

TENTATIVE SCHEDULE

Date of General Meeting of Shareholders (GMOs)	20 September 2017
Effective Date	30 November 2017
Recording Date of Rights	13 December 2017
Rights Distribution Date	14 December 2017
Registration Period, Payment Period and Exercise Period of the Rights Issue	15 December 2017 – 21 December 2017
Exercise Period	19 December 2017 – 27 December 2017
Last Payment Date of Additional Stocks	27 December 2017
Allotment Date	28 December 2017
Standby Buyer to Exercise its Obligations	29 December 2017
Refund	2 January 2018

PT Bank Muamalat Indonesia Tbk (the "Company") has filed Registration Statement of the Rights Issue to OJK based on letter No. 505/B/DIR/SRT/XI/2017 dated 2 November 2017, in accordance with the requirements set forth in the POJK No.32/POJK.04/2015 dated 16 December 2015 regarding Rights Issue ("POJK No.32/2015"), which one of its required documents, is the Prospectus which contents and forms are set forth under POJK No.33/POJK.04/2015 dated 16 December 2015 regarding Form and Content of Prospectus in the Rights Issue ("POJK No.33/2015") implementing regulation of the Law of the Republic of Indonesia No. 8 of 1995 dated 10 November 1995 regarding Capital Market, announced in the State Gazette of the Republic of Indonesia No. 64 of 1995, Supplement to the State Gazette No. 3608 ("UUPM") and its implementing regulations. All Capital Market Supporting Institutions and Professions mentioned in the Rights Issue shall be responsible for data, information and material facts as well as its accuracy in accordance with their respective roles provided by the Capital Market laws and regulations and codes of ethics, norms, and Professional standards. In relation to this Rights Issue, all parties, including affiliated parties, are not allowed to reveal any information or make any representations regarding the data or matters not disclosed in this Prospectus without the Company's prior written consent. The Capital Market Institutions and Supporting Professions in this Rights Issue hereby declare that they do not have direct nor indirect relationship with the company as set forth in UUPM.

The Company and all of the Capital Market Institutions and Supporting Professions mentioned in this Rights Issue are fully responsible for data, information and material facts as well as its accuracy in accordance with their respective roles provided by the Capital Market laws and regulations and codes of ethics, norms, and Professional standards.

In relation to this Rights Issue, all parties, including affiliated parties, are not allowed to reveal any information or make any representations regarding the data or matters not disclosed in this Prospectus without the Company's prior written consent.

The Capital Market Institutions and Supporting Professions in this Rights Issue hereby declare that they do not have direct nor indirect relationship with the company as set forth in UUPM.

THIS RIGHTS ISSUE IS NOT REGISTERED IN LAW/REGULATIONS OTHER THAN INDONESIAN LAW. ANYONE OUTSIDE OF INDONESIA WHO RECEIVED THIS PROSPECTUS OR RIGHTS ISSUE CERTIFICATE, OR OTHER DOCUMENTS RELATED THERETO, THEN THE SAID DOCUMENTS ARE NOT INTENDED AS A SOLICITATION TO BUY SHARES OF THE COMPANY'S SHARES IN CONNECTION WITH RIGHTS ISSUE, EXCEPT WHEN SUCH OFFER, PURCHASE OR IMPLEMENTATION OF THE RIGHTS ISSUE DOES NOT IN CONFLICT WITH NOR IS IN VIOLATION OF THE LAW APPLICABLE IN THAT COUNTRY. IF THERE IS SHAREHOLDERS WHO ARE A NON-CITIZENS OF REPUBLIC OF INDONESIA THAT IS NOT ALLOWED TO EXERCISE THE RIGHTS ISSUE UNDER THE LAWS AND REGULATION OF THEIR RESPECTED COUNTRY, THE COMPANY OR ANY PARTY APPOINTED BY THE COMPANY RESERVES THE RIGHT TO REJECT THE APPLICATION FOR THE PARTY TO EXERCISE THE RIGHTS TO PURCHASE THE COMPANY'S SHARES OR THAT THE COMPANY AND ITS PARTIES SHALL BE ENTITLED TO TREAT THE RIGHTS AND OTHER RIGHTS DOCUMENTS AS INVALID. ALL PARTIES WHO RECEIVED THIS PROSPECTUS OR SUBSCRIBES OR PURCHASES THE RIGHTS ARE DEEMED AS A PARTY WHO COULD EXERCISE SUCH RIGHTS WITH DUE OBSERVANCE OF THE PREVAILING LAW & REGULATIONS.

