



CORPORATE GOVERNANCE

RISK MANAGEMENT & CREDIT POLICY COMMITTEE

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The Risk Management & Credit Policy Committee (RMPC) was established to assist the Board of Directors in identifying, measuring, and monitoring risk, establishing risk management policies and strategies, formulating credit policies, overseeing the implementation of credit policies, monitoring the development and condition of the credit portfolio, and provide suggestions for improvement.

RISK MANAGEMENT & CREDIT POLICY COMMITTEE

Structure and Membership of Risk Management & Credit Policy Committee

Based on the Board of Directors Decree No. KEP.DIR/009/2021 dated 13 January 2021 concerning Risk Management & Credit Policy Committee, the structure and membership of RMPC are as follows:

1. RMPC - Risk Management Category A

Chairman	Vice President Director
Secretary	Credit Portfolio Risk Group Head
Alternate Secretary I	Market Risk Group Head
Alternate Secretary II	Operational Risk Group Head
Voting Members	
Permanent Voting Member	<ol style="list-style-type: none"> 1. Vice President Director 2. Director of Risk Management 3. Director of Network & Retail Banking 4. Director of Operations 5. Director of Finance & Strategies 6. SEVP Wholesale Risk
Non-Permanent Voting Member	<ol style="list-style-type: none"> 1. Other Board of Directors Member related to the material present as invitee 2. Other SEVPs related to the material present as invitee
Permanent Non-Voting Member	Director of Compliance & HR or Compliance & AML-CFT Group Head or appointed Compliance & AML-CFT Group Head executive to be present at Committee Meetings.
Contributing Non-Voting Member	<ol style="list-style-type: none"> 1. Group Head/other Group Head level invited in relation to material for Committee agenda 2. Committee Secretary
Invitee	<ol style="list-style-type: none"> 1. Internal Audit SEVP*) or Internal Audit Directorate Group Head or Internal Audit Directorate official present as invitee. *) In the event that the material discussed in the Committee is material proposed by SEVP Internal Audit, then SEVP Internal Audit acts as a Voting Member. 2. Official in operational risk, the Operational Risk Senior Head related to material for committee agenda present as invitee.

2. Category B RMPC - Credit Policy

Chairman	President Director
Secretary	Credit Portfolio Risk Group Head
Alternate Secretary I	Policy & Procedure Group Head
Alternate Secretary II	Wholesale Banking SORH
Permanent Member	<ol style="list-style-type: none"> 1. President Director 2. Director of Risk Management 3. Director of Operations or Wholesale Credit Operations Group Head/Retail Credit Operations Group Head (as per segment) 4. Related SEVP Internal Audit or Chief Internal Audit
Non-Permanent Member	<ol style="list-style-type: none"> 1. Director of Credits according to the discussion segment of the Committee Agenda 2. Risk SEVP according to the discussion segment of the Committee Agenda 3. Board of Directors Member and SEVP related to the material present as invitee.
Contributing Member	<ol style="list-style-type: none"> 1. Group Head/other Group Head level invited in relation to the material of Committee agenda. 2. Committee Secretary
Invitee	<ol style="list-style-type: none"> 1. Director of Compliance & HR or Compliance & AML-CFT Group Head or appointed Compliance & AML-CFT officials. 2. Official in operational risk, the Senior Operational Risk Head according to discussion segment.



