975,745	10,380,547

37. NON OPERATING INCOME - NET

The details of this account are as follows:

	Three-month period ended on March 31,		Year ended on December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Gain on sale of premises and equipment	1,260	3,101	13,419	7,934	21,628
Rent income	67	105	9,502	9,833	15,040
Cash distribution from the liquidation of BRI Finance Limited, Hong Kong	-	-	-	1,656	4,111
Others - net	12,918	140,871	193,402	(10,195)	493,889
Total	14,245	144,077	216,323	9,228	534,668

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

38. TAXATION

a) Taxes Payable

As of March 31, 2018, December 31, 2017, 2016 and 2015, the details of taxes payable are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
BRI (Parent Entity)				
Income tax				
Article 25	821,258	-	-	278,130
Article 29	470,272	470,272	881,207	1,093,551
	1,291,530	470,272	881,207	1,371,681
Subsidiaries				
Income tax and other tax				
Article 21	2,501	12,314	10,230	7,936
Article 22	14	51	116	-
Article 23	433	680	1,145	10,355
Article 25	20,662	677	6,162	10,979
Article 26	-	-	157	-
Article 29	54,520	50,485	15,790	64,798
Article 4 (2)	29,866	27,317	23,604	29,541
Value-added tax	2,722	3,002	3,990	1,972
	110,718	94,526	61,194	125,581
Total	1,402,248	564,798	942,401	1,497,262

b) Tax Expense

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
BRI (Parent Entity)					
Current tax expense of:					
Current year	1,804,783	1,739,762	8,983,257	8,165,498	7,008,173
Prior year tax examination	-	-	81,393	466,188	-
Deferred income tax benefit	(126,802)	(313,035)	(1,183,155)	(943,499)	(885)
	1,677,981	1,426,727	7,881,495	7,688,187	7,007,288
Subsidiaries					
Current tax expense of:					
Current year	18,845	40,313	198,254	128,975	94,780
Prior year tax examination	-	-	5,091	-	-
Deferred income tax (benefit) expense	39,111	(12,980)	(107,017)	(71,383)	(18,838)
	57,956	27,333	96,328	57,592	75,942
Total	1,735,937	1,454,060	7,977,823	7,745,779	7,083,230

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

38. TAXATION (continued)

b) Tax Expense (continued)

The reconciliation between income before tax expense as presented in the consolidated statement of profit or loss and other comprehensive income and estimated taxable income are as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Income before tax expense in accordance with the interim consolidated of profit or loss and other comprehensive income	9,157,947	8,113,671	37,022,157	33,973,770	32,494,018
Income of Subsidiaries	(327,680)	(211,949)	(671,427)	(532,127)	(282,580)
Income before tax expense BRI (Parent Entity)	8,830,267	7,901,722	36,350,730	33,441,643	32,211,438
Temporary Differences:					
(Reversal) allowance for impairment losses on loans	567,981	1,277,186	4,262,620	3,154,390	(411,956)
Provision for employee expenses	(196,711)	(42,194)	535,764	651,210	573,996
Unrealized gain (loss) on FVTPL securities and Government Recapitalization Bonds	12,154	(22,216)	(3,217)	(6,879)	8,940
Bonus shares	106,333	-	-	-	-
Depreciation of premises and equipments	17,450	39,364	(62,549)	(24,727)	(167,440)
	507,207	1,252,140	4,732,618	3,773,994	3,540
Permanent Differences:					
Public relations	-	-	233,789	298,147	185,157
Representations and donations	40,481	38,499	177,116	159,361	126,886
Sports and religious activities	3,917	5,885	48,825	46,622	40,843
Income subjected to final tax	-	-	(6,316)	(7,302)	(12,003)
Income of subsidiaries	(371)	-	(56)	(18,564)	(13,262)
Others	(357,585)	(499,438)	3,379,578	3,133,588	2,498,264
	(313,558)	(455,054)	3,832,936	3,611,852	2,825,885
Estimated taxable income	9,023,916	8,698,808	44,916,284	40,827,489	35,040,863
<u>Parent Entity</u>					
Corporate income tax expense - current	(1,804,783)	(1,739,762)	(8,983,257)	(8,165,498)	(7,008,173)
Income tax installment payments during the year	2,419,703	3,927,449	8,487,061	7,263,072	5,914,622
Foreign tax credit	-	-	25,924	21,219	-
Corporate income tax payable – article 29	614,920	2,187,687	(470,272)	(881,207)	(1,093,551)
Payment for installment income tax article 25 fiscal year 2017 has been overbook to fiscal year 2018 (Note 18)	-	-	927,453	-	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

38. TAXATION (continued)

b) Tax Expense (continued)

The reconciliation between income before tax expense as presented in the consolidated statement of profit or loss and other comprehensive income and estimated taxable income are as follows (continued):

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Parent Entity					
Corporate income tax expense - current	(18,845)	(40,313)	(198,254)	(124,362)	(94,780)
Income tax installment payments during the year	64,335	94,306	173,283	171,742	29,982
Corporate income tax payable – article 29 ¹⁾	45,490	53,993	(24,971)	47,380	(64,798)

¹⁾ As of March 31, 2018, included tax payable amounting to Rp4,035, as of December 31, 2017 and March 31, 2017 included income tax refund amounting to Rp25,514 and Rp62,139, respectively, while as of December 31, 2016 include income tax payable amounting to Rp15,790.

According to decree of the General Directorate of Tax No. PBK-00005/I/WPJ.19/KP.0403/2018, No. PBK-00006/I/WPJ.19/KP.0403/2018, and No. PBK-00004/I/WPJ.19/KP.0403/2018 on January 5, 2018, has been approved overbooking installment of income tax article 25 for fiscal period January 2017 and February 2017 amounting to Rp618,302 to fiscal period January 2018 and overbooking installment of income tax article 25 for fiscal period March 2017 amounting to Rp309,151 to fiscal period February 2018.

The reconciliation of income tax expense by multiplying income before tax expense to the applicable tax rate are as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Income before tax expense in accordance with the interim consolidated statement of profit or loss and other comprehensive income	9,157,947	8,113,671	37,022,157	33,973,770	32,494,018
Income of Subsidiaries	(327,680)	(211,949)	(671,427)	(532,127)	(282,580)
Income before tax expense BRI (Parent Entity)	8,830,267	7,901,722	36,350,730	33,441,643	32,211,438
Tax expense with a tax rate of 20%	1,766,053	1,580,344	7,270,146	6,688,329	6,442,288
Tax effect on permanent differences	(62,712)	(91,010)	766,587	722,370	565,177
Effect of different rate used in deferred tax calculation	(25,360)	(62,607)	(236,631)	(188,700)	(177)
Correction of income tax assessment on previous year	-	-	81,393	466,188	-
Tax expense - Parent Entity	1,677,981	1,426,727	7,881,495	7,688,187	7,007,288
Tax expense - Subsidiaries	57,956	27,333	96,328	57,592	75,942
	1,735,937	1,454,060	7,977,823	7,745,779	7,083,230

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

38. TAXATION (continued)

b) Tax Expense (continued)

Estimated taxable income in 2016 are consistent with Annual Tax Return (SPT) for corporate income tax reported by BRI to Tax Office (KPP). Up to January 24, 2018, BRI has not yet reported its SPT fiscal year 2017 to the tax office. However, the bases for reporting for 2017's SPT will be in accordance with the estimated taxable income above.

Assessment for fiscal year 2010

The General Directorate of Tax based on Tax Assessment Letter No. 00003/206/10/093/12 dated November 28, 2012, affirmed the under payment of Income Tax amounting to Rp1,484,041 which was already approved by BRI amounting to Rp34,529. Management believes that the treatment of the tax under payment not approved by BRI is already in accordance with the existing tax regulations.

On February 27, 2013, BRI has contested the Under Payment of Tax Assessment Letter of Income Tax No. 00003/206/10/093/12 dated November 28, 2012. To qualify for the requirement of objection, BRI has paid deposit amounting to Rp1,449,512 to the State Treasury on February 28, 2013. According to a decree of the General Directorate of Tax No. KEP-229/WPJ.19/2014 dated February 18, 2014, the request was rejected, then on May 12, 2014, BRI filed an appeal to the Tax Court.

Based on the trial fact that has taken place on November 17, 2014 and December 8, 2014, where BRI has a better chance to resolve the tax dispute at the appeals level, BRI management believes that the provision made for possible losses of the appeal process until the appeal decision amounted to Rp724,756, which was already charged in 2013 amounting to Rp483,171 and in 2014 amounting to Rp241,585, the remaining provision amounting to Rp724,756 was still recorded in the other asset account - prepaid tax (Note 18).

Based on Tax Court Decision No. PUT-63381/PP/M.XVA/15/2015 pronounced by the judges in the open session for public dated August 24, 2015, the Tax Court has granted the BRI's appeal for the decision of the The Directorate General of Taxation No. KEP-229/WPJ.19/2014 dated February 18, 2014 on an objection to the Under Payment of Tax Assessment Letter of Income Tax No. 00003/206/10/093/12 dated November 28, 2012.

Based on the decision of the The Directorate General of Taxation No. KEP-00003.PPH/WPJ.19/KP.0403/2016 dated January 8, 2016 and the Overpayment of Tax Assessment Letter of Income Tax No. 80006/093-0006-2016 as of January 8, 2016, BRI has received the repayment of the Over Payment of income tax amounting Rp1,448,498 after the adjustment in BRI's tax payable amounting Rp1,013, as of February 24, 2016.

Tax for revaluation of premises and equipments

BRI through the letter No. 830-DIR/AMK/11/2015 on November 30, 2015 has submitted an application to the head of Regional Office of Directorate General of Taxation (DGT) Large Taxpayer Tax Office regarding "Application for Revaluation of premises and equipments for tax purposes in 2015 by tax payers that have not revalued premises and equipments".

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

38. TAXATION (continued)

b) Tax Expense (continued)

Tax for revaluation of premises and equipments (continued)

Based on Decree of Finance Minister No. 191/PMK.010/2015 dated October 15, 2015 as amended by Decree of Finance Minister No. 233/PMK.03/2015 dated December 21, 2015, the application filed until December 31, 2015, will receive special treatment in the form of reduction in the income tax rates to 3% final tax. In conjunction with this, BRI has estimated the premises and equipments fair value such as land and building, and for the increase in premises and equipments fair value compared to the book value, BRI has made tax payment amounting to Rp245,357 on December 2, 2015, even though the revaluation is still not approved by the Directorate General of Taxation. Tax payment has recorded it under other assets – prepaid tax (Note 18).

As of April 1, 2016, BRI revaluated the carrying value of land upwards by Rp14,315,527 of which this amount is taxed at Rp490,835. The Directorate General of Taxation through its Decision Letter No. KEP-479/WPJ.19/2016 dated July 29, 2016 has given its approval over this matter.

Assessment for fiscal year 2011

The Directorate General of Taxation through its Decision Letter No. 00025/207/11/093/16 dated June 2, 2016, has stated that the Underpayment Value Added Tax for goods and services amounting to Rp3,284 and its fine amounting to Rp443, have been billed through Letter of Income Tax No. 00025/107/11/093/16 dated June 2, 2016 has been approved by BRI.

The Directorate General of Taxation through its Decision Letter No. 00003/201/11/093/16 dated May 30, 2016, has stated that the Underpayment of income tax in article 21 amounting to Rp49,656 has been approved by BRI.

The Directorate General of Taxation through its Decision Letter No. 00005/203/11/093/16 dated June 1, 2016, has stated that the Underpayment of income tax in article 23 amounting to Rp8,015 has been approved by BRI.

The Directorate General of Taxation through its Decision Letter No. 00005/206/11/093/16 dated May 30, 2016, has stated that the Underpayment of income tax amounting to Rp466,188 has been approved by BRI.

Income Tax Collection Letter for fiscal year 2014

The Directorate General of Taxation based on Tax Collection Letter No.90002/106/14/093/15 dated December 29, 2015, affirmed the underpayment of Income Tax for fiscal year 2014 amounting to Rp1,603,100 and administration sanction amounting to Rp256,496, in conjunction with the correction of Bank Indonesia minimum balance of allowance for impairment losses.

Management believes that the Tax Collection Letter is not correct and BRI treatment is already in accordance with the applicable regulation.

On January 13, 2016, BRI has submitted a letter for the cancellation of the Tax Collection Letter. To meet the requirement for the Tax Collection Letter cancellation, on December 30, 2015, BRI has paid deposit amounting to Rp1,603,100 and recorded it under other assets - prepaid tax (Note 18).

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

38. TAXATION (continued)

b) Tax Expense (continued)

Income Tax Collection Letter for fiscal year 2014 (continued)

Based on The Directorate General of Taxation through its Decision Letter No. KEP-90001/NKEB/WPJ.19/2016 dated February 1, 2016, "Related to the Cancellation of the Tax Collection Letter", all BRI petitions have been approved.

On February 4, 2016, BRI has requested a petition related to the Cancellation of the Tax Collection amounting to Rp1,603,100 to be compensated to the installment payment of income tax article 25 during the fiscal period January and February 2016 amounting to Rp800,000 and Rp803,100, respectively.

Based on the cancellation letter of tax collection No. KEP-00019.PPH/WPJ.19/KP.0403/2016 dated February 15, 2016 and the instruction letter of Over Payment Tax No. 80095/093-0095-2016 dated February 15, 2016, The Directorate General of Taxation has approved the petition for compensation by BRI.

Assessment for fiscal year 2014

The Directorate General of Taxation based on Tax Assessment Letter for income tax No. 00009/206/14/093/17 dated December 19, 2017, affirmed the underpayment amounting to Rp54,995 and administration sanction amounting to Rp26,398, and has been approved by BRI.

The Directorate General of Taxation based on Tax Assessment Letter No. 00009/201/14/093/17 dated December 19, 2017, affirmed the underpayment of Income Tax article 21 amounting to Rp32,159 and administration sanction amounting to Rp15,436, and has been approved by BRI.

The Directorate General of Taxation based on Tax Assessment Letter No. 00011/203/14/093/17 dated December 19, 2017, affirmed the underpayment of Income Tax article 23 amounting to Rp10,313 and administration sanction amounting to Rp4,950, and has been approved by BRI.

The Directorate General of Taxation based on Tax Assessment Letter No. 00002/204/14/093/17 dated December 19, 2017, affirmed the underpayment of Income Tax article 26 amounting to Rp2,839 and administration sanction amounting to Rp1,363, and has been approved by BRI.

The Directorate General of Taxation based on Tax Assessment Letter No. 00081/207/14/093/17 dated December 19, 2017, affirmed the underpayment of value added tax amounting to Rp109 and administration sanction amounting to Rp52, and has been approved by BRI.

The Directorate General of Taxation based on Tax Assessment Letter No. 00077/107/14/093/17 dated December 19, 2017, affirmed the underpayment of value added tax amounting to Rp21, and has been approved by BRI.

The Directorate General of Taxation based on Tax Assessment Letter No. 00020/277/14/093/17 dated December 19, 2017, affirmed the underpayment of value added tax on utilization of JKP from outside customs area amounting to Rp448 and administration sanction amounting to Rp215, and has been approved by BRI.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

38. TAXATION (continued)

c) Deferred Tax Assets

The calculation of deferred income tax (expense) benefit BRI is as follow:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
<u>Parent Entity</u>					
Reversal for allowance for possible losses on earning assets	141,995	319,297	1,065,655	788,598	(102,989)
Reversal of provision for employee expense	(49,178)	(10,549)	133,941	162,803	143,499
Unrealized gain (loss) on FVTPL securities and Government Recapitalization Bonds	3,039	(5,554)	(804)	(1,720)	2,235
Bonus shares	26,583	-	-	-	-
Depreciation of premises and equipments	4,363	9,841	(15,637)	(6,182)	(41,860)
	126,802	313,035	1,183,155	943,499	885
Subsidiaries	(39,111)	12,980	107,017	71,383	18,838
Total	87,691	326,015	1,290,172	1,014,882	19,723

The tax effects of significant temporary differences between commercial and tax reporting (recorded under "Deferred Tax Assets" account) are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Parent Entity</u>				
Allowance for possible losses on earning assets	2,824,436	2,682,442	1,616,787	828,189
Provision for employee expense	1,194,620	1,243,798	1,109,857	947,054
Depreciation on premises and equipments	(156,545)	(160,908)	(145,271)	(139,089)
Remeasurement of defined benefit program	(208,010)	(235,040)	(218,213)	(177,470)
Unrealized gain (loss) on FVTPL securities and Government Recapitalization Bonds	2,234	(804)	-	1,720
Bonus shares	26,583	-	-	-
Unrealized gain (loss) on available for sale securities and Government Recapitalization Bonds	(192,020)	(540,422)	(34,630)	346,376
	3,491,298	2,989,066	2,328,530	1,806,780
Subsidiaries	276,841	281,165	192,400	176,994
Total	3,768,139	3,270,231	2,520,930	1,983,774

Under article 17 (2) of Law No. 7 year 1983 regarding "Income Tax" which was revised for the fourth time by Law No. 36 year 2008, the corporate income tax rate is 25%.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

38. TAXATION (continued)

c) Deferred Tax Assets (continued)

In addition, based on the above Law No. 36 year 2008 dated September 23, 2008, the Government Regulation No. 81 year 2007 dated December 28, 2007 on "Reduction of the Income Tax Rate on Resident Corporate Tax Payers in the Form of Public Companies" and the Ministry of Finance Regulation No. 238/PMK.03/2008 dated December 30, 2008 on "The Guidelines on the Implementation and Supervision on the Rate Reduction for Domestic Corporate Tax Payers in the Form of Public Companies" stipulates that resident public companies in Indonesia can obtain the reduced income tax rate at 5% lower than the highest existing income tax rate, provided they meet the prescribed criteria, public companies whose shares are owned by the public at a minimum of 40% or more of the total paid-up shares are traded in the Indonesia Stock Exchange and such shares are owned by at least 300 (three hundred) parties and each party owning only less than 5% of the total paid-up shares. These requirements should be fulfilled by the public companies for a minimum period of 6 (six) months in 1 (one) fiscal year.

Based on Letter No. DE/IV/2018-1171 dated April 2, 2018 and the monthly report of shares ownerships (form No. X.H.I-2 dated April 2, 2018 from the Securities Administration Agency (Biro Administrasi Efek), Datindo Entrycom on the ownership of BRI's shares during three-month period ended March 31, 2018), all of the above mentioned required criteria to obtain the tax rate reduction on BRI's consolidated financial statements for the three-month period ended March 31, 2018 were fulfilled by BRI.

Based on Letter No. DE/I/2018-0155 dated January 5, 2018 and the monthly report of shares ownerships (form No. X.H.I-2 dated January 5, 2018 from the Securities Administration Agency (Biro Administrasi Efek), Datindo Entrycom on the ownership of BRI's shares during 2017), all of the above mentioned required criteria to obtain the tax rate reduction on BRI's consolidated financial statements for the year ended December 31, 2017 were fulfilled by BRI.

Based on Letter No. DE/I/17-0128 dated January 5, 2017 and the monthly report of shares ownerships (form No. X.H.I-2 dated January 5, 2017 from the Securities Administration Agency (Biro Administrasi Efek), Datindo Entrycom on the ownership of BRI's shares during 2016), all of the above mentioned required criteria to obtain the tax rate reduction on BRI's consolidated financial statements for the year ended December 31, 2016 were fulfilled by BRI.

Based on Letter No. DE/I/2016-0109 dated January 5, 2016 and the monthly report of shares ownerships (form No. X.H.I-2 dated January 5, 2016 from the Securities Administration Agency (Biro Administrasi Efek), Datindo Entrycom on the ownership of BRI's shares during 2015), all of the above mentioned required criteria to obtain the tax rate reduction on BRI's consolidated financial statements for the year ended December 31, 2015 were fulfilled by BRI.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT

BRI's business activities are always faced with risks related to its function as a financial intermediary institution. Rapid development in the external and internal environments of banks also leads to increasingly complex business risks. Therefore, in order to be able to adapt in the business environment, BRI is required to manage risks in an integrated and systematic way, namely management of credit risk, liquidity risk, operational risk, market risk, strategic risk, compliance risk, reputation risk, and legal risk.

The principles of having an integrated and systematic risk management are embedded into a number of policies and procedures, among others, the Risk Management General Policy (KUMR) which serves as the highest guiding policy for the implementation of risk management procedures in all BRI business operations, starting from general policies, strategies, organisation, risk management in information system, process and the implementation of risk management to internal control system. The implementation of risk management differs according to the type of risks involved and is governed by policies which can be derived from other policies.

Board of Commissioners (BOC) and Board of Directors (BOD) are responsible for effectiveness of risk management at BRI and have an important role in supporting and overseeing the implementation of risk management in all business units.

BOC evaluates the risk management policies and implementation by the BOD. Evaluation is done to ensure BOD manages BRI activities and risk effectively. BOC were assisted by the Risk Management Oversight Committee (KPMR) in its active supervision.

BOD sets the strategy, direction and implementation of risk management policy. Moreover, BOD has the responsibility to ensure that all material risks and their impacts have been addressed and that corrective measures have been taken to remedy the problems and irregularities found in business activities. BOD appoints Director of Risk Management to implement the process of monitoring and controlling the risks bankwide.

BOD is assisted by individual Risk Management Committee (RMC) and integrated RMC (consolidated with subsidiaries) as the committee in BRI risk management system assigned to give recommendations to President Director on policy formulation, policy implementation enhancement, evaluation on the progress and conditions of risk profiles as well as advise on corrective actions.

In order to address issues requiring immediate actions and decisions, ORMC (Operational Risk Management Committee) meeting is conducted to discuss operational risks.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management

Credit risk is a type of risk that occurs when debtors and/or other party default or fail to settle their obligations with BRI. BRI identifies and measures the level of risks of each debtor using Internal Risk Rating. BRI monitors credit quality for early identification of loan impairment. Credit risk management follows closely the policy of risk management in an integrated and comprehensive manner. BRI's credit risk management framework includes, among others, governance, the acceptable level for risk exposure, the limit on geographical boundaries and the level of concentration of each industry. The risk of credit rating is updated periodically to estimate potential loss that is a result of credit expansion and use it as a benchmark to determine the next set corrective actions required.

Credit risk management is implemented not only to comply with the current prevailing regulation but it serves as a device which management utilises to manage and maintain risk and return at an optimum level, the level considered as the best practice of banking industry. The implementation of credit risk management is expected to boost BRI business activities without having to compromise its prudent principle.

Business units have taken into account and calculated the credit risk for all the credits issued, from their period of disbursement to repayment. The quality of these credits are monitored periodically to prevent the occurrence of Non-Performing Loan (NPL).

The implementation of Early Warning System (EWS) which monitors debtor's developments of the debtor's business condition allows for effective credit risk management. This minimizes the risk of loss and optimise the use of capital to earn maximum income.

BRI credit risk management is implemented with the purpose of minimising possible financial losses due to credit default and/or default on other financial contracts, be it individually or collectively as credit portfolios. Credit risk management is also part of BRI efforts to meet regulatory requirements.

BRI continues to make improvements to the credit risk assessment methodology in order to improve accuracy in credit risk management especially in the process of identifying, measuring, monitoring and controlling risks.

1. Analysis of the maximum exposure to credit risks after considering the value of collaterals and other mitigations of credit risks.

The carrying value of BRI's financial assets, other than loans and securities purchased under agreement to resell depicts the maximum amount of exposure to credit risk.

To discuss the operational problems of the bank that required immediate decision, meeting of Operational Risk Management Committee (ORMC) was held to discuss the problems related to the operational risk.

The tables below show the net maximum exposure to credit risk for securities purchased under the agreement to resell as of March 31, 2018, December 31, 2017, 2016 and 2015:

	March 31, 2018		
	Maximum Exposure	Collateral	Net Exposure
Securities purchased under agreement to resell	13,186,389	13,771,567	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

1. Analysis of the maximum exposure to credit risks after considering the value of collaterals and other mitigations of credit risks (continued)

The tables below show the net maximum exposure to credit risk for securities purchased under the agreement to resell as of March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

	December 31, 2017		
	Maximum Exposure	Collateral	Net Exposure
Securities purchased under agreement to resell	18,011,026	17,443,973	567,053
	December 31, 2016		
	Maximum Exposure	Collateral	Net Exposure
Securities purchased under agreement to resell	1,557,370	1,576,958	-
	December 31, 2015		
	Maximum Exposure	Collateral	Net Exposure
Securities purchased under agreement to resell	845.125	889.580	-

BRI uses collaterals to minimise the credit risks of credits issued. BRI credits or loans can be classified into 2 (two) major categories:

1. Secured loans
2. Unsecured loans

For secured loans, the types and value of collaterals are determined according to the credit scheme. Types of collaterals are:

- a. Physical collateral, such as lands and buildings, certificate of vehicles ownership, and properties.
- b. Financial collateral, such as deposits (time deposit, savings, demand deposit), securities, and gold.
- c. Others, such as guarantees, government guarantees, and guarantee institutions.

In the event of default, however, BRI uses collaterals as the last resort to fulfill counterparty's credit obligations.

Unsecured loans are comprised of fully unsecured loans such as credit cards and partially secured loans such as loans for fixed income employees, loans for retirees, and other consumer loans. The repayment of partially secured loans is generally made through automatic payroll deduction.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

1. Analysis of the maximum exposure to credit risks after considering the value of collaterals and other mitigations of credit risks (continued)

Thus, although partially secured loans are considered to be unsecured loans, their risk level is lower than their carrying value whereas the risk level of fully unsecured loan is equal to their carrying value.

Employee recruitment decision letter and certificate of retirement are used as part of credit risk mitigation techniques for partially secured loans.

2. Risk concentration analysis

a. Geographical sectors

Tables below detail the credit risk exposure of consolidated BRI's financial assets at carrying value, categorised according to their geographical regions as of March 31, 2018, December 31, 2017, 2016 and 2015. Geographical sectors based on BRI business operational locations which also illustrate the business potentials of each region:

	March 31, 2018							
	Jakarta	West Java	Central Java and Yogyakarta	East Java	Sumatera	Central and East Indonesia	Others	Total
Assets								
Current accounts with Bank Indonesia	61,109,044	-	-	-	-	-	-	61,109,044
Current accounts with other banks	11,954,815	49	139	1,998	251	5,034	1,139,871	13,102,157
Placements with Bank Indonesia and other banks	30,622,261	-	-	-	-	-	-	30,622,261
Securities								
Fair value through profit or loss	4,754,440	-	-	-	-	-	-	4,754,440
Available for sale	124,917,979	-	-	-	-	-	1,200,586	126,118,565
Held to maturity	51,184,858	-	-	-	-	-	42,821	51,227,679
Export bills and notes receivable	9,721,987	882,002	352,338	441,000	340,717	119,865	663,824	12,521,733
Government Recapitalization Bonds								
Available for sale	718,146	-	-	-	-	-	-	718,146
Held to maturity	2,225,000	-	-	-	-	-	-	2,225,000
Securities purchased under agreement to resell								
Derivative receivables	13,186,389	-	-	-	-	-	-	13,186,389
Loan	310,870	-	-	-	-	-	-	310,870
Micro	21,426,899	25,693,508	42,481,786	34,953,624	56,031,444	85,174,013	-	265,761,274
Retail	76,536,271	22,073,295	31,532,563	38,030,426	53,118,931	78,386,150	147,895	299,825,531
Corporate	124,679,772	10,275,150	2,392,349	3,735,573	13,712,108	8,546,168	8,059,986	171,401,106
Sharia receivables and financing	5,624,585	3,023,175	2,090,131	1,799,204	4,108,789	1,417,684	-	18,063,568
Finance lease receivables	1,465,350	468,882	41,753	273,913	243,814	132,435	-	2,626,147
Acceptances receivable	3,815,056	593,043	149,804	177,098	40,207	-	-	4,775,208
Investment in associated entities*)	5,939	-	-	-	-	-	-	5,939
Other assets**)	3,800,158	139,013	35,858	46,427	95,045	170,865	668,626	4,955,992
Total	548,059,819	63,148,117	79,076,721	79,459,263	127,691,306	173,952,214	11,923,609	1,083,311,049
Less: Allowance for impairment losses	-	-	-	-	-	-	-	(32,565,308)
Net	-	-	-	-	-	-	-	1,050,745,741
Administrative Accounts								
Irrevocable L/C	4,540,109	1,552,688	159,712	255,699	325,298	195,665	-	7,029,171
Guarantees issued	26,317,883	2,146,172	341,968	575,978	1,404,219	708,854	-	31,495,074
Total	30,857,992	3,698,860	501,680	831,677	1,729,517	904,519	-	38,524,245

*) Investment in associated entities with no significant influence.

***) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

2. Risk concentration analysis (continued)

a. Geographical sectors (continued)

Tables below detail the credit risk exposure of consolidated BRI's financial assets at carrying value, categorised according to their geographical regions as of March 31, 2018, December 31, 2017, 2016 and 2015. Geographical sectors based on BRI business operational locations which also illustrate the business potentials of each region (continued):

	December 31, 2017							
	Jakarta	West Java	Central Java and Yogyakarta	East Java	Sumatera	Central and East Indonesia	Others	Total
Assets								
Current accounts with Bank Indonesia	58,155,479	-	-	-	-	-	-	58,155,479
Current accounts with other banks	5,132,577	59	137	1,891	234	8,553	782,233	5,925,684
Placements with Bank Indonesia and other banks	53,090,678	6,587	544	-	-	-	2,007,878	55,105,687
Securities								
Fair value through profit or loss	1,762,263	-	-	-	-	-	-	1,762,263
Available for sale	129,077,061	-	-	-	-	-	1,850,232	130,927,293
Held to maturity	53,994,290	-	-	-	-	-	235,590	54,229,880
Export bills and notes receivable	8,791,888	518,211	279,121	293,157	459,860	208,924	103,192	10,654,353
Government Recapitalization Bonds								
Available for sale	717,840	-	-	-	-	-	-	717,840
Held to maturity	2,600,000	-	-	-	-	-	-	2,600,000
Securities purchased under agreement to resell								
Derivative receivables	18,011,026	-	-	-	-	-	-	18,011,026
Loan	145,928	-	-	-	-	-	-	145,928
Micro								
Retail	20,361,828	24,638,871	40,371,919	33,385,745	53,269,609	80,822,682	-	252,850,654
Corporate	72,811,460	21,195,987	29,623,872	37,429,335	50,867,566	75,420,193	87,816	287,436,229
Sharia receivables and financing								
Finance lease receivables	130,600,725	11,953,348	2,286,366	4,118,838	13,609,258	8,215,230	7,912,020	178,695,785
Acceptances receivable	5,758,078	2,874,036	2,093,955	1,765,856	2,625,028	2,747,916	-	17,864,869
Investment in associated entities*)	1,410,880	435,594	7,486	278,529	244,868	111,626	-	2,488,983
Other assets**)	4,757,849	542,649	134,108	156,304	102,515	-	-	5,693,425
	2,439	-	-	-	-	-	-	2,439
Total	571,295,062	62,206,266	74,828,950	77,473,171	121,300,992	167,879,553	13,768,629	1,088,752,623
Less: Allowance for impairment losses								(30,104,895)
Net								1,058,647,728
Administrative Accounts								
Irrevocable L/C	5,188,328	2,091,479	103,479	403,997	1,093,134	99,502	752	8,980,671
Guarantees issued	29,483,331	1,929,418	322,367	411,173	1,099,907	784,184	-	34,030,380
Total	34,671,659	4,020,897	425,846	815,170	2,193,041	883,686	752	43,011,051

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

2. Risk concentration analysis (continued)

a. Geographical sectors (continued)

Tables below detail the credit risk exposure of consolidated BRI's financial assets at carrying value, categorised according to their geographical regions as of March 31, 2018, December 31, 2017, 2016 and 2015. Geographical sectors based on BRI business operational locations which also illustrate the business potentials of each region (continued):

	December 31, 2016							Total
	Jakarta	West Java	Central Java and Yogyakarta	East Java	Sumatera	Central and East Indonesia	Others	
Assets								
Current accounts with Bank Indonesia	55,635,946	-	-	-	-	-	-	55,635,946
Current accounts with other banks	10,250,993	6,593	1,066	294	262	46,379	717,128	11,022,715
Placements with Bank Indonesia and other banks	77,131,960	-	-	-	-	-	1,010,794	78,142,754
Securities								
Fair value through profit or loss	490,742	-	-	-	-	-	184,224	674,966
Available for sale	67,812,522	-	-	-	-	-	1,679,744	69,492,266
Held to maturity	61,286,147	-	-	-	-	-	610,723	61,896,870
Export bills and notes receivable	9,556,450	198,567	147,953	960,666	710,207	6,332	-	11,580,175
Government Recapitalization Bonds								
Available for sale	718,434	-	-	-	-	-	-	718,434
Held to maturity	2,600,000	-	-	-	-	-	-	2,600,000
Securities purchased under agreement to resell	1,557,370	-	-	-	-	-	-	1,557,370
Derivatives receivable	91,657	-	-	-	-	-	-	91,657
Loans								
Micro	17,333,003	21,577,469	35,655,855	28,925,252	47,381,058	70,929,568	-	221,802,205
Retail	61,738,137	18,263,167	27,318,709	32,540,023	46,571,908	66,557,034	702	252,989,680
Corporate	124,221,578	9,842,962	2,157,765	4,257,485	12,058,423	8,262,540	7,878,337	168,679,090
Sharia receivables and financing	5,562,328	3,096,990	1,967,988	1,838,606	2,558,727	2,724,304	-	17,748,943
Finance lease receivable	1,107,160	415,637	-	314,227	273,494	89,782	-	2,200,300
Acceptances receivable	4,939,982	114,705	78,217	557,509	632	1,538	-	5,692,583
Investment in associated entities*)	2,439	-	-	-	-	-	-	2,439
Other assets**)	2,761,263	39,280	29,707	33,947	57,933	94,722	275,066	3,291,918
Total	504,798,111	53,555,370	67,357,260	69,428,009	109,612,644	148,712,199	12,356,718	965,820,311
Less allowance for impairment losses								(22,807,210)
Net								943,013,101
Administrative Accounts								
Irrevocable L/C	6,313,266	1,303,388	57,293	381,770	463,165	22,270	-	8,541,152
Guarantees issued	20,227,433	2,244,394	341,443	573,537	737,002	395,993	3,213	24,523,015
Total	26,540,699	3,547,782	398,736	955,307	1,200,167	418,263	3,213	33,064,167

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

2. Risk concentration analysis (continued)

a. Geographical sectors (continued)

Tables below detail the credit risk exposure of consolidated BRI's financial assets at carrying value, categorised according to their geographical regions as of March 31, 2018, December 31, 2017, 2016 and 2015. Geographical sectors based on BRI business operational locations which also illustrate the business potentials of each region (continued):

	December 31, 2015							
	Jakarta	West Java	Central Java and Yogyakarta	East Java	Sumatera	Central and East Indonesia	Others	Total
Assets								
Current accounts with Bank Indonesia	61,717,798	-	-	-	-	-	-	61,717,798
Current accounts with other banks	8,311,560	6,507	3,337	1,104	1,131	43,556	368,897	8,736,092
Placements with Bank Indonesia and other banks	48,764,753	-	-	-	-	-	1,069,911	49,834,664
Securities								
Fair value through profit or loss	638,328	-	-	-	-	-	291,006	929,334
Available for sale	58,764,603	-	-	-	-	-	1,937,447	60,702,050
Held to maturity	63,218,554	-	-	-	-	-	372,911	63,591,465
Export bills and notes receivable	5,139,234	726,798	369,997	1,239,721	387,116	3,788	-	7,866,654
Government Recapitalization Bonds								
Available for sale	715,958	-	-	-	-	-	-	715,958
Held to maturity	3,100,000	-	-	-	-	-	-	3,100,000
Securities purchased under agreement to resell	845,125	-	-	-	-	-	-	845,125
Loan								
Micro	14,834,329	18,461,601	29,988,844	24,647,834	41,276,863	59,218,708	-	188,428,179
Retail	57,604,426	16,350,902	24,788,953	28,932,463	42,040,112	58,002,595	861	227,720,312
Corporate	107,184,006	8,923,945	1,595,792	5,373,309	9,387,303	8,397,296	7,470,396	148,332,047
Sharia receivables and financing	3,558,411	4,590,896	1,801,029	1,702,237	2,435,850	2,525,583	-	16,614,006
Acceptances receivable	3,355,606	623,999	655,771	518,845	9,250	-	-	5,163,471
Investment in associated entities*)	6,239	-	-	-	-	-	-	6,239
Other assets**)	2,779,245	48,190	25,802	31,610	57,600	35,898	101,165	3,079,510
Total	440,538,175	49,732,838	59,229,525	62,447,123	95,595,225	128,227,424	11,612,594	847,382,904
Less allowance for impairment losses								(17,515,193)
Net								829,867,711
Administrative Accounts								
Irrevocable L/C	10,797,908	2,688,596	5,925	862,936	991,919	59,507	-	15,406,791
Guarantees issued	18,768,455	3,157,426	238,991	619,702	498,579	375,631	10,124	23,668,908
Total	29,566,363	5,846,022	244,916	1,482,638	1,490,498	435,138	10,124	39,075,699

*) Investment in associated entities with no significant influence.

***) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

2. Risk concentration analysis (continued)

b. Industrial sectors

The following tables detail credit exposure at carrying value, categorised according to industrial sectors as March 31, 2018, December 31, 2017, 2016 and 2015:

	March 31, 2018							
	Government (Including BI)	Banks and other financial institutions	Agriculture	Industry	Trading, hotels and restaurant	Business Services	Others	Total
Assets								
Current accounts with Bank Indonesia	61,109,044	-	-	-	-	-	-	61,109,044
Current accounts with other banks	-	13,102,157	-	-	-	-	-	13,102,157
Placements with Bank Indonesia and other banks	20,798,467	9,823,794	-	-	-	-	-	30,622,261
Securities								
Fair value through profit or loss	3,501,608	912,678	-	135,130	-	-	205,024	4,754,440
Available for sale	112,238,195	9,788,453	31,295	1,100,162	739,410	442,520	1,778,530	126,118,565
Held to maturity	45,825,128	3,240,672	10,000	1,528,766	32,998	433,325	156,790	51,227,679
Export bills and notes receivable	13,601	-	-	3,189,825	138,512	8,092	9,171,703	12,521,733
Government Recapitalization Bonds								
Available for sale	718,146	-	-	-	-	-	-	718,146
Held to maturity	2,225,000	-	-	-	-	-	-	2,225,000
Securities purchased under agreement to resell	1,216,782	11,969,607	-	-	-	-	-	13,186,389
Derivatives receivable	-	310,870	-	-	-	-	-	310,870
Loan								
Micro	-	-	39,306,863	8,045,824	121,598,214	14,732,132	82,078,241	265,761,274
Retail	433,348	787,188	16,816,886	19,078,322	111,272,852	11,017,649	140,419,286	299,825,531
Corporate	443,302	2,417,891	36,841,980	38,080,086	19,673,032	5,049,572	68,895,243	171,401,106
Sharia receivables and financing	-	1,163,783	434,894	2,513,356	4,070,353	522,641	9,358,541	18,063,568
Finance lease receivables	-	31,179	56,276	721,441	380,776	1,409,678	26,797	2,626,147
Acceptances receivables	413,984	-	-	648,444	7,520	-	3,705,260	4,775,208
Investment in associated entities*)	-	4,534	-	-	-	975	430	5,939
Other Assets**)	1,720,602	661,679	-	-	-	271,923	2,301,788	4,955,992
Total	250,657,207	54,214,485	93,498,194	75,041,356	257,913,667	33,888,507	318,097,633	1,083,311,049
Less: Allowance for impairment losses								(32,565,308)
Net								1,050,745,741
Administrative Accounts								
Irrevocable L/C	5,021,116	-	-	133,694	26,384	83	1,847,894	7,029,171
Guarantees issued	13,406,752	509	551,900	241,066	256,177	93,035	16,945,635	31,495,074
Total	18,427,868	509	551,900	374,760	282,561	93,118	18,793,529	38,524,245

December 31, 2017

	Government (Including BI)	Banks and other financial institutions	Agriculture	Industry	Trading, hotels and restaurant	Business Services	Others	Total
Assets								
Current accounts with Bank Indonesia	58,155,479	-	-	-	-	-	-	58,155,479
Current accounts with other banks	-	5,925,684	-	-	-	-	-	5,925,684
Placements with Bank Indonesia and other banks	45,045,953	10,059,734	-	-	-	-	-	55,105,687

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

2. Risk concentration analysis (continued)

b. Industrial sector (continued)

The following tables detail credit exposure at carrying value, categorised according to industrial sectors as March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

	December 31, 2017							
	Government (Including BI)	Banks and other financial institutions	Agriculture	Industry	Trading, hotels and restaurant	Business Services	Others	Total
Assets (continued)								
Securities								
Fair value through profit or loss	579,868	541,586	30,633	-	-	393,071	217,105	1,762,263
Available for sale	117,209,900	10,393,823	-	1,346,737	-	1,792,656	184,177	130,927,293
Held to maturity	48,884,507	2,618,577	-	2,018,980	-	511,908	195,908	54,229,880
Export bills and notes receivable	18,420	-	-	2,128,717	110,129	28,725	8,368,362	10,654,353
Government Recapitalization Bonds								
Available for sale	717,840	-	-	-	-	-	-	717,840
Held to maturity	2,600,000	-	-	-	-	-	-	2,600,000
Securities purchased								
under agreement to resell	16,583,431	1,427,595	-	-	-	-	-	18,011,026
Derivatives receivable	-	145,928	-	-	-	-	-	145,928
Loan								
Micro	-	-	37,841,570	7,475,754	115,976,898	13,849,550	77,706,882	252,850,654
Retail	258,751	256,146	15,465,399	18,434,337	107,772,072	10,854,136	134,395,388	287,436,229
Corporate	443,302	9,833,219	36,276,635	37,863,665	17,498,159	6,142,339	70,638,466	178,695,785
Sharia receivables and financing	404,574	500,946	-	7,016,107	9,511,713	337,966	93,563	17,864,869
Finance lease receivable	-	-	8,454	729,517	375,209	281,491	1,094,312	2,488,983
Acceptances receivable	1,030,279	-	-	338,662	21,868	-	4,302,616	5,693,425
Investment in associated entities*)	-	1,034	-	-	-	975	430	2,439
Other Assets**)	1,930,438	1,056,167	-	-	-	257,640	2,240,561	5,484,806
Total	293,862,742	42,760,439	89,622,691	77,352,476	251,266,048	34,450,457	299,437,770	1,088,752,623
Less: Allowance for impairment losses								(30,104,895)
Net								1,058,647,728
Administrative Accounts								
Irrevocable L/C	4,696,968	-	-	354,114	19,077	-	3,910,512	8,980,671
Guarantees issued	16,195,739	640	543,925	245,615	265,164	146,452	16,632,845	34,030,380
Total	20,892,707	640	543,925	599,729	284,241	146,452	20,543,357	43,011,051

December 31, 2016

	Government (Including BI)	Banks and other financial institutions	Agriculture	Industry	Trading, hotels and restaurant	Business Services	Others	Total
Assets								
Current accounts with Bank Indonesia	55,635,946	-	-	-	-	-	-	55,635,946
Current accounts with other banks	-	11,022,715	-	-	-	-	-	11,022,715
Placements with Bank Indonesia and other banks	72,792,534	5,350,220	-	-	-	-	-	78,142,754
Securities								
Fair value through profit or loss	84,746	329,944	-	-	-	18,029	242,247	674,966
Available for sale	60,612,578	4,627,494	-	2,293,191	-	1,633,416	325,587	69,492,266
Held to maturity	54,759,343	4,674,843	-	1,446,121	-	746,500	270,063	61,896,870

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

2. Risk concentration analysis (continued)

b. Industrial sector (continued)

The following tables detail credit exposure at carrying value, categorised according to industrial sectors as March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

	December 31, 2016							
	Government (Including BI)	Banks and other financial institutions	Agriculture	Industry	Trading, hotels and restaurant	Business Services	Others	Total
Assets (continued)								
Export bills and notes receivable	272,507	-	-	3,102,788	174,899	22,825	8,007,156	11,580,175
Government Recapitalization Bonds								
Available for sale	718,434	-	-	-	-	-	-	718,434
Held to maturity	2,600,000	-	-	-	-	-	-	2,600,000
Securities purchased								
under agreement to resell	925,140	632,230	-	-	-	-	-	1,557,370
Derivatives receivable	-	91,657	-	-	-	-	-	91,657
Loan								
Micro	-	-	32,354,043	6,532,381	101,384,386	11,236,469	70,294,926	221,802,205
Retail	348,026	1,270,563	10,146,991	18,459,090	96,606,690	8,672,342	117,485,978	252,989,680
Corporate	600,926	4,650,036	35,089,990	35,621,255	21,279,907	4,590,913	66,846,063	168,679,090
Sharia receivables and financing	-	1,455,136	398,661	2,443,509	4,812,794	757,641	7,881,202	17,748,943
Finance lease receivable	-	4,607	2,362	1,105,236	-	866,959	221,136	2,200,300
Acceptances receivable	428,155	89,740	-	301,789	5,127	632	4,867,140	5,692,583
Investment in associated entities*)	-	1,034	-	-	-	975	430	2,439
Other Assets**)	1,501,389	393,192	-	-	-	314,152	1,083,185	3,291,918
Total	251,279,724	34,593,411	77,992,047	71,305,360	224,263,803	28,860,853	277,525,113	965,820,311
Less: Allowance for impairment losses								(22,807,210)
Net								943,013,101
Administrative Accounts								
Irrevocable L/C	5,505,442	-	377	226,337	20,707	-	2,788,289	8,541,152
Guarantees issued	12,990,267	737	443,271	907,353	195,202	92,565	9,893,620	24,523,015
Total	18,495,709	737	443,648	1,133,690	215,909	92,565	12,681,909	33,064,167

	December 31, 2015							
	Government (Including BI)	Banks and other financial institutions	Agriculture	Industry	Trading, hotels and restaurant	Business Services	Others	Total
Assets								
Current accounts with Bank Indonesia	61,717,798	-	-	-	-	-	-	61,717,798
Current accounts with other banks	-	8,736,092	-	-	-	-	-	8,736,092
Placements with Bank Indonesia and other banks	38,038,959	11,795,705	-	-	-	-	-	49,834,664
Securities								
Fair value through profit or loss	565,699	188,937	-	9,444	-	-	165,254	929,334
Available for sale	56,518,415	2,030,702	-	1,619,463	-	516,325	17,145	60,702,050
Held to maturity	57,886,878	4,319,979	10,000	997,558	-	377,050	-	63,591,465
Export bills and notes receivable	228,970	-	-	1,797,849	94,790	48,583	5,696,462	7,866,654
Government Recapitalization Bonds								
Available for sale	715,958	-	-	-	-	-	-	715,958
Held to maturity	3,100,000	-	-	-	-	-	-	3,100,000
Securities purchased under agreement to resell	-	845,125	-	-	-	-	-	845,125

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

2. Risk concentration analysis (continued)

b. Industrial sector (continued)

The following tables detail credit exposure at carrying value, categorised according to industrial sectors as March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

	December 31, 2015							
	Government (Including BI)	Banks and other financial institutions	Agriculture	Industry	Trading, hotels and restaurant	Business Services	Others	Total
Assets (continued)								
Loan								
Micro	-	-	27,236,588	5,066,709	82,528,608	9,127,647	64,468,627	188,428,179
Retail	223,847	7,528,847	8,705,832	14,033,102	85,326,522	8,073,301	103,828,861	227,720,312
Corporate	566,348	4,736,620	23,193,121	34,598,460	30,540,178	4,152,096	50,545,224	148,332,047
Sharia receivables and financing	-	1,514,472	406,476	2,215,274	3,851,048	776,526	7,850,210	16,614,006
Acceptances receivable	689,791	24,800	-	147,837	2,287	-	4,298,756	5,163,471
Investment in associated entities*)	-	1,034	-	-	-	4,775	430	6,239
Other Assets**)	1,498,276	539,016	-	-	-	239,312	802,906	3,079,510
Total	221,750,939	42,261,329	59,552,017	60,485,696	202,343,433	23,315,615	237,673,875	847,382,904
Less: Allowance for impairment losses								(17,515,193)
Net								829,867,711
Administrative Accounts								
Irrevocable L/C	8,821,206	-	5,896	320,474	4,984	-	6,254,231	15,406,791
Guarantees issued	13,007,541	6,985	496,504	1,787,858	237,736	113,515	8,018,769	23,668,908
Total	21,828,747	6,985	502,400	2,108,332	242,720	113,515	14,273,000	39,075,699

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

3. Impairment of financial assets as of March 31, 2018, December 31, 2017, 2016 and 2015

a. Current accounts with other banks

As of March 31, 2018, December 31, 2017, 2016 and 2015, this financial asset is neither individually nor collectively impaired.

b. Placements with Bank Indonesia and other banks

As of March 31, 2018, December 31, 2017, 2016 and 2015, this financial asset is neither individually nor collectively impaired.

c. Securities

As of March 31, 2018, December 31, 2017, 2016 and 2015, all securities are classified as 'Current', except for Bonds I Year 2003 issued by PT Great River International which is classified as 'Loss'. The bond is owned by BRI Life (subsidiary) with a nominal value of Rp758, and has already matured on October 13, 2008.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

3. Impairment of financial assets as of March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

d. Finance lease receivables

On March 31, 2018, December 31, 2017 and 2016, this financial asset is impaired as follow:

	March 31, 2018	December 31, 2017	December 31, 2016
Impaired	105,933	103,445	217,115
Past due but not impaired	89,333	110,585	221,851
Neither past due nor impaired	2,430,881	2,274,953	1,761,334
	2,626,147	2,488,983	2,200,300
Less allowance for impairment losses	(104,000)	(103,500)	(130,000)
Impairment losses	2,522,147	2,385,483	2,070,300

e. Loans, sharia receivables and financing

As of March 31, 2018, December 31, 2017, 2016 and 2015, these financial assets are individually and collectively impaired, with the following details:

	March 31, 2018				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
<u>Rupiah</u>					
Trading, hotels and restaurant	213,981,973	8,478,350	15,748,363	11,817,018	250,025,704
Agriculture	68,740,599	1,101,399	2,296,106	5,332,868	77,470,972
Manufacturing	30,852,946	447,653	993,308	3,940,550	36,234,457
Business services	28,959,113	581,468	1,896,321	1,249,249	32,686,151
Electricity, gas and water	29,036,993	6,255	37,524	24,353	29,105,125
Construction	22,437,130	273,063	568,826	1,658,156	24,937,175
Transportation, warehousing and communications	14,871,538	244,718	813,286	1,377,004	17,306,546
Social services	5,725,375	191,931	355,845	734,266	7,007,417
Mining	1,335,499	50,680	66,560	1,031,829	2,484,568
Others	192,929,710	896,926	6,245,614	2,360,677	202,432,927
	608,870,876	12,272,443	29,021,753	29,525,970	679,691,042

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

3. Impairment of financial assets as of March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

e. Loans, sharia receivables and financing (continued):

As of March 31, 2018, December 31, 2017, 2016 and 2015, these financial assets are individually and collectively impaired, with the following details:

March 31, 2018					
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
<u>Foreign currencies</u>					
Manufacturing	27,175,744	12,608	-	4,657,260	31,845,612
Mining	2,329,830	-	3,239	1,576,590	3,909,659
Electricity, gas and water	5,389,458	-	-	590,642	5,980,100
Social services	3,313,466	-	-	-	3,313,466
Trading, hotels and restaurant	6,265,982	7,219	23,002	396,666	6,692,869
Agriculture	16,702,320	-	-	-	16,702,320
Transportation, warehousing and communications	2,437,394	-	-	213,198	2,650,592
Business services	1,874,067	-	10,224	333,230	2,217,521
Construction	337,920	-	-	1,356,826	1,694,746
Others	353,552	-	-	-	353,552
	66,179,733	19,827	36,465	9,124,412	75,360,437
Total	675,050,609	12,292,270	29,058,218	38,650,382	755,051,479
Less: Allowance for Impairment losses					(32,460,550)
Net					722,590,929

December 31, 2017					
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
<u>Rupiah</u>					
Trading, hotels and restaurant	208,941,190	9,219,724	13,130,011	9,840,619	241,131,544
Agriculture	66,580,203	1,630,968	1,978,945	4,776,126	74,966,242
Business services	35,806,525	658,828	1,404,509	1,290,482	39,160,344
Manufacturing	30,027,023	477,416	866,830	4,217,950	35,589,219
Electricity, gas and water	28,500,509	8,438	24,373	25,402	28,558,722
Construction	23,493,510	354,850	245,389	1,972,233	26,065,982
Transportation, warehousing and communications	17,310,995	281,006	672,142	1,263,900	19,528,043
Social services	5,763,160	182,779	278,949	707,128	6,932,016
Mining	1,024,116	56,059	60,801	1,103,730	2,244,706
Others	183,835,359	949,376	4,616,378	1,799,464	191,200,577
	601,282,590	13,819,444	23,278,327	26,997,034	665,377,395

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

3. Impairment of financial assets as of March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

e. Loans, sharia receivables and financing (continued):

As of March 31, 2018, December 31, 2017, 2016 and 2015, these financial assets are individually and collectively impaired, with the following details (continued):

	December 31, 2017				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
<u>Foreign Currencies</u>					
Manufacturing	26,665,130	11,873	-	4,670,108	31,347,111
Agriculture	16,070,541	-	-	-	16,070,541
Electricity, gas and water	5,148,785	-	-	682,810	5,831,595
Trading, hotels and restaurant	4,043,006	7,199	22,149	391,733	4,464,087
Transportation, warehousing and communications	3,044,175	-	-	416,321	3,460,496
Mining	1,706,282	3,193	-	1,609,741	3,319,216
Social services	3,054,991	-	-	-	3,054,991
Business services	1,735,827	-	10,706	350,972	2,097,505
Construction	310,509	-	-	1,223,141	1,533,650
Others	290,950	-	-	-	290,950
	<u>62,070,196</u>	<u>22,265</u>	<u>32,855</u>	<u>9,344,826</u>	<u>71,470,142</u>
Total	<u>663,352,786</u>	<u>13,841,709</u>	<u>23,311,182</u>	<u>36,341,860</u>	<u>736,847,537</u>
Less: Allowance for impairment losses					(30,000,637)
Net					<u>706,846,900</u>

	December 31, 2016				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
<u>Rupiah</u>					
Trading, hotels and restaurant	194,421,942	6,713,103	12,197,071	9,197,709	222,529,825
Agriculture	62,778,609	948,799	2,061,115	4,321,466	70,109,989
Manufacturing	29,205,165	345,519	1,130,893	4,697,397	35,378,974
Business services	27,111,516	649,859	1,129,198	1,307,191	30,197,764
Electricity, gas and water	28,677,845	10,184	23,344	32,519	28,743,892
Construction	17,552,083	204,414	242,271	2,473,659	20,472,427
Transportation, warehousing and communications	14,927,759	217,035	649,998	1,270,357	17,065,149
Social services	8,712,795	150,190	550,859	273,676	9,687,520
Mining	1,397,823	38,171	41,345	1,297,754	2,775,093
Others	159,567,402	705,909	4,186,671	1,505,581	165,965,563
	<u>544,352,939</u>	<u>9,983,183</u>	<u>22,212,765</u>	<u>26,377,309</u>	<u>602,926,196</u>

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

3. Impairment of financial assets as of March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

e. Loans, sharia receivables and financing (continued):

As of March 31, 2018, December 31, 2017, 2016 and 2015, these financial assets are individually and collectively impaired, with the following details (continued):

	December 31, 2016				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
<u>Foreign Currencies</u>					
Manufacturing	23,536,391	-	-	4,745,531	28,281,922
Agriculture	8,789,899	-	177,628	27,157	8,994,684
Mining	3,474,378	-	3,434	1,821,394	5,299,206
Electricity, gas and water	3,773,707	-	-	691,591	4,465,298
Social services	3,707,071	-	-	-	3,707,071
Transportation, warehousing and communications	1,681,947	-	-	423,869	2,105,816
Business services	1,406,898	1,347	-	450,252	1,858,497
Construction	484,670	-	-	1,261,603	1,746,273
Trading, hotels and restaurant	1,080,091	6,877	346	681,367	1,768,681
Others	66,274	-	-	-	66,274
	<u>48,001,326</u>	<u>8,224</u>	<u>181,408</u>	<u>10,102,764</u>	<u>58,293,722</u>
Total	<u>592,354,265</u>	<u>9,991,407</u>	<u>22,394,173</u>	<u>36,480,073</u>	<u>661,219,918</u>
Less: Allowance for Impairment losses					(22,676,452)
Net					<u>638,543,466</u>

	December 31, 2015				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
<u>Rupiah</u>					
Trading, hotels and restaurant	170,016,954	4,314,374	11,886,035	8,542,802	194,760,165
Agriculture	50,399,746	552,168	2,325,041	2,819,914	56,096,869
Manufacturing	23,364,714	315,780	934,009	3,354,577	27,969,080
Business services	23,171,307	2,168,438	1,568,890	1,175,284	28,083,919
Electricity, gas and water	17,146,799	4,807	23,946	43,016	17,218,568
Construction	13,307,573	91,289	412,523	1,660,517	15,471,902
Transportation, warehousing and communications	13,069,289	272,180	583,984	1,293,624	15,219,077
Social services	10,409,020	52,621	329,458	130,773	10,921,872
Mining	1,485,521	40,966	54,310	1,331,294	2,912,091
Others	146,759,624	257,856	5,358,181	1,753,233	154,128,894
	<u>469,130,547</u>	<u>8,070,479</u>	<u>23,476,377</u>	<u>22,105,034</u>	<u>522,782,437</u>

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

3. Impairment of financial assets as of March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

e. Loans, sharia receivables and financing (continued):

As of March 31, 2018, December 31, 2017, 2016 and 2015, these financial assets are individually and collectively impaired, with the following details (continued):

	December 31, 2015				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
<u>Foreign Currencies</u>					
Manufacturing	32,851,001	475,141	57,448	475,441	33,859,031
Mining	3,839,173	-	3,064	512,456	4,354,693
Electricity, gas and water	3,535,243	-	-	733,429	4,268,672
Social services	4,117,541	-	-	-	4,117,541
Trading, hotels and restaurant	1,923,211	92,667	252	781,927	2,798,057
Agriculture	3,650,553	-	-	41,847	3,692,400
Transportation, warehousing and communications	1,068,175	-	1,415	421,640	1,491,230
Business services	1,015,047	1,378	486	548,135	1,565,046
Construction	580,488	-	-	1,378,473	1,958,961
Others	206,476	-	-	-	206,476
	<u>52,786,908</u>	<u>569,186</u>	<u>62,665</u>	<u>4,893,348</u>	<u>58,312,107</u>
Total	<u>521,917,455</u>	<u>8,639,665</u>	<u>23,539,042</u>	<u>26,998,382</u>	<u>581,094,544</u>
Less : Allowance for Impairment losses					(17,514,435)
Net					<u>563,580,109</u>

f. Export bills and notes receivable

As of March 31, 2018, December 31, 2017, 2016 and 2015, this financial asset is neither individually nor collectively impaired.

g. Acceptances receivable

As of March 31, 2018, December 31, 2017, 2016 and 2015, this financial asset is neither individually nor collectively impaired.

h. Other Assets

As of March 31, 2018, December 31, 2017, 2016 and 2015, this financial asset is neither individually nor collectively impaired.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

3. Impairment of financial assets as of March 31, 2018, December 31, 2017, 2016 and 2015 (continued):

i. Administrative accounts

As of March 31, 2018, December 31, 2017, 2016 and 2015, the administrative accounts are impaired with the following details:

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Rupiah</u>				
Guarantees issued	13,766,266	16,033,717	11,979,117	7,910,144
Irrevocable L/C	1,209,768	1,639,383	1,086,496	1,730,270
	<u>14,976,034</u>	<u>17,673,100</u>	<u>13,065,613</u>	<u>9,640,414</u>
<u>Foreign Currencies</u>				
Guarantees issued	17,728,808	17,996,663	12,543,898	15,758,764
Irrevocable L/C	5,819,403	7,341,288	7,454,656	13,676,521
	<u>23,548,211</u>	<u>25,337,951</u>	<u>19,998,554</u>	<u>29,435,285</u>
	38,524,245	43,011,051	33,064,167	39,075,699
Less allowance for impairment losses	(1,057)	(2,134)	(895)	(1,242)
Net	<u>38,523,188</u>	<u>43,008,917</u>	<u>33,063,272</u>	<u>39,074,457</u>

4. Quality of financial assets

The following tables show the quality of financial assets by class for all financial assets with credit risk, amounts presented at gross.

	March 31, 2018				Total
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	
	High Grade	Standard Grade			
Assets					
Current accounts with Bank Indonesia	61,109,044	-	-	-	61,109,044
Current accounts with other banks	13,102,157	-	-	-	13,102,157
Placements with Bank					
Indonesia and other banks	30,622,261	-	-	-	30,622,261
Securities					
Fair value through profit or loss	4,754,440	-	-	-	4,754,440
Available for sale	125,020,291	1,098,274	-	-	126,118,565
Held to maturity	50,924,452	303,227	-	-	51,227,679
Export bills and notes receivable	12,521,733	-	-	-	12,521,733
Government Recapitalization Bonds					
Available for sale	718,146	-	-	-	718,146
Held to maturity	2,225,000	-	-	-	2,225,000
Securities purchased under agreement to resell	13,186,389	-	-	-	13,186,389
Derivatives Receivable	310,870	-	-	-	310,870
Loans					
Micro	245,605,037	3,164,859	13,238,222	3,753,156	265,761,274
Retail	263,932,020	8,487,961	14,270,797	13,134,753	299,825,531
Corporate	150,494,842	-	100,587	20,805,677	171,401,106
Sharia receivables and financing	15,018,710	639,450	1,448,612	956,796	18,063,568
Finance lease receivables	2,470,414	-	48,119	107,614	2,626,147
Acceptances receivable	4,775,208	-	-	-	4,775,208
Investment in associated entities*)	5,939	-	-	-	5,939
Other Assets**)	4,954,799	1,193	-	-	4,955,992
Total	<u>1,001,751,752</u>	<u>13,694,964</u>	<u>29,106,337</u>	<u>38,757,996</u>	<u>1,083,311,049</u>

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

4. Quality of financial assets (continued)

The following tables show the quality of financial assets by class for all financial assets with credit risk, amounts presented at gross (continued):

	December 31, 2017				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
Assets					
Current accounts with Bank Indonesia	58,155,479	-	-	-	58,155,479
Current accounts with other banks	5,925,684	-	-	-	5,925,684
Placements with Bank Indonesia and other banks	55,105,687	-	-	-	55,105,687
Securities					
Fair value through profit or loss	1,762,263	-	-	-	1,762,263
Available for sale	127,515,291	3,412,002	-	-	130,927,293
Held to maturity	53,461,707	768,173	-	-	54,229,880
Export bills and notes receivable	10,654,353	-	-	-	10,654,353
Government Recapitalization Bonds					
Available for sale	717,840	-	-	-	717,840
Held to maturity	2,600,000	-	-	-	2,600,000
Securities purchased under agreement to resell	18,011,026	-	-	-	18,011,026
Derivatives Receivable	145,928	-	-	-	145,928
Loans					
Micro	236,294,763	3,482,707	10,226,251	2,846,933	252,850,654
Retail	254,805,588	9,653,287	11,593,072	11,384,282	287,436,229
Corporate	157,675,485	-	108,977	20,911,323	178,695,785
Sharia receivables and financing	14,576,950	705,715	1,382,882	1,199,322	17,864,869
Finance lease receivables	2,274,953	-	110,585	103,445	2,488,983
Acceptances receivable	5,693,425	-	-	-	5,693,425
Investment in associated entities*)	2,439	-	-	-	2,439
Other Assets**)	5,483,686	1,120	-	-	5,484,806
Total	1,010,862,547	18,023,004	23,421,767	36,445,305	1,088,752,623

	December 31, 2016				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
Assets					
Current accounts with Bank Indonesia	55,635,946	-	-	-	55,635,946
Current accounts with other banks	10,998,749	23,966	-	-	11,022,715
Placements with Bank Indonesia and other banks	78,142,754	-	-	-	78,142,754
Securities					
Fair value through profit or loss	674,966	-	-	-	674,966
Available for sale	67,702,626	1,789,640	-	-	69,492,266
Held to maturity	61,028,620	868,250	-	-	61,896,870
Export bills and notes receivable	11,580,175	-	-	-	11,580,175
Government Recapitalization Bonds					
Available for sale	718,434	-	-	-	718,434
Held to maturity	2,600,000	-	-	-	2,600,000
Securities purchased under agreement to resell	1,557,370	-	-	-	1,557,370
Derivatives Receivable	91,657	-	-	-	91,657

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

4. Quality of financial assets (continued)

The following tables show the quality of financial assets by class for all financial assets with credit risk, amounts presented at gross (continued):

	December 31, 2016				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
Assets (continued)					
Loans					
Micro	206,999,682	2,496,361	9,958,341	2,347,821	221,802,205
Retail	225,594,155	6,880,476	10,484,935	10,030,114	252,989,680
Corporate	145,315,222	-	80,245	23,283,623	168,679,090
Sharia receivables and financing	14,445,206	614,570	1,870,652	818,515	17,748,943
Finance lease receivables	1,761,334	-	221,851	217,115	2,200,300
Acceptances receivable	5,692,583	-	-	-	5,692,583
Investment in associated entities*)	2,439	-	-	-	2,439
Other Assets**)	3,291,401	517	-	-	3,291,918
Total	893.833.319	12.673.780	22.616.024	36.697.188	965.820.311

	December 31, 2015				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
Assets					
Current accounts with Bank Indonesia	61.717.798	-	-	-	61.717.798
Current accounts with other banks	8.736.092	-	-	-	8.736.092
Placements with Bank					
Indonesia and other banks	49.834.664	-	-	-	49.834.664
Securities					
Fair value through profit or loss	929.334	-	-	-	929.334
Available for sale	58.961.827	1.740.223	-	-	60.702.050
Held to maturity	62.543.867	1.047.598	-	-	63.591.465
Export bills and notes receivable	7.866.654	-	-	-	7.866.654
Government Recapitalization Bonds					
Available for sale	715.958	-	-	-	715.958
Held to maturity	3.100.000	-	-	-	3.100.000
Securities purchased under agreement to resell	845.125	-	-	-	845.125

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

4. Quality of financial assets (continued)

The following tables show the quality of financial assets by class for all financial assets with credit risk, amounts presented at gross (continued):

	December 31, 2015				
	Neither Past Due Nor Impaired		Past Due But Not Impaired	Impaired	Total
	High Grade	Standard Grade			
Assets (continued)					
Loans					
Micro	173,223,644	1,418,419	11,377,609	2,408,507	188,428,179
Retail	204,110,503	4,157,337	10,600,034	8,852,438	227,720,312
Corporate	130,725,039	2,672,989	-	14,934,019	148,332,047
Sharia receivables and financing	13,858,269	390,920	1,561,399	803,418	16,614,006
Acceptances receivable	5,163,471	-	-	-	5,163,471
Investment in associated entities*)	6,239	-	-	-	6,239
Other Assets**)	3,079,237	273	-	-	3,079,510
Total	785,417,721	11,427,759	23,539,042	26,998,382	847,382,904

*) Investment in associated entities with no significant influence.