THE COMPANY HAS DISCLOSED ALL MATERIAL INFORMATION WHICH MUST BE DISCLOSED AND THAT THERE ARE NO OTHER MATERIAL INFORMATION NOT DISCLOSED THAT COULD BE MISLEADING.

RIGHTS ISSUE

Transaction	: Rights Issue
Registration Period, Payment	: 15 December 2017 - 21 December 2017
Period and Exercise Period	
Number of Shares Offered	: Maximum amount of 80,000,000,000 (eighty billion)
Total Proceed	: Rp[*] (€)**
Nominal Value of Series B	: Rp100 (one hundred Rupiah)
Shares	
Exercise Price	: Rp[*] (€)**
Conversion Ratio	: [*]
Dilution of Ownership	: Maximum of 88.68% (eighty eight point six eight percent)
Listing	: Bursa Efek Indonesia (Indonesia Stock Exchange)

The Company's capital structure and composition of the Company's shareholders at the time this Prospectus are as follows:

Information	Number of Shares	Rupiah	(%)
Authorized Capital			
1. Series A, nominal value Rp200, - per share	826,649,175	165,329,835,000	
2. Series B, nominal value Rp100, - per share	28,346,701,650	2,834,670,165,000	
Total Authorized Capital	29,173,350,825	3,000,000,000,000	
Issued and Fully Paid Capital:			
Series A Shares			
1. Koperasi Perikayuan Apkindo MPI	133,136,480	26,627,296,000	1.30%
2. Islamic Development Bank	132,458,095	26,491,619,000	1.30%
3. Reza Rhenaldi Syaiful	261,880	52,376,000	0.00%
4. Public (each <5%)	560,792,720	112,158,544,000	5.49%
Total Series A Shares	826,649,175	165,329,835,000	8.10%
Series B Shares			
1. Islamic Development Bank	3,209,436,199	320,943,619,900	31.44%
2. Bank Boubyan	2,245,694,513	224,569,451,300	22.00%
3. Atwill Holdings Limited	1,828,090,034	182,809,003,400	17.91%
4. National Bank of Kuwait	862,755,656	86,275,565,600	8.45%
5. IDF Investment Foundation	355,461,941	35,546,194,100	3.48%
6. BMF Holdings Limited	289,985,977	28,998,597,700	2.84%
7. Reza Rhenaldi Syaiful	170,265,710	17,026,571,000	1.67%
8. Dewi Monica	170,250,000	17,025,000,000	1.67%
9. Andre Mirza Hartawan, MBA., Ir	169,500,000	16,950,000,000	1.66%
10. Koperasi Perikayuan Apkindo-MPI (KOPKAPINDO)	8,875,765	887,576,500	0.09%
11. Public (each <5%)	70,737,365	7,073,736,500	0.69%
Total Series B Shares	9,381,053,160	938,104,416,000	91.90%
Total Issued and Fully Paid Capital	10,207,702,335	1,103,434,251,000	100.00%
Number of Shares in the Portfolio	18,965,649,990	1,896,565,749,000	

If all shareholders exercise their Rights, the capital structure and composition of the Company's Shareholders after Rights Issue are as follows:

Information	Number of Shares	Rupiah	(%)
Authorized Capital			
1. Series A, nominal value Rp200, - per share	826,649,175	165,329,835,000	
2. Series B, nominal value Rp100, - per share	108,346,701,650	10,834,670,165,000	
Total Paid-up Capital	109,173,350,825	11,000,000,000,000	
Issued and Fully Paid Capital:			
Series A Shares			
1. Koperasi Perikayuan Apkindo MPI	133,136,480	26,627,296,000	0.15%
2. Islamic Development Bank	132,458,095	26,491,619,000	0.15%
3. Reza Rhenaldi Syaiful	261,880	52,376,000	0.00%
4. Public (each <5%)	560,792,720	112,158,544,000	0.62%
Total Series A Shares	826,649,175	165,329,835,000	14.98%
Series B Shares			
1. Islamic Development Bank	29,400,594,086	2,940,059,408,605	32.59%
2. Bank Boubyan	19,845,694,508	1,984,569,450,751	22.00%
3. Atwill Holdings Limited	16,155,232,217	1,615,523,221,746	17.91%
4. National Bank of Kuwait	7,624,360,787	762,436,078,660	8.45%
5. IDF Investment Foundation	3,141,295,065	314,129,506,453	3.48%
6. BMF Holdings Limited	2,562,669,623	256,266,962,300	2.84%
7. Reza Rhenaldi Syaiful	1,506,727,800	150,672,780,032	1.67%
8. Dewi Monica	1,504,536,557	150,453,655,666	1.67%

ABRIDGED PROSPECTUS

OJK HAS NOT APPROVED OR DISAPPROVED THESE SECURITIES, NOR HAS IT PASSED UPON THE ACCURACY OR ADEQUACY OF THIS PROSPECTUS. ANY CONTRADICTION REPRESENTATION THERETO IS ILLEGAL.

THIS PROSPECTUS IS IMPORTANT AND NEEDS YOUR IMMEDIATE ATTENTION. SHOULD THERE BE ANY CONCERN, PLEASE SEEK EXPERT ADVISORS.

PT BANK MUAMALAT INDONESIA TBK ("COMPANY") IS FULLY RESPONSIBLE FOR THE ACCURACY OF ALL INFORMATION, FACTS, DATA, OR REPORTS AND OPINIONS CONTAINED HEREIN.



PT Bank Muamalat Indonesia Tbk

Business Activities:
Sharia banking services.
Located in Jakarta Selatan, Indonesia

Head Office:
Muamalat Tower
Jl. Prof. Dr. Satrio Kav. 18, Jakarta 12940
Telp: (021) 80666000, Faks: (021) 80666001
Email: corporate.secretary@bankmuamalat.co.id
www.bankmuamalat.co.id

Offices:
As of the 30th of June, 2017, the Company has 1 Head Office, 83 Branch Offices, 187 Sub-Branch Offices, 66 Cash Offices, 103 Mobile Branches, and 783 ATM networks spread throughout Indonesia.

PT BANK MUAMALAT TBK LIMITED PUBLIC OFFERING VI IN THE FRAMEWORK OF PRE-EMPTIVE RIGHTS ISSUANCE ("RIGHTS ISSUE")

In the maximum amount of 80,000,000,000 (eighty billion) of New Series B Shares with a nominal value of Rp100.00 (one hundred Rupiah) per share. Every holder of [*] (€)** Existing Shares whose name is recorded in the Shareholder Register of the Company on 13 December 2017 on 16.00 WIB shall be entitled to [*] (€)** Pre-emptive Rights ("Rights"), where every 1 (one) right entitles the holder to purchase 1 (one) New share on the Exercise Price of Rp[*] (€)** per share, payable in full amount at the subscription of Rights. New Share resulting from Rights Issue shall be equal and have the same rights with the Company's common shares that have been paid in full, including the right to receive dividends.

The number of New Shares offered in this Rights Issue will be issued entirely from the Company's treasury stock with due observance of the prevailing laws and regulations. The amount of proceeds received by the Company in this Right Issue shall be in the maximum amount of Rp [*] (€)** New Share resulting from Rights Issue shall be equal and have the same rights with the Company's common shares that have been paid in full, including the right to receive dividends. Any Rights that is in fractional value shall be rounded down which then will be sold by the Company and shall be wired to the Company's account.

If the New Shares offered in this Right Issue is not entirely exercised by the Rights holder of the public portion, then the remainder will be allocated to other Rights holders who ordered greater amount of its portion, as stated in the Rights Certificate or Additional Purchase Order Form, in case there is an excess of the order, then the New Share will be allocated proportionally based on the amount of Rights exercised by each Shareholder requesting additional Rights on the Implementation Price.

