DISCLOSURE OF INFORMATION TO THE SHAREHOLDERS OF PT BANK SYARIAH INDONESIA TBK ("COMPANY") IN RELATION TO THE PROPOSED CAPITAL INCREASE WITH PREEMPTIVE RIGHTS I ("RIGHTS ISSUE I")

THE INFORMATION CONTAINED IN THIS DISCLOSURE OF INFORMATION IS IMPORTANT TO BE READ AND CONSIDERED BY THE SHAREHOLDERS OF THE COMPANY TO DECIDE ON THE TRANSACTION OF RIGHTS ISSUE I.

This disclosure of information is made on **16 August 2022** ("**Disclosure of Information**") in connection with the plan to increase the issued and paid-up shares through Rights Issue I for the Company's shareholders in order to comply with Financial Services Authority (*Otoritas Jasa Keuangan* - "**OJK**") Rule No. 32/POJK.04/2015 on Capital Increases of Public Companies with Preemptive Rights as amended by OJK Rule No. 14/POJK.04/2019 ("**OJK Rule on Capital Increase**")

PT BANK SYARIAH INDONESIA TBK

Domiciled in Jakarta Selatan, Indonesia

Business Activites:
Commercial Bank based on Syariah Principles

Head Office:

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Jl. Gatot Subroto No. 27 Kelurahan Karet Semanggi, Kecamatan Setiabudi
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AN EXTRAORDINARY GENERAL MEETING OF SHAREHOLDERS ("EGMS") OF THE COMPANY WILL BE HELD ON FRIDAY, 23 SEPTEMBER 2022. ONE OF THE ITEMS ON THE AGENDA WILL BE A VOTE ON THE COMPANY'S PROPOSAL TO CONDUCT RIGHTS ISSUE I.

ALL INFORMATION PROVIDED IN THIS DISCLOSURE OF INFORMATION IS ONLY A PROPOSAL, SUBJECT TO THE APPROVAL OF THE EGMS, AN EFFECTIVE STATEMENT FROM THE OJK ON THE REGISTRATION STATEMENT AND A PROSPECTUS ISSUED FOR THE RIGHTS ISSUE I.

THIS DISCLOSURE OF INFORMATION AND THE INFORMATION CONTAINED HEREIN DO NOT CONSTITUTE A PUBLIC OFFERING DOCUMENT OR RECOMMENDATION TO BUY, EITHER DIRECTLY OR INDIRECTLY, THE COMPANY'S SECURITIES.

INFORMATION ON THE PROPOSED RIGHTS ISSUE I

In relation to the proposed Rights Issue I, through this Disclosure of Information, the Company shows its intention to issue a **maximum of 6,000,000 (six million) Class B shares** of the Company with a nominal value of Rp500 per share ("**New Shares**").

The New Shares will be issued from the Company's portfolio and will be listed on the Indonesia Stock Exchange ("**IDX**") pursuant to the prevailing laws and regulations, including IDX Rule No. I-A on Listed Stock and Equity Securities other than Shares Issued by Listed Companies, as attached to Decision of the Board of Directors of the IDX No. Kep-00101/BEI/12-2021 dated 21 December 2021. The New Shares will have the same rights and are equal in every aspect, including right to dividends, with all other Issued and Paid-up Class B Shares.

The issuance of the New Shares will be carried out by granting pre-emptive rights in accordance with the OJK Rule on Capital Increase, and therefore, Rights Issue I will be carried out based on:

1. The approval from the Company's shareholders in the EGMS in connection with the proposed Rights Issue I in accordace with the Company's articles of association and prevailing laws and regulations

2. The Effective Company's Registration Statement that has been filed to OJK in connection with the proposed Rights Issue I in accordance with the prevailing laws and regulations

For the avoidance of doubt, the Company reserves the right to issue a portion of or the maximum number of shares approved for issuance under the EGMS resolution. The terms of Rights Issue I, including the final exercise price and the final number of New Shares to be issued, will be disclosed in the prospectus for Rights Issue I and will be despatched to entitled shareholders in due course, in accordance with prevailing laws and regulations. The payment for the Company's shares will be made in cash.

ESTIMATED IMPLEMENTATION PERIOD OF RIGHTS ISSUE I

As required by the OJK Rule on Capital Increase, the Company will submit a Registration Statement for Rights Issue I to OJK immediately after the Company's EGMS on 23 September 2022 approving the plan of Rights Issue I, and Rights Issue I will be implemented after the Company's Registration Statement is declared effective by OJK.

Referring to the provisions of Article 8 (3) of the OJK Rule on Capital Increase, the time interval between the approval date of the EGMS and when the Registration Statement becomes effective, cannot be longer than 12 (twelve) months. Rights Issue I is expected to be implemented and completed in the **Fourth Quarter of 2022.**

OUTLINE OF THE ESTIMATION OF THE USE OF PROCEEDS

The Company intends to apply all of the net proceeds received from Rights Issue I (after the deduction of any costs and other expenses regarding the issuance of the new shares), **to provide of financing expansion company's business growth.**

Final and detailed information regarding the use of proceeds will be disclosed in the prospectus to be issued for Rights Issue I, which will be despatched to entitled shareholders in due course, in accordance with prevailing laws and regulations.

ANALYSIS OF THE EFFECT OF RIGHTS ISSUE I ON THE FINANCIAL CONDITIONS OF THE COMPANY AND THE SHAREHOLDERS

The Company as one of the financial instutions (banks) based on syariah principles in Indonesia has performed well in the midst of the Covid-19 Pandemic. The Company's assets are currently ranked seventh nationally, and the Company is the largest islamic bank in Indonesia. All of the Company's financial indicators have an optimal performance. The Company has a vision to be a top-10 Global Syariah Bank with asset aspirations of Rp500 Trillion (five hundred trillion Rupiah) by 2025 with a Return of Equity ("ROE") of > 18%. To achieve those visions, the Company is expanding its growth both organically and inorganically. The Company projects to have a Compound Annual Growth Rate ("CAGR") of > 15% until 2025.

To support this plan, the Company requires additional capital (equity) so that the Company's Capital Adequacy Ratio ("CAR") can reach > 20% at the end of 2025, up from the current CAR of around 17%. This is in accordance with the average CAR of Top 10 National Banks and to maintain the level of comfort of the market.

With the proposed Rights Issue I, the Company will have good capital adequacy with a CAR of > 20% and an optimal increase in profitability for shareholders with a projected ROE of > 20%.

If the shareholders do not exercise their Preemptive Rights, then their percentage of ownership in the Company will be diluted by up to a maximum of 12.73% (twelve point seventy three percent).

ADDITIONAL INFORMATION

Shareholders that wish to obtain further information in connection with the proposed Rights Issue I may contact the Company during working days and office hours of the Company's operational head office, through:

Corporate Secretary & Communication Group

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16 August 2022
Board of Directors of PT Bank Syariah Indonesia Tbk