***) Other assets consist of interest receivables, other receivables, and accrued income based on sharia principles.

Credit quality is defined as follows:

1. High Grade

- a) Current accounts with Bank Indonesia, current accounts with other banks, placements with Bank Indonesia and other banks are current accounts or placements in government institutions and transactions with banks listed in the stock exchange.
- b) Loans and sharia receivables and financing, are third party receivables that are neither past due nor impaired, and have never been restructured.
- c) Export bills and notes receivable as well as acceptances receivable, are third party receivables that are not past due, and have strong financial capacity to repay all obligations in a timely manner.
- d) Securities and Government bonds are government securities, investment grade securities and bonds with a rating of at least idA- (Pefindo), A- (Fitch), A- (Standard & Poor's), or A3 (Moody's).
- e) Investment in associated entities, are investments in entities listed in stock exchange which have an overall good performance level.

2. Standard Grade

- a) Current accounts with other banks, placements with Bank Indonesia and other banks are current accounts or placements with banks not listed in stock exchange.
- b) Loans and sharia receivables and financing, are third party receivables that are neither past due nor impaired, have been restructured and have undergone collective impairment.
- c) Export bills and notes receivable as well as acceptances receivable, are third party receivables that have not matured and have adequate financial capacity to repay all obligations in a timely manner.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Credit Risk Management (continued)

4. Quality of financial assets (continued)

Credit quality is defined as follows:

2. Standard Grade (continued)

- d) Securities and Government bonds are investment grade securities and bonds with a rating between idBBB+ and idBBB- (Pefindo), BBB+ and BBB- (Fitch), BBB+ and BBB- (Standard & Poor's) or Baa1 and Baa3 (Moody's).
- e) Investment in associated entities, are investment in entities not listed in stock exchange which have an overall good performance level
5. According to SFAS No. 60, financial assets are past due when debtors fail to meet their obligations in a timely manner. The following tables show the aging analysis of loans, sharia receivables and financing and finance lease receivables which are past due but not impaired.

	March 31, 2018			
	≤ 30 days	> 30 – 60 days	> 60 – 90 days	Total
Loans				
Micro	6,635,536	3,387,217	3,215,469	13,238,222
Retail	7,542,649	3,509,467	3,218,681	14,270,797
Corporate	100,587	-	-	100,587
Sharia receivables and financing	977,879	227,660	243,073	1,448,612
Finance lease receivables	13,664	34,455	-	48,119
Total	15,270,315	7,158,799	6,677,223	29,106,337

	December 31, 2017			
	≤ 30 days	> 30 – 60 days	> 60 – 90 days	Total
Loans				
Micro	4,613,769	2,481,527	3,130,955	10,226,251
Retail	5,666,894	2,673,799	3,252,379	11,593,072
Corporate	108,977	-	-	108,977
Sharia receivables and financing	905,650	187,999	289,233	1,382,882
Finance lease receivables	83,351	5,216	22,018	110,585
Total	11,378,641	5,348,541	6,694,585	23,421,767

	December 31, 2016			
	≤ 30 days	> 30 – 60 days	> 60 – 90 days	Total
Loans				
Micro	4,548,784	2,399,345	3,010,212	9,958,341
Retail	5,463,764	2,229,201	2,791,970	10,484,935
Corporate	80,245	-	-	80,245
Sharia receivables and financing	1,471,901	176,717	222,034	1,870,652
Finance lease receivables	179,860	18,679	23,312	221,851
Total	11,744,554	4,823,942	6,047,528	22,616,024

	December 31, 2015			
	≤ 30 days	> 30 – 60 days	> 60 – 90 days	Total
Loans				
Micro	5,438,875	2,767,293	3,171,441	11,377,609
Retail	5,936,154	2,413,958	2,249,922	10,600,034
Sharia receivables and financing	1,265,187	194,117	102,095	1,561,399
Total	12,640,216	5,375,368	5,523,458	23,539,042

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Liquidity Risk Management

Liquidity Risk is a risk of the BRI's inability to meet the maturity obligations of cash flow fund sources and/or of high quality liquid assets that can be mortgaged so as not to interfere with the activities and financial condition of the BRI.

BRI manages liquidity risks in order to meet every financial liability that has been agreed upon in a timely manner and to maintain adequate and optimal liquidity level. In order to support liquidity management, BRI put in place Policy and Guidelines for the Implementation of Liquidity Risk Management (PPMRL) which encompasses liquidity management, projected cash flows, maturity gap, net stable funding ratio and liquidity coverage ratio, policy and guidelines for determination of liquidity risk limit, liquidity risk stress test, contingency funding plan, and information system of liquidity risk.

The purpose of this policy is to ensure that BRI has sufficient daily liquidity risk management in fulfilling its obligations in normal or crisis conditions in a timely manner from various available sources to ensure the availability of high quality liquid assets, and having a healthy and sustainable structure of deposits from customer.

BRI also stimulates stress testing on a quarterly basis which is submitted to the Board of Commissioners and Directors through Risk Management Committee (RMC). The purpose of stress testing is to measure the resistance or ability to meet liquidity and capital adequacy during crisis (stress). Moreover, stress test is also used as reference for developing or improving emergency funding plans (contingency plan) and liquidity risk limits.

Analysis of Financial Asset and Liability According to Contractual Maturity

Potential liquidity risks which BRI will encounter in the future are measured by using Liquidity Gap Analysis which projects the mismatch of liquidity based on the maturity of assets and liabilities, after taking into account the business expansion needs. This information is also considered when planning and managing liquidity, including business expansion needs. With the implementation of effective liquidity risk management, it is expected that liquidity risks can be minimised while simultaneously enhancing the overall banking system's stability.

The tables below present information on the mapping of financial assets and liabilities within a certain time scale (maturity buckets) based on their remaining maturity as of March 31, 2018 and December 2017, 2016 and 2015:

Description	Total	March 31, 2018				
		Up to 1 month	More than 1 month up to 3 months	More than 3 months up to 1 year	More than 1 year	Others without maturity
Assets						
Cash	21,264,573	-	-	-	-	21,264,573
Current Account with Bank Indonesia	61,109,044	61,109,044	-	-	-	-
Current Account with Other Bank	13,102,157	13,102,157	-	-	-	-
Placement with Bank Indonesia and other banks	30,622,261	30,602,261	20,000	-	-	-
Securities	182,100,684	130,494,721	996,753	13,858,860	36,750,350	-
Allowance for impairment losses	(758)	-	-	-	-	(758)
Exports bills and notes receivable	12,521,733	2,949,398	4,242,094	5,330,241	-	-
Government Recapitalization Bonds	2,943,146	718,146	-	750,000	1,475,000	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Liquidity Risk Management (continued)

Analysis of Financial Asset and Liability According to Contractual Maturity (continued)

The tables below present information on the mapping of financial assets and liabilities within a certain time scale (maturity buckets) based on their remaining maturity as of March 31, 2018 and December 2017, 2016 and 2015 (continued):

Description	March 31, 2018					
	Total	Up to 1 month	More than 1 month up to 3 months	More than 3 months up to 1 year	More than 1 year	Others without maturity
Assets (continued)						
Securities purchased under agreement to resell	13,186,389	11,682,000	1,504,389	-	-	-
Derivatives receivable	310,870	42,016	55,077	52,176	161,601	-
Loan						
Micro	265,761,274	2,999,514	5,388,387	32,441,210	224,932,163	-
Retail	299,825,531	15,592,913	17,790,003	76,134,608	190,308,007	-
Corporate	171,401,106	10,158,336	13,036,150	31,698,572	116,508,048	-
Allowance for impairment losses	(31,854,851)	-	-	-	-	(31,854,851)
Sharia receivables and financing	18,063,568	1,515,968	2,039,201	6,374,171	8,134,228	-
Allowance for impairments losses	(605,699)	-	-	-	-	(605,699)
Finance lease receivables	2,626,147	32,249	5,202	198,376	2,390,320	-
Allowance for impairment losses	(104,000)	-	-	-	-	(104,000)
Acceptance receivable	4,775,208	1,180,436	2,500,935	1,093,837	-	-
Investment in associated ¹⁾	5,939	-	-	-	-	5,939
Other assets ²⁾	4,955,992	647,926	1,835,922	701,588	26,229	1,744,327
	1,072,010,314	282,827,085	49,414,113	168,633,639	580,685,946	(9,550,469)
Liabilities						
Liabilities due immediately	20,650,597	20,650,597	-	-	-	-
Deposits from customers						
Demand deposits	127,524,140	127,524,140	-	-	-	-
Wadiah demand deposits	1,471,165	1,471,165	-	-	-	-
Mudharabah demand deposits	84,888	84,888	-	-	-	-
Saving deposits	326,668,020	326,668,020	-	-	-	-
Wadiah saving deposits	4,885,170	4,885,170	-	-	-	-
Mudharabah saving deposits	1,449,246	1,449,246	-	-	-	-
Time deposits	344,619,243	198,733,250	90,974,751	33,974,981	20,936,261	-
Mudharabah time deposits	20,357,733	19,785,038	381,804	183,265	7,626	-
Deposits from other Banks and financial Institutions	7,126,164	7,076,303	49,611	250	-	-
Securities sold under agreement to repurchase	10,468,978	105,998	2,080,844	3,011,780	5,270,356	-
Derivatives payable	353,135	48,122	26,035	90,621	188,357	-
Acceptance payable	4,775,208	1,180,436	2,500,935	1,093,837	-	-
Marketable securities issued	26,272,075	1,130,964	-	1,942,780	23,198,331	-
Fund borrowings	32,524,285	826,050	5,637,015	4,050,774	22,010,446	-
Subordinated loans and marketable securities	986,530	-	10,312	-	976,218	-
Other liabilities ^{***)}	3,824,096	16,106	528,464	990,298	2,251,416	37,812
	934,040,673	711,635,493	102,189,771	45,338,586	74,839,011	37,812
Maturity gap	137,969,641	(428,808,408)	(52,775,658)	123,295,053	505,846,935	(9,588,281)

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Liquidity Risk Management (continued)

Analysis of Financial Asset and Liability According to Contractual Maturity (continued)

The tables below present information on the mapping of financial assets and liabilities within a certain time scale (maturity buckets) based on their remaining maturity as of March 31, 2018 and December 2017, 2016 and 2015 (continued):

Description	Total	December 31, 2017				
		Up to 1 month	More than 1 month up to 3 months	More than 3 months up to 1 year	More than 1 year	Others without maturity
Assets						
Cash	24,797,782	-	-	-	-	24,797,782
Current Account with Bank Indonesia	58,155,479	58,155,479	-	-	-	-
Current Account with Other Bank	5,925,684	5,925,684	-	-	-	-
Placement with Bank Indonesia and other banks	55,105,687	53,594,287	1,172,213	339,187	-	-
Securities	186,919,436	134,656,217	5,546,579	5,833,275	40,883,365	-
Allowance for impairment losses	(758)	-	-	-	-	(758)
Exports bills and notes receivable	10,654,353	2,330,951	3,724,347	4,599,055	-	-
Government Recapitalization Bonds	3,317,840	717,840	375,000	750,000	1,475,000	-
Securities purchased under agreement to resell	18,011,026	16,691,189	1,319,837	-	-	-
Derivatives receivable	145,928	7,782	33,611	44,734	59,801	-
Loan						
Micro	252,850,654	2,291,479	5,218,530	32,882,324	212,458,321	-
Retail	287,436,229	12,058,635	17,288,925	77,933,581	180,155,088	-
Corporate	178,695,785	20,138,725	14,298,124	28,158,748	116,100,188	-
Allowance for impairment losses	(29,423,380)	-	-	-	-	(29,423,380)
Sharia receivables and financing	17,864,869	530,569	236,409	2,425,842	14,672,049	-
Allowance for impairments losses	(577,257)	-	-	-	-	(577,257)
Finance lease receivables	2,488,983	106,308	16,802	139,370	2,226,503	-
Allowance for impairment losses	(103,500)	-	-	-	-	(103,500)
Acceptance receivable	5,693,425	1,894,633	1,983,239	1,815,553	-	-
Investment in associated *)	2,439	-	-	-	-	2,439
Other assets **)	5,484,806	569,472	2,202,645	889,598	15,050	1,808,041
	1,083,445,510	309,669,250	53,416,261	155,811,267	568,045,365	(3,496,633)
Liabilities						
Liabilities due immediately	6,584,201	6,584,201	-	-	-	-
Deposits from customers						
Demand deposits	145,529,168	145,529,168	-	-	-	-
Wadiah demand deposits	1,766,901	1,766,901	-	-	-	-
Mudharabah demand deposits	139,535	139,535	-	-	-	-
Saving deposits	343,420,737	343,420,737	-	-	-	-
Wadiah Saving deposits	4,749,652	4,749,652	-	-	-	-
Mudharabah saving deposits	1,270,484	1,270,484	-	-	-	-
Time deposits	326,417,937	178,534,567	96,297,623	40,992,107	10,593,640	-
Mudharabah Time deposits	18,362,036	14,272,754	3,949,195	140,087	-	-
Deposits from other Banks and financial Institutions	5,593,367	5,506,174	57,408	29,785	-	-
Securities sold under agreement to repurchase	12,136,684	2,024,388	1,332,430	3,512,249	5,267,617	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Liquidity Risk Management (continued)

Analysis of Financial Asset and Liability According to Contractual Maturity (continued)

The tables below present information on the mapping of financial assets and liabilities within a certain time scale (maturity buckets) based on their remaining maturity as of March 31, 2018 and December 2017, 2016 and 2015 (continued):

December 31, 2017						
Description	Total	Up to 1 month	More than 1 month up to 3 months	More than 3 months up to 1 year	More than 1 year	Others without maturity
Liabilities (continued)						
Derivatives payable	200,858	8,472	9,903	58,219	124,264	-
Acceptance payable	5,693,425	1,894,633	1,983,239	1,815,553	-	-
Marketable securities issued	30,619,658	-	7,588,383	3,267,391	19,763,884	-
Fund borrowings	29,403,009	679,827	744,627	6,378,546	21,600,009	-
Subordinated loans and marketable securities	986,450	-	-	10,312	976,138	-
Other liabilities ***)	2,454,031	784,913	531,439	353,778	-	783,901
	935,328,133	707,166,406	112,494,247	56,558,027	58,325,552	783,901
Maturity gap	148,117,377	(397,497,156)	(59,077,986)	99,253,240	509,719,813	(4,280,534)
December 31, 2016						
Description	Total	Up to 1 month	More than 1 month up to 3 months	More than 3 months up to 1 year	More than 1 year	Others without maturity
Assets						
Cash	25,212,024	-	-	-	-	25,212,024
Current Account with Bank Indonesia	55,635,946	55,635,946	-	-	-	-
Current accounts with other banks	11,022,715	11,022,715	-	-	-	-
Placements with Bank Indonesia and other banks	78,142,754	78,012,754	130,000	-	-	-
Securities	132,064,102	71,577,341	5,232,606	9,190,425	46,063,730	-
Allowance for impairment losses	(758)	-	-	-	-	(758)
Export bills and notes receivable	11,580,175	3,015,105	4,151,700	4,413,370	-	-
Government Recapitalization Bonds	3,318,434	718,434	-	-	2,600,000	-
Securities purchased under agreement to resell	1,557,370	632,230	925,140	-	-	-
Derivatives receivable	91,657	32,214	-	489	58,954	-
Loans						
Micro	221,802,205	1,942,248	4,449,159	30,293,610	185,117,188	-
Retail	252,989,680	10,772,881	13,610,761	65,274,471	163,331,567	-
Corporate	168,679,090	5,396,333	23,567,386	26,470,817	113,244,554	-
Allowance for impairment losses	(22,184,296)	-	-	-	-	(22,184,296)
Sharia receivables and financing	17,748,943	282,812	452,795	1,728,426	15,284,910	-
Allowance for impairment losses	(492,156)	-	-	-	-	(492,156)
Finance Lease Receivables	2,200,300	-	-	264,036	1,936,264	-
Allowance for impairment losses	(130,000)	-	-	-	-	(130,000)
Acceptances receivable	5,692,583	1,045,643	2,106,327	2,540,613	-	-
Investment in associated entities*)	2,439	-	-	-	-	2,439
Other Assets**)	3,291,918	335,747	1,199,076	954,797	478	801,820
	968,225,125	240,422,403	55,824,950	141,131,054	527,637,645	3,209,073

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Liquidity Risk Management (continued)

Analysis of Financial Asset and Liability According to Contractual Maturity (continued)

The tables below present information on the mapping of financial assets and liabilities within a certain time scale (maturity buckets) based on their remaining maturity as of March 31, 2018 and December 2017, 2016 and 2015 (continued):

		December 31, 2016				
Description	Total	Up to 1 month	More than 1 month up to 3 months	More than 3 months up to 1 year	More than 1 year	Others without maturity
Liabilities						
Liabilities due immediately	5,410,313	5,410,313	-	-	-	-
Deposits from customers						
Demand deposits	141,419,020	141,419,020	-	-	-	-
<i>Wadiah</i> demand deposits	1,127,843	1,127,843	-	-	-	-
Saving deposits	298,110,406	298,110,406	-	-	-	-
<i>Wadiah</i> saving deposits	4,176,761	4,176,761	-	-	-	-
<i>Mudharabah</i> saving deposits	983,121	983,121	-	-	-	-
Time deposits	293,029,378	239,316,485	37,907,214	13,639,996	2,165,683	-
<i>Mudharabah</i> time deposits	15,679,845	13,791,599	1,670,222	214,638	3,386	-
Deposits from other Banks and financial Institutions	2,229,538	2,186,158	42,057	1,323	-	-
Securities sold under agreement to repurchase	7,302,398	-	673,625	1,917,625	4,711,148	-
Derivatives payable	347,217	-	114,152	-	233,065	-
Acceptance payable	5,692,583	1,045,643	2,106,327	2,540,613	-	-
Marketable securities issued	24,800,781	-	807,927	4,110,712	19,882,142	-
Fund borrowings	35,008,170	320,647	6,202,044	8,104,288	20,381,191	-
Subordinated loans and marketable securities	1,008,510	-	-	-	1,008,510	-
Other liabilities ***)	1,851,087	1,053,489	73,376	241,664	-	482,558
	838,176,971	708,941,485	49,596,944	30,770,859	48,385,125	482,558
Maturity gap	130,048,154	(468,519,082)	6,228,006	110,360,195	479,252,520	2,726,515

		December 31, 2015				
Description	Total	Up to 1 month	More than 1 month up to 3 months	More than 3 months up to 1 year	More than 1 year	Others without maturity
Assets						
Cash	28,771,635	-	-	-	-	28,771,635
Current Account with Bank Indonesia	61,717,798	61,717,798	-	-	-	-
Current Accounts with other banks	8,736,092	8,736,092	-	-	-	-
Placements with Bank Indonesia and other banks	49,834,664	49,447,664	287,000	100,000	-	-
Securities	125,222,849	62,356,131	5,121,211	9,990,231	47,755,276	-
Allowance for impairment losses	(758)	-	-	-	-	(758)
Export bills and notes receivable	7,866,654	2,213,597	3,154,850	2,498,207	-	-
Government Recapitalization Bonds	3,815,958	715,958	-	500,000	2,600,000	-
Securities purchased under agreement to resell	845,125	845,125	-	-	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Liquidity Risk Management (continued)

Analysis of Financial Asset and Liability According to Contractual Maturity (continued)

The tables below present information on the mapping of financial assets and liabilities within a certain time scale (maturity buckets) based on their remaining maturity as of March 31, 2018 and December 2017, 2016 and 2015 (continued):

Description	Total	December 31, 2015				
		Up to 1 month	More than 1 month up to 3 months	More than 3 months up to 1 year	More than 1 year	Others without maturity
Loans						
Micro	188,428,179	1,746,206	3,523,167	25,379,918	157,778,888	-
Retail	227,720,312	11,570,593	15,093,560	57,030,985	144,025,174	-
Corporate	148,332,047	7,185,832	8,673,860	40,457,168	92,015,187	-
Allowance for impairment losses	(17,162,183)	-	-	-	-	(17,162,183)
Sharia receivables and financing	16,614,006	487,921	679,788	2,109,564	13,336,733	-
Allowance for impairment losses	(352,252)	-	-	-	-	(352,252)
Acceptances receivable	5,163,471	658,068	2,045,804	2,459,599	-	-
Investment in associated entities*)	6,239	-	-	-	-	6,239
Other Assets**)	3,079,510	197,913	408,455	1,489,303	612,473	371,366
	858,639,346	207,878,898	38,987,695	142,014,975	458,123,731	11,634,047
Liabilities						
Liabilities due immediately	5,138,562	5,138,562	-	-	-	-
Deposits from customers						
Demand deposits	113,429,343	113,429,343	-	-	-	-
Wadiah demand deposits	937,745	937,745	-	-	-	-
Saving deposits	268,058,865	268,058,865	-	-	-	-
Mudharabah saving deposits	696,198	696,198	-	-	-	-
Wadiah saving deposits	3,715,929	3,715,929	-	-	-	-
Time deposits	267,884,404	216,166,772	20,129,028	27,615,154	3,973,450	-
Mudharabah Time deposits	14,272,895	10,338,321	3,683,236	249,345	1,993	-
Deposits from other Banks and financial Institutions	11,165,073	11,083,873	68,200	13,000	-	-
Securities sold under agreement to repurchase	11,377,958	445,244	3,686,816	3,422,816	3,823,082	-
Derivatives payable	445,753	27	-	429,710	16,016	-
Acceptance payable	5,163,471	658,068	2,049,754	2,307,890	147,759	-
Marketable securities issued	10,521,103	253,824	-	714,218	9,553,061	-
Fund borrowings	35,480,358	3,629,831	6,896,369	12,676	24,941,482	-
Subordinated loans and marketable securities	56,468	-	-	-	56,468	-
Other liabilities ***)	1,441,604	1,001,798	56,774	144,865	-	238,167
	749,785,729	635,554,400	36,570,177	34,909,674	42,513,311	238,167
Maturity gap	108,853,617	(427,675,502)	2,417,518	107,105,301	415,610,420	11,395,880

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and unearned income based on sharia principle.

***) Other liabilities consist of interest payables, guarantee deposits, investment contract liabilities, co-insurance liabilities, reinsurance and classified as available for sale, *tabarru'* fund and temporary *syirkah* funds.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management

Market risk arises when market interest rates and exchange rates move against the positions which BRI held in the statements of financial position or in administrative accounts. These positions are those which exist in trading book and banking book.

BRI has implemented treasury and market risk application system (GUAVA), an integrated system used by the front, middle, and back office functions. Middle Office uses Value-at-Risk (VaR), an internal model that is integrated into daily transaction processing, to measure market risks. Other than monitoring the risks to which instruments are exposed, Middle Office also monitors market risks and transaction limits such as limits on the nominal value transacted by dealers, cut loss limit, stop loss limit and VaR limit. Monitoring is executed daily so as to accelerate the provision of updated information, allowing timely decision-making for instruments, especially those which are classified as trading.

1. Value-at-Risk (VaR): Purpose and Limitation of the Method

BRI uses internal model approach to measure VaR potential loss due to changes in market price of trading portfolio based on historical data. VaR potential loss that arise from market risks is measured using the assumptions that the change in risk factors follow normal distribution. BRI uses VaR to measure exchange rate risk for positions both in trading and banking book and interest rate risks for position in trading book.

2. Value-at-Risk (VaR) Assumptions

VaR potential loss is estimated value that is measured using 99% confidence level and market risk position that is unchanged within 1 (one) day holding period. This is an indicator that the potential loss which might exceed VaR value in normal market condition, in average, may occur once every one hundred days. The method used in VaR is Delta Gamma.

The following tables present information on VaR value starting from January 1, 2018 until March 31, 2018 and from January 1, 2017, 2016 and 2015 until December 31, 2017, 2016 and 2015 (unaudited).

	2018	
	Exchange Rate*)	Interest Rate
Daily Average	46,231.90	5,046.15
Highest	55,764.39	9,075.69
Lowest	13,449.78	475.62
	2017	
	Exchange Rate*)	Interest Rate
Daily Average	39,407.73	3,293.16
Highest	67,226.24	8,366.41
Lowest	26,745.25	468.63

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

2. Value-at-Risk (VaR) Assumptions (continued)

The following tables present information on VaR value starting from January 1, 2018 until March 31, 2018 and from January 1, 2017, 2016 and 2015 until December 31, 2017, 2016 and 2015 (unaudited) (continued).

	2016	
	Exchange Rate^{*)}	Interest Rate
Daily Average	58,421.11	851.78
Highest	134,093.77	4,153.38
Lowest	20,170.30	7.00
	2015	
	Exchange Rate^{*)}	Interest Rate
Daily Average	56,509.63	10,715.84
Highest	122,211.37	34,463.22
Lowest	15,379.05	92.01

*) Including trading and banking book.

3. Back Testing

The purpose of back testing is to ensure that the result of internal model measurement for interest rate risk and exchange rate risk is valid. When performing back testing, BRI compares estimations from daily VaR with realised change of price.

Based on back testing procedures for exchange rate risk and interest rate risk, actual loss throughout the year is significantly consistent with VaR forecast model.

4. Market Risk Outside of Trading Book

a. Interest Rate Risk

Financial instruments based on the interest rate have risks because of potential fluctuations in interest rates with potential impacts on future cash flow.

Board of Directors (BOD) and Management has the responsibility to take into account the bank's risk appetite and its target for financial performance when determining, maintaining, and controlling interest rate. The setting of interest rate is reviewed at least once in a month during Asset and Liability Committee (ALCO) forum.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside of Trading Book (continued)

a. Interest Rate Risk (continued)

The following table presents the average interest rates for financial assets and liabilities position for the three-month period and year ended March 31, 2018 and December 31, 2017, 2016 and 2015:

	March 31, 2018		2017		December 31, 2016		2015	
	Rupiah (%)	Foreign Currencies (%)	Rupiah (%)	Foreign Currencies (%)	Rupiah (%)	Foreign Currencies (%)	Rupiah (%)	Foreign Currencies (%)
Assets								
Placements with Bank Indonesia								
And others								
banks	3.95	1.63	3.63	1.05	5.46	0.53	6.46	1.55
Securities	7.88	2.60	8.04	5.13	8.65	3.36	8.51	3.49
Loans	11.59	4.01	11.78	4.11	11.91	4.23	12.47	4.37
Government								
Recapitalization								
Bonds	6.65	-	6.72	-	6.63	-	6.28	-
Finance lease receivables	14.65	6.45	13.62	6.38	13.43	5.93	-	-
Liabilities								
Deposits from customers								
Demand deposits	3.02	0.33	2.32	0.33	2.33	0.49	1.65	0.29
Saving deposits	0.95	0.22	0.86	0.21	1.14	0.22	1.98	0.22
Time deposits	5.88	1.68	6.20	1.43	7.49	1.19	8.48	1.46
Deposits from other banks and financial institutions	3.34	0.67	3.45	0.47	3.97	0.32	4.35	0.24
Fund borrowings	3.14	2.92	3.79	2.51	4.04	2.35	4.64	3.13
Subordinated loans and marketable securities	3.43	-	4.06	-	4.27	-	4.33	-
Marketable securities issued	8.53	-	8.44	2.95	8.56	2.95	8.99	2.95

The following table presents the sensitivity of BRI's statement of profit or loss and other comprehensive income towards possible changes in the interest rate of banking book, with the remaining variables being constant.

2018	
Changes in Percentage	Impact on Statement of Profit or Loss and Other Comprehensive Income
+/- 1 %	+/- 1,575,153
2017	
Changes in Percentage	Impact on Statement of Profit or Loss and Other Comprehensive Income
+/- 1 %	+/- 1,703,685

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside of Trading Book (continued)

a. Interest Rate Risk (continued)

The following table presents the sensitivity of BRI's statement of profit or loss and other comprehensive income towards possible changes in the interest rate of banking book, with the remaining variables being constant (continued).

2016	
Changes in Percentage	Impact on Statement of Profit or Loss and Other Comprehensive Income
+/- 1 %	+/- 1,122,980
2015	
Changes in Percentage	Impact on Statement of Profit or Loss and Other Comprehensive Income
+/- 1 %	+/- 1,301,019

Sensitivity rate is used to analyse probable changes in interest rates which affect the gain and/or loss of the banking book portfolio. In the above sensitivity analysis, interest rate is assumed to move by one basis point (1%).