In the framework of the Rights Issue, the Company and PT Minna Padi Investama Sekuritas Tbk ("Minna Padi") agree that Minna Padi will act as Standby Buyer. Whereby, the Company and Minna Padi will Signed Notarial deed of Conditional Share Purchase Agreement in the Framework of the Rights Issue of PT Bank Muamalat Indonesia Tbk. Under the agreement, Minna Padi will purchase the remaining New Shares issued by the Company which are not exercised by the Existing Shareholders offered in Rights Issue in the maximum amount of Rp4,500,000,000,000 (four trillion five hundred billion Rupiah). If there are remaining Rights that have not been exercised after the shares are purchased by the Standby Buyer, all remaining shares will not be issued from the Company's treasury.

IMPORTANT FOR THE SHAREHOLDERS

EXISTING SHAREHOLDERS THAT DO NOT EXERCISE THE RIGHT TO PURCHASE NEW SHARES OFFERED IN THIS RIGHTS ISSUE WILL EXPERIENCE A DECREASE IN THE PERCENTAGE OF OWNED SHARES (DILUTION) WITH A MAXIMUM AMOUNT OF 88.68% (EIGHTY EIGHT POINT SIXTY EIGHT PERCENT).

MAJOR RISK FACTORS FACING THE COMPANY IS FINANCING RISK ORIGINATING FROM VARIOUS BUSINESS ACTIVITIES. THE FAILURE TO OBTAIN REPAYMENT OF SUCH FINANCING COULD HAVE A MATERIAL ADVERSE EFFECT THAT WOULD IMPACT THE COMPANY'S OVERALL FINANCIAL CONDITION. DISCLOSURES ON OTHER RISKS CAN BE VIEWED IN CHAPTER VI OF THIS PROSPECTUS.

THE COMPANY SHARES AND SECURITIES OFFERED IN THIS RIGHT ISSUE WILL NOT BE LISTED IN THE STOCK EXCHANGE WHICH GIVES POSSIBILITY THAT THE SHARES AND SECURITIES OFFERED BY THE COMPANY MAY NOT BE LIQUID.

Standby Buyer



PT Minna Padi Investama Sekuritas Tbk
This Abridged Prospectus is published in Jakarta on November 2, 2017

Information	Number of Shares	Rupiah	(%)
9. Andre Mirza Hartawan, MBA., Ir	1,497,908,642	149,790,864,232	1.66%
10. Koperasi Perikayuan Apkindo-MPI (KOPKAPINDO)	1,121,856,848	112,185,684,802	1.24%
11. Public (each <5%)	5,020,177,028	502,017,702,752	5.57%
Total Series B Shares	89,381,053,160	8,938,105,316,000	99.08%
Total Issued and Fully Paid Capital	90,207,702,335	9,103,435,151,000	100.00%
Number of Shares in the Portfolio	18,965,649,990	1,896,565,749,000	

Existing Shareholders that do not exercise their Rights to purchase the new shares offered in this Rights Issue in accordance with its Rights portion will experience a decrease in the percentage of their owned shares (dilution) with a maximum amount of 88.68% (eighty eight point six eight percent).

USE OF PROCEEDS

All funds obtained from Rights Issue after Filing/ emission cost will be used to strengthen capital structure and revitalization and to develop sharia financing activities that are part of the Company's main business activities and other purposes that can support the Company's business growth. After the Rights Issue proceeds are received by the Company, the proceed will be classified into Company's Common Equity Tier-1 Capital (CET-1) and will be part of the Company's capital structure.

KEY FINANCIAL HIGHLIGHTS

The following summary of financial data figures are derived and / or calculated based on (i) the interim financial statements of the Company dated 30 June 2017 and 31 December 2016 audited by Public Accountant Firm ("KAP") Doli, Bambang, Sulistyanto, Dadang & Ali (BKR International member) with unqualified opinion; and (ii) the financial statements of the Company dated 31 Desember 2015 audited by KAP Aidil Yuzar, SE., Ak., CPA with unqualified opinion. All financial statements have been prepared based on Indonesian financial accounting standards.

