



Disclosure of the Recovery Plan

In accordance with the Financial Services Authority Regulation Number 5 of 2024 concerning the Determination of Supervision Status and Resolution of Issues in Commercial Banks. The Bank has prepared a Recovery Action Plan guideline and formed a Recovery Management Team to support the implementation of the Bank's Recovery Action Plan. The Bank has determined recovery action indicators, which are expected to assist in monitoring and early identification of any deterioration in financial conditions, as well as in taking the necessary recovery actions to restore the Bank's financial stability. In addition to setting these indicators, the Bank has also established trigger levels/thresholds for each of the respective indicators.

In accordance with the regulations, the Bank has submitted the Recovery Plan document to the Financial Services Authority (OJK), which has been recorded in the supervisory administration of the Financial Services Authority and has been approved by the shareholders at the Annual General Meeting of Shareholders of P.T. Bank Bumi Arta Tbk.

Criteria for determining the main business lines, material branch networks, and the Bank's business linkage.

The Bank has established the criteria for main business lines, material branch networks, and the Bank's business linkages as follows :

1. The criteria for the Bank's main business lines are based on :
 - a. The contribution of revenue and assets to the overall performance of the Bank
 - b. Role in the Bank's business, potential for future growth, market attractiveness, and critical function where any disruption would significantly impact the Bank's financial performance
2. Criteria for Branch Network
Based on its significant contribution to the Bank in credit distribution, Third Party Funds, and Profit & Loss.
3. Criteria for the Bank's Business Linkages
The contribution of financial transaction value between the Bank and its sister companies, including third-party fund placements and insurance transactions.

Actions to be taken in the event of financial issues at the Bank.

1. Monitoring of the action plan indicators is conducted monthly by monitoring the actual performance of each indicator against the established thresholds or limits. The results of this monitoring are reported to the Board of Directors.
2. In the event of exceeding the established limits/thresholds, escalation/reporting will be carried out to the Board of Directors on an ad-hoc basis.
3. The recovery options prepared to address the Bank's financial issues are as follows :
 - a. Recovery Options for Capital Aspects are as follows :
 - 1) Capital injection into the Bank by the Controlling Shareholders and/or the Ultimate Controlling Shareholders, including capital contributions and/or the postponement of dividend payments.
 - 2) Capital increase in the Bank involving other parties, including the issuance of shares through a public offering (rights issue) and/or issuance of shares not through a public offering (private placement)
 - b. Recovery options for the Liquidity Aspect are as follows :
 - 1) Money Market Borrowing – interbank
 - 2) Securities Repurchase Agreement – BI
 - 3) Third-Party Funds Collection with all-out/special rates
 - 4) Lending Facility – BI
 - 5) Short-Term Liquidity Loan – BI
 - c. Recovery options for the Profitability Aspect are as follows :
 - 1) OPEX cost efficiency
 - 2) Sale of fixed assets that are in the money
 - d. Recovery Options for Asset Quality Aspects are as follows :
 - 1) Debt restructuring
 - 2) Collection of Non-Performing Loans (NPL)



The mechanism for managing potential negative market reactions in the implementation of recovery action plans is applied

Based on the Bank's financial condition, recovery options will be implemented if there is a deterioration in the action plan indicators beyond the established thresholds.

The Bank has formed a Recovery Management Team, which is responsible for executing the recovery process in the event of a crisis. The Bank has also formed a Communications Team tasked with performing the following functions :

1. Coordinating members of the Recovery Management Team related to issues and central matters arising from each risk, with the aim of gathering optimal information regarding the emerging risks and their levels, as well as the recovery processes to be implemented by the Bank.
2. Responding to all relevant stakeholder queries.

Regards,

The Board of Directors
P.T. Bank Bumi Arta Tbk