The tables below summarise the exposure of financial assets and liabilities to interest rate risks (gross) (unaudited):

March 31, 2018						
Description	Floating interest rate			Fixed interest rate	Non-interest bearing	Total
	Not more than 3 months	More than 3 months but less than 1 year	More than 1 year			
Assets						
Cash	-	-	-	-	21,264,573	21,264,573
Current accounts with Bank Indonesia	61,109,044	-	-	-	-	61,109,044
Current accounts with other banks	13,102,157	-	-	-	-	13,102,157
Placement with Bank Indonesia and other Banks	30,622,261	-	-	-	-	30,622,261
Securities						
Fair Value through profit or loss	-	-	-	4,754,440	-	4,754,440
Available for sale	-	-	-	126,118,565	-	126,118,565
Held to maturity	-	-	-	51,227,679	-	51,227,679
Export bills and notes receivable	12,521,733	-	-	-	-	12,521,733
Government						
Recapitalization Bonds						
Available for sale	718,146	-	-	-	-	718,146
Held to maturity	2,225,000	-	-	-	-	2,225,000
Securities purchased under agreement to resell	-	-	-	13,186,389	-	13,186,389
Derivatives receivable	-	-	-	-	310,870	310,870

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside of Trading Book (continued)

a. Interest Rate Risk (continued)

The tables below summarise the exposure of financial assets and liabilities to interest rate risks (gross) (unaudited) (continued):

March 31, 2018

Description	Floating interest rate			Fixed interest rate	Non-interest bearing	Total
	Not more than 3 months	More than 3 months but less than 1 year	More than 1 year			
Assets (continued)						
Loans						
Micro	8,387,901	45,967,731	-	211,405,642	-	265,761,274
Retail	33,385,117	119,220,216	54,413,544	92,806,654	-	299,825,531
Corporate	23,194,486	148,206,620	-	-	-	171,401,106
Sharia receivables and financing	-	-	-	-	18,063,568	18,063,568
Finance lease receivables	40,044	38,725	864,536	1,682,842	-	2,626,147
Acceptances receivable	-	-	-	-	4,775,208	4,775,208
Investment in associated entities*)	-	-	-	-	5,939	5,939
Other Assets**)	-	-	-	-	4,955,992	4,955,992
	185,305,889	313,433,292	55,278,080	501,182,211	49,376,150	1,104,575,622
Liabilities						
Liabilities due immediately	-	-	-	-	20,650,597	20,650,597
Deposits from customers						
Demand deposits	81,877,802	-	-	45,646,338	-	127,524,140
Wadiah demand deposits	-	-	-	-	1,471,165	1,471,165
Mudharabah demand deposits	-	-	-	-	84,888	84,888
Saving deposits	170,466,040	-	-	156,201,980	-	326,668,020
Mudharabah saving deposits	-	-	-	-	4,885,170	4,885,170
Wadiah saving deposits	-	-	-	-	1,449,246	1,449,246
Time deposits	198,733,250	124,949,732	20,936,261	-	-	344,619,243
Mudharabah time deposits	-	-	-	-	20,357,733	20,357,733
Deposits from other banks and financial Institution	7,076,303	-	250	-	49,611	7,126,164
Securities sold under agreement to repurchase	-	3,931,274	-	6,537,704	-	10,468,978
Derivatives payable	-	-	-	-	353,135	353,135
Acceptances payable	-	-	-	-	4,775,208	4,775,208
Marketable securities issued	-	-	-	26,272,075	-	26,272,075
Fund borrowings	6,368,178	4,157,742	21,998,365	-	-	32,524,285
Subordinated loans and marketable securities	-	-	-	10,312	976,218	986,530
Other Liabilities***)	-	-	-	-	3,824,096	3,824,096
	464,521,573	133,038,748	42,934,876	234,668,409	58,877,067	934,040,673
Interest rate repricing gap between financial assets and liabilities	(279.215.684)	180.394.544	12.343.204	266.513.802	(9.500.917)	170.534.949

*) Investment in associated entities with no significant influence

**) Other assets consist of interest receivables, other receivables, and unearned income based on sharia principle.

***) Other liabilities consist of interest payables, guarantee deposits, investment contract liabilities, co-insurance liabilities, reinsurance and classified as available for sale, tabarru' fund and temporary syirkah funds.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside Trading Book (continued)

a. Interest Rate Risk (continued)

The tables below summarise the exposure of financial assets and liabilities to interest rate risks (gross) (unaudited) (continued):

December 31, 2017

Description	Floating interest rate			Fixed interest rate	Non-interest bearing	Total
	Not more than 3 months	More than 3 months but less than 1 year	More than 1 year			
Assets						
Cash	-	-	-	-	24,797,782	24,797,782
Current accounts with Bank Indonesia	58,155,479	-	-	-	-	58,155,479
Current accounts with other banks	5,925,684	-	-	-	-	5,925,684
Placements with Bank Indonesia and other banks	55,105,687	-	-	-	-	55,105,687
Securities						
Fair Value through profit or loss	-	-	-	1,762,263	-	1,762,263
Available for sale	-	-	-	130,927,293	-	130,927,293
Held to maturity	-	-	-	54,229,880	-	54,229,880
Export bills and notes receivable	10,654,353	-	-	-	-	10,654,353
Government						
Recapitalization Bonds						
Available for sale	717,840	-	-	-	-	717,840
Held to maturity	2,600,000	-	-	-	-	2,600,000
Securities purchased under agreement to resell	-	-	-	18,011,026	-	18,011,026
Derivatives receivable	-	-	-	-	145,928	145,928
Loans						
Micro	7,510,009	45,099,796	-	200,240,849	-	252,850,654
Retail	29,347,560	141,940,025	29,309,168	86,839,476	-	287,436,229
Corporate	34,436,851	144,258,934	-	-	-	178,695,785
Sharia receivables and financing	-	-	-	-	17,864,869	17,864,869
Finance lease receivables	19,744	141,583	770,715	1,556,941	-	2,488,983
Acceptances receivable	-	-	-	-	5,693,425	5,693,425
Investment in associated entities*)	-	-	-	-	2,439	2,439
Other Assets**)	-	-	-	-	5,484,806	5,484,806
	204,473,207	331,440,338	30,079,883	493,567,728	53,989,249	1,113,550,405
Liabilities						
Liabilities due immediately	-	-	-	-	6,584,201	6,584,201
Deposits from customers						
Demand deposits	96,798,129	-	-	48,731,039	-	145,529,168
Wadiah demand deposits	-	-	-	-	1,766,901	1,766,901
Mudharabah demand deposits	-	-	-	-	139,535	139,535
Saving deposits	171,075,330	-	-	172,345,407	-	343,420,737
Wadiah saving deposits	-	-	-	-	4,749,652	4,749,652
Mudharabah saving deposits	-	-	-	-	1,270,484	1,270,484
Time deposits	274,832,190	40,992,107	10,593,640	-	-	326,417,937
Mudharabah time deposits	-	-	-	-	18,362,036	18,362,036

*) Investment in associated entities with no significant influence

***) Other assets consist of interest receivables, other receivables, and unearned income based on sharia principle.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside Trading Book (continued)

a. Interest Rate Risk (continued)

The tables below summarise the exposure of financial assets and liabilities to interest rate risks (gross) (unaudited) (continued):

December 31, 2017

Description	Floating interest rate			Fixed interest rate	Non-interest bearing	Total
	Not more than 3 months	More than 3 months but less than 1 year	More than 1 year			
Liabilities (continued)						
Deposits from other banks and financial Institution	5,563,581	29,786	-	-	-	5,593,367
Securities sold under agreement to repurchase	-	2,486,042	-	-	9,650,642	12,136,684
Derivatives payable	-	-	-	-	200,858	200,858
Acceptances payable	-	-	-	-	5,693,425	5,693,425
Marketable securities issued	-	-	-	30,619,658	-	30,619,658
Fund borrowings	1,423,160	6,378,546	21,601,303	-	-	29,403,009
Subordinated loans and marketable securities	-	-	-	14,385	972,065	986,450
Other Liabilities ^{***)}	-	-	-	-	2,454,031	2,454,031
	549,692,390	49,886,481	32,194,943	251,710,489	51,843,830	935,328,133
Interest rate repricing gap between financial assets and liabilities	(345,219,183)	281,553,857	(2,115,060)	241,857,239	2,145,419	178,222,272

December 31, 2016

Description	Floating interest rate			Fixed interest rate	Non-interest bearing	Total
	Not more than 3 months	More than 3 months but less than 1 year	More than 1 year			
Assets						
Cash	-	-	-	-	25,212,024	25,212,024
Current accounts with Bank Indonesia	55,635,946	-	-	-	-	55,635,946
Current accounts with other banks	11,022,715	-	-	-	-	11,022,715
Placements with Bank Indonesia and other banks	78,142,754	-	-	-	-	78,142,754
Securities						
Fair value through profit or loss	-	-	-	674,966	-	674,966
Available for sale	-	-	-	69,492,266	-	69,492,266
Held to maturity	-	-	-	61,896,870	-	61,896,870
Export bills and notes receivable	11,580,175	-	-	-	-	11,580,175
Government						
Recapitalization bonds						
Available for sale	718,434	-	-	-	-	718,434
Held to maturity	2,600,000	-	-	-	-	2,600,000
Securities purchased under agreement to resell	-	-	-	1,557,370	-	1,557,370

***) Other liabilities consist of interest payables, guarantee deposits, investment contract liabilities, co-insurance liabilities, reinsurance and classified as available for sale, tabarru' fund and temporary syirkah funds.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside Trading Book (continued)

a. Interest Rate Risk (continued)

The tables below summarise the exposure of financial assets and liabilities to interest rate risks (gross) (unaudited) (continued):

December 31, 2016

Description	Floating interest rate			Fixed interest rate	Non-interest bearing	Total
	Not more than 3 months	More than 3 months but less than 1 year	More than 1 year			
Assets (continued)						
Derivatives receivable	-	-	-	-	91,657	91,657
Loans						
Micro	6,391,407	39,348,602	-	176,062,196	-	221,802,205
Retail	24,383,642	127,623,404	23,750,225	77,232,409	-	252,989,680
Corporate	28,963,719	139,715,371	-	-	-	168,679,090
Sharia receivables and financing	-	-	-	-	17,748,943	17,748,943
Finance lease receivable	31,206	155,746	935,350	1,077,998	-	2,200,300
Acceptances receivable	-	-	-	-	5,692,583	5,692,583
Investment in associated entities ^{*)}	-	-	-	-	2,439	2,439
Other assets ^{**)}	-	-	-	-	3,291,918	3,291,918
	219,469,998	306,843,123	24,685,575	387,994,075	52,039,564	991,032,335
Liabilities						
Liabilities due immediately	-	-	-	-	5,410,313	5,410,313
Deposits from customers						
Demand deposits	97,490,396	-	-	43,928,624	-	141,419,020
Wadiah demand deposits	-	-	-	-	1,127,843	1,127,843
Saving deposits	155,940,955	-	-	142,169,451	-	298,110,406
Wadiah saving deposits	-	-	-	-	4,176,761	4,176,761
Mudharabah saving deposits	-	-	-	-	983,121	983,121
Time deposits	215,329,405	51,934,654	25,765,319	-	-	293,029,378
Mudharabah time deposits	-	-	-	-	15,679,845	15,679,845
Deposits from other banks and financial institution	2,186,158	42,057	1,323	-	-	2,229,538
Securities sold under agreement to repurchase	673,625	673,625	-	5,955,148	-	7,302,398
Derivatives payable	-	-	-	-	347,217	347,217
Acceptances payable	-	-	-	-	5,692,583	5,692,583
Marketable securities issued	-	-	-	24,800,781	-	24,800,781
Fund borrowings	320,647	14,304,899	20,282,624	-	100,000	35,008,170
Subordinated loans and marketable securities	-	-	-	35,471	973,039	1,008,510
Other liabilities ^{***)}	-	-	-	-	1,851,087	1,851,087
	471,941,186	66,955,235	46,049,266	216,889,475	36,341,809	838,176,971
Interest rate repricing gap between financial assets and liabilities	(252,471,188)	239,887,888	(21,363,691)	171,104,600	15,697,755	152,855,364

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivables, other receivables, and unearned income based on sharia principle.

***) Other liabilities consist of interest payables, guarantee deposits, investment contract liabilities, co-insurance liabilities, reinsurance and classified as available for sale, *tabarru'* fund and temporary *syirkah* funds.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside Trading Book (continued)

a. Interest Rate Risk (continued)

The tables below summarise the exposure of financial assets and liabilities to interest rate risks (gross) (unaudited) (continued):

December 31, 2015

Description	Floating interest rate			Fixed interest rate	Non-interest bearing	Total
	Not more than 3 months	More than 3 months but less than 1 year	More than 1 year			
Assets						
Cash	-	-	-	-	28,771,635	28,771,635
Current accounts with Bank Indonesia	61,717,798	-	-	-	-	61,717,798
Current accounts with other banks	8,736,092	-	-	-	-	8,736,092
Placements with Bank Indonesia and other banks	49,834,664	-	-	-	-	49,834,664
Securities						
Fair value through profit or loss	-	-	-	929,334	-	929,334
Available for sale	-	-	-	60,702,050	-	60,702,050
Held to maturity	704,371	-	-	62,887,094	-	63,591,465
Export bills and notes receivable	7,866,654	-	-	-	-	7,866,654
Government Recapitalization Bonds						
Available for sale	715,958	-	-	-	-	715,958
Held to maturity	3,100,000	-	-	-	-	3,100,000
Securities purchased under agreement to resell	-	-	-	845,125	-	845,125
Loans						
Micro	5,269,374	32,775,604	-	150,383,201	-	188,428,179
Retail	26,664,153	112,679,242	19,723,571	68,653,346	-	227,720,312
Corporate	15,859,692	132,472,355	-	-	-	148,332,047
Sharia receivables and financing	-	-	-	-	16,614,006	16,614,006
Acceptances receivable	-	-	-	-	5,163,471	5,163,471
Investment in associated Entities ^{*)}	-	-	-	-	6,239	6,239
Other Assets ^{**)}	-	-	-	-	3,079,510	3,079,510
	180,468,756	277,927,201	19,723,571	344,400,150	53,634,861	876,154,539

^{*)} Investment in associated entities with no significant influence.

^{**)} Other assets consist of interest receivables, other receivables, and unearned income based on sharia principle.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside Trading Book (continued)

a. Interest Rate Risk (continued)

The tables below summarise the exposure of financial assets and liabilities to interest rate risks (gross) (unaudited) (continued):

December 31, 2015						
Description	Floating interest rate			Fixed interest rate	Non-interest bearing	Total
	Not more than 3 months	More than 3 months but less than 1 year	More than 1 year			
Liabilities						
Liabilities due immediately	-	-	-	-	5,138,562	5,138,562
Deposits from customers						
Demand deposits	82,113,723	-	-	31,315,620	-	113,429,343
<i>Wadiah</i> demand deposits	-	-	-	-	937,745	937,745
Saving deposits	151,087,937	-	-	116,970,928	-	268,058,865
<i>Mudharabah</i> saving deposits	-	-	-	-	696,198	696,198
<i>Wadiah</i> saving deposits	-	-	-	-	3,715,929	3,715,929
Time deposits	194,756,932	47,222,823	25,904,649	-	-	267,884,404
<i>Mudharabah</i> time deposits	-	-	-	-	14,272,895	14,272,895
Deposits from other banks and financial institution	11,152,073	13,000	-	-	-	11,165,073
Securities sold under agreement to repurchase	-	3,422,816	1,378,500	6,576,642	-	11,377,958
Derivatives payable	-	-	-	-	445,753	445,753
Acceptances payable	-	-	-	-	5,163,471	5,163,471
Marketable securities issued	-	-	-	10,521,103	-	10,521,103
Fund borrowings	10,526,115	5,996	24,832,357	15,890	100,000	35,480,358
Subordinated loans and marketable securities	-	-	-	56,468	-	56,468
Other liabilities ^{***)}	-	-	-	-	1,441,604	1,441,604
	449,636,780	50,664,635	52,115,506	165,456,651	31,912,157	749,785,729
Interest rate repricing gap between financial assets and liabilities	(269,168,024)	227,262,566	(32,391,935)	178,943,499	21,722,704	126,368,810

*) Investment in associated entities with no significant influence.

***) Other assets consist of interest receivables, other receivables, and unearned income based on sharia principle.

****) Other liabilities consist of interest payables, guarantee deposits, investment contract liabilities, co-insurance liabilities, reinsurance and classified as available for sale, *tabarru'* fund and temporary *syirkah* funds.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside Trading Book (continued)

b. Exchange Rate Risk

Exchange rate risk arises when foreign exchange rate against Rupiah fluctuates against the positions which BRI held. Included in the foreign exchange positions are positions in trading book held to generate profit both from foreign exchange transactions within a short period of time and from positions in banking book that has a purpose of controlling the Net Open Position (NOP).

Based on Bank Indonesia Regulation (PBI) No. 17/5/PBI/2015 dated May 29, 2015, the fourth amendment made to PBI No. 5/13/PBI/2003, regarding Net Open Position for Commercial Banks dated July 1, 2010, NOP is set to a maximum of 20% of capital.

NOP is the sum of the absolute values of the net difference between assets and liabilities in the statement of financial position for each foreign currency and the net difference of commitments and contingent liabilities and receivables in the administrative accounts for each foreign currency, which are all stated in Rupiah.

The tables below present NOP (BRI only) as of March 31, 2018, December 31, 2017, 2016 and 2015, by currency, respectively, as follows:

Currencies	March 31, 2018		
	Assets	Liabilities	NOP
<u>Statement of Financial Position and Administrative Accounts</u>			
United States Dollar	153,255,841	147,599,047	5,656,794
Renminbi	5,340,612	4,509,634	830,978
European Euro	2,778,019	3,387,163	609,144
Singapore Dollar	1,344,801	766,584	578,217
Japanese Yen	627,033	163,383	463,650
Great Britain Pound Sterling	191,236	36,410	154,826
Australian Dollar	190,088	106,872	83,216
Canadian Dollar	9,916	92	9,824
Others	988,705	101,337	887,368
			9,274,017
Capital (Note 48a)			153,494,642
NOP Ratio			6.04%

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside Trading Book (continued)

b. Exchange Rate Risk (continued)

The tables below present NOP (BRI only) as of March 31, 2018, December 31, 2017, 2016 and 2015, by currency, respectively, as follows (continued):

<u>Currencies</u>	<u>December 31, 2017</u>		
	<u>Assets</u>	<u>Liabilities</u>	<u>NOP</u>
<u>Statement of Financial Position and Administrative Accounts</u>			
United States Dollar	154,683,931	151,009,523	3,674,408
Renminbi	4,974,959	4,185,484	789,475
European Euro	2,657,026	3,109,627	452,601
Singapore Dollar	1,367,530	711,167	656,363
Japanese Yen	368,820	29,103	339,717
Great Britain Pound Sterling	123,919	53,640	70,279
Australian Dollar	145,894	107,965	37,929
Canadian Dollar	7,196	62	7,134
Others	899,315	98,105	801,210
			6,829,116
Capital (Note 48a)			161,751,939
NOP Ratio			4.22%

<u>Currencies</u>	<u>December 31, 2016</u>		
	<u>Assets</u>	<u>Liabilities</u>	<u>NOP</u>
<u>Statement of Financial Position and Administrative Accounts</u>			
United States Dollar	138,725,987	137,134,766	1,591,221
Renminbi	6,598,517	4,678,412	1,920,105
European Euro	10,065,634	14,520,265	4,454,631
Singapore Dollar	1,377,990	574,284	803,706
Japanese Yen	315,709	301,684	14,025
Great Britain Pound Sterling	212,224	66,595	145,629
Australian Dollar	185,862	262,620	76,758
Canadian Dollar	12,211	116	12,095
Others	564,675	47,416	517,259
			9,535,429
Capital (Note 48a)			142,910,432
NOP Ratio			6.67%

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Market Risk Management (continued)

4. Market Risk Outside Trading Book (continued)

b. Exchange Rate Risk (continued)

The tables below present NOP (BRI only) as of March 31, 2018, December 31, 2017, 2016 and 2015, by currency, respectively, as follows (continued):

Currencies	December 31, 2015		
	Assets	Liabilities	NOP
Statement of Financial Position and Administrative Accounts			
United States Dollar	132,947,360	131,831,296	1,116,064
Renminbi	10,048,508	9,935,599	112,909
European Euro	1,254,775	1,286,949	32,174
Singapore Dollar	737,789	250,912	486,877
Japanese Yen	159,437	15,961	143,476
Great Britain Pound Sterling	172,165	111,997	60,168
Australian Dollar	347,514	218,679	128,835
Canadian Dollar	17,835	174	17,661
Others	495,976	22,009	473,967
			2,572,131
Capital (Note 48a)			110,580,617
NOP Ratio			2.33%

5. BRI Agro Sensitivity Analysis

The following tables present sensitivity (unaudited) towards possible change in interest rate and exchange rate of BRI Agro towards statement of profit or loss and other comprehensive income with the remaining variables being constant.

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Percentage Change	Impact To statement of Profit or Loss And other Comprehensive Income	Percentage Change	Impact To statement of Profit or Loss And other Comprehensive Income	Percentage Change	Impact To statement of Profit or Loss And other Comprehensive Income	Percentage Change	Impact To statement of Profit or Loss And other Comprehensive Income
Interest rate risk	+/- 1%	+/-57,476	+/- 1%	+/-49,012	+/- 1%	+/-45,421	+/- 1%	+/-33,410
Foreign exchange rate risk	+/- 1%	+/-185	+/- 1%	+/-70	+/- 1%	+/-133	+/- 1%	+/-23

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Operational Risk Management

BRI Operational Risk Management is implemented according to Financial Services Authority Regulation No. 18/POJK.03/2016 dated March 22, 2016 on Risk Management Implementation of Commercial Bank, which requires risk management implementation to cover pillars on active control from the Board of Commissioners and Directors, policy adequacy, limit determination and procedure, identification process adequacy, measurement, monitoring and management of risk as well as risk management information system and internal control system.

The main objective of operational risk management implementation is managing operational risk exposure caused by internal and external factors that influences business and operational activities such as inadequacy of human resources, internal processes, IT system failures, natural disaster and external party crimes that potentially cause financial and non financial losses. Operational risk exposure management includes mitigation of legal, reputational, compliance and strategic risk exposure in every business process and operational activity.

Each operational working unit is responsible for the implementation of risk management process in the business and operational activities of each business unit through internal control system. It begins from the phase of identification, measurement, monitoring and risk mitigation. The Board of Directors determined risk management function in every business unit starting from Head Office level (Desk/Division), Regional Office, Special Branch Office, Branch Office which covers operations, marketing and micro businesses as well as Sub Branch Office, BRI Priority Service Center and Overseas Working Unit.

Risk Management of the Head Office and Regional Office is responsible for setting the guidelines of operational risk management, development and implementation of policy or procedure and methodology, monitoring, reviewing, and controlling operational risk management process. On the other hand, Risk Management is also involved in composing and monitoring BRI's operational risk profile, assessing the risk management adequacy of a new product and/or activity, and supporting the business unit or risk owner in order to develop risk awareness culture, anti fraud strategy implementation and compliance towards risk management principles. In order to discuss operational risk mitigation and risk control improvement, Operational Risk Management Committee (ORMC) is held quarterly and coordinated by Operational Risk Management Unit and related desk/division/business unit.

Internal audit as third line of defense including the Head Office and Inspectorate Office Audit within Indonesia is responsible in monitoring and validating the internal control adequacy of business and operational activities in every business unit and also the consistency of operational risk management implementation in BRI bank wide.

BRI's operational risk management implementation is facilitated by operational risk management tools called BRI Operational Risk Assessor (BRI OPRA), consisting of Risk and Control Self Assessment (RCSA) module, Key Risk Indicator (KRI), Incident Management (IM), Risk Management Forum and Maturity. Operational risk management tools policy has been updated in the decree of BRI Decision Letter No. S.17-DIR/DMR/02.2016.

In order to increase understanding on risk management, BRI focused on building risk awareness culture and risk management training/socialization continuously to all BRI employees and also improving internal control quality in each operational activities.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Operational Risk Management (continued)

1. Risk Control and Self Assessment (RCSA)

RCSA is a qualitative and predictive risk management tool which is used to identify and measure the impact and likelihood of risks. RCSA has already been implemented in Head Office (Desk/Division), Regional Office, Special Branch Office, Branch Office which also represents BRI Unit, Sub Branch Office and Priority Service Centre.

RCSA is used to help the business unit to identify and measure operational risk in every business and operational activities independently, including to monitor and determine the action plans or towards improvements.

The main risk issue is updated by considering business development such as new product and or activity implementation, new market segment and competition condition, change in internal/external policy and other changes which affect BRI risk exposure. Working unit performs RCSA assessment by considering Incident Management (IM)/Loss Event Database (LED) data, Key Risk Indicator (KRI) and Audit Result of the working unit. RCSA evaluation is performed quarterly, however, the frequency will be increased in time of significant changes in risk exposure.

RCSA consolidation report stated above is reported regularly to the BOD in RMC that was held quarterly.

2. Incident Management (IM) and Loss Event Database (LED)

Incident Management (IM) is BRI's Loss Event Database (LED) which includes data documentation process of loss events for all types of loss, financial and non financial loss, covering actual loss, potential loss and near misses, since occurrence up to settlement, including corrective and incident handling measures conducted.

Based on loss event data in IM module, loss event analysis can be performed based on causes, functional activities, event types and business lines. LED information system can be used to determine the preventive actions in risk mitigation, based on the process of incident handling or settlement for the non financial loss, financial loss, financial loss recovery and litigation process.

BRI's operational loss event data has been documented consistently and systematically since 2007 in loss event database matrix which is classified into 8 (eight) business lines and 7 (seven) event types based on the loss event severity and frequency.

In order to calculate operational capital charge and Risk Weighted Assets (RWA), according to regulator policy, BRI used Basic Indicator Approach (BIA) method since it has been implemented in 2010. However, BRI has been prepared for The Standardised Approach (TSA) and Advanced Measurement Approach (AMA). BRI's LED also has been used to calculate operational risk capital charge by Advanced Measurement Approach (AMA) method, based on Extreme Value Theory (EVT) and Loss Distribution Approach (LDA). In order to do more advanced calculation of operational risk capital charge, BRI has developed gap analysis related to the implementation of TSA and AMA.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Operational Risk Management (continued)

3. Key Risk Indicator (KRI)

KRI is a tool to detect risks/favorable risk trends increase and or risks decrease both leading/futuristic or historical. Risk trend prediction is used to determine action plans in order to mitigate operational risk before it causes the financial or non financial loss.

BRI has identified key risk indicators for all risks type and determined the risks threshold or limit which portrays the acceptable condition and risk appetite of the management. It is established by using the best judgement, considering BRI risk exposures and risk appetite, that involved internal auditor, risk owner and other business units. BRI's KRI are reflected on its Bank Wide Risk Profile and Regional Risk Profile Report which are monitored and reported monthly to the management.

4. Risk Management Forum

Risk Management Forum is a risk management tool to document the result of meeting/forum among the head of BRI's business units with the lower level employees and staffs in order to discuss inherent risks in the daily business or operational activities that might be the constraint in achieving the business target or business performance. Risk management forum, which are held in each business unit, are expected to support the growth of BRI's risk awareness culture.

5. Maturity

Maturity is a self assessment process on the establishment level of risk management implementation in each of BRI working unit. Maturity assessment is performed at every end of year by each working unit head using certain parameters. By performing maturity assessment, it is expected that each working unit will be able to evaluate the risk management implementation performed, in order to compose future improvement plan.

6. Business Continuity Management (BCM)

The possibility of disaster caused by nature, human or technology to pose a threat to BRI's business continuity, as BRI has business units spread across Indonesia. Therefore, the Board of Directors concern to develop and implement Business Continuity Management (BCM Policies) in order to ensure the employees, customers and other third parties safety and security who are in the vicinity of BRI business unit environment (Emergency Response Plan) and maintain the continuity of critical businesses and operational activities, protect BRI's assets and provide sufficient response during disruption or disaster conditions (Business Continuity Plan). BCM is stipulated through BRI Circular Letter No. S.26-DIR/DMR/12/2016.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

39. RISK MANAGEMENT (continued)

Operational Risk Management (continued)

6. Business Continuity Management (BCM) (continued)

BCM implementation covers all business units, among others through Crisis Management Team, Call Tree arrangement and alternate sites determination. In order to deal with the disruption/disaster in each of business units, BRI business units have already estimated the Disaster and Threat Risk Assessment to identify necessary resources. BCM test runs are prioritized to the business units in prone areas and are done annually, in Head Offices Building BRI 1 and 2, IT Building and BRI Corporate University Building as well as Student Dormitory in Raganan.

The readiness of BRI organization to ensure the implementation of business continuity procedures has been tested during disaster conditions in several business units, whereas in fourth quarter of 2017 there are the increase of status and activity of Mount Agung and 6.2 SR earthquake centered to the South of Sukabumi which have affected operations and business in Denpasar and Pangandaran BRI working units.

7. New Product and/or Activity Launching

In order to launch each BRI's new product and or activity, it involves risk management process that covers risk assessment done by product owner in every launch of new product and or activity, including control determination to mitigate the risks that might appear.

Risk Management Division are responsible to asses the risk mitigation adequacy and recommend the assessment result for the approval of the Risk Management Director. New Product and/or Activity Launching is stipulated through BRI Circular Letter No. S.89-DIR/MOP/11/2017.

8. Anti-Fraud Strategy Implementation

Anti-Fraud Strategy has been implemented in accordance with BRI internal policy and procedure which concern on fraud cases handling in order to show the management intolerance to fraud (zero fraud tolerance). Anti fraud strategy establishment and implementation is a part of risk management implementation, in order to prevent and manage fraud incident in BRI. Anti-Fraud Strategy covers 4 (four) pillars which are: prevention pillar, detection pillar, investigation, report and sanction pillar and evaluation, monitoring and follow-up pillar.

Statement of anti-fraud commitment are signed by Board of Commissioners and Directors, management and all BRI employees as a part of employee awareness and fraud prevention. Anti-Fraud Strategy Policy is stipulated through BRI Decision Letter No. S.25-DIR/DMR/12/2016.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

40. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

The tables below present the comparison of the carrying values and fair values of financial assets and liabilities. The fair values disclosed below are based on relevant information available as of March 31, 2018, December 31, 2017, 2016 and 2015 are not updated to reflect changes in market conditions which have occurred subsequently.

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Carrying value	Fair value	Carrying value	Fair value	Carrying value	Fair value	Carrying value	Fair value
ASSETS								
Cash	21,264,573	21,264,573	24,797,782	24,797,782	25,212,024	25,212,024	28,771,635	28,771,635
Current accounts with Bank Indonesia	61,109,044	61,109,044	58,155,479	58,155,479	55,635,946	55,635,946	61,717,798	61,717,798
Current accounts with other Banks	13,102,157	13,102,157	5,925,684	5,925,684	11,022,715	11,022,715	8,736,092	8,736,092
Placement with Bank Indonesia and other Banks	30,622,261	30,622,261	55,105,687	55,105,687	78,142,754	78,142,754	49,834,664	49,834,664
Securities								
Fair value through profit or loss	4,754,440	4,754,440	1,762,263	1,762,263	674,966	674,966	929,334	929,334
Available for sale	126,118,565	126,118,565	130,927,293	130,927,293	69,492,266	69,492,266	60,702,050	60,702,050
Held to maturity	51,226,921	53,453,611	54,229,122	56,701,981	61,896,112	62,452,483	63,590,707	59,218,417
Export bills and notes receivables	12,521,733	12,521,733	10,654,353	10,654,353	11,580,175	11,580,175	7,866,654	7,866,654
Government Recapitalization Bonds								
Available for sale	718,146	718,146	717,840	717,840	718,434	718,434	715,958	715,958
Held to maturity	2,225,000	2,217,868	2,600,000	2,575,239	2,600,000	2,592,245	3,100,000	3,083,712
Securities purchased under agreement to resell	13,186,389	13,186,389	18,011,026	18,011,026	1,557,370	1,557,370	845,125	845,125
Derivatives receivable	310,870	310,870	145,928	145,928	91,657	91,657	-	-
Loans, sharia receivables and financing	722,590,929	678,633,140	706,846,900	667,849,222	638,543,466	601,402,821	563,580,109	525,895,593
Acceptances receivable	4,775,208	4,775,208	5,693,425	5,693,425	5,692,583	5,692,583	5,163,471	5,163,471
Finance lease receivable	2,522,147	2,600,544	2,385,483	2,405,495	2,070,300	2,059,460	-	-
Investment in associated entities ^{*)}	5,939	5,939	2,439	2,439	2,439	2,439	6,239	6,239
Other assets ^{**)}	4,955,992	4,955,992	5,484,806	5,484,806	3,291,918	3,291,918	3,079,510	3,079,510
Total	1,072,010,314	1,030,350,480	1,083,445,510	1,046,915,942	968,225,125	931,622,256	858,639,346	816,566,252
LIABILITIES								
Liabilities due immediately	20,650,597	20,650,597	6,584,201	6,584,201	5,410,313	5,410,313	5,138,562	5,138,562
Deposits from customers ^{***)}								
Demand deposits	129,080,193	129,080,193	147,435,604	147,435,604	142,546,863	142,546,863	114,367,088	114,367,088
Saving deposits	333,002,436	333,002,436	349,440,873	349,440,873	303,270,288	303,270,288	272,470,992	272,470,992
Time deposits	364,976,976	364,976,976	344,779,973	344,779,973	308,709,223	308,709,223	282,157,299	282,157,299
Deposits from other banks and financial institutions								
Demand deposits	424,495	424,495	351,951	351,951	239,006	239,006	164,048	164,048
Saving deposits	4,288	4,288	6,709	6,709	6,497	6,497	5,704	5,704
Time deposits and deposits on call	5,140,593	5,140,593	4,059,761	4,059,761	1,028,520	1,028,520	4,944,076	4,944,076
Inter-bank call money	1,556,788	1,556,788	1,174,946	1,174,946	955,515	955,515	6,051,245	6,051,245
Securities sold under agreement to repurchase	10,468,976	10,468,976	12,136,684	12,136,684	7,302,398	7,302,398	11,377,958	11,377,958
Derivatives payable	353,135	353,135	200,858	200,858	347,217	347,217	445,753	445,753
Acceptances payable	4,775,208	4,775,208	5,693,425	5,693,425	5,692,583	5,692,583	5,163,471	5,163,471
Marketable securities issued	26,272,075	26,786,300	30,619,658	31,472,743	24,800,781	25,123,300	10,521,103	10,805,020
Fund borrowings	32,524,285	32,524,285	29,403,009	29,403,009	35,008,170	35,008,170	35,480,358	35,480,358
Subordinated loans and marketable securities	986,530	986,530	986,450	986,450	1,008,510	1,007,148	56,468	56,468
Other liabilities ^{****)}	3,824,096	3,824,096	2,454,031	2,454,031	1,851,087	1,851,087	1,441,604	1,441,604
Total	934,040,671	934,554,896	935,328,133	936,181,218	838,176,971	838,498,128	749,785,729	750,069,646

*) Investment in associated entities with no significant influence.