All financial information, including balance, amount, percentage, presented in this Prospectus are rounded in millions of Rupiah, unless otherwise stated. Therefore, any discrepancies arising from the summation of the financial information presented in the tables of this Prospectus, which are between the sums and the values stated in the Prospectus, are solely due to the rounding.

Financial Statement Report

Information	(in millions Rupiah)		
	30 June 2017	31 December 2016	2015 ¹⁾
ASSET			
Cash	1,067,691	891,776	1,194,368
Current accounts and placements with Bank Indonesia	5,674,049	5,372,596	5,346,206
Current accounts with other banks			
Third parties	682,298	820,477	1,335,160
Allowance for impairment losses	(1,163)	(1,107)	(1,176)
Net	681,135	819,370	1,333,984
Placements with Other Banks			
Third parties	13,495	25,825	23,290
Allowance for Impairment Losses	(787)	(546)	(546)
Net	12,708	25,279	22,745
Investments in Securities			
Third parties	3,784,631	3,836,312	4,509,594
Allowance for impairment losses	(5,000)	(5,000)	(5,000)
Net	3,779,631	3,831,312	4,504,594
Securities purchased with the agreement to resell		402,326	-
Receivables			
Mudharabah Receivables - after deducting deferred margin			
Third parties	18,535,016	17,470,324	18,224,262
Related parties	7,096	6,295	43,099
Total	18,542,112	17,476,619	18,267,360
Allowance for impairment losses	(484,035)	(610,533)	(952,868)
Net	18,058,077	16,866,086	17,314,492
Istisna Receivables - after deducting deferred margin			
Third parties	11,130	5,288	8,448
Allowance for impairment losses	(111)	(53)	(84)
Net	11,019	5,235	8,363
Jjarah Receivables			
Third parties	45,314	39,971	28,604
Allowance for impairment losses	(7,708)	(9,056)	(1,865)

Information	(in millions Rupiah)		
	30 June 2017	31 December 2016	2015 ¹⁾
Net	37,606	30,916	26,739
Total receivables	18,598,555	17,521,878	18,304,412
Allowance for impairment losses	(491,854)	(619,641)	(954,817)
Net	18,106,701	16,902,237	17,349,595
Funds of Qarrah			
Third parties	510,879	580,686	239,827
Related parties	1,243	30	420
Total	512,122	580,716	240,248
Allowance for impairment losses	(20,702)	(31,546)	(9,670)
Net	491,420	549,170	230,577
Mudharabah Financing			
Third parties	878,186	827,939	1,145,525
Related parties	815	822	1,357
Total	879,001	828,761	1,146,882
Allowance for impairment losses	(42,113)	(34,541)	(94,163)
Net	836,888	794,220	1,052,719
Musyarabah Financing			
Third parties	20,291,755	20,739,451	20,740,629
Related parties	160,093	161,331	67,679
Total	20,451,848	20,900,782	20,808,388
Allowance for impairment losses	(627,123)	(775,513)	(615,961)
Net	19,824,725	20,125,269	20,192,427
Investment in Shares			
Allowance for impairment losses	30,172	29,968	28,970
Net	30,172	29,968	28,970
Acceptances receivable			
Third parties	716,107	707,027	515,497
Allowance for impairment losses	(7,784)	(7,070)	(147)
Total	708,323	699,957	515,350
Assets acquired for Ijarah			
Third parties	251,551	256,369	282,463
Accumulated depreciation	(37,138)	(38,060)	(47,637)
Total	214,413	218,309	234,826
Allowance for impairment losses	-	-	-
Book value - net	214,413	218,309	234,826
Fixed assets - net of accumulated depreciation	2,657,879	2,638,165	2,485,103
Deferred tax assets	109,153	113,885	118,536
Other assets - net	4,407,645	2,371,559	2,530,617
TOTAL ASSETS	58,602,532	55,786,398	57,140,617
LIABILITIES			
Liabilities due immediately	372,670	175,053	178,661
Undistributed revenue sharing	85,535	55,763	82,089
Deposits			
Wadiah demand deposits			
Third parties	3,068,126	3,253,491	3,666,085
Related parties			

Operating Expenses

The Company's Operating Expenses decreased by 18.1% to Rp806,572 million on 30 June 2017 compared to Rp985,327 millions on 30 June 2016. The decrease was primarily caused by a 28.1% decline in Employee Expenses from Rp515,516 million on 30 June 2016 to Rp370,620 million on 30 June 2017. It was also due to the decrease in General and Administrative Expenses by 5.2% from Rp421,238 million on 30 June 2016 to Rp399,331 million on 30 June 2017.