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Risk Management & Credit Policy Committee Members' Profile

The Risk Management and Credit Policy Committee members profile as of 31 December 2022 is as follows:

1. RMPC - Risk Management Category A

Name	Position	Description	Educational Background
Alexandra Askandar	Chairman/Permanent Voting Member	Vice President Director	The Educational Background is presented in the Board of Directors' Profile Section of this Annual Report
Ahmad Siddik Badruddin	Permanent Voting Member	Director of Risk Management	
Aquarius Rudianto	Permanent Voting Member	Director of Networks & Retail Banking	
Toni E. B. Subari	Permanent Voting Member	Director of Operations	
Sigit Prastowo	Permanent Voting Member	Director of Finance & Strategies	
Yusak L. S. Slalahi	Permanent Voting Member	SEVP Wholesale Risk	The Educational Background is presented in the Executive Officials Profile Section of this Annual Report

2. RMPC - Credit Policy Category B

Name	Position	Description	Educational Background
Darmawan Junaidi	Permanent Member	President Director	The Educational Background is presented in the Board of Directors' Profile Section of this Annual Report
Ahmad Siddik Badruddin	Permanent Member	Director of Risk Management	
Toni E. B. Subari	Permanent Member	Director of Operations	
Sugiharto	Permanent Member	Wholesale Credit Operations Group Head*	-
Harsono Rudi Firmadi	Permanent Member	Retail Credit Operations Group Head*	-
Danis Subyantoro	Permanent Member	SEVP Internal Audit**	The Educational Background is presented in the Executive Officials Profile Section of this Annual Report
Lisbeth Juniar	Permanent Member	Chief Auditor Wholesale & Corporate Center Audit**	-
Satria	Permanent Member	Chief Auditor Retail Audit**	-
Deni Hendra Permana	Permanent Member	Chief Auditor IT Audit**	-
Asep Syaeful Rochman	Permanent Member	Chief Auditor Senior Investigator**	-

*According to Segment

**Replacing each other

Risk Management & Credit Policy Committee Duties and Responsibilities Description

1. Category A RMPC - Risk Management

The Category A RMPC's duties, authorities, and responsibilities are:

1. Monitoring risk profile and management of all risks to establish risk appetite, risk

limit, and integrated risk management strategy as well as capital adequacy.

2. Establishing a risk management framework and methodology to identify, measure and mitigate risks, including for stress conditions and contingency plans.
3. Performing improvements to the implementation of risk management on a regular basis and incidentally as a follow-up to changes in internal and external

conditions that affected the capital adequacy and Company risk profile.

4. Discussing and establishing strategic matters in the scope of risk management including in Subsidiaries.
5. Determining items related to business decisions that had specific conditions (such as allocation and limit allocations in credit portfolio management).

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6. Offering recommendations to the President Director regarding:
 - a. Preparation and/or adjustment/improvement of Policies, Strategies and Guidelines for The Risk Management Implementation.
 - b. Enhancement or improvement of the Risk Management implementation based on the evaluation of the Risk Management implementation.
 - c. Determination of items related to business decisions, including those that deviated from normal procedures.
 7. Delegating authority to appointed officials to decide and implement operational activities.
- 2. Category B - Credit Policy**
- The Category B RMPC's duties, authorities, and responsibilities are as follows:
1. Offering input to the board of directors in drafting and/or adjusting/improving the crediting policy or financing of the Bank, especially in relation to the formulation of prudence principles in credits.
 2. Monitoring and evaluating the development and quality of the credit portfolio or the overall financing.
 3. Supervising the application of the crediting policy and formulating a resolution in the event of any obstacles or constraints in its application, as well as conduct periodic review of the Credit Policy and advise the board of directors in the event necessary changes or improvement.
 4. Monitoring and evaluating the correctness of the implementation of credit decision, the process of giving, development and quality of credit provided to the parties related to the Bank and certain large debtors.
 5. Monitoring and evaluating the correctness of the provisions of the Minimum credit allowance (BMPK), adherence to the provisions of other laws and regulations in the implementation of credit grants, and the settlement of non-performing loans in accordance to those stipulated in the credit policy.
 6. Ensuring and evaluating the Bank's efforts in fulfilling the adequacy of amount of allowance for credit write-off
 7. Submitting a written report periodically and providing suggestions for corrective measures to the Board of Directors with a copy to the Board of Commissioners regarding the results of supervision over the implementation of credit policy and the results of monitoring and evaluation on the matters referred to in the above.