**) Other assets consist of interest receivable, other receivable and accrued income based on sharia principles.

***) Including deposits based on sharia principles.

****) Other liabilities consist of interest payables, guarantee deposits, investment contract liabilities, co-insurance liabilities, reinsurance and classified as available for sale, *tabarru'* fund and temporary *syirkah* funds.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

40. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES (continued)

Methods and assumptions used to estimate fair value are as follows:

- a) The fair values of certain financial assets and liabilities, except for securities and Government Recapitalization Bonds classified as held to maturity, loans, finance lease receivable, derivatives receivable and payable, fund borrowings, marketable securities issued and subordinated loans and marketable securities approximate their carrying values due to their short-term maturities.

The estimated fair values of certain financial assets are determined based on discounted cash flows using money market interest rates for instruments with similar credit risk and remaining maturities.

The estimated fair values of certain financial liabilities which are not quoted in an active market are determined based on discounted cash flows using interest rates of instruments with similar remaining maturities.

- b) Securities and Government Recapitalization Bonds

The fair values of securities and Government Recapitalization Bonds classified as held to maturity are determined based on market prices or price quotations of intermediary (broker)/securities dealers. If the information is not available, fair values are estimated by using quoted market price of securities with similar credit characteristics, maturity and yield.

- c) Loans

BRI's loan portfolio generally consists of loans with floating rates and fixed rates. Loans are stated at carrying amount. The fair value of loans is derived based on discounted future cash flows expected to be received by BRI using current market rates.

- d) Finance Lease Receivable

Fair value is calculated based on discounted cash flow models by using market interest rates.

- e) Derivative receivable and payable

The fair values of derivatives instrument valued by valuation techniques using components which can be observed in the market, primarily are interest rate swaps, currency swaps and currency exchange contracts. Most widely used valuation techniques include forward and swap valuation models which use the present value calculation. The models incorporate various components which include the credit quality of the counterparty, spot value and future contracts as well as interest rate curve.

- f) Fund borrowings, marketable securities and subordinated loans and marketable securities

Fair value is calculated based on discounted cash flow models by using market rates for the remaining maturity period.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

40. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES (continued)

The following tables present financial instruments measured at fair value based on the hierarchy used by BRI to determine and disclose the fair value of financial instruments (Note 2c):

	March 31, 2018			
	Fair value	Level 1	Level 2	Level 3
Financial Assets				
Fair value through profit or loss				
Deposit Certificates of Bank Indonesia	671,561	671,561	-	-
Government bonds	2,830,048	2,830,048	-	-
Derivatives receivable	310,870	-	310,870	-
Mutual funds	955,665	955,665	-	-
Subordinated bonds	45,001	45,001	-	-
Bonds	40,504	40,504	-	-
Others	211,661	211,661	-	-
	5,065,310	4,754,440	310,870	-
Available for sale				
Government bonds	80,856,024	80,856,024	-	-
Certificates of Bank Indonesia	2,959,814	2,959,814	-	-
Deposit Certificates of Bank Indonesia	27,624,140	27,624,140	-	-
Bonds	10,361,247	10,361,247	-	-
Mutual funds	1,769,955	1,769,955	-	-
Government Recapitalization Bonds	718,146	718,146	-	-
Subordinated bonds	785,845	785,845	-	-
Negotiable Certificate of Deposits	662,438	662,438	-	-
Medium-Term Notes	97,015	97,015	-	-
U.S. Treasury Bonds	229,890	229,890	-	-
Singapore Government Securities	186,544	186,544	-	-
MAS Bills	314,347	314,347	-	-
Others	271,306	271,306	-	-
	126,836,711	126,836,711	-	-
Held to maturity				
Government bonds	48,774,941	48,774,941	-	-
Bonds	3,281,142	3,281,142	-	-
Government Recapitalization Bonds	2,217,868	2,217,868	-	-
Negotiable Certificate of Deposits	208,198	208,198	-	-
Medium-Term notes	209,539	209,539	-	-
Subordinated bonds	58,073	58,073	-	-
Others	921,718	921,718	-	-
	55,671,479	55,671,479	-	-
Loans and receivables				
Loans, Sharia receivables and financing	676,032,596	-	662,452,527	13,580,069
Finance lease receivable	2,600,544	-	-	2,600,544
	678,633,140	-	662,452,527	16,180,613
Total Financial Assets	866,206,640	187,262,630	662,763,397	16,180,613
Financial Liabilities				
Fair value through profit or loss				
Derivatives payable	353,135	-	353,135	-
Other liabilities				
Marketable securities issued	26,786,300	26,786,300	-	-
Subordinated loans and marketable securities	986,530	986,530	-	-
	27,772,830	27,772,830	-	-
Total Financial Liabilities	28,125,965	27,772,830	353,135	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

40. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES (continued)

The following tables present financial instruments measured at fair value based on the hierarchy used by BRI to determine and disclose the fair value of financial instruments (Note 2c) (continued):

	December 31, 2017			
	Fair value	Level 1	Level 2	Level 3
Financial Assets				
Fair value through profit or loss				
Mutual funds	842,935	842,935	-	-
Deposit Certificates of Bank Indonesia	385,040	385,040	-	-
Government bonds	194,828	194,828	-	-
Derivatives receivable	145,928	-	145,928	-
Bonds	71,378	71,378	-	-
Subordinated bonds	50,976	50,976	-	-
Others	217,106	217,106	-	-
	<u>1,908,191</u>	<u>1,762,263</u>	<u>145,928</u>	<u>-</u>
Available for sale				
Government bonds	74,830,836	74,830,836	-	-
Deposit Certificates of Bank Indonesia	35,482,251	35,482,251	-	-
Bonds	10,238,591	10,238,591	-	-
Certificates of Bank Indonesia	6,046,221	6,046,221	-	-
Mutual funds	1,504,868	1,504,868	-	-
Subordinated bonds	796,981	796,981	-	-
Negotiable Certificate of Deposits	764,161	764,161	-	-
Government Recapitalization Bonds	717,840	717,840	-	-
MAS Bills	431,165	431,165	-	-
U.S. Treasury Bonds	234,941	234,941	-	-
Medium-Term Notes	207,000	207,000	-	-
Singapore Government Securities	184,486	184,486	-	-
Others	205,792	205,792	-	-
	<u>131,645,133</u>	<u>131,645,133</u>	<u>-</u>	<u>-</u>
Held to maturity				
Government bonds	50,457,329	50,457,329	-	-
Bonds	4,453,319	4,453,319	-	-
Government Recapitalization Bonds	2,575,239	2,575,239	-	-
Bank Indonesia Sharia				
Certificates (SBIS)	250,000	250,000	-	-
Deposit Certificates of Bank Indonesia	597,605	597,605	-	-
Negotiable Certificate of Deposits	265,083	265,083	-	-
Medium-Term notes	150,360	150,360	-	-
Subordinated bonds	20,000	20,000	-	-
Others	508,285	508,285	-	-
	<u>59,277,220</u>	<u>59,277,220</u>	<u>-</u>	<u>-</u>
Loans and receivables				
Loans, Sharia receivables and financing	667,849,222	-	653,265,720	14,583,502
Finance lease receivable	2,405,495	-	-	2,405,495
	<u>670,254,717</u>	<u>-</u>	<u>653,265,720</u>	<u>16,988,997</u>
Total Financial Assets	<u>863,085,261</u>	<u>192,684,616</u>	<u>653,411,648</u>	<u>16,988,997</u>
Financial Liabilities				
Fair value through profit or loss				
Derivatives payable	200,858	-	200,858	-
Other liabilities				
Marketable securities issued	31,472,743	31,472,743	-	-
Subordinated loans and marketable securities	986,450	986,450	-	-
	<u>32,459,193</u>	<u>32,459,193</u>	<u>-</u>	<u>-</u>
Total Financial Liabilities	<u>32,660,051</u>	<u>32,459,193</u>	<u>200,858</u>	<u>-</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

40. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES (continued)

The following tables present financial instruments measured at fair value based on the hierarchy used by BRI to determine and disclose the fair value of financial instruments (Note 2c) (continued):

	December 31, 2016			
	Fair value	Level 1	Level 2	Level 3
Financial Assets				
Fair value through profit or loss				
Mutual funds	295,372	295,372	-	-
Derivatives receivable	91,657	-	91,657	-
Government bonds	84,746	84,746	-	-
Bonds	64,745	64,745	-	-
Subordinated bonds	45,880	45,880	-	-
Others	184,223	184,223	-	-
	766,623	674,966	91,657	-
Available for sale				
Government bonds	41,098,626	41,098,626	-	-
Certificate of Bank Indonesia	12,617,484	12,617,484	-	-
Bonds	6,785,877	6,785,877	-	-
Deposit Certificates of Bank Indonesia	6,023,957	6,023,957	-	-
Mutual funds	925,784	925,784	-	-
Subordinated bonds	812,649	812,649	-	-
Government Recapitalization Bonds	718,434	718,434	-	-
U.S. Treasury Bonds	347,887	347,887	-	-
MAS Bills	325,918	325,918	-	-
Singapore Government Securities	198,706	198,706	-	-
Medium-Term Notes	195,074	195,074	-	-
Others	160,304	160,304	-	-
	70,210,700	70,210,700	-	-
Held to maturity				
Government bonds	51,737,965	51,737,965	-	-
Bonds	4,663,814	4,663,814	-	-
Government Recapitalization Bonds	2,592,245	2,592,245	-	-
Certificate of Bank Indonesia	2,009,884	2,009,884	-	-
Bank Indonesia Sharia				
Certificates (SBIS)	1,650,000	1,650,000	-	-
Negotiable Certificate of Deposits	1,468,526	1,468,526	-	-
Medium-Term notes	254,022	254,022	-	-
Subordinated bonds	60,549	60,549	-	-
Promissory Notes	26,945	26,945	-	-
Others	580,778	580,778	-	-
	65,044,728	65,044,728	-	-
Loans and receivables				
Loans, Sharia receivables and				
Financing	601,402,821	-	579,128,986	22,273,835
Finance lease receivable	2,059,460	-	-	2,059,460
	603,462,281	-	579,128,986	24,333,295
Total Financial Assets	739,484,332	135,930,394	579,220,643	24,333,295

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

40. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES (continued)

The following tables present financial instruments measured at fair value based on the hierarchy used by BRI to determine and disclose the fair value of financial instruments (Note 2c) (continued):

	December 31, 2016			
	Fair value	Level 1	Level 2	Level 3
Financial Liabilities				
Fair value through profit or loss				
Derivatives payable	347,217	-	347,217	-
Other liabilities				
Marketable securities issued	25,123,300	25,123,300	-	-
Subordinated loans and marketable securities	1,007,148	1,007,148	-	-
	26,130,448	26,130,448	-	-
Total Financial Liabilities	26,477,665	26,130,448	347,217	-
	December 31, 2015			
	Fair value	Level 1	Level 2	Level 3
Financial Assets				
Fair value through profit or loss				
Government bonds	565,699	565,699	-	-
Mutual funds	124,092	124,092	-	-
Medium-Term notes	56,198	56,198	-	-
Bonds	18,091	18,091	-	-
Others	165,254	165,254	-	-
	929,334	929,334	-	-
Available for sale				
Government bonds	40,133,946	40,133,946	-	-
Certificates of Bank Indonesia	7,823,499	7,823,499	-	-
Deposit Certificates of Bank Indonesia	5,516,495	5,516,495	-	-
Bonds	4,186,898	4,186,898	-	-
Mutual funds	1,573,553	1,573,553	-	-
Government Recapitalization Bonds	715,958	715,958	-	-
Subordinated bonds	513,836	513,836	-	-
Medium-Term Notes	324,965	324,965	-	-
U.S. Treasury Bonds	259,577	259,577	-	-
Singapore Government Securities	220,867	220,867	-	-
Others	148,414	148,414	-	-
	61,418,008	61,418,008	-	-
Held to maturity				
Government bonds	49,918,638	49,918,638	-	-
Bonds	4,615,545	4,615,545	-	-
Government Recapitalization Bonds	3,083,712	3,083,712	-	-
Deposit Certificates of Bank Indonesia	1,089,410	1,089,410	-	-
Bank Indonesia Sharia Certificates (SBIS)	1,350,000	1,350,000	-	-
Credit linked notes	677,645	677,645	-	-
Certificates of Bank Indonesia	683,777	683,777	-	-
Negotiable Certificate of Deposits	350,190	350,190	-	-
Medium-Term notes	360,508	360,508	-	-
Subordinated bonds	145,134	145,134	-	-
Promissory Notes	27,570	27,570	-	-
	62,302,129	62,302,129	-	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

40. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES KEUANGAN (continued)

The following tables present financial instruments measured at fair value based on the hierarchy used by BRI to determine and disclose the fair value of financial instruments (Note 2c) (continued):

	December 31, 2015			
	Fair value	Level 1	Level 2	Level 3
Financial Assets (continued)				
Loans and receivables				
Loans, Sharia receivables and financing	525,895,593	-	509,728,033	16,167,560
Total Financial Assets	650,545,064	124,649,471	509,728,033	16,167,560
Financial Liabilities				
Fair value through profit or loss				
Derivatives payable	445,753	-	445,753	-
Other liabilities				
Marketable securities issued	10,805,020	10,805,020	-	-
Total Financial Liabilities	11,250,773	10,805,020	445,753	-

41. SEGMENT INFORMATION

Information concerning the segments of BRI and Subsidiaries are as follows:

a. Corporate Name	Main Business
PT Bank Rakyat Indonesia (Persero) Tbk	Conventional Banking
PT Bank BRISyariah	Sharia Banking
PT Bank Rakyat Indonesia Agroniaga Tbk	Conventional Banking
BRI Remittance Co. Limited Hong Kong	Financial Service
PT Asuransi BRI Life	Life Insurance
PT BRI Multifinance Indonesia	Financing

b. Operating Segment

For management purposes, BRI is organized into 5 (five) operating segments based on products which are as follows:

- Micro Segment
- Retail Segment
- Corporate Segment
- Other Segments
- Subsidiaries

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

41. SEGMENT INFORMATION (continued)

b. Operating Segment (continued)

Information concerning the operating segments of BRI and Subsidiaries are as follows (unaudited) (continued):

As of March 31, 2018 and for Three-month Period Then Ended						
Description	Micro	Retail	Corporate	Others	Subsidiaries	Total
Interest and premium income - net	9,040,488	6,550,678	1,514,135	875,813	889,693	18,870,807
Other operating income	1,912,822	2,109,867	191,949	625,305	148,054	4,987,997
Total income	10,953,310	8,660,545	1,706,084	1,501,118	1,037,747	23,858,804
Other operating expenses	(3,759,997)	(3,590,037)	(891,330)	(439,073)	(648,689)	(9,329,126)
Provision for impairment losses	(2,617,886)	(2,053,672)	(647,787)	-	(66,631)	(5,385,976)
Total expenses	(6,377,883)	(5,643,709)	(1,539,117)	(439,073)	(715,320)	(14,715,102)
Non operating income - net	4,543	10,531	(1,036)	(5,046)	5,253	14,245
Income before income tax expense	4,579,970	3,027,367	165,931	1,056,999	327,680	9,157,947
Income tax expense	(870,314)	(575,279)	(31,531)	(200,857)	(57,956)	(1,735,937)
Income for the year	3,709,656	2,452,088	134,400	856,142	269,724	7,422,010
Segment Assets						
Loans	265,761,274	281,991,686	176,728,502	-	33,196,164	757,677,626
Allowance for impairment losses	(13,429,543)	(3,487,319)	(14,578,842)	-	(1,068,846)	(32,564,550)
Non loans	-	-	-	368,255,146	22,103,751	390,358,897
	252,331,731	278,504,367	162,149,660	368,255,146	54,231,069	1,115,471,973
Segment Liabilities						
Funding	240,498,749	295,916,813	248,853,162	-	41,790,881	827,059,605
Non funding	-	-	-	121,331,815	10,215,034	131,546,849
	240,498,749	295,916,813	248,853,162	121,331,815	52,005,915	958,606,454

As of December 31, 2017 and for the Year Then Ended						
Description	Micro	Retail	Corporate	Others	Subsidiaries	Total
Interest and premium income - net	36,447,777	23,067,911	6,857,906	4,054,952	2,962,355	73,390,901
Other operating income	6,453,398	8,985,018	899,231	2,355,189	398,231	19,091,067
Total income	42,901,175	32,052,929	7,757,137	6,410,141	3,360,586	92,481,968
Other operating expenses	(15,371,678)	(15,048,835)	(3,541,484)	(2,350,602)	(2,129,049)	(38,441,648)
Provision for impairment losses	(7,642,460)	(5,738,482)	(3,278,755)	-	(574,789)	(17,234,486)
Total expenses	(23,014,138)	(20,787,317)	(6,820,239)	(2,350,602)	(2,703,838)	(55,676,134)
Non operating income - net	88,970	185,381	327	(73,034)	14,679	216,323
Income before income tax expense	19,976,007	11,450,993	937,225	3,986,505	671,427	37,022,157
Income tax expense	(4,331,159)	(2,482,782)	(203,207)	(864,347)	(96,328)	(7,977,823)
Income for the year	15,644,848	8,968,211	734,018	3,122,158	575,099	29,044,334
Segment Assets						
Loans	252,850,653	270,601,420	184,548,972	-	31,335,475	739,336,520
Allowance for impairment losses	(11,827,384)	(3,202,568)	(14,032,310)	-	(1,041,875)	(30,104,137)
Non loans	-	-	-	394,510,217	19,235,611	413,745,828
	241,023,269	267,398,852	170,516,662	394,510,217	49,529,211	1,122,978,211
Segment Liabilities						
Funding	243,794,632	304,439,989	255,091,949	-	38,329,880	841,656,450
Non funding	-	-	-	108,064,289	9,180,209	117,244,498
	243,794,632	304,439,989	255,091,949	108,064,289	47,510,089	958,900,948

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

41. SEGMENT INFORMATION (continued)

b. Operating Segment (continued)

Information concerning the operating segments of BRI and Subsidiaries are as follows (unaudited) (continued):

As of December 31, 2016 and for the Year Then Ended						
Description	Micro	Retail	Corporate	Others	Subsidiaries	Total
Interest and premium income - net	34,477,951	19,488,591	6,006,200	3,122,328	2,601,939	65,697,009
Other operating income	6,517,052	7,674,882	972,169	1,515,107	319,579	16,998,789
Total income	40,995,003	27,163,473	6,978,369	4,637,435	2,921,518	82,695,798
Other operating expenses	(14,921,582)	(13,814,825)	(2,994,735)	(1,296,931)	(1,912,532)	(34,940,605)
Provision for impairment losses	(6,624,372)	(3,355,030)	(3,340,361)	-	(470,888)	(13,790,651)
Total expenses	(21,545,954)	(17,169,855)	(6,335,096)	(1,296,931)	(2,383,420)	(48,731,256)
Other operating income - net	123,338	232,923	292,580	(633,642)	(5,971)	9,228
Income before income tax expense	19,572,387	10,226,541	935,853	2,706,862	532,127	33,973,770
Income tax expense	(4,499,665)	(2,351,067)	(215,151)	(622,304)	(57,592)	(7,745,779)
Income for the year	15,072,722	7,875,474	720,702	2,084,558	474,535	26,227,991
Segment Assets						
Loans	221,802,205	237,808,490	175,680,526	-	28,128,997	663,420,218
Allowance for impairment losses	(10,556,250)	(2,920,658)	(8,467,463)	-	(862,081)	(22,806,452)
Non loans	-	-	-	348,325,310	12,184,420	360,509,730
	211,245,955	234,887,832	167,213,063	348,325,310	39,451,336	1,001,123,496
Segment Liabilities						
Funding	213,208,779	285,574,629	225,062,050	-	30,680,916	754,526,374
Non funding	-	-	-	94,697,514	7,607,948	102,305,462
	213,208,779	285,574,629	225,062,050	94,697,514	38,288,864	856,831,836

As of December 31, 2015 and for the Year Then Ended						
Description	Micro	Retail	Corporate	Others	Subsidiaries	Total
Interest income - net	31,093,854	17,437,421	4,279,340	1,784,556	1,720,677	56,315,848
Other operating income	5,276,402	6,395,257	247,029	1,751,510	185,286	13,855,484
Total income	36,370,256	23,832,678	4,526,369	3,536,066	1,905,963	70,171,332
Other operating expenses	(12,113,826)	(11,943,153)	(2,974,116)	(942,021)	(1,338,661)	(29,311,777)
Provision for impairment losses	(5,226,934)	(1,951,508)	(1,402,634)	-	(319,129)	(8,900,205)
Total expenses	(17,340,760)	(13,894,661)	(4,376,750)	(942,021)	(1,657,790)	(38,211,982)
Other operating income - net	187,146	261,292	35,256	16,567	34,407	534,668
Income before income tax expense	19,216,642	10,199,309	184,875	2,610,612	282,580	32,494,018
Income tax expense	(3,885,329)	(2,236,457)	(56,830)	(828,672)	(75,942)	(7,083,230)
Income for the year	15,331,313	7,962,852	128,045	1,781,940	206,638	25,410,788
Segment Assets						
Loans	188,428,179	213,741,251	156,266,586	-	22,658,528	581,094,544
Allowance for impairment losses	(9,495,512)	(2,401,479)	(5,133,361)	-	(484,083)	(17,514,435)
Non Loans	-	-	-	302,785,935	10,076,494	312,862,429
	178,932,667	211,339,772	151,133,225	302,785,935	32,250,939	876,442,538
Segment Liabilities						
Funding	190,216,859	256,974,993	195,582,152	-	26,221,375	668,995,379
Non funding	-	-	-	90,832,577	5,471,177	96,303,754
	190,216,859	256,974,993	195,582,152	90,832,577	31,692,552	765,299,133

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

41. SEGMENT INFORMATION (continued)

c. Geographical Segment (Unaudited)

Description	Total Income				
	Three-month period Ended March 31,		Year Ended December 31,		
	2018	2017	2017	2016	2015
Indonesia	23,773,752	21,209,007	91,923,171	82,168,879	69,797,814
USA	98,031	135,461	500,743	473,146	354,868
Timor Leste	5,023	-	5,155	-	-
Hong Kong	1,690	1,317	5,653	4,452	14,184
Singapore	(19,692)	14,954	47,246	49,321	4,466
Total	23,858,804	21,360,739	92,481,968	82,695,798	70,171,332

Description	Income before tax expense				
	Three-month period Ended March 31,		Year Ended December 31,		
	2018	2017	2017	2016	2015
Indonesia	9,106,800	8,010,845	36,659,600	33,609,647	32,229,090
USA	82,291	97,526	365,318	346,335	272,416
Hong Kong	32	51	199	167	462
Timor Leste	(115)	-	(7,924)	-	-
Singapore	(31,061)	5,249	4,964	17,621	(7,950)
Total	9,157,947	8,113,671	37,022,157	33,973,770	32,494,018

Description	Total assets			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Indonesia	1,096,131,391	1,104,377,993	984,256,727	860,784,169
USA	15,078,205	14,847,364	14,065,978	12,731,232
Singapore	3,685,696	3,365,196	2,794,839	2,921,305
Timor Leste	569,238	379,288	-	-
Hong Kong	7,443	8,370	5,952	5,832
Total	1,115,471,973	1,122,978,211	1,001,123,496	876,442,538

Description	Total liabilities			
	March 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015
Indonesia	939,707,207	940,817,829	840,376,290	749,907,147
USA	14,606,578	14,330,575	13,656,808	12,450,720
Singapore	3,713,617	3,362,659	2,798,400	2,941,011
Timor Leste	577,510	387,328	-	-
Hong Kong	1,542	2,557	338	255
Total	958,606,454	958,900,948	856,831,836	765,299,133

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM

a. Defined Benefit Pension Plan

Effective January 1, 2007, all newly appointed permanent employees are not included in this program and the right to pension benefits is given based on the established conditions which are stated in the regulations of BRI with consideration to the yearly gratuity factor over the working period and income on the pension fund. BRI's pension plan is managed by Dana Pensiun BRI (DPBRI). According to the regulation in BRI Directors' Decision Letter, the employee's contribution for pension contribution amounted to 7% of the employee's pension-based salary and any remaining amount required to fund DPBRI represents the contribution by BRI, amounted to 26.65% (previously 25.02%) since October 1, 2017.

The actuarial calculation of BRI's pension costs as of March 31, 2018, December 31, 2017, 2016 and 2015 was prepared by PT Bestama Aktuarial, an independent actuary, in its reports dated April 4, 2018, January 4, 2018, January 5, 2017 and January 5, 2016, respectively, which were prepared in accordance with SFAS No. 24 (Revised 2013) using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	7.40%	7.60%	8.10%	8.90%
Annual pension-based salary growth rate	7.50	7.50	7.50	7.50
Annual pension benefit growth rate	4.00	4.00	4.00	4.00
Mortality rate	CSO 1958	CSO 1958	CSO 1958	CSO 1958
Disability rate	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958
Normal retirement age	56 year	56 year	56 year	56 year

The assets of DPBRI mainly consist of saving deposits, time deposits, securities, mutual fund units, securities with collateral assets, long-term investments in the form of shares of stocks and property.

Movements in present value of defined benefit pension as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Present value of defined benefit pension				
- beginning balance	16,749,997	15,032,520	13,221,843	12,845,427
Interest expense	317,000	1,191,806	1,151,483	1,015,124
Current service cost	81,589	316,354	286,216	274,022
Past service cost	-	-	300,295	322,182
Benefit paid	(213,233)	(954,113)	(853,894)	(838,047)
Actuarial (gain)/loss	(315,892)	1,163,430	926,577	(396,865)
Present Value of Defined Benefit Pension Liabilities - ending balance	16,619,461	16,749,997	15,032,520	13,221,843

Movements in the fair value of program assets as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Fair value of program assets				
- beginning balance	17,665,697	16,230,759	14,287,884	12,571,805
The real development results	281,838	2,068,136	2,469,674	2,218,737
Contributions paid - Employer	72,530	250,758	255,787	262,881
Contributions paid - Participants	16,946	70,157	71,308	72,508
Benefit paid	(213,233)	(954,113)	(853,894)	(838,047)
Program assets - ending balance	17,823,778	17,665,697	16,230,759	14,287,884

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

a. Defined Benefit Pension Plan (continued)

Movements in the defined benefit pension liabilities as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	-	-	-	273,622
Defined benefit pension expense				
- net (Note 35)	64,568	246,012	513,384	543,325
Contributions paid - current period	(72,530)	(250,759)	(255,787)	(262,881)
Remeasurement liabilities (assets) for defined benefit pension - net	7,962	4,747	(257,597)	(554,066)
Ending balance	-	-	-	-

Remeasurement of liabilities (assets) for defined benefit pension as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	(1,042,811)	(1,047,558)	(789,961)	(235,895)
Actuarial (gain)/loss	(315,892)	1,163,430	926,577	(396,865)
Yields on assets program	52,637	(779,088)	(1,221,494)	(1,223,242)
Impact change of assets other than the net interest liabilities/(assets)	271,218	(379,595)	37,320	1,066,041
Total remeasurement of liabilities/(assets) for defined benefit pension - net	(1,034,848)	(1,042,811)	(1,047,558)	(789,961)

Benefit pension expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, respectively, based on the actuarial calculation is as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	81,589	78,544	316,354	286,216	274,022
Contributions paid -					
Participants	(16,946)	(17,138)	(70,157)	(71,308)	(72,508)
Interest expense - net	(75)	1	(185)	(1,819)	19,629
Past service cost	-	-	-	300,295	322,182
Benefit pension expense (Note 35)	64,568	61,407	246,012	513,384	543,325

b. Old-Age Benefits Plan

BRI's employees are also given old-age benefits (THT) based on the regulation as stated in the Decision Letter of the Directors of BRI, BRI's old-age benefits plan is managed by Yayasan Kesejahteraan Pegawai BRI.

Old-age benefit contributions consist of payments from the employees and BRI's contributions in accordance with the requirements of the Decision Letter of Directors of BRI.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

b. Old-Age Benefits Plan (continued)

Based on the actuarial calculation of BRI's old-age benefits as March 31, 2018, December 31, 2017, 2016 and 2015, which was prepared by PT Bestama Aktuarial, an independent actuary, in its reports dated April 4, 2018, January 4, 2018, January 5, 2017 and January 5, 2016, respectively, which were prepared in accordance with SFAS No. 24 (Revised 2013) using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	7.60%	7.70%	8.30%	9.09%
Salary growth rate	7.50	7.50	7.50	7.50
Mortality rate	CSO 1958	CSO 1958	CSO 1958	CSO 1958
Disability rate	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958

The status of the old-age benefits as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, based on the actuarial calculation is as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Assets at fair value	3,878,676	3,696,006	3,286,981	3,121,511
Present value of old-age benefits liability	(2,190,052)	(1,927,967)	(1,374,984)	(991,131)
Surplus	1,688,624	1,768,039	1,911,997	2,130,380

Movements of the old-age benefits liabilities as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Old-age benefits expense	26,444	59,067	16,809	12,807
Remeasurement of liabilities for defined old-age benefits - net	(2,390)	37,473	74,546	71,650
Contributions paid - current period	(24,054)	(96,540)	(91,355)	(84,457)
Liabilities - Ending Balance	-	-	-	-

Remeasurement of liabilities for defined old-age benefits as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	239,574	202,101	127,555	55,905
Actuarial loss/(gain)	225,675	478,657	335,918	(45,173)
Yields on (assets) liabilities program	(114,615)	(138,530)	150,663	(2,068)
Impact change of assets outside the net interest assets	(113,450)	(302,654)	(412,035)	118,891
Total remeasurement of liabilities for defined old-age benefits - net	237,184	239,574	202,101	127,555

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

b. Old-Age Benefits Plan (continued)

Old-age benefits expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, respectively, based on the actuarial calculation is as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	37,896	19,193	106,604	63,621	55,978
Contributions paid - participants	(11,474)	(10,935)	(46,043)	(43,571)	(40,283)
Interest expense - net	22	(152)	(1,494)	(3,241)	(2,888)
Old-age benefits expense	26,444	8,106	59,067	16,809	12,807

As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI did not recognize the prepaid old-age benefits and the income of old-age benefits as BRI management has no benefits on those assets and has no plans to reduce its contributions in the future.

c. Defined Contribution Pension Plan

(i) BRI (Parent Entity)

The employees of BRI are also included in the defined contribution pension plan in accordance with BRI Directors' decision which was effective since October 2000. BRI's contributions to the plan which are reported in the interim consolidated statement of profit or loss and other comprehensive income amounted to Rp69,338 and Rp59,932, and Rp256,675, Rp231,105 and Rp198,322, respectively, for the three-month period ended March 31, 2018 and 2017 and for the year ended December 2017, 2016 and 2015 (Note 35). This pension plan is managed by Dana Pensiun Lembaga Keuangan BRI.

(ii) BRI Agro (Subsidiary)

BRI Agro organized defined contribution pension plans for all its permanent employees which is managed by Dana Pensiun Lembaga Keuangan (Financial Institutions Pension Fund) PT Bank Negara Indonesia (Persero) Tbk. BRI Agro's contribution to the plan amounted to 87.8% of the contributions that have been defined based on the level of each employee which are reported in the income statement and the interim consolidated other comprehensive income amounted to Rp196, Rp186, Rp766, Rp696 and Rp653, respectively, for the three-month period ended March 31, 2018 and 2017 and for the year ended December 2017, 2016 and 2015 (Note 35).