Provision of Impairment Losses on Earning and Non-Earning Assets

The Company's Provision of Impairment Losses on Earning and Non-Earning Assets decreased by 76.3% from Rp23,857 million on June 30, 2016 to Rp5,648 million on June 30, 2017. This decrease was primarily due to the improvement in the quality of the Company's financing portfolio thereby reducing the allowance for impairment losses.

Operating Income

The Company's Operating Income increased by 98.3% to Rp61,828 million on 30 June 2017 compared to Rp31,175 million on 30 June 2016. The increase was primarily due to a 46.9% increase in Other Operating Revenues, 98.3% increase in the Company's Operating Income, 18.1% decrease in total Operating Expense, and 76.3% decrease in Provision of Impairment Losses on Earning and Non-Earning Assets.

Net Income

The Company's Net Income increased by 6.5% to Rp29,956 million on 30 June 2017 compared to Rp28,130 million on 30 June 2016. The increase was caused by 46.9% increase in Other Operating Revenues, 98.3% increase in the Company's Operating Income, 18.1% decrease in total Operating Expense, and 76.3% decrease in Provision of Impairment Losses on Earning and Non-Earning Assets.

Year ended 31 December 2016 compared to the year ended 31 December 2015

Bank Revenue from Fund Management as Mudharib

The total Revenue from Fund Management as Mudharib decreased by 23.2% from Rp4,949,360 million in 2015 to Rp3,801,051 million in 2016. The decrease in Revenue from Fund Management as Mudharib was primarily caused by a decline in financing growth by the Company and an economic environment that was not conducive for growth causing a decline in the client's ability to pay. Revenues from Profit Sharing and Sales Revenue are a major part of the Bank Revenue from Fund Management as Mudharib, with the portions respectively at 45.6% and 43.6%, aligning with the portions of profit sharing funds (Mudharabah and Musyarakah) along with Murabahah financing forming the large majority of the Company's portfolio.

Third Parties' Shares on Returns of Temporary Syirkah Funds

The Company's Third Party Rights on the Profit Sharing of Temporary Syirkah Funds decreased by 19.3% from Rp2,853,894 million in 2015 into Rp2,302,328 million in 2016. The decrease was primarily caused by a decline in Mudharabah Time Deposit to Rp1,809,436 million in 2016 from Rp2,189,527 million in 2015.

Operating Expenses

The Company's Operating Expenses decreased by 15.0% from Rp2,011,430 million in 2015 to Rp1,709,129 million in 2016. The decrease was caused by a decline in Employee Expenses due to the Company's organization restructure as well as optimization for expenses regarding office network and promotions.

Provision of Impairment Losses on Earning and Non-Earning Assets

Company's Provision of Impairment Losses on Earning and Non-Earning Assets decreases by 81.4% or Rp206,174 millions, from Rp253,173 millions in 2015 to Rp46,999 millions in 2016. This decrease was primarily due to the improvement in the quality of the Company's financing portfolio thereby reducing the allowance for impairment losses.

Operating Income

Company's Operating Income decreases by 48.6% or Rp17,614 millions, from Rp167,133 millions in 2015 into Rp85,766 millions in 2016. The decrease was primarily caused by 28.5% decline of Bank-owned Profit Sharing Rights, although accommodated by the decline in Operating Expenses and Provision of Impairment Losses on Earning and Non-Earning Assets.

Net Income

Company's Net Income increases by 8.1% or Rp6,019 millions, from Rp74,492 millions in 2015 into Rp80,511 millions in 2016. This growth was due to a significant increase in Company's Non Operating Revenue.

