

LIQUIDITY COVERAGE RATIO (LCR) REPORT

Bank's Name : PT. BANK MAYAPADA INTERNATIONAL, Tbk

Position : Quarter 4 2017

(In Million IDR)

Num	Component	Amount	Final amount after haircut, run-off or rate inflow rate
1	The number of points used in the LCR calculation		63 Days
HIGH QUALITY LIQUID ASSET (HQLA)			
2	Total High Quality Liquid Asset (HQLA)		15,069,774
ARUS KAS KELUAR (CASH OUTFLOW)			
3	Retail deposit and Unsecured wholesale funding	22,539,272	2,255,750
	a. Stable deposits	-	1,823
	b. Less stable deposits	22,539,272	2,253,927
4	Corporates funding	11,811,600	5,122,542
	a. Operational deposits	2,876,750	618,663
	b. Non-operational deposits	8,934,850	4,503,879
	c. Unsecured debt issuance due in 30 days	935,959	935,959
5	Secured funding		-
6	Additional requirement	1,627,071	168,796
	a. Net known derivatives payables	-	-
	b. Undrawn committed liquidity facilities to other financial institutions including securities firms, insurance companies, fiduciaries, and beneficiaries	-	-
	c. loss of funding on structured financing activities	-	-
	d. Currently undrawn committed credit and liquidity facilities	1,627,071	168,796
	e. Other contractual obligations to extend funds to	-	-
	f. Other contingent funding obligations	-	-
	g. Any other contractual cash outflows	-	-
7	TOTAL CASH OUTFLOW		7,547,088
8	Reverse repo and securities borrowing	-	-
9	Contractual inflows by counterparty	808,697	406,316
10	Other contractual cash inflows	-	-
11	TOTAL CASH INFLOW	808,697	406,316
			TOTAL ADJUSTED VALUE¹
12	TOTAL HQLA		15,069,774
13	TOTAL NET CASH OUTFLOWS		7,140,772
14	LCR (%)		211.04%

Notes:

¹Adjusted value is calculated after the subtraction of haircut, run-off rate, and inflow rate as well as the maximum limit of HQLA components, such as the HQLA Level 2B and HQLA Level 2 maximum limits and the maximum cash flow limit calculated in the LCR.

QUALITATIVE ASSESSMENT OF LIQUIDITY CONDITION (QUARTERLY)

Bank's Name : PT. Bank Mayapada Internasional, Tbk
Position : Quarter 4 2017

Analysis

Based on calculation, Bank Mayapada *Liquidity Coverage Ratio* (LCR) as of Quarter 4 2017 increased by 5.05% from previous position (Quarter 3 2017) from 205.99% to 211.04%. The ratio is above minimum POJK requirement, which is minimum 90% LCR ratio for BUKU 3 since December 31th 2017.

LCR Assessment Component:

LCR Bank as of Quarter 4 2017 is from the comparison of *High Quality Liquid Asset* (HQLA) with *Net Cash Outflow* projection with the following details:

1. Bank Mayapada Total HQLA as of Quarter 4 2017 increased by 4.22% comparing to Quarter 3 2017 from 14.46 trillion IDR to 15.07 trillion IDR. Bank HQLA composition still dominated by HQLA Level 1 with the biggest composition from placement BI with amounted after *haircut* is 10.67 trillion IDR (70.78% from the total of HQLA Level 1) that increased by 2.73% comparing to Quarter 3 2017 from 10.97 trillion IDR. Bank Mayapada HQLA Level 1 consist of FTK (Fine Tune Contraction) Rupiah, FTK Foreign Exchange, Central Bank's (BI) Facility, and Central Bank (BI) Current Account.

In Quarter 4 2017, The Bank does not have any liquidity reserve in HQLA Level 2A and 2B because the securities exposures that Bank Mayapada owned is Financial Institution, which is not included in requirements component of HQLA Level 2A and Level 2B. This condition same as with previous position LCR Report (September 2017).

2. Bank Mayapada *Net Cash Outflow* as of Quarter 4 2017 increased by 1.72% comparing to Quarter 3 2017 from 7.02 trillion IDR to 7.14 trillion IDR. The value of *net cash outflow* projection that bank owned from subtraction between *cash outflow* and resulted *cash inflow* estimation.
3. Bank Mayapada *cash outflow* estimation as of Quarter 4 2017 decreased by

1.76% comparing to Quarter 3 2017 from 7.68 trillion IDR to 7.55 trillion IDR, and *cash inflow* estimation decreased by 38.66% comparing to Quarter 3 2017 from 662.44 billion IDR to 406.32 billion IDR.

In Quarter 4 2017, the *cash outflow* projection is estimated to occur over next 30 days after *run off rate* calculated consists of the following components:

1. Retail Deposit and Unsecured Wholesale Funding increased from previous position (Quarter 3 2017) from 2.20 trillion IDR to 2.26 trillion IDR.
2. Corporates Funding increased from previous position (Quarter 3 2017) from 4.92 trillion IDR to 5.12 trillion IDR
3. Currently Undrawn Committed Credit Facilities decreased from previous position (Quarter 3 2017) from 560.84 billion IDR to 168.80 billion IDR.

From data above can be concluded that the funding source is still dominated by same source from previous position (Quarter 3 2017) that from Corporates Funding that increased from previous position (Quarter 3 2017) by 3.86% from 64.01% to 67.87% from total *cash outflow*. The funding source composition from Retail Deposit and Unsecured Wholesale Funding increased from previous position (Quarter 3 2017) by 1.20% from 28.69% to 29.89% from total *cash outflow*. The lowest funding source composition come from Currently Undrawn Committed Credit Facilities that decreased from previous position (Quarter 3 2017) by 5.06% from 7.30% to 2.24% from total *cash outflow*.

Whereas for *cash inflow* projection of Quarter 4 2017 that estimated for the next 30 days after the *inflow rate* calculation only from Contractual Inflows by Counterparty that dominate by Non-Financial Institution Customers of 373.58 billion IDR or decreased by 41.46% from previous position (Quarter 3 2017) amounted to 638.21 billion IDR .

Bank Liquidity Management

In Quarter 4 2017, The Bank has met the LCR level in accordance with minimum requirements that indicating that the management of Bank Mayapada liquidity is adequately managed.

Generally, The Bank's liquidity risk is still the same as previous position (Quarter 3 2017) that dominated with withdrawal by Corporates Funding, whereas for the derivatives exposure component does not exist both in cash outflow and cash inflow because the Bank Mayapada product's and transaction are categorized as *plain vanilla*, so Bank's has not had that type of exposures.

In order to maintain and manage the liquidity, Bank identifies, measures, monitorize and controlling the liquidity risk with adequately that supported by supervision of the liquidity related divisions towards Bank Mayapada liquidity condition through daily money market report, securities, maturity gap, liquidity gap, liquidity report and monthly ALCO meeting. With all of reports and the information, the board of Commissioners and Directors can monitorize the dynamics of Bank's liquidity condition and maintain the quality of liquidity risk above the minimum requirements.

Bank Mayapada has prepared strategic steps to mitigate liquidity risk with policies and procedures that regulate Bank's liquidity which part of risk management policies such as Liquidity Management Guidelines, ALMA Guidelines, and Bank *Contingency Funding Plan Policy*.