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

d. Work Separation Scheme

(i) BRI (Parent Entity)

The calculation performed by the management of BRI of liabilities related to allowance for separation benefit which include severance, gratuity and compensation benefits were based on actuarial valuation assumption in compliance with Labor Law No. 13/2003 dated March 25, 2003. As of March 31, 2018, December 31, 2017, 2016 and 2015, the actuarial calculations were performed by PT Bestama Aktuarial, an independent actuary, in its reports dated April 4, 2018, January 4, 2018, January 5, 2017 and January 5, 2016, respectively, by using the "Projected Unit Credit Method" and considering the following assumptions:

	December 31,			
	March 31, 2018	2017	2016	2015
Discount rate	7.60%	7.70%	8.30%	9.00%
Future salary growth rate	7.50	7.50	7.50	7.50
Mortality rate	CSO 1958	CSO 1958	CSO 1958	CSO 1958
Disability rate	10.00% from CSO 1058	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958

Movements in the work separation scheme liability as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	December 31,			
	March 31, 2018	2017	2016	2015
Beginning balance	1,212,209	1,109,732	997,669	936,602
Work separation scheme expense - net (Note 35)	75,719	304,706	153,280	196,040
Actual benefit payments by BRI	(21,821)	(92,705)	(61,297)	(58,860)
Remeasurement of liabilities/(asset) for defined work separation scheme - net	10,985	(109,524)	20,080	(76,113)
Ending balance (Note 28)	1,277,092	1,212,209	1,109,732	997,669

Remeasurement of liabilities (assets) for defined work separation scheme as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	December 31,			
	March 31, 2018	2017	2016	2015
Beginning balance	(136,918)	(27,394)	(47,474)	28,639
Actuarial loss/(gain)	10,985	(109,524)	20,080	(76,113)
Total remeasurement of liabilities (assets) for defined work separation scheme - net	(125,933)	(136,918)	(27,394)	(47,474)

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

d. Work Separation Scheme (continued)

(i) BRI (Parent Entity) (continued)

The calculation of work separation scheme expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, respectively, based on the actuarial calculation is as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	52,093	40,027	207,821	144,737	115,007
Interest expense	23,626	23,327	96,885	93,544	81,033
Past service cost	-	-	-	(85,001)	-
Work separation scheme expense (Note 35)	75,719	63,354	304,706	153,280	196,040

(ii) BRISyariah (Subsidiary)

The Subsidiary provides work separation scheme based on the provisions of Labor Law No. 13/2003 dated March 25, 2003.

The actuarial calculation of the work separation scheme expense as of March 31, 2018, December 31, 2017, and 2016 as determined by PT Bestama Aktuarial, an independent actuary, in its reports dated April 4, 2018, January 4, 2018 and January 4, 2017, respectively, while as of December 31, 2015, as determined by PT Katsir Imam Sapto Sejahtera Aktuarial, an independent actuary, in its report dated January 4, 2016, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	7.50%	7.10%	8.10%	9.20%
Annual salary growth rate	5.00	5.00	5.00	5.00
Mortality rate	TMI III 2011	TMI III 2011	TMI III 2011	TMI-III 2011

Movements in the work separation scheme liability as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	12,829	58,108	46,966	38,037
Work separation scheme expense (Note 35)	3,080	13,214	12,599	12,509
Actual benefit payments by BRISyariah	(6,820)	(68,254)	(2,723)	-
Remeasurement of liabilities for defined work separation scheme - net	(3,342)	9,761	1,266	(3,580)
Ending balance (Note 28)	5,747	12,829	58,108	46,966

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

d. Work Separation Scheme (continued)

(ii) BRISyariah (Subsidiary) (continued)

Remeasurement of liabilities (assets) for defined work separation scheme as March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	(4,602)	(14,363)	(15,629)	(12,049)
Actuarial (gain)/loss	(3,342)	9,761	1,266	(3,580)
Total remeasurement of assets for defined work separation scheme - net	(7,944)	(4,602)	(14,363)	(15,629)

The calculation of work separation scheme expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, respectively, based on the actuarial calculation is as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	2,940	2,342	9,528	8,034	9,276
Interest expense	140	1,200	3,686	4,565	3,233
Work separation scheme expense (Note 35)	3,080	3,542	13,214	12,599	12,509

(iii) BRI Agro (Subsidiary)

The Subsidiary provides work separation scheme based on the provisions of Labor Law No. 13/2003 dated March 25, 2003.

The actuarial calculation of the work separation scheme expense as of March 31, 2018, December 31, 2017, 2016 and 2015 as determined by PT Bestama Aktuarial, an independent actuary, in its reports dated April 4, 2018, January 4, 2018, January 5, 2017 and January 5, 2016, respectively, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	7.60%	7.50%	8.30%	9.00%
Annual salary growth rate	7.10	7.00	8.00	8.00
Mortality rate	TMI 2011	TMI 2011	TMI 2011	TMI 2011
Disability rate	10.00% TMI 2011	10.00% TMI 2011	10.00% TMI 2011	10.00% TMI 2011

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

d. Work Separation Scheme (continued)

(iii) BRI Agro (Subsidiary) (continued)

Movements in the work separation scheme liability as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	39,057	35,519	27,420	25,644
Work separation scheme expense (Note 35)	1,774	8,052	10,245	4,815
Actual benefit payments by BRI Agro	(316)	(2,245)	(1,540)	(2,283)
Remeasurement of liabilities/(assets) for defined work separation scheme - net	235	(2,269)	(606)	(756)
Ending balance (Note 28)	40,750	39,057	35,519	27,420

Remeasurement of liabilities (assets) for defined work separation scheme as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	(1,827)	442	1,048	1,804
Actuarial loss/(gain)	235	(2,269)	(606)	(756)
Total remeasurement of liabilities/ (assets) for defined work separation scheme - net	(1,592)	(1,827)	442	1,048

The calculation of work separation scheme expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, respectively, based on the actuarial calculation is as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	1,035	960	4,991	3,212	2,671
Interest expense	739	741	3,061	2,542	2,144
Past service cost	-	-	-	4,491	-
Work separation scheme expense (Note 35)	1,774	1,701	8,052	10,245	4,815

(iv) BRI Life (Subsidiary)

The Subsidiary provides work separation scheme based on the provisions of Labor Law No. 13/2003 dated March 25, 2003.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

d. Work Separation Scheme (continued)

(iv) BRI Life (Subsidiary) (continued)

The actuarial calculation of the work separation scheme expense as of March 31, 2018, December 31, 2017 and 2016 as determined by Padma Radya Akturia, an independent actuary, in its reports dated April 4, 2018, January 4, 2018 and January 6, 2017, respectively, while as of December 31, 2015, as determined by PT Quattro Asia Consulting, an independent actuary, in its report dated January 7, 2016, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	7.00%	7.00%	8.25%	9.08%
Annual salary growth rate	7.00	7.00	7.00	7.00
Mortality rate	TMI III 2011	TMI III 2011	TMI III 2011	TMI III 2011
Disability rate	10.00% TMI III 2011	10.00% TMI III 2011	10.00% TMI III 2011	10.00% TMI III 2011

Movements in the work separation scheme liability as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	60,706	48,692	41,044	34,629
Work separation scheme expense (Note 35)	2,382	8,098	4,711	6,086
Actual benefit payments by BRI life	-	(44)	(760)	(1,361)
Remeasurement of (assets)/liabilities for defined work separation scheme - net	(61)	3,960	3,697	1,690
Ending balances (Note 28)	63,027	60,706	48,692	41,044

Remeasurement of liabilities (assets) for defined work separation scheme as of March 31, 2018, December 31, 2017, 2016 and 2015 are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance	10,558	6,598	2,901	1,211
Actuarial (gain)/loss	(61)	3,960	3,697	1,690
Total remeasurement of liabilities for defined work separation scheme - net	10,497	10,558	6,598	2,901

The calculation of work separation scheme expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, respectively, based on the actuarial calculation is as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	1,348	844	4,124	2,798	3,301
Interest expense	1,034	968	3,974	3,682	2,785
Past service cost	-	-	-	(1,769)	-
Work separation scheme expense (Note 35)	2,382	1,812	8,098	4,711	6,086

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

d. Work Separation Scheme (continued)

(v) BRI Finance (Subsidiary)

The Subsidiary provides work separation scheme based on the provisions of Labor Law No. 13/2003 dated March 25, 2003.

The actuarial calculation of the work separation scheme expense as of March 31, 2018, December 31, 2017 and 2016 as determined by PT Jasa Aktuaria Praptasentosa Gunajasa, an independent actuary, in its reports dated April 4, 2018, January 2, 2018 and January 5, 2017, respectively, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,	
		2017	2016
Discount rate	7.00%	7.00%	8.00%
Annual salary growth rate	7.00	7.00	7.00
Mortality rate	TMI 2011	TMI 2011	TMI 2011
Disability rate	5.00% TMI 2011	5.00% TMI 2011	5.00% TMI 2011

Movements in the work separation scheme liability as of March 31, 2018, December 31, 2017 and 2016, are as follows:

	March 31, 2018	December 31,	
		2017	2016
Beginning balance	10,676	9,168	16,055
Work separation scheme expense (Note 35)	678	1,871	2,490
Actual benefit payments by BRI Finance	(12)	(971)	(5,074)
Remeasurement of (assets)/liabilities for defined work separation scheme - net	(176)	608	(4,303)
Ending Balance (Note 28)	11,166	10,676	9,168

Remeasurement of (assets)/liabilities for defined work separation scheme as of March 31, 2018, December 31, 2017 and 2016, are as follows:

	March 31, 2018	December 31,	
		2017	2016
Beginning balance	(5,134)	(5,742)	(1,439)
Actuarial (gain)/loss	(176)	608	(4,303)
Total remeasurement of liabilities for defined work separation scheme - net	(5,310)	(5,134)	(5,742)

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

d. Work Separation Scheme (continued)

(v) BRI Finance (Subsidiary) (continued)

The calculation of work separation scheme expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017 and 2016, respectively, based on the actuarial calculation is as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,	
	2018	2017 (Unaudited)	2017	2016
Current service cost	469	304	1,133	1,061
Interest expense	187	183	733	1,429
Past service cost	22	-	5	-
Work separation scheme expense (Note 35)	678	487	1,871	2,490

e. Other Long-term Employee Benefits

BRI employees also have long-term employee benefits, such as gratuity for services, grand leaves and pension preparation period (MPP).

(i) Allowance for gratuity for services

i. BRI (Parent Entity)

The actuarial calculation on gratuity for services as of March 31, 2018, December 31, 2017, 2016 and 2015 was prepared by PT Bestama Aktuaria, an independent actuary, in its reports dated April 4, 2018, January 4, 2018, January 5, 2017 and January 5, 2016, respectively, by using the "Projected Unit Credit Method", and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	7.60%	7.70%	8.30%	9.00%
Annual salary growth rate	7.50	7.50	7.50	7.50
Gold price growth rate	10.00	10.00	10.00	10.00
Mortality rate	CSO 1958	CSO 1958	CSO 1958	CSO 1958
Disability rate	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958

The present value of liability for gratuity for services based on the actuarial calculation amounted to Rp1,098,545, Rp1,061,952, Rp940,341 and Rp833,576 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(i) Allowance for gratuity for services (continued)

i. BRI (Parent Entity) (continued)

Movements in liability for gratuity for services as of March 31, 2018, December 31, 2017, 2016 and 2015 are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance of liability	1,061,952	940,341	833,576	817,046
Gratuity for service expense (Note 35)	36,915	155,894	150,349	76,718
Actual Benefit payments by BRI	(322)	(34,283)	(43,584)	(60,188)
Gratuity for services liability (Note 28)	1,098,545	1,061,952	940,341	833,576

The gratuity for service expense for the three-month period ended March 31, 2018 and 2017 and for the year ended December 31, 2017, 2016 and 2015 based on the actuarial calculation are as follows:

	Three-Month period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	23,543	20,543	83,175	72,442	65,369
Interest expense	20,666	19,721	86,831	76,320	68,849
Recognized actuarial (gain)/ loss	(7,294)	(155,696)	(14,112)	1,587	(57,500)
Gratuity for services expense (Note 35)	36,915	(115,432)	155,894	150,349	76,718

ii. BRI Agro (Subsidiary)

The Subsidiary also provides gratuity for services program to its employees as one of their benefits.

The actuarial calculation on gratuity for services as of March 31, 2018 and December 31, 2017 was prepared by PT Bestama Aktuarial, an independent actuary, in its report dated April 4, 2018 and January 4, 2018, respectively, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31, 2017
Discount rate	7.00%	7.00%
Annual salary growth rate	7.50	7.50
Gold's growth rate	5.00	5.00
Mortality rate	TMI III 2011	TMI III 2011
Disability rate	10.00% TMI 2011	10.00% TMI 2011

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(i) Allowance for gratuity for services (continued)

ii. BRI Agro (Subsidiary) (continued)

The present value of liability for gratuity for services based on the actuarial calculation amounted to Rp347 and Rp297 as of March 31, 2018 and December 31, 2017, respectively.

Movements in liability for gratuity for services as of March 31, 2018 and December 31, 2017 are as follows:

	<u>March 31, 2018</u>	<u>December 31, 2017</u>
Beginning balance of liability	297	-
Gratuity for service expense (Note 35)	50	719
Actual benefit payments by BRI Agro	-	(422)
Gratuity for services liability (Note 28)	347	297

The gratuity for service expense for the three-month period ended March 31, 2018 and for the year ended December 31, 2017 based on the actuarial calculation are as follows:

	<u>Three-Month Period Ended March 31, 2018</u>	<u>Year Ended December 31, 2017</u>
Current service cost	42	274
Past service cost	6	-
Recognized actuarial loss	2	25
Past service cost	-	420
Gratuity for services expense (Note 35)	50	719

iii. BRI Life (Subsidiary)

The Subsidiary also provides gratuity for services program to its employees as one of their benefits.

The actuarial calculation on gratuity for services as of March 31, 2018, December 31, 2017 and 2016 was prepared by Padma Radya Aktuaria, an independent actuary, while as of December 31, 2015 was prepared by PT Quattro Asia Consulting, an independent actuary, in its report dated April 4, 2018, January 4, 2018, January 6, 2017 and January 6, 2016 by using the "Projected Unit Credit Method" and considering the following assumptions:

	<u>March 31, 2018</u>	<u>December 31,</u>		
		<u>2017</u>	<u>2016</u>	<u>2015</u>
Discount rate	7.00%	7.00%	8.25%	9.08%
Annual salary growth rate	7.00	7.00	7.00	7.00
Mortality rate	TMI III 2011	TMI III 2011	TMI III 2011	TMI III 2011
Disability rate	10% TMI III 2011	10% TMI III 2011	10% TMI III 2011	10% TMI III 2011

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(i) Allowance for gratuity for services (continued)

iii. BRI Life (Subsidiary) (continued)

The present value of liability for gratuity for services based on the actuarial calculation amounted to Rp10,792, Rp10,289, Rp10,623 and Rp9,764 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

Movements in liability for gratuity for services as of March 31, 2018, December 31, 2017, 2016 and 2015 are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance of liability	10,289	10,623	9,764	8,724
Gratuity for service expense (Note 35)	503	(51)	2,131	2,330
Actual benefit payments by BRI Life	-	(283)	(1,272)	(1,290)
Gratuity for services liability (Note 28)	10,792	10,289	10,623	9,764

The gratuity for service expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015 based on the actuarial calculation are as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	281	209	935	729	726
Interest expense	179	189	765	602	662
Recognized actuarial loss/ (gain)	43	(690)	(1,305)	1,709	942
Past service cost	-	(446)	(446)	(909)	-
Gratuity for services expense (Note 35)	503	(738)	(51)	2,131	2,330

iv. BRI Finance (Subsidiary)

The Subsidiary also provides gratuity for services program to its employees as one of their benefits.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(i) Allowance for gratuity for services (continued)

iv. BRI Finance (Subsidiary) (continued)

The actuarial calculation for gratuity for services recorded in the interim consolidated statements of profit or loss and other comprehensive income and recognized in the interim consolidated statements of financial position as of March 31, 2018, December 31, 2017 and 2016 was prepared by PT Jasa Aktuarial Praptasentosa Gunajasa, an independent actuary, in its reports dated April 4, 2018, January 2, 2018 and January 5, 2017, respectively, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,	
		2017	2016
Gold price (full Rupiah)	609,941	568,320	502,750
Average age below retirement age	36	37	36
Average age above retirement age	57	-	-
Average service year	7.61	8.63	7.71

The present value of liability for gratuity for services based on the actuarial calculation amounted to Rp278, Rp264 and Rp244 as of March 31, 2018, December 31, 2017 and 2016.

Movements in liability for gratuity for services as of March 31, 2018, December 31, 2017 and 2016 are as follows:

	March 31, 2018	December 31,	
		2017	2016
Beginning balance of liability	264	244	356
Gratuity for service expense /(income) (Note 35)	14	26	(65)
Actual benefit payments by BRI Finance	-	(6)	(47)
Gratuity for services liability (Notes 28)	278	264	244

The gratuity for service expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, and 2016 based on the actuarial calculation are as follows:

	Three-Month period Ended March 31,		Year Ended December 31,	
	2018	2017 (Unaudited)	2017	2016
Current service cost	8	7	25	26
Interest expense	4	4	20	(122)
Recognized actuarial loss/(gain)	2	2	(19)	31
Gratuity for services expense (Note 35)	14	13	26	(65)

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(ii) Grand Leaves

i. BRI (Parent Entity)

The actuarial calculation for grand leaves as of March 31, 2018, December 31, 2017, 2016 and 2015 was prepared by PT Bestama Aktuarial, an independent actuary, in its reports dated April 4, 2018, January 4, 2018, January 5, 2017 and January 5, 2016, respectively, by using the "Projected Unit Credit Method" and considering the following assumptions:

	December 31,			
	March 31, 2018	2017	2016	2015
Discount rate	7.60%	7.70%	8.30%	9.00%
Annual salary growth rate	7.50	7.50	7.50	7.50
Mortality rate	CSO 1958	CSO 1958	CSO 1958	CSO 1958
Disability rate	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958	10.00% from CSO 1958

The present value of liability of allowance for grand leaves based on actuarial calculations amounted to Rp1,570,803, Rp1,517,614, Rp1,314,399 and Rp1,119,535 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

Movements in liability for grand leaves as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	December 31,			
	March 31, 2018	2017	2016	2015
Beginning balance of liability	1,517,614	1,314,399	1,119,535	979,693
Grand leaves expense (Note 35)	117,434	292,476	308,428	264,713
Actual benefit payments by BRI	(64,245)	(89,261)	(113,564)	(124,871)
Grand leaves liability (Note 28)	1,570,803	1,517,614	1,314,399	1,119,535

The grand leaves expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, based on the actuarial calculation are as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	58,094	56,454	217,623	187,174	142,910
Interest expense	29,155	27,475	114,422	104,070	83,052
Recognized actuarial loss/ (gain)	30,185	(25,645)	(39,569)	17,184	38,751
Grand leaves expense (Note 35)	117,434	58,284	292,476	308,428	264,713

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(ii) Grand Leaves (continued)

ii. BRISyariah (Subsidiary)

The Subsidiary also provides grand leaves program to its employees as one of their benefits.

The actuarial calculation for grand leaves as of March 31, 2018, December 31, 2017 and 2016 as determined by PT Bestama Aktuarial, an independent actuary, in its reports dated April 4, 2018, January 4, 2018 and January 4, 2017, respectively, while for December 31, 2015 determined by PT Katsir Imam Sapto Sejahtera Aktuarial, an independent actuary, in its report dated January 4, 2016, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	7.50%	7.10%	8.10%	9.20%
Annual salary growth rate	5.00	5.00	5.00	5.00
Mortality rate	TMI III 2011	TMI III 2011	TMI III 2011	TMI-III 2011
Disability rate	10.00% TMI 2011	10.00% TMI 2011	10.00% TMI 2011	10.00% TMI 2011

The present value of liability of allowance for grand leaves of the Subsidiary based on actuarial calculations amounted to Rp33,404, Rp30,304, Rp25,294 and Rp32,828 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

Movements in liability for grand leaves as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance of liability	30,304	25,294	32,828	31,112
Grand leaves expense - net (Note 35)	3,346	10,046	985	8,269
Actual benefit payments by BRISyariah	(246)	(5,036)	(8,519)	(6,553)
Grand leaves liability (Note 28)	33,404	30,304	25,294	32,828

The subsidiary's grand leaves expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015 based on the actuarial calculation are as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	1,418	1,575	5,372	6,485	7,196
Interest expense	548	514	1,721	2,927	2,644
Recognized actuarial gain/ (loss)	1,380	4,445	2,953	(8,427)	(1,571)
Grand leaves expense (Note 35)	3,346	6,534	10,046	985	8,269

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(ii) Grand Leaves (continued)

iii. BRI Agro (Subsidiary)

The Subsidiary also provides grand leaves program to its employees as one of their benefits.

The actuarial calculation for grand leaves as of March 31, 2018, December 31, 2017, 2016 and 2015 was prepared by PT Bestama Aktuarial, an independent actuary, in its reports dated April 4, 2018, January 4, 2018, January 5, 2017 and January 5, 2016, respectively, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	5.80%	6.00%	7.50%	8.70%
Annual salary growth rate	6.30	6.50	8.00	8.00
Mortality rate	TMI 2011	TMI 2011	TMI 2011	TMI 2011
Disability rate	10.00% TMI 2011	10.00% TMI 2011	10.00% TMI 2011	10% TMI 2011

The present value of liability of allowance for grand leaves of the Subsidiary based on the actuarial calculation amounted to Rp2,947, Rp3,026, Rp2,202 and Rp1,957 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

Movements in liability for grand leaves as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance of liability	3,026	2,202	1,957	1,849
Grand leaves expense (Note 35)	141	1,304	1,046	684
Actual benefit payments by BRI Agro	(220)	(480)	(801)	(576)
Grand leaves liability (Note 28)	2,947	3,026	2,202	1,957

The subsidiary's grand leaves expense for the three-month period ended March 31, 2018 and 2017 along with year ended December 31, 2017, 2016 and 2015 based on the actuarial calculation are as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	237	204	1,081	844	696
Interest expense	46	40	188	172	153
Recognized actuarial loss/ (gain)	(142)	115	35	30	(165)
Grand leaves expense (Note 35)	141	359	1,304	1,046	684

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(ii) Grand Leaves (continued)

iv. BRI Life (Subsidiary)

The Subsidiary also provides grand leaves program to its employees as one of their benefits.

The actuarial calculation for grand leaves recorded in the interim consolidated statements of profit or loss and other comprehensive income and recognized in the interim consolidated statements of financial position as of March 31, 2018, December 31, 2017 and 2016 was prepared by Padma Radya Aktuaria, an independent actuary, in its reports dated April 4, 2018, January 4, 2018 and January 6, 2017, respectively, while for December 31, 2015 was prepared by PT Quattro Asia Consulting, an independent actuary, in its report dated January 7, 2016 by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,		
		2017	2016	2015
Discount rate	7.00%	7.00%	8.25%	9.08%
Annual salary growth rate	7.00	7.00	7.00	7.00
Mortality rate	TMI III 2011	TMI III 2011	TMI III 2011	TMI III 2011
Disability rate	10% TMI III 2011	10% TMI III 2011	10% TMI III 2011	10% TMI III 2011

The present value of liability of allowance for grand leaves of the Subsidiary based on the actuarial calculation amounted to Rp9,211, Rp9,050, Rp7,542 and Rp2,221 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

Movements in liability for grand leaves as of March 31, 2018, December 31, 2017, 2016 and 2015 are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Beginning balance of liability	9,050	7,542	2,221	1,572
Grand leaves expense (Note 35)	665	2,086	6,161	1,415
Actual benefit payments by BRI Life	(504)	(578)	(840)	(766)
Grand leaves liability (Note 28)	9,211	9,050	7,542	2,221

The subsidiary's grand leave expenses for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017, 2016 and 2015, based on the actuarial calculation are as follow:

	Three-Month period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Current service cost	737	558	2,619	1,990	857
Past service cost	-	-	-	2,678	-
Interest expense	154	139	533	412	97
Recognized actuarial loss/ (gain)	(226)	(398)	(1,066)	1,081	461
Grand leave expense (Note 35)	665	299	2,086	6,161	1,415

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(ii) Grand Leaves (continued)

(v) BRI Finance (Subsidiary)

The Subsidiary also provides grand leaves program to its employees as one of their benefits.

Actuarial calculation on grand leave for the subsidiary is recorded in the interim consolidated statement of profit and loss and other comprehensive income and recognized in the interim consolidated statement of financial positions as of March 31, 2018, December 31, 2017 and 2016 as calculated by PT Jasa Aktuaria Praptasentosa Gunajasa, an independent actuary, in its report dated April 4, 2018, January 2, 2018 and January 5, 2017, using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31,	
		2017	2016
Discount rate	7.00%	7.00%	8.00%
Annual salary growth rate	7.00	7.00	7.00
Mortality rate	TMI 2011	TMI 2011	TMI 2011
Disability rate	5.00% TMI 2011	5.00% TMI 2011	5.00% TMI 2011

Movements in liability for grand leaves as of March 31, 2018, December 31, 2017 and 2016 are as follows:

	March 31, 2018	December 31,	
		2017	2016
Beginning balance of liability	654	317	485
Grand leaves expense (Note 35)	3	385	181
Actual benefit payments by BRI Finance	-	(48)	(349)
Grand leaves liability (Note 28)	657	654	317

The subsidiary's grand leaves expense for the three-month period ended March 31, 2018 and 2017, and for the year ended December 31, 2017 and 2016 based on the actuarial calculation are as follows:

	Three-Month Period Ended March 31,		Year Ended December 31,	
	2018	2017 (Unaudited)	2017	2016
Current service cost	22	22	83	48
Interest expense	11	6	25	43
Recognized actuarial (gain)/loss	(30)	69	277	90
Grand leaves expense (Note 35)	3	97	385	181

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(iii) Pension Preparation Period

i. BRI Agro (Subsidiary)

BRI Agro provides pension preparation period to its employees as one of their benefits.

The actuarial calculation of pension preparation period as of December 31, 2015, was prepared by PT Bestama Aktuaria, an independent actuary, in its report dated January 5, 2016, by using "Projected Unit Credit Method" and considering the following assumptions:

	December 31, 2015
Discount rate	0.00%
Annual salary growth rate	8.00
Mortality rate	TMI 2011
Disability rate	10% TMI 2011

Movements in the liability for pension preparation period as of December 31, 2015 is as follows:

	December 31, 2015
Beginning balance	7,446
Pension preparation period expense	(11,877)
Actual benefit payments by BRI Agro	(19)
Remeasurement of liability pension preparation period - net	4,450
Ending balance	-

Remeasurement of liability (asset) for defined pension preparation - net as of December 31, 2015, is as follows:

	December 31, 2015
Beginning balance	(4,450)
Actuarial loss	4,450
Total Remeasurement of liability (asset) pension preparation period - net	-

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(iii) Pension preparation period (continued)

i. BRI Agro (Subsidiary) (continued)

Pension preparation period expense for the year ended December 31, 2015, based on the actuarial calculation is as follows:

	For the Year Ended December 31, 2015
Current service cost	803
Interest expense	643
Recognized actuarial gain	(13,323)
Pension preparation period expense	(11,877)

Based on the Decree No. Kpts.B.15/Dir.02.04/MSDM/XII/2015 dated December 17, 2015, the Board of Directors of BRI Agro decided to revoke and terminate the pension preparation period which became effective on December 15, 2015. Specifically for employees who were undergoing a period of preparation for retirement, the employee would still be eligible for Pension Preparation Period in the "laid off" program during 12 months period until retirement. Reversal of allowance for pension preparation period as a result of the decree was recorded under other operating income in the interim consolidated statement of profit or loss and other comprehensive income.

(iv) BPJS Post-Employment Health Program

i. BRI (Parent Entity)

The actuarial calculation on BPJS Post Employment Health Program as of March 31, 2018 and December 31, 2017, which was prepared by PT Bestama Aktuaria, an independent actuary, in its reports dated April 4, 2018 and January 4, 2018, respectively, by using the "Projected Unit Credit Method" and considering the following assumptions:

	March 31, 2018	December 31, 2017
Discount rate	7.60%	7.60%
BPJS contribution growth rate	4.00	4.00
Mortality rate	CSO 1959	CSO 1958
Disability rate	10.00% from CSO 1958	10.00% from CSO 1958

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(iv) BPJS Post Employment Health Program (continued)

i. BRI (Parent Entity) (continued)

The status of the BPJS post employment health program as of March 31, 2018 and December 31, 2017, respectively, based on the actuarial calculation are as follows:

	<u>March 31, 2018</u>	<u>December 31, 2017</u>
Current value of BPJS post employment health program liabilities	840,060	790,946
Fair value of assets	(978,927)	(547,687)
Surplus/(Defisit)	(138,867)	243,259

Movements in liability for BPJS post employment health program as of March 31, 2018 and December 31, 2017 are as follows:

	<u>March 31, 2018</u>	<u>December 31, 2017</u>
Beginning balance of liabilities BPJS Post Employment Health	243,259	-
Program expense (Note 35)	38,065	243,259
Actual benefit payments by BRI	(372,884)	-
Remeasurement of BPJS Post Employment Health program liabilities	91,560	-
BPJS Post Employment Health Program liability (Note 28)	-	243,259

Remeasurement of assets for defined BPJS post employment health program as of March 31, 2018 and December 31, 2017, respectively, are as follows:

	<u>March 31, 2018</u>	<u>December 31, 2017</u>
Beginning balance	-	-
Actuarial (gain)/loss	6,238	-
Yields on assets program	(53,545)	-
Impact change of assets other than the net interest liabilities	138,867	-
Total remeasurement of assets for BPJS post employment health program	91,560	-

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

42. EMPLOYEES PROGRAM (continued)

e. Other Long-term Employee Benefits (continued)

(iv) BPJS Post Employment Health Program (continued)

i. BRI (Parent Entity) (continued)

BPJS post employment health program expense for the three-month period ended March 31, 2018 and for the year ended December 31, 2017, respectively, based on the actuarial calculation are as follows:

	Three-Month Period Ended March 31, 2018	Year Ended December 31, 2017
Current service cost	7,394	2,450
Interest expense - net	1,150	-
Past service cost	29,521	240,809
BPJS post employment health program expense (Note 35)	38,065	243,259

43. INFORMATION ON COMMITMENTS AND CONTINGENCIES

	March 31, 2018	December 31,		
		2017	2016	2015
<u>Commitments</u>				
Commitments receivables				
Purchase of spot and foreign currencies	8,039,363	4,038,459	12,219,746	6,343,775
Commitments liabilities				
Unused credit facilities granted to debtors	104,973,177	107,073,032	120,916,072	111,600,420
Irrevocable L/C (Note 27c)	7,029,171	8,980,671	8,541,152	15,406,791
Sale of spot and foreign currencies	16,811,415	13,000,508	7,109,202	2,198,086
Unused financing facilities granted to debtors	-	105,497	254,649	155,372
	128,813,763	129,159,708	136,821,075	129,360,669
Commitments - net	(120,774,400)	(125,121,249)	(124,601,329)	(123,016,894)
<u>Contingencies</u>				
Contingent receivables				
Interest receivables under settlement	80,873	70,905	45,208	47,497
Contingent liabilities				
Guarantees issued (Note 27c) in the form of:				
Standby L/C	10,928,200	10,841,726	3,838,190	4,225,864
Bank guarantees	20,566,874	23,188,654	20,684,825	19,443,044
	31,495,074	34,030,380	24,523,015	23,668,908
Contingencies - net	(31,414,201)	(33,959,475)	(24,477,807)	(23,621,411)

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES

In the normal course of business, BRI engages in transactions with related parties due to the relationship of ownership and/or management. All transactions with related parties have been made according to the mutually agreed policies and terms.