Risk Management and Credit Policy Committee Duties Implementation in 2022

In 2022, the RMPC deliberated through 9 (nine) meetings and 7 (seven) circulars, with the following details:

No.	Date Meeting	Meeting Agenda	Quorum of Attendance (%)	Information
1	18 January 2022	1. Self-Assessment of Individual Risk-Based Bank Rating (RBBR) for the period of December 2021 2. Evaluation of Bank Mandiri's Risk Appetite Statement (RAS)	100%	Online Meetings
2	7 February 2022	Discussion of self-assessment results of Integrated Risk Profile and RBBR of Bank Mandiri on a Consolidated basis for the Second Semester of December 2021, including adjustments to the rule rating of several risk assessment parameters of Insurance Subsidiaries (PA).	100%	Online Meetings
3	14 April 2022	1. Sustainability Bond Report Approval 2. Self-Assessment of Bank Mandiri's Risk Profile individually for the First Quarter of March 2022	100%	Online Meetings
4	19 April 2022	Discussion of Self-Assessment results of Bank Mandiri's Risk Profile on a Consolidated basis for the First Quarter of March 2022.	100%	Online Meetings
5	17 May 2022	Review of Risk Limit of Unrealized Loss (URL) Escalation Trigger of bonds FVOCI (fair value through other comprehensive income) dan Economic Value of Equity (EVE) Sensitivity	100%	Circular



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No.	Date Meeting	Meeting Agenda	Quorum of Attendance (%)	Information
6	30 May 2022	1. Approval of Bottom-Up Stress Testing (BUST) 2022 2. Implementation Report on Bank Mandiri's Sustainable Finance Action Plan (RAKB) Quarter I/2022 3. Review Limit Trading Book 2022	100%	Online Meetings
7	13 June 2022	Changes in Bank Mandiri's Risk Based Bank Rating (RBBR) Assessment Methodology individually	100%	Circular
8	27 June 2022	Changes in Risk Based Bank Rating (RBBR) Assessment Methodology in a Consolidated and Integrated Risk Profile	100%	Circular
9	15 July 2022	Self-Assessment of Risk Profile and Risk Based Bank Rating (RBBR)/ Individual Soundness Rating of Bank Mandiri in the First Semester of 2022.	100%	Online Meetings
10	4 August 2022	Discussion and proposed approval of the results of the Integrated Risk Profile Self-Assessment and Risk Based Bank Rating (RBBR)/ Bank Soundness Rating (TKB) on a Consolidated basis for the first semester of June 2022.	100%	Online Meetings
11	26 August 2022	Review of Liquidity Risk Limit and Banking Book Market Risk Limit	100%	Circular
12	21 September 2022	Sustainable Finance Action Plan (RAKB) Q2 2022	100%	Circular
13	14 October 2022	Self-Assessment of Bank Mandiri's Risk Profile individually and Consolidated for the Third Quarter/September 2022	100%	Online Meetings
14	2 November 2022	RAKB Q3 Update and RAKB Approval 2023-2027	100%	Online Meetings
15	6 December 2022	Application for Risk Management & Credit Policy Committee Decision regarding Changes in Bank Mandiri's Risk Based Bank Rating (RBBR) Assessment Methodology individually	100%	Circular
16	22 December 2022	Request for Integrated Risk Committee Recommendations and Risk Management & Credit Policy Committee Decisions on Changes in Bank Soundness Rating Assessment Methodology (TKB) or Risk Based Bank Rating (RBBR) on a Consolidated basis and Integrated Risk Profile	100%	Circular

Risk Management & Credit Policy Committee Works Plan in 2023

RMPC has established a work plan that will be discussed through at least 2 (two) meetings in a year. RMPC works plan in 2023 are as follows:

1. Monitor risk profile and management of all risks in order to establish a risk appetite and risk management strategies integrated and capital adequacy.
2. Monitor and evaluate the development and quality of the credit portfolio or the overall financing.