Balance Sheet Development

6 (six) month period ended on 30 June 2017 compared to 6 (six) month period ended 30 June 2016

Assets

Company's Total Asset increases by 5.1% into Rp58,602,532 millions in the period of 30 June 2017 compared to Rp55,786,398 millions Total Asset in the period of December 31 2016. The increase was primarily due to the growth of net other asset from Rp2,371,558,674 millions on 31 December 2016 into Rp4,407,644,682 millions on 30 June 2017. In addition, the growth was due to an increase in cash from Rp891,776,140 millions on 31 December 2016 into Rp1,067,690,588 millions in the period of 30 June 2017.

Liabilities

Company's Total Liability decreases by 1.9% in the period of 30 June 2017 into Rp9,295,587 millions compared to Rp9,476,756 millions in the period of 31 December 2016. The decline was primarily due to 2.1% decrease in total savings into Rp5,397,533 millions in the period of 30 June 2017 compared to Rp5,513,455 millions in the period of 31 December 2016.

Temporary Syirkah Fund

Company's total Temporary Syirkah Fund increases by 6.7% into Rp45,538,766 millions in the period of 30 June 2017 compared to Rp 42,690,894 millions in the period of 31 December 2016. The growth was primarily due to 9.8% increase in total Temporary Syirkah Fund from Non-Bank into Rp39,957,801 millions in the period of 30 June 2017 compared to Rp36,406,465 in the period of 31 December 2016.

Equity

Company's Total Equity increases by 4.1% into Rp3,768,179 millions in the period of 30 June 2017 compared to Rp3,618,746 millions in the period of 31 December 2016. The growth was due to 18.0% increase of revaluation surplus of fixed asset into Rp173,634 millions on 30 June 2017 compared to Rp604,697 millions in the period of 31 December 2016. Aside from that, the growth was also due to 16.2% increase in net income into Rp282,638 millions on 31 December 2017 compared to Rp243,220 millions on 31 December 2016.

Year ended December 31, 2016 compared to the year ended December 31, 2015

Assets

Company's Total Asset decrease by 2.4% or Rp1,354,219 millions, from Rp57,140,617 millions on 31 December 2015 into Rp55,786,398 millions on 31 December 2016. The decline was primarily due to 15.0% or Rp673,282 millions decrease in investment securities, 38.6% or Rp514,614 millions increase in Current Accounts with Other Banks, 2.6% or Rp447,358 millions increase in Net Receivables, and 2.6% or Rp258,498 millions in Net Mudharabah Financing.

Liabilities

Company's Total Liability increases by 5.9% or Rp524,659 millions, from Rp8,952,097 millions on 31 December 2015 into Rp9,476,756 millions on 31 December 2016. The growth was primarily due to 47.9% or Rp864,278 millions increase in fund borrowings that is being offset by 11.4% or Rp421,322 millions decrease in Wadi'ah Current Account.

Temporary Syirkah Fund

Company's Temporary Syirkah Fund decreases by 4.4% or Rp1,979,032 millions from Rp4,669,927 millions on 31 December 2015 to Rp2,690,895 millions on 31 December 2016. This decline was primarily due to 7.7% or Rp3,019,307 millions decrease in Temporary Syirkah Fund from Non-Bank.

Equity

Company's Total Equity increases by 2.9% or Rp100,154 millions, caused by 49.5% or Rp80,511 millions increase in Net Income, and 4.0% or Rp25,346 millions increase in Gain from the Revaluation of Fixed Income Program.

INFORMATION ABOUT THE COMPANY

Brief History of the Company

The Company was the pioneer in implementing the Sharia banking system in Indonesia. It was incorporated based on Deed of Incorporation No. 1 dated 1 November 1991 Masehi or 24 Rabiul Akhir 1412 Hijriah made before Yudo Paripurno, SH, Notaris, in Jakarta. The Deed of Incorporation had been ratified by Indonesia Minister of Justice with Decree No.C2-2413.HT.01.01 Year 1992 dated 21 March 1992 and had been registered on the District Court Office of Central Jakarta on 30 March 1992 No.970/1992 and announced in the State Gazette of the Republic of Indonesia No.34 dated 28 April 1992 Supplement No.1