Balances and transactions with related parties are as follows:

Related parties	Relationship	Element of transactions
Ministry of Finance of the Republic of Indonesia	Control through the Central Government of the Republic of Indonesia	Loans
Koperasi Swakarya BRI	Control through BRI's Management	Sharia receivables and financing
PT Koperasi Karyawan BRISyariah	Control through BRI's Management	Sharia receivables and financing
Lembaga Pembiayaan Ekspor Indonesia	Control through the Central Government of the Republic of Indonesia	Placement in Bank Indonesia and other Banks, Securities
Government of the Republic of Indonesia (RI)	Ownership of majority shares through the Ministry of Finance of the Republic of Indonesia	Securities, Government Recapitalization Bonds
Perum BULOG	Control through the Central Government of the Republic of Indonesia	Loans, Irrecoverable L/C
Perum DAMRI	Control through the Central Government of the Republic of Indonesia	Sharia receivables and financing
PT Adhi Karya (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Acceptances receivable, Acceptances payable
PT Adhi Persada Beton	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable
PT Aerotrans Services Indonesia	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable
PT Aneka Tambang (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Acceptances receivable, Acceptances payable, Loans
PT Angkasa Pura II (Persero)	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable
PT Asuransi Jasa Indonesia (Persero)	Control through the Central Government of the Republic of Indonesia	Insurance of satellites
PT Bahana Artha Ventura	Control through the Central Government of the Republic of Indonesia	Investment in associated entities

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES (continued)

Related parties	Relationship	Element of transactions
PT Bank BNI Syariah	Control through the Central Government of the Republic of Indonesia	Current accounts with other banks, Placement in Bank Indonesia and other Banks
PT Bank Mandiri (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Current accounts with other banks, Placement in Bank Indonesia and other Banks, Securities, Securities purchased under agreement to resale
PT Bank Negara Indonesia (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Current accounts with other banks, Placement in Bank Indonesia and other Banks, Securities, Securities purchased under agreement to resale
PT Bank Syariah Mandiri	Control through the Central Government of the Republic of Indonesia	Current accounts with other banks, Placement in Bank Indonesia and other Banks
PT Bank Tabungan Negara (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Placement in Bank Indonesia and other Banks, Securities
PT Bringin Gigantara	Control through the Dana Pensiun BRI	Investment in associated entities
PT BTMU-BRI Finance	Control through BRI's Ownership	Placement in Bank Indonesia and other banks, Investment in associated entities
PT Danareksa (Persero)	Control through the Central Government of the Republic of Indonesia	Placement in Bank Indonesia and other banks
PT Dirgantara Indonesia (Persero)	Control through the Central Government of the Republic of Indonesia	Loans, Guarantees issued, Irrecoverable L/C
PT Dok dan Perkapalan Kodja Bahari (Persero)	Control through the Central Government of the Republic of Indonesia	Sharia receivables and financing
PT Garuda Indonesia (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Loans, Guarantees issued
PT Garuda Maintenance Facility Aero Asia Tbk	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable, Acceptances receivable, Acceptances payable
PT Indonesia Asahan Aluminium (Persero)	Control through the Central Government of the Republic of Indonesia	Irrecoverable L/C
PT Inti Konten Indonesia (Intens)	Control through the Central Government of the Republic of Indonesia	Sharia receivables and financing

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES (continued)

Related parties	Relationship	Element of transactions
PT Jasa Marga (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Securities
PT Kereta Api Indonesia (Persero)	Control through the Central Government of the Republic of Indonesia	Loans, Guarantees issued, Irrecoverable L/C
PT Krakatau Steel (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Loans, Acceptances receivable, Acceptances payable, Irrecoverable L/C
PT Len Industri (Persero)	Control through the Central Government of the Republic of Indonesia	Acceptances receivable, Acceptances payable
PT Patra Trading	Control through the Central Government of the Republic of Indonesia	Acceptances receivable, Acceptances payable
PT Pegadaian (Persero)	Control through the Central Government of the Republic of Indonesia	Securities, Loans, Sharia receivables and financing
PT Pembangunan Perumahan (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Guarantees issued, Acceptances receivable, Acceptances payable, Irrecoverable L/C
PT Pertamina (Persero)	Control through the Central Government of the Republic of Indonesia	Guarantees issued, Irrecoverable L/C
PT Pertamina Lubricants	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable
PT Perusahaan Gas Negara (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Guarantees issued
PT Perusahaan Listrik Negara (Persero)	Control through the Central Government of the Republic of Indonesia	Securities, Loans, Guarantees issued, Irrecoverable L/C
PT Pindad (Persero)	Control through the Central Government of the Republic of Indonesia	Acceptances receivable, Acceptances payable, Irrecoverable L/C

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES (continued)

Related parties	Relationship	Element of transactions
PT Pupuk Indonesia (Persero)	Control through the Central Government of the Republic of Indonesia	Securities
PT Pupuk Kalimantan Timur	Control through the Central Government of the Republic of Indonesia	Loans, Irrecoverable L/C
PT Sarana Multigriya Finansial (Persero)	Control through the Central Government of the Republic of Indonesia	Securities
PT Sarana Sumut Ventura	Control through the Central Government of the Republic of Indonesia	Sharia receivables and financing
PT Sucofindo (Persero)	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable
PT Peruri Properti	Control through the Central Government of the Republic of Indonesia	Sharia receivables and financing
PT Telekomunikasi Selular Tbk	Control through the Central Government of the Republic of Indonesia	Guarantees issued
PT Tugu Reasuransi Indonesia	Control through the Central Government of the Republic of Indonesia	Securities purchased under agreement to resale
PT Varia Usaha Beton	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable
PT Waskita Karya (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Acceptances receivable, Acceptances payable, Guarantees issued
PT Waskita Beton Precast Tbk	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable, Sharia receivables and financing
PT Wijaya Karya (Persero) Tbk	Control through the Central Government of the Republic of Indonesia	Acceptances receivable, Acceptances payable, Guarantees issued, Export bills and notes receivable
PT Wijaya Karya Beton Tbk	Control through the Central Government of the Republic of Indonesia	Export bills and notes receivable
PT Asuransi Bringin Sejahtera Artamakmur	Control through the Dana Pensiun BRI	Insurance of premises and equipments
Key employees	Control on company's activities	Loans, Sharia receivables and financing

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES (continued)

	March 31, 2018	December 31,		
		2017	2016	2015
Assets				
Current account with other banks (Note 5)				
PT Bank Mandiri (Persero) Tbk	16,499	9,189	12,060	3,574
PT Bank Negara Indonesia (Persero) Tbk	10,878	11,943	10,640	64,833
PT Bank BNI Syariah	62	79	74	45
PT Bank Syariah Mandiri	34	33	74	-
	27,473	21,244	22,848	68,452
Placement with Bank Indonesia and other banks (Note 6)				
PT Bank Mandiri (Persero) Tbk	174,275	43,400	45,400	400,000
PT Danareksa (Persero)	45,000	-	-	-
PT Bank Tabungan Negara (Persero) Tbk	24,000	15,750	12,220	51,000
PT Bank BNI Syariah	2,000	2,000	2,000	2,000
Lembaga Pembiayaan Ekspor Indonesia	-	135,675	200,000	400,000
PT Bank Negara Indonesia (Persero) Tbk	-	135,675	200,000	100,000
PT BTMU-BRI Finance	-	-	-	46,000
PT Bank Syariah Mandiri	-	-	-	1,500
	245,275	332,500	459,620	1,000,500
Securities (Note 7)				
Government of the Republic of Indonesia	129,324,180	123,062,695	92,283,523	93,941,932
Lembaga Pembiayaan Ekspor Indonesia	1,426,587	1,386,317	1,151,487	916,861
PT Bank Tabungan Negara (Persero) Tbk	1,198,443	1,367,453	1,486,711	548,155
PT Perusahaan Listrik Negara (Persero)	1,148,616	491,660	460,620	789,071
PT Pupuk Indonesia (Persero)	991,304	990,729	169,067	160,754
PT Pegadaian (Persero)	715,655	627,632	569,660	724,664
PT Bank Mandiri (Persero) Tbk	655,179	682,132	48,979	-
PT Sarana Multigriya Finansial (Persero)	543,428	480,181	296,580	457,424
PT Bank Negara Indonesia (Persero) Tbk	528,242	617,343	931,236	883,747
PT Jasa Marga (Persero) Tbk	412,687	433,477	448,067	503,399
Others	3,645,477	4,046,997	3,201,026	3,081,306
	140,589,798	134,186,616	101,046,956	102,007,313
Export bills and notes receivable (Note 8)				
PT Garuda Maintenance Facility Aero Asia Tbk	211,984	3,134	-	-
PT Wijaya Karya (Persero) Tbk	119,664	18,267	190,513	-
PT Waskita Beton Precast Tbk	62,506	7,797	167,995	83,033
PT Angkasa Pura II (Persero)	35,311	7,220	-	-
PT Adhi Persada Beton	32,204	-	-	-
PT Aerotrans Services Indonesia	25,562	4,719	-	-
PT Wijaya Karya Beton Tbk	6,191	14,134	30,455	-
PT Varia Usaha Beton	4,674	3,654	-	-
PT Sucofindo (Persero)	1,144	-	-	-
PT Pertamina Lubricants	1,060	-	486	822
Others	2,782	834,494	246,808	133,638
	503,082	893,419	636,257	217,493
Government Recapitalization Bonds (Note 9)				
Government of Republic of Indonesia	2,943,146	3,317,840	3,318,434	3,815,958

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES (continued)

	March 31, 2018	December 31,		
		2017	2016	2015
Assets (continued)				
Securities purchased under agreement to resell (Note 10)				
PT Bank Negara Indonesia (Persero) Tbk	1,216,782	-	-	-
PT Tugu Reasuransi Indonesia	44,219	-	-	-
PT Bank Mandiri (Persero) Tbk	-	-	229,983	466,992
	1,261,001	-	229,983	466,992
Loans (Note 12)				
PT Perusahaan Listrik Negara (Persero)	27,450,111	27,039,931	27,446,991	16,479,829
Perum BULOG	10,020,442	9,049,660	16,112,248	17,187,834
Ministry of Finance of the Republic of Indonesia	3,481,751	3,450,797	4,307,997	4,683,888
PT Dirgantara Indonesia (Persero)	3,057,384	2,438,770	1,735,635	938,930
PT Aneka Tambang (Persero) Tbk	2,753,500	1,356,750	1,347,250	1,378,500
PT Garuda Indonesia (Persero) Tbk	2,388,078	2,375,195	1,968,132	1,593,531
PT Kereta Api Indonesia (Persero)	2,321,634	3,801,438	3,864,676	3,678,155
PT Pegadaian (Persero)	2,314,634	3,037,521	3,835,110	3,864,154
PT Pupuk Kalimantan Timur	2,104,898	1,776,795	1,621,845	2,461,901
PT Krakatau Steel (Persero) Tbk	1,951,770	1,939,755	2,377,804	2,123,803
Others	31,256,693	39,969,509	29,094,927	38,739,634
	89,100,895	96,236,121	93,712,615	93,130,159
Sharia receivables and financing (Note 13)				
PT Waskita Beton Precast Tbk	600,000	400,000	-	-
PT Pegadaian (Persero)	400,000	400,000	300,000	-
Perum DAMRI	49,766	56,381	31,700	40,403
PT Inti Konten Indonesia	3,400	3,850	3,850	5,704
PT Sarana Sumut Ventura	1,493	-	-	-
PT Peruri Properti	360	-	-	-
PT Koperasi Karyawan BRISyariah	270	105,436	112,576	-
PT Dok dan Perkapalan Kodja Bahari	3	-	-	-
Koperasi Swakarya BRI	-	14,251	45,366	-
Key employees	16,899	17,180	13,346	10,165
	1,072,191	997,098	506,838	56,272
Acceptances receivable (Note 15)				
PT Garuda Maintenance Facility Aero Asia Tbk	378,585	274,365	66,490	-
PT Pembangunan Perumahan (Persero) Tbk	187,870	189,270	119,260	-
PT Pindad (Persero)	106,990	50,094	93,410	335,586
PT Krakatau Steel (Persero) Tbk	69,696	136,471	-	187,599
PT Patra Trading	27,232	25,879	-	-
PT Len Industri (Persero)	14,773	2,379	6,459	-
PT Waskita Karya (Persero) Tbk	13,601	7,953	16,087	2,810
PT Adhi Karya (Persero) Tbk	12,668	4,022	-	-
PT Wijaya Karya (Persero) Tbk	11,021	24,064	163,023	57,174
PT Aneka Tambang (Persero) Tbk	9,866	241	-	9,773
Others	10,034	624,378	29,916	118,636
	842,336	1,339,116	494,645	711,578
Investment in associated entities (Note 16)				
PT BTMU-BRI Finance	-	-	-	262,891
PT Bringin Gigantara	-	-	-	1,240
PT Bahana Artha Ventura	71,753	71,382	-	-
	71,753	71,382	-	264,131
Total assets from related parties	236,656,950	237,395,336	200,428,196	201,738,848
Total consolidated assets	1,119,240,112	1,126,248,442	1,003,644,426	878,426,312
Percentage of total assets from related parties to total consolidated assets	21.14%	21.08%	19.97%	22.97%

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES (continued)

	March 31, 2018	December 31,		
		2017	2016	2015
Liabilities				
Demand deposits (Note 20)				
Government Entities and Institutions	34,754,467	45,075,744	44,484,819	33,664,980
Key employees	1,190	1,547	632	676
Others	20,344	19,629	23,533	36,503
	<u>34,776,001</u>	<u>45,096,920</u>	<u>44,508,984</u>	<u>33,702,159</u>
Saving deposits (Note 21)				
Government Entities and Institutions	101,184	80,414	18,806	15,209
Key employees	150,768	147,366	86,529	132,564
Others	228,570	11,933	6,150	-
	<u>480,522</u>	<u>239,713</u>	<u>111,485</u>	<u>147,773</u>
Time deposits (Note 22)				
Government Entities and Institutions	90,092,628	93,732,744	79,043,913	61,367,059
Key employees	121,755	120,479	118,601	143,006
Others	1,835,969	1,592,220	828,258	179,001
	<u>92,050,352</u>	<u>95,445,443</u>	<u>79,990,772</u>	<u>61,689,066</u>
Deposits from other Banks and financial institutions (Note 23)				
Government Entities and Institutions	1,275,742	1,146,162	499,475	603,167
Securities sold under agreement to repurchase (Note 24)				
Government Entities and Institutions	1,467,753	1,465,014	1,454,477	1,444,821
Acceptances payable (Note 15)				
Government Entities and Institutions	842,336	1,339,116	494,645	711,578
Fund borrowings (Note 26)				
Government Entities and Institutions	-	-	100,000	100,000
Compensation to key employees management (Note 42)				
Present value of defined benefit pension liability	339,356	275,514	369,514	326,876
Present value of old-age benefits liability	87,399	61,989	68,082	51,314
Present value of work separation liability	76,624	50,643	76,513	71,914
Present value of grand leaves liability	43,668	37,308	42,327	38,570
Present value of gratuity for services liability	36,489	29,243	37,548	34,293
	<u>583,536</u>	<u>454,697</u>	<u>593,984</u>	<u>522,967</u>
Total liabilities to related parties	131,476,242	145,187,065	127,753,822	98,921,531
Total consolidated liabilities	958,606,454	958,900,948	856,831,836	765,299,133
Percentage of liabilities to related parties to total consolidated liabilities	13.72%	15.14%	14.91%	12.93%

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES (continued)

	March 31, 2018	December 31,		
		2017	2016	2015
Commitments and contingencies				
in administrative accounts				
Guarantees issued (Note 27c)				
PT Wijaya Karya (Persero) Tbk	2,506,880	2,516,028	2,348,096	1,488,411
PT Perusahaan Gas Negara (Persero) Tbk	2,233,426	2,316,148	2,457,968	3,082,484
PT Waskita Karya (Persero) Tbk	1,811,288	1,897,681	2,310,583	1,570,160
PT Pertamina (Persero)	1,662,489	1,428,608	141,439	219,540
PT Dirgantara Indonesia (Persero)	1,062,731	1,252,015	1,507,044	2,001,619
PT Pembangunan Perumahan (Persero) Tbk	1,023,474	714,859	225,841	57,997
PT Telekomunikasi Selular Tbk	991,966	492,264	463,357	337,191
PT Garuda Indonesia (Persero) Tbk	405,012	407,897	298,690	392,762
PT Perusahaan Listrik Negara (Persero)	364,569	572,200	640,776	605,519
PT Kereta Api Indonesia (Persero)	251,553	640,284	288,897	198,592
Others	2,956,768	5,279,437	3,316,681	3,226,252
	15,270,156	17,517,421	13,999,372	13,180,527
Irrevocable L/C (Note 27c)				
Perum BULOG	1,465,066	-	-	663,334
PT Dirgantara Indonesia (Persero)	822,130	1,512,405	947,591	1,153,393
PT Perusahaan Listrik Negara (Persero)	662,180	248,777	1,477,564	238,934
PT Pindad (Persero)	505,391	514,038	62,824	191,598
PT Pupuk Kalimantan Timur	168,473	53,504	-	-
PT Pembangunan Perumahan (Persero) Tbk	152,988	306,786	149,740	-
PT Kereta Api Indonesia (Persero)	143,888	-	270,468	97,584
PT Pertamina (Persero)	139,626	756,452	835,210	377,963
PT Krakatau Steel (Persero) Tbk	129,542	89,570	-	190,916
PT Indonesia Asahan Aluminium (Persero)	106,511	629,159	360,514	-
Others	395,625	1,682,219	2,350,205	9,026,591
	4,691,420	5,792,910	6,454,116	11,940,313

	Three-month period Ended March 31,		Year ended December 31,		
	2018	2017	2017	2016	2015
Salaries and allowance for the board of Directors and Commissioners (Note 35)					
Salaries and allowances for the Board of Directors	17,572	9,381	81,073	65,526	42,300
Salaries and allowances for the Board of Commissioners	9,002	4,243	28,919	26,702	20,920
Total	26,574	13,624	109,992	92,228	63,220
Tantiem, bonuses and incentives for the Board of Directors, Commissioners and Key employees (Note 35)					
Tantiem for the Board of Directors	-	-	239,461	213,003	232,975
Tantiem for the Board of Commissioners	-	-	99,622	84,028	75,898
Bonuses and incentives for key employees	22,806	684	94,456	99,422	89,442
Total	22,806	684	433,539	396,453	398,315

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

44. TRANSACTIONS WITH RELATED PARTIES (continued)

Percentage of transactions with related parties to total consolidated assets and liabilities of BRI and Subsidiaries are as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Assets				
Current accounts with other banks	0.002%	0.002%	0.002%	0.008%
Placements with Bank Indonesia and other banks	0.022	0.030	0.046	0.114
Securities	12.561	11.914	10.068	11.613
Export bills and notes receivable	0.045	0.079	0.063	0.025
Government Recapitalization Bonds	0.263	0.295	0.331	0.434
Securities purchased under agreement to resell	0.113	-	0.023	0.053
Loans	7.961	8.545	9.337	10.602
Sharia receivables and financing	0.096	0.089	0.050	0.006
Acceptances receivable	0.075	0.119	0.049	0.081
Investment in associated entities	0.006	0.006	-	0.030
Total	21.144%	21.079%	19.969%	22.966%
Liabilities				
Demand deposits	3.628%	4.703%	5.195%	4.404%
Saving deposits	0.050	0.025	0.013	0.019
Time deposits	9.603	9.954	9.336	8.061
Deposits from other banks and financial institutions	0.133	0.120	0.058	0.079
Securities sold under agreement to repurchase	0.153	0.153	0.170	0.189
Acceptances payable	0.088	0.140	0.058	0.093
Fund borrowings	-	-	0.012	0.013
Compensation to key employees management	0.061	0.047	0.069	0.068
Total	13.716%	15.142%	14.911%	12.926%

45. SIGNIFICANT AGREEMENTS, COMMITMENTS AND CONTINGENCIES

a. Significant Agreements

On February 14, 2018, BRI entered into an agreement with PT PP (Persero) in connection with the procurement of the contractor services for 1st package of BRI Gatot Subroto Tower Building for a period of 380 (three hundred eighty) calendar days with a contract value of Rp112,900.

On February 7, 2018, BRI entered into an agreement with PT Satkomindo Mediyasa in connection with the extension and upgrade of network communication service procurement in 1219 (one thousand two hundred ninety) remote areas for a period until March 31, 2018 with a contract value of Rp23,364.

On January 24, 2018, BRI entered into an agreement with PT Telekomunikasi Indonesia (Persero) in connection with the procurement of communication channels rental for credit line officer as a supporting facilities of BRISPOT and MYBRI application for a period of 24 (twenty four) months with a contract value of Rp275,895.

On January 23, 2018, BRI entered into an agreement with PT Transtel Universal in connection with the procurement of Integrated Network Management System (INMS) for a period of 3 (three) years with a contract value of Rp25,370.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

45. SIGNIFICANT AGREEMENTS, COMMITMENTS AND CONTINGENCIES (continued)

a. Significant Agreements (continued)

On January 29, 2018, BRI entered into an agreement with PT Telekomunikasi Selular in connection with the procurement of telecommunications services for a period of 12 (twelve) months with a contract value of Rp24,915.

On November 15, 2017, BRI entered into an agreement with PT Asaba Computer Centre in connection with the procurement of 780 (seven hundred and eighty) units of CRM for a guarantee period of 3 (three) years with a contract value of Rp100,558.

On September 13, 2017, BRI entered into an agreement with PT Bringin Gigantara in connection with the procurement of maintenance agreement service of 2 (two) units of IBM AS400 Power8 E880 machine for a period between 2017 and 2020 with a contract value of Rp80,000.

On May 17, 2017, BRI entered into an agreement with PT Anabatic Technologies Tbk in connection with the procurement of 2 (two) units of mainframe Z13S N10 machine for a guarantee period of 1 (one) year with a contract value of Rp69,000.

On May 9, 2017, BRI entered into an agreement with PT Patra Telekomunikasi Indonesia in connection with the procurement to lease Hub and Remote VSAT Phase-1 BRIsat Integration for 2,278 (two thousand two hundred and seventy eight) locations for a period of 3 (three) years with a contract value of Rp67,994.

On April 13, 2017, BRI entered into an agreement with PT Ingenico International Indonesia in connection with the procurement of 45,750 (forty five thousand seven hundred and fifty) EDC units for a guarantee period of 3 (three) years with a contract value of Rp74,572.

On December 23, 2016, BRI entered into an agreement with PT Satkomindo Mediyasa in connection with the procurement to lease Hub and Remote VSAT Phase-1 BRIsat integration equipment of 6,836 (six thousand eight hundred and thirty six) units for a period of 3 (three) years with a contract value of Rp210,549.

On June 9, 2016, BRI entered into an agreement with PT Bringin Gigantara in connection with the procurement of 2 (two) units AS/400 Power-8 (E880) Machine for a period of 1 (one) year with a contract value of Rp220,000.

On June 1, 2016, BRI entered into an agreement with Koperasi Swakarya BRI in connection with the procurement of 3,000 (three thousand) ATM units for a period of 3 (three) years with a contract value of Rp250,805.

On June 1, 2016, BRI entered into agreement with PT Titan Sarana Niaga in connection with the procurement of 2,250 (two thousand two hundred and fifty) ATM Units for a period of 3 (three) years with a contract value of Rp188,073.

On June 1, 2016, BRI entered into agreement with PT Asaba Computer Center in connection with the procurement of 1,500 (one thousand five hundred) ATM Units for a period of 3 (three) years with a contract value of Rp125,382.

On November 30, 2015, BRI entered into an agreement with PT Bringin Gigantara in connection with the procurement of 6,000 (six thousand) EDC Triple Connection units and 17,186 (seventeen thousand one hundred and eighty six) EDC Mobile units for 3 (three) years with a contract value of Rp60,143.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

45. SIGNIFICANT AGREEMENTS, COMMITMENTS AND CONTINGENCIES (continued)

a. Significant Agreements (continued)

On October 27, 2015, BRI entered into an agreement with Koperasi Swakarya BRI in connection with the procurement of 14,000 (fourteen thousand) EDC Triple Connection units and 17,966 (seventeen thousand nine hundred and sixty six) EDC Mobile units for 3 (three) years with a contract value of Rp83,789.

On June 29, 2015, BRI entered into an agreement with PT Bringin Gigantara in connection with the procurement of 300 (three hundred) CDM units for 3 (three) years with a contract value of USD5,399,400.

On June 1, 2015, BRI entered into an agreement with Koperasi Swakarya BRI in connection with the procurement of 1,000 (one thousand) ATM units for 3 (three) years with a contract value of USD6,750,000.

On June 1, 2015, BRI entered into an agreement with PT Bringin Gigantara in connection with the procurement of 600 (six hundred) ATM units for 3 (three) years with a contract value of USD4,050,000.

b. Contingent Liabilities

In conducting its business, BRI is a defendant with various litigation proceedings and legal claims mainly with respect to matters of contractual compliance. Although there is no clear assurance yet, BRI believes that based on information currently available, the ultimate resolution of these legal proceedings and legal claims will not likely have a material effect on the operations, financial position or liquidity level of BRI.

As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI has provided an allowance (included in "Other Liabilities") for several pending lawsuits filed against BRI amounting to Rp1,004,354, Rp971,354, Rp613,720 and Rp410,878 (Note 29), respectively. Management believes that the allowance is adequate to cover possible losses arising from pending litigations or legal claims that are currently in progress.

46. GOVERNMENT GUARANTEE ON OBLIGATIONS OF COMMERCIAL BANKS

Based on Presidential Decision No. 26 of 1998 as implemented by the Ministry of Finance Decision dated January 28, 1998 and the Joint Decrees No. 30/270/KEP/DIR and No. 1/BPPN/1998 dated March 6, 1998, of the Director of Bank Indonesia and Head of IBRA, the Government provided a guarantee on certain obligations of all locally incorporated commercial banks. Based on the latest amendment under the Decree of the Ministry of Finance Decision No. 179/KMK.017/2000 dated May 26, 2000, this guarantee is valid from January 26, 1998 up to January 31, 2001 and with automatic extension of the guarantee period continuously every 6 (six) months, unless within 6 (six) months before the maturity of the guarantee period or its extension period, the Ministry of Finance announces to the public the expiry and/or change in the guarantee program. For this guarantee, the Government charges premium which is computed based on a certain percentage in accordance with the prevailing regulations.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

46. GOVERNMENT GUARANTEE ON OBLIGATIONS OF COMMERCIAL BANKS (continued)

In accordance with Regulation No. 17/PMK.05/2005 dated March 3, 2005 of the Ministry of Finance, starting April 18, 2005, commercial bank obligations guaranteed by the Government Guarantee Program include demand deposits, saving deposits, time deposits and borrowings from other banks in the form of inter-bank money market transactions.

The Government Guarantee Program through UP3 ended on September 22, 2005 based on Regulation No. 68/PMK.05/2005 dated August 10, 2005 of the Ministry of Finance regarding the "Calculation and Payment of Premium on Government Guarantee Program on the Payment of Obligations of Commercial Banks" for the period of July 1 up to September 21, 2005. The Government established the Indonesia Deposit Insurance Corporation (LPS), an independent agency, to replace UP3 based on Law No. 24 of 2004 dated September 22, 2004 regarding "Deposit Insurance Corporation", in order to provide guarantees on public funds including funds from other banks in the form of demand deposits, time deposits, certificates of deposits, saving deposits and/or other similar forms.

In accordance with Government Regulation No. 66 of 2008, dated October 13, 2008 regarding "The Amount of Public Savings Guaranteed" by the Indonesia Deposit Insurance Corporation which is enhanced through LPS Regulation No. 2/PLPS/2010, dated November 25, 2010 regarding "Deposit Guarantee Program" article 29, the total amount of customers' saving accounts in banks which is guaranteed by the Government is Rp2,000,000,000 (full amount).

LPS guarantee interest rate as of March 31, 2018, December 31, 2017, 2016 and 2015 were 5.75%, 5.75%, 6.25% and 7.50% respectively, for deposits in Rupiah, while for foreign currencies as of March 31, 2018, December 31, 2017, 2016 and 2015 were 0.75%, 0.75%, 0.75% and 1.25% respectively.

47. ISSUED AND REVISED STATEMENTS OF FINANCIAL ACCOUNTING STANDARDS (SFAS) AND INTERPRETATION OF FINANCIAL ACCOUNTING STANDARDS (IFAS)

The following summarizes the SFAS and IFAS which were issued by the Financial Accounting Standards Board (FASB) and Sharia Accounting Standards Board (SASB) are relevant to BRI and subsidiaries, but not yet effective for the consolidated financial statements as of March 31, 2018:

Effective on or after January 1, 2019:

- a. IFAS No. 33, "Foreign Currency Transactions and Advance Consideration", clarifies the use of transaction date to determine the exchange rate used in the initial recognition of assets, expenses or corresponding revenues when the entity has accepted or paid advance considerations in foreign currencies.
- b. IFAS No. 34, "Uncertainty of Income Tax Treatment", clarifies and provides guidance to reflect the uncertainty of income tax treatments in the financial statements.

Effective on or after January 1, 2020:

- a. SFAS No. 62 (2017 Amendment), "Insurance Contract", meets a certain criteria to implement a temporary exemption from SFAS No. 71 (deferral approach) or chooses to implement the overlay approach for determined financial assets.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

47. ISSUED AND REVISED STATEMENTS OF FINANCIAL ACCOUNTING STANDARDS (SFAS) AND INTERPRETATION OF FINANCIAL ACCOUNTING STANDARDS (IFAS) (continued)

Effective on or after January 1, 2020 (continued):

- b. SFAS No. 71, "Financial Instrument", regulates the classifications and measurements of financial instruments based on the characteristics from the contractual cash flow and entity's business model; expected credit loss method for impairment resulting in more timely, relevant and understandable information by users of financial statements; accounting for hedges that reflects better entity risk management by introducing more general requirements based on management considerations.
- c. SFAS No. 71 (2017 Amendment), "Financial Instrument", regulates that financial assets with accelerated repayment feature that can produce negative compensation fulfill the qualifications of contractual cash flows originating from principal payments and interests from the owed amount.
- d. SFAS No. 72, "Revenue from contracts with Customers", adopted from IFRS 15 regulates the model of revenue recognition from contracts with customers, therefore the entity is expected to conduct an analysis before acknowledging revenue.
- e. SFAS No. 73, "Leases", determines the principles of recognition, measurement, presentation, and disclosure for leases by introducing single accounting model that requires the recognition of right-of-use assets and lease liabilities. There are 2 optional exceptions on the recognition of lease assets and liabilities, which are for: (1) short-term leases and (2) leases in which the underlying assets have low values.
- f. SFAS No. 15 (2017 Amendment), "Investments in Associates and Joint Ventures", regulates that entity also implements SFAS No. 71 on financial instruments of associates and joint ventures where the equity method is not implemented. This matter is included as a long term interest that substantially forms a portion of entity's net investments on associates or joint ventures as referred to in SFAS No. 15 paragraph 38.

Currently, BRI and subsidiaries are evaluating and have not yet determined the impact of the revised SFAS on the consolidated financial statements.

48. OTHER DISCLOSURES

a. Capital Adequacy Ratio (CAR)

BRI actively manages its capital in accordance with the regulatory requirements. The primary objective of which is to ensure that BRI, at all times, maintains adequate capital to cover inherent risks to its banking activities without prejudice to optimizing shareholder's value.

CAR as of March 31, 2018, December 31, 2017 and 2016 was calculated based on Regulation of Financial Services Authority (POJK) No. 34/POJK.03/2016 concerning the change on POJK No. 11/POJK.03/2016 concerning the Minimum Capital Requirement for Commercial Banks. On December 31, 2015, CAR was calculated based on Bank Indonesia Regulation (PBI) No. 15/12/PBI/2013 concerning the Minimum Capital Requirement for Commercial Banks.

Based on POJK No. 34/POJK.03/2016, PBI No. 17/22/PBI/2015 concerning the Establishment of Countercyclical Buffer Requirement, and POJK No. 46/POJK.03/2015 concerning the Determination of Systemically Important Bank and Capital Surcharge, in addition to the minimum capital requirement according to the risk profile, BRI is required to form additional capital as a buffer that apply in stages starting on January 1, 2016.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

48. OTHER DISCLOSURES (continued)

a. Capital Adequacy Ratio (CAR) (continued)

On March 31, 2018, the establishment of buffer capital consist of Capital Conservation Buffer, Countercyclical Buffer, and Capital Surcharge which shall be established based on a percentage of RWA of 1.875%, 0.00% and 1.875%, respectively.

Based on the BRI's risk profile as of December 31, 2017, June 30, 2017, 2016 and 2015, which are satisfactory, the minimum CAR as of March 31, 2018, December 31, 2017, 2016 and 2015 is set at 9% to less than 10%.

The determination of BRI's compliance with regulatory requirements and ratios is based on the regulatory accounting practices which differ from Indonesian Financial Accounting Standards in some respects. As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI has complied with the BI and OJK required capital adequacy ratio.

CAR BRI (Parent Entity) as of March 31, 2018, December 31, 2017, 2016 and 2015 are calculated as follows:

	March 31, 2018	December 31,		
		2017	2016	2015
Core Capital (Tier 1)				
Common Equity (CET 1)	146,225,514	154,668,699	136,670,139	89,992,393
Additional Tier (Tier 2)	7,261,697	7,083,240	6,240,293	20,588,224
Total Capital	153,487,211	161,751,939	142,910,432	110,580,617
Risk Weighted Asset (RWA)				
RWA for Credit Risk *)	580,935,781	566,659,194	502,423,401	438,295,934
RWA for Market Risk **)	11,000,710	6,889,063	9,535,428	2,572,131
RWA for Operational Risk ***)	148,209,848	130,967,728	111,898,899	96,206,873
Total RWA	740,146,339	704,515,985	623,857,728	537,074,938
	March 31, 2018	December 31,		
		2017	2016	2015
CAR Ratio				
CET 1 Ratio	19.76%	21.95%	21.91%	16.76%
Tier 1 Ratio	19.76	21.95	21.91	16.76
Tier 2 Ratio	0.98	1.01	1.00	3.83
Total Ratio	20.74	22.96	22.91	20.59
Tier 1 Minimum Ratio	6.00%	6.00%	6.00%	6.00%
CET 1 Minimum Ratio	4.50	4.50	4.50	4.50
Minimum CAR Based on Risk Profile	9.00	9.00	9.00	9.00

*) Credit risk is calculated according to SE OJK No. 42/SEOJK.03/2016 dated September 28, 2016.

***) Market risk is calculated according to SE OJK No. 38/SEOJK.03/2016 dated September 8, 2016.

****) Operational risk is calculated according to SE OJK No. 24/SEOJK.03/2016 dated July 14, 2016.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

48. OTHER DISCLOSURES (continued)

b. Non-Performing Loans (NPL) Ratio

As of March 31, 2018, December 31, 2017, 2016 and 2015, BRI's NPL ratio are as follows:

(i) Consolidated (including Sharia receivables and financing)

	March 31, 2018	December 31,		
		2017	2016	2015
NPL ratio - gross	2.45%	2.22%	2.11%	2.10%
NPL ratio - net	1.22	0.98	1.15	1.29

(ii) BRI (Parent Entity)

	March 31, 2018	December 31,		
		2017	2016	2015
NPL ratio - gross	2.39%	2.10%	2.03%	2.02%
NPL ratio - net	1.16	0.88	1.09	1.22

Net NPL ratio is calculated based on NPL less the minimum allowance for impairment losses in accordance with Bank Indonesia regulations divided by the total loans.

c. Custodian Operations

BRI rendered custodian services since 1996 based on its operating license through Bapepam Chairman Decision Letter No. 91/PM/1996 dated April 11, 1996 and was also selected as the Sub-Registry in conducting Government bonds transactions and administration of Scriptless Certificates of Bank Indonesia by Bank Indonesia.

The custodian services business is a part of the Investment Services Division, which provides services such as:

- Safekeeping services and portfolio valuation;
- Settlement handling services;
- Income collection services, including the related tax payments;
- Corporate actions and proxy services;
- Information and reporting services;
- Custody Unit Link services and DPLK;
- Custodian for asset securitization; and
- Global custodian for securities issued abroad,

BRI has 357 (three hundred and fifty seven), 258 (two hundred fifty eight), 210 (two hundred and ten) and 127 (one hundred twenty seven) customers (unaudited) as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively, which mainly consist of pension funds, financial institutions, insurance companies, securities companies, mutual funds and other institutions.

Customers' assets deposited at BRI Custodian (unaudited) amounted to Rp295,550,848, Rp298,786,806, Rp320,285,896 and Rp182,164,111 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively. While the number of custodian fees earned (unaudited) amounted to Rp19,605, Rp71,513, Rp56,058 and Rp38,775 for the period/year ended March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

48. OTHER DISCLOSURES (continued)

d. Trustee Agent Operations

BRI rendered trustee agent operations since 1996. The operating license of BRI for trust services was granted by the Ministry of Finance based on its Decision Letter No. 1554/KMK.013/1990 dated December 6, 1990 and registered in OJK in conformity with its Operating License as Trustee Agent No. 08/STTD-WA/PM/1996 dated June 11, 1996.

The trust services business is a part of the Investment Services Division which provides services such as:

- Trustee agent
- Security agent
- Monitoring agent

BRI has 32 (thirty two), 31 (thirty one), 26 (twenty six) and 23 (twenty three) customers (unaudited) as of March 31, 2018, December 31, 2017, 2016 and 2015. The total value of bonds issuance on behalf of bonds issuers managed by BRI as part of trustee agent (unaudited) amounted to Rp73,555,755, Rp69,044,870, Rp66,099,135 and Rp59,147,889 as of March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

e. Trust Service

BRI's Trust Service is the custodian services customers in the form of financial assets for and on behalf of customers. BRI is the first bank in Indonesia to obtain permission from Bank Indonesia to perform Trust Services in Indonesia through Bank Indonesia letter No. 15/19/DPB1/PB1-3 dated February 12, 2013 and Bank Indonesia confirmation letter No. 15/30/DPB1/PB1-3 dated March 19, 2013.

The scope of services includes the BRI Trust Services :

- Paying agent services
- Lending agency services
- Investment agency services
- Other agency services, such as suspend and guarantees agent

BRI's Trust Services has been providing services for financial transactions involving oil and gas projects, both carried out by members of the Contractor Contract (K3S) under the auspices of SKK Migas and non K3S projects.

In addition to providing Trust Services for the oil and gas sector, BRI has been providing either trust or non-trust services for other sectors, such as infrastructure, energy, trading and chemical industries. Beside service to direct customers, the BRI's Trust Services also participate in supporting BRI's financing working unit in the infrastructure, energy and syndicated financing transactions activities.

BRI's Trust project value (unaudited) amounted to Rp67,059,190, Rp67,285,809, Rp37,515,581 and Rp24,819,911 for the period/year ended March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

48. OTHER DISCLOSURES (continued)

f. Syndication Agent

BRI currently provides Syndicated Agent services for syndicated loan financing from several sectors/industries including agribusiness sector, infrastructure such as toll roads, ports, airports, power plants, oil & gas, textiles, property and manufacturing involving government projects (BUMN) also private projects.

Syndication agent services is part of the activities of the Trust and Corporate Services, which include the following services:

- Arranger
- Facilities agent
- Guarantees agent
- Suspend agent

BRI Syndication Agent project value (unaudited) amounted to Rp166,604,127, Rp142,304,126, Rp141,670,733 and Rp95,083,565, for the period/year ended March 31, 2018, December 31, 2017, 2016 and 2015, respectively.

49. EARNINGS PER SHARE

The following presents the computation of basic earnings per share (EPS):

	March 31, 2018		
	Income for the Period	Weighted average number of outstanding common shares	Earning for the Period per share (Full Rupiah)
Income for the period that attributable to equity holders of the parent entity per share	7,400,907	122,386,510,666	60.47
	<u>7,400,907</u>	<u>122,386,510,666</u>	<u>60.47</u>
	March 31, 2017 (Unaudited)		
	Income for the Period	Weighted average number of outstanding common shares	Earning for the Period per share (Full Rupiah)
Income for the period that attributable to equity holders of the parent entity per share	6,645,700	122,386,510,666	54.30
	<u>6,645,700</u>	<u>122,386,510,666</u>	<u>54.30</u>
	December 31, 2017		
	Income for the Year	Weighted average number of outstanding common shares	Earning for the Year per share (Full Rupiah)
Income for the year that attributable to equity holders of the parent entity per share	28,996,535	122,386,510,666	236.93
	<u>28,996,535</u>	<u>122,386,510,666</u>	<u>236.93</u>

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

49. EARNINGS PER SHARE (continued)

The following presents the computation of basic earnings per share (EPS) (continued):

	December 31, 2016		
	Income for the Year	Weighted average number of outstanding common shares	Earning for the Year per share (Full Rupiah)
Income for the year that attributable to equity holders of the parent entity per share	26,195,772	122,387,068,383	214.04

	December 31, 2015		
	Income for the Year	Weighted average number of outstanding common shares	Earning for the Year per share (Full Rupiah)
Income for the year that attributable to equity holders of the parent entity per share	25,397,742	123,389,018,133	205.83

The outstanding number of ordinary shares before stock split and issuance of bonus shares, whereby the common shares issued to the existing shareholders without any additional remuneration are adjusted to changes as if they occurred at the beginning of the earliest serving period.

50. ACCOUNT RECLASSIFICATION AND ADJUSTMENT

Some accounts in the consolidated financial statements for the year ended December 31, 2017, 2016 and 2015 have been reclassified in accordance to the interim consolidated financial statements for the three-month period ended March 31, 2018.

	Year Ended December 31, 2017		
	Before Reclassification	Reclassification	After Reclassification
<u>Consolidated Statement of Financial Position</u>			
Asset			
Export Bills and Notes Receivable	5,623,717	5,030,636	10,654,353
Other Assets - net	25,230,455	(5,030,636)	20,199,819
<u>Consolidated Statement of Cash Flows</u>			
Operating asset			
Export Bills and Notes Receivable	3,721,755	(2,795,933)	925,822
Other Assets - net	(11,728,077)	2,795,933	(8,932,144)

These interim consolidated financial statements are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk AND ITS SUBSIDIARIES
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
As of March 31, 2018 and for the Three-Month Period Then Ended (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

50. ACCOUNT RECLASSIFICATION AND ADJUSTMENT (continued)

	Year Ended December 31, 2016		
	Before Reclassification	Reclassification	After Reclassification
<u>Consolidated Statement of Financial Position</u>			
Asset			
Export Bills and Notes Receivable	9,345,472	2,234,703	11,580,175
Other Assets - net	13,909,933	(2,234,703)	11,675,230
<u>Consolidated Statement of Cash Flows</u>			
Operating asset			
Export Bills and Notes Receivable	(2,064,589)	(1,648,932)	(3,713,521)
Other Assets - net	(662,511)	1,648,932	986,421
<u>Year Ended December 31, 2015</u>			
	Before Reclassification	Reclassification	After Reclassification
<u>Consolidated Statement of Financial Position</u>			
Asset			
Export Bills and Notes Receivable	7,280,883	585,771	7,866,654
Other Assets - net	13,166,302	(585,771)	12,580,531
<u>Consolidated Statement of Cash Flows</u>			
Operating asset			
Export Bills and Notes Receivable	3,247,102	(508,786)	2,738,316
Other Assets - net	(2,388,153)	508,786	(1,879,367)

51. EVENTS AFTER THE REPORTING PERIOD

Registration Statement for the Initial Public Offering of PT Bank BRISyariah

Based on the Letter of the Financial Services Authority (OJK) No. S.37 / D.04 / 2018 dated April 30, 2018 regarding the registration statement of PT Bank BRISyariah on an Initial Public Offering pursuant to the latest letter filed with OJK. S.B.147-PDR / 04-2018 dated April 24, 2018, OJK does not require any additional information and has no further response and the registration statement becomes effective.

52. COMPLETION OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The management of BRI is responsible for the preparation of these interim consolidated financial statements which were completed and authorized to be issued on May 2, 2018.

These supplementary financial information are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF FINANCIAL POSITION - PARENT ENTITY
As of March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	March 31, 2018	December 31,		
		2017 ¹⁾	2016 ¹⁾	2015 ¹⁾
ASSETS				
Cash	20,898,842	24,437,571	24,865,133	28,470,316
Current Accounts With Bank Indonesia	58,168,941	55,598,024	53,398,240	60,128,814
Current Accounts With Other Banks	12,945,969	5,803,057	10,792,581	8,325,277
Placements With Bank Indonesia and Other Banks	28,836,598	53,384,610	77,574,246	47,424,568
Securities	164,214,731	171,079,651	120,083,644	117,102,311
Export Bills and Notes Receivable	12,521,733	10,654,353	11,580,175	7,866,654
Government Recapitalization Bonds	2,943,146	3,317,840	3,318,434	3,815,958
Securities Purchased Under Agreement to Resell	11,184,875	16,496,292	1,557,370	845,125
Derivatives Receivable	304,695	145,928	93,649	-
Loans	724,481,462	708,001,045	635,291,221	558,436,016
Allowance for impairment losses	(31,495,704)	(29,062,262)	(21,944,371)	(17,030,352)
	<u>692,985,758</u>	<u>678,938,783</u>	<u>613,346,850</u>	<u>541,405,664</u>
Acceptances Receivable	4,760,792	5,637,833	5,602,843	5,138,671
Investment in Associated Entities	7,728,186	6,727,814	5,783,220	4,949,988
Premises And Equipments				
Cost	32,927,434	32,692,513	31,232,047	13,982,469
Accumulated depreciation	(9,039,554)	(8,674,305)	(7,255,098)	(6,231,273)
Net book value	<u>23,887,880</u>	<u>24,018,208</u>	<u>23,976,949</u>	<u>7,751,196</u>
Deferred Tax Assets - net	3,491,298	2,989,066	2,328,530	1,806,780
Other Assets - net	19,858,758	17,209,036	9,698,826	10,967,057
TOTAL ASSETS	<u>1,064,732,202</u>	<u>1,076,438,066</u>	<u>964,000,690</u>	<u>845,998,379</u>

¹⁾ After Reclassified (Note 50)

These supplementary financial information are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF FINANCIAL POSITION - PARENT ENTITY (continued)
As of March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	March 31, 2018	December 31,		
		2017	2016	2015
LIABILITIES AND EQUITY				
LIABILITIES				
Liabilities Due Immediately	20,469,460	6,472,759	5,328,446	5,000,687
Deposits from Customers				
Demand Deposits	126,592,322	144,432,274	140,764,079	112,988,721
Saving Deposits	325,776,123	342,759,191	297,649,283	267,607,038
Time Deposits	332,900,279	316,135,105	285,432,096	262,178,245
Total Deposits from Customers	785,268,724	803,326,570	723,845,458	642,774,004
Deposits From Other Banks and Financial Institutions	7,291,235	5,752,420	1,784,932	10,365,232
Securities Sold Under Agreement to Repurchase	10,468,978	12,136,684	7,302,398	11,377,958
Derivatives Payable	352,683	197,633	344,865	445,753
Acceptances Payable	4,760,792	5,637,833	5,602,843	5,138,671
Taxes Payable	1,291,530	470,272	881,207	1,371,681
Marketable Securities Issued	25,984,203	30,323,802	24,936,730	10,532,381
Fund Borrowings	31,974,045	29,267,409	34,599,638	35,380,358
Liabilities for Employee Benefits	11,288,301	11,888,794	9,181,163	7,880,662
Other Liabilities	7,436,453	5,902,298	4,699,821	3,282,726
Subordinated Loans and Marketable Securities	14,135	14,385	35,471	56,468
TOTAL LIABILITIES	906,600,539	911,390,859	818,542,972	733,606,581

These supplementary financial information are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF FINANCIAL POSITION - PARENT ENTITY (continued)
As of March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	March 31, 2018	December 31,		
		2017	2016	2015
LIABILITIES AND EQUITY (continued)				
EQUITY				
Capital stock - par value Rp50 (full Rupiah) per share as of March 31, 2018 and December 31, 2017 and Rp250 (full Rupiah) per share as of December 31, 2016 and 2015				
Authorized capital - 300,000,000,000 shares (consisting of 1 Series A Dwiwarna share and 299,999,999,999 Series B shares) as of March 31, 2018 and December 31, 2017 and 60,000,000,000 shares (consisting of 1 Series A Dwiwarna share and 59,999,999,999 Series B shares) as of December 31, 2016 and 2015				
Issued and fully paid capital - 123,345,810,000 shares (consisting of 1 Series A Dwiwarna share and 123,345,809,999 Series B shares) as of March 31, 2018 and December 31, 2017 and 24,669,162,000 shares (consisting of 1 Series A Dwiwarna share and 24,669,161,999 Series B shares) as of December 31, 2016 and 2015	6,167,291	6,167,291	6,167,291	6,167,291
Additional paid-in capital	2,773,858	2,773,858	2,773,858	2,773,858
Revaluation surplus arising from premises and equipments	13,824,692	13,824,692	13,824,692	-
Differences arising from the translation of foreign currency financial statements	54,769	54,199	23,490	49,069
Unrealized gain (loss) on available for sale securities and Government Recapitalization Bonds - net	576,060	1,621,265	103,891	(1,039,128)
Gain on remeasurement of defined benefit plans - net	624,030	705,117	654,637	532,410
Treasury stock	(2,418,948)	(2,418,948)	(2,418,948)	(2,286,375)
Bonus shares compensation provision	106,333	-	-	-
Retained Earnings				
Appropriated	3,022,685	3,022,685	3,022,685	18,115,741
Unappropriated	133,400,893	139,297,048	121,306,122	88,078,932
Total Retained Earnings	136,423,578	142,319,733	124,328,807	106,194,673
TOTAL EQUITY	158,131,663	165,047,207	145,457,718	112,391,798
TOTAL LIABILITIES AND EQUITY	1,064,732,202	1,076,438,066	964,000,690	845,998,379

These supplementary financial information are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
INCOME AND EXPENSES FROM OPERATIONS					
Interest and investment income	25,016,179	23,298,562	98,253,779	90,015,450	81,553,592
Interest and other financing expense	(7,035,065)	(6,645,478)	(27,825,233)	(26,920,380)	(26,958,421)
Interest Income - net	17,981,114	16,653,084	70,428,546	63,095,070	54,595,171
Interest Income					
Other Operating Income					
Other fees and commissions	2,652,546	2,543,584	10,303,072	9,209,654	7,351,714
Recovery of assets written-off	280,247	912,220	5,044,147	4,461,473	3,780,409
Gain on foreign exchange - net	259,556	21,894	175,531	-	457,939
Gain on sale of securities and Government Recapitalization Bonds - net	180,325	112,159	705,361	373,720	63,257
Unrealized gain on changes in fair value of securities - net	-	7,720	3,217	-	-
Others	1,467,269	292,665	2,461,508	2,634,363	2,016,879
Total Other Operating Income	4,839,943	3,890,242	18,692,836	16,679,210	13,670,198
Provision for impairment losses on financial assets - net	(5,319,345)	(5,150,635)	(16,659,697)	(13,319,763)	(8,581,076)
Other Operating Expenses					
Salaries and employee benefits	(4,934,611)	(4,337,317)	(19,436,502)	(17,648,351)	(15,961,035)
General and administrative	(2,825,492)	(2,577,916)	(12,468,540)	(11,324,949)	(9,917,770)
Unrealized loss on changes in fair value of securities - net	(8,936)	-	-	-	(6,879)
Foreign currency transaction losses - net	-	-	-	(271,661)	-
Others	(911,398)	(717,447)	(4,407,557)	(3,783,112)	(2,087,432)
Total Other Operating Expenses	(8,680,437)	(7,632,680)	(36,312,599)	(33,028,073)	(27,973,116)
OPERATING INCOME	8,821,275	7,760,011	36,149,086	33,426,444	31,711,177
NON OPERATING INCOME - NET	8,992	141,711	201,644	15,199	500,261
INCOME BEFORE TAX EXPENSE	8,830,267	7,901,722	36,350,730	33,441,643	32,211,438
TAX EXPENSE	(1,677,981)	(1,426,727)	(7,881,495)	(7,688,187)	(7,007,288)
INCOME FOR THE PERIOD/YEAR	7,152,286	6,474,995	28,469,235	25,753,456	25,204,150

These supplementary financial information are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME - PARENT ENTITY (continued)
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
Other comprehensive income:					
Items not to be reclassified to profit or loss					
Remeasurement of defined benefit plans	(108,115)	40,413	67,307	162,970	558,530
Income tax related to item not to be reclassified to profit or loss	27,028	(10,103)	(16,827)	(531,578)	(139,633)
Revaluation surplus arising from premises and equipments	-	-	-	14,315,527	-
Items to be reclassified to profit or loss					
Exchange rate differences on translation of foreign currency financial statements	570	23,856	30,709	(25,579)	(7,399)
Unrealized (loss) gain securities and Government Recapitalization Bonds	(1,393,607)	1,251,835	2,023,166	1,524,025	(1,127,957)
Income tax related to items to be reclassified to profit or loss	348,402	(312,959)	(505,792)	(381,006)	281,989
Other Comprehensive Income For the Period/Year - After Tax	(1,125,722)	993,042	1,598,563	15,064,359	(434,470)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD/YEAR	6,026,564	7,468,037	30,067,798	40,817,815	24,769,680
BASIC EARNINGS FOR THE PERIOD/YEAR (full Rupiah)	58.44	52.91	232.62	210.45	204.27

These supplementary financial information are originally issued in the Indonesian language

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF CHANGES IN EQUITY - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stocks	Retained Earnings		Total Equity - Parent Entity
							Appropriated	Unappropriated	
Balance as of December 31, 2014	6,167,291	2,773,858	56,468	(193,160)	113,513	-	15,449,160	72,813,858	97,180,988
Income for the year	-	-	-	-	-	-	-	25,204,150	25,204,150
Other comprehensive income	-	-	(7,399)	(845,968)	418,897	-	-	-	(434,470)
Total comprehensive income for the year	-	-	(7,399)	(845,968)	418,897	-	-	25,204,150	24,769,680
Distribution of income									
Dividends	-	-	-	-	-	-	-	(7,272,495)	(7,272,495)
Addition to specific reserves	-	-	-	-	-	-	2,666,581	(2,666,581)	-
Treasury Stock	-	-	-	-	-	(2,286,375)	-	-	(2,286,375)
Balance as of December 31, 2015	6,167,291	2,773,858	49,069	(1,039,128)	532,410	(2,286,375)	18,115,741	88,078,932	112,391,798

These supplementary financial information are originally issued in the Indonesian language

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF CHANGES IN EQUITY - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stocks	Revaluation Surplus Arising from Premises and Equipments - Net of Tax	Retained Earnings		Total Equity - Parent Entity
								Appropriated	Unappropriated	
Balance as of December 31, 2015	6,167,291	2,773,858	49,069	(1,039,128)	532,410	(2,286,375)	-	18,115,741	88,078,932	112,391,798
Income for the year	-	-	-	-	-	-	-	-	25,753,456	25,753,456
Other comprehensive income	-	-	(25,579)	1,143,019	122,227	-	13,824,692	-	-	15,064,359
Total comprehensive income for the year	-	-	(25,579)	1,143,019	122,227	-	13,824,692	-	25,753,456	40,817,815
Distribution of income										
Dividends	-	-	-	-	-	-	-	-	(7,619,322)	(7,619,322)
Specific reserves reclassification	-	-	-	-	-	-	-	(15,093,056)	15,093,056	-
Treasury stock	-	-	-	-	-	(132,573)	-	-	-	(132,573)
Balance as of December 31, 2016	6,167,291	2,773,858	23,490	103,891	654,637	(2,418,948)	13,824,692	3,022,685	121,306,122	145,457,718

These supplementary financial information are originally issued in the Indonesian language

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF CHANGES IN EQUITY - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stocks	Revaluation Surplus Arising from Premises and Equipments - Net of Tax	Retained Earnings		Total Equity - Parent Entity
								Appropriated	Unappropriated	
Balance as of December 31, 2016	6,167,291	2,773,858	23,490	103,891	654,637	(2,418,948)	13,824,692	3,022,685	121,306,122	145,457,718
Income for the year	-	-	-	-	-	-	-	-	28,469,235	28,469,235
Other comprehensive income	-	-	30,709	1,517,374	50,480	-	-	-	-	1,598,563
Total comprehensive income for the year	-	-	30,709	1,517,374	50,480	-	-	-	28,469,235	30,067,798
Distribution of income Dividends	-	-	-	-	-	-	-	-	(10,478,309)	(10,478,309)
Balance as of December 31, 2017	6,167,291	2,773,858	54,199	1,621,265	705,117	(2,418,948)	13,824,692	3,022,685	139,297,048	165,047,207

These supplementary financial information are originally issued in the Indonesian language

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF CHANGES IN EQUITY - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stocks	Revaluation Surplus Arising from Premises and Equipments - Net of Tax	Retained Earnings		Total Equity - Parent Entity
								Appropriated	Unappropriated	
Balance as of December 31, 2016	6,167,291	2,773,858	23,490	103,891	654,637	(2,418,948)	13,824,692	3,022,685	121,306,122	145,457,718
Income for the period	-	-	-	-	-	-	-	-	6,474,995	6,474,995
Other comprehensive income	-	-	23,856	938,876	30,310	-	-	-	-	993,042
Total comprehensive income for the period	-	-	23,856	938,876	30,310	-	-	-	6,474,995	7,468,037
Distribution of income Dividends	-	-	-	-	-	-	-	-	(10,478,309)	(10,478,309)
Balance as of March 31, 2017 (Unaudited)	6,167,291	2,773,858	47,346	1,042,767	684,947	(2,418,948)	13,824,692	3,022,685	117,302,808	142,447,446

These supplementary financial information are originally issued in the Indonesian language

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
INTERIM STATEMENT OF CHANGES IN EQUITY - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Issued and Fully Paid Capital	Additional Paid-in Capital	Differences Arising from the Translation of Foreign Currency Financial Statements	Unrealized (Loss) Gain on Available for Sale Securities and Government Recapitalization Bonds - Net of Deferred Tax	Gain on Remeasurement of Defined Benefit Plans - Net of Deferred Tax	Treasury Stock	Bonus Shares Compensation Provision	Revaluation Surplus Arising from Premises and Equipments - Net of Tax	Retained Earnings		Total Equity - Parent Entity
									Appropriated	Unappropriated	
Balance as of December 31, 2017	6,167,291	2,773,858	54,199	1,621,265	705,117	(2,418,948)	-	13,824,692	3,022,685	139,297,048	165,047,207
Income for the period	-	-	-	-	-	-	-	-	-	7,152,286	7,152,286
Other comprehensive income	-	-	570	(1,045,205)	(81,087)	-	-	-	-	-	(1,125,722)
Total comprehensive income for the period	-	-	570	(1,045,205)	(81,087)	-	-	-	-	7,152,286	6,026,564
Distribution of income											
Dividends	-	-	-	-	-	-	-	-	-	(13,048,441)	(13,048,441)
Bonus shares	-	-	-	-	-	-	106,333	-	-	-	106,333
Balance as of March 31, 2018	6,167,291	2,773,858	54,769	576,060	624,030	(2,418,948)	106,333	13,824,692	3,022,685	133,400,893	158,131,663

These supplementary financial information are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO)
INTERIM STATEMENT OF CASH FLOWS - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES					
Interest received	25,218,107	23,954,663	98,344,933	90,236,423	81,805,176
Interest paid	(6,771,175)	(5,825,654)	(27,509,119)	(25,499,702)	(25,681,650)
Recoveries of assets written-off	280,247	912,220	5,044,147	4,461,473	3,780,409
Other operating income	4,220,705	2,685,471	13,096,801	8,545,173	9,009,339
Other operating expenses	(8,514,727)	(7,389,805)	(31,549,214)	(33,435,736)	(25,234,622)
Non-operating income – net	8,992	141,711	201,646	6,450	467,236
Payment of income tax and tax bill	(306,915)	(2,616,736)	(8,897,996)	(6,012,928)	(6,902,436)
Cash flows before changes in operating assets and liabilities	14,135,234	11,861,870	48,731,198	38,301,153	37,243,452
Changes in operating assets and liabilities:					
Decrease (increase) in operating assets:					
Placements with Bank Indonesia and other banks	903,857	-	(1,205,159)	100,000	(100,000)
Securities and Government Recapitalization Bonds at fair value through profit or loss	(2,532,104)	(925,095)	(116,427)	273,714	(215,705)
Export bills and notes receivable	(1,867,381)	2,773,252	925,824	(3,713,520)	2,738,316
Securities purchased under agreement to resell	5,311,417	(5,027,603)	(14,938,922)	(712,245)	38,158,470
Loans	(19,512,136)	(19,345,318)	(82,238,513)	(85,301,450)	(75,774,315)
Other assets	(3,104,931)	(2,080,508)	(7,850,128)	1,629,757	(701,811)
Increase (decrease) in operating liabilities:					
Liabilities due immediately	13,975,972	12,352,147	1,123,584	320,350	(1,917,779)
Deposits:					
Demand deposits	(17,839,952)	(28,242,625)	3,668,195	27,775,358	23,913,144
Saving deposits	(16,983,068)	(13,129,827)	45,109,908	30,042,245	35,193,315
Time deposits	16,765,174	18,696,584	30,703,009	23,253,851	(16,736,825)
Deposits from other banks and financial institutions	1,538,815	7,229,303	3,967,488	(8,580,300)	2,417,103
Securities sold under agreement to repurchase	(1,667,706)	69,142	4,834,286	(4,075,560)	(4,434,003)
Other liabilities	1,142,770	163,477	457,053	1,850,135	386,657
Net Cash (Used in) Provided by Operating Activities	(9,734,039)	(15,605,201)	33,171,396	21,163,488	40,170,019
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from dividend	11,721	-	41,903	27,290	5,281
Investment in Associated Entities	(1,000,241)	-	(944,539)	(814,668)	(2,528,765)
Acquisition of premises and equipments	(303,995)	(565,341)	(1,460,466)	(3,339,807)	(3,201,506)
Increase in available for sale and held to maturity securities and Government Recapitalization Bonds	(2,284,213)	1,627,943	(25,583,756)	3,750,731	(47,687,638)
Net Cash (Used in) Provided by Investing Activities	(3,576,728)	1,062,602	(27,946,858)	(376,454)	(53,412,628)

These supplementary financial information are originally issued in the Indonesian language.

PT BANK RAKYAT INDONESIA (PERSERO)
INTERIM STATEMENT OF CASH FLOWS - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018 (Unaudited)
(Expressed in millions of Rupiah, unless otherwise stated)

	Three-Month Period Ended March 31,		Year Ended December 31,		
	2018	2017 (Unaudited)	2017	2016	2015
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from (payments of) fund borrowings	2,695,865	(5,628,949)	(5,390,326)	(955,882)	9,930,290
Repurchase of treasury stock	-	-	-	(132,573)	(2,286,375)
Dividends paid	(13,048,441)	(10,478,309)	(10,478,309)	(7,619,322)	(7,272,495)
Payments of subordinated loans and marketable securities	(250)	-	(21,086)	(20,997)	(21,179)
Proceeds from marketable securities issued	2,439,560	-	10,242,963	15,510,825	1,416,969
Payments of marketable securities due	(6,883,750)	(808,000)	(4,921,000)	(980,000)	-
Net Cash (Used in) Provided by Financing Activities	(14,797,016)	(16,915,258)	(10,567,758)	5,802,051	1,767,210
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(28,107,783)	(31,457,857)	(5,343,220)	26,589,085	(11,475,399)
EFFECT OF CHANGES ON FOREIGN CURRENCIES RATE	(19,268)	(6,766)	3,195	5,012	12,827
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD/YEAR	179,931,615	185,271,640	185,271,640	158,677,543	170,140,115
CASH AND CASH EQUIVALENTS AT END OF PERIOD/YEAR	151,804,564	153,807,017	179,931,615	185,271,640	158,677,543
Cash and cash equivalents at end of period consist of:					
Cash	20,898,842	22,634,456	24,437,571	24,865,133	28,470,316
Current accounts with Bank Indonesia	58,168,941	52,446,627	55,598,024	53,398,240	60,128,814
Current accounts with other banks	12,945,969	8,385,519	5,803,057	10,792,581	8,325,277
Placements with Bank Indonesia and other banks - maturing within three months or less since the acquisition date	28,535,296	45,448,444	52,179,451	77,574,246	47,324,568
Certificates of Bank Indonesia and Deposit Certificates of Bank Indonesia - maturing within three months or less since the acquisition date	31,255,516	24,891,971	41,913,512	18,641,440	14,428,568
Total Cash and Cash Equivalents	151,804,564	153,807,017	179,931,615	185,271,640	158,677,543

PT BANK RAKYAT INDONESIA (PERSERO) Tbk
NOTES TO THE INTERIM FINANCIAL STATEMENTS - PARENT ENTITY
For the Three-Month Period Ended March 31, 2018
(Expressed in millions of Rupiah, unless otherwise stated)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting basis for separate financial statements for parent entity

Separate Financial Statements for parent entity was prepared in accordance with Statement of Financial Accounting Standards ("SFAS") No. 4 (Revised 2013), "Separate Financial Statements".

SFAS No. 4 (Revised 2013) addresses entity which presents separate financial statements. The report can only be presented as additional information in the consolidated financial statements. Separate financial statements are the financial statements presented by the parent entity which recorded investments in subsidiaries, associated and joint controlled entities using the acquisition cost method.

Accounting policies applied in the preparation of separate financial statements of parent entity are the same with the accounting policies applied in the preparation of the consolidated financial statements as disclosed in Note 2 to the consolidated financial statements, except for investments in subsidiaries presented at cost.

2. INVESTMENTS IN SUBSIDIARIES

Information related to subsidiaries owned by BRI is disclosed in Note 1f to the consolidated financial statements.

As of March 31, 2018, December 31, 2017, 2016 and 2015, parent entity has investment in subsidiaries as follows:

	March 31, 2018		December 31, 2017		December 31, 2016		December 31, 2015	
	Acquisition Cost	Percentage of Ownership	Acquisition Cost	Percentage of Ownership	Acquisition Cost	Percentage of Ownership	Acquisition Cost	Percentage of Ownership
PT Bank BRISyariah	3,004,375	99.99%	2,004,375	99.99%	2,004,375	99.99%	2,004,375	99.99%
PT Bank Rakyat Indonesia Agroniaga Tbk	2,397,751	86.82	2,397,751	86.82	1,524,538	87.23	1,088,418	87.23
BRI Remittance Co, Limited	2,289	100.00	2,289	100.00	2,289	100.00	2,289	100.00
PT Asuransi BRI life	1,626,643	91.00	1,626,643	91.00	1,626,643	91.00	1,626,643	91.00
PT BRI Multifinance Indonesia	660,003	99.00	660,003	99.00	660,003	99.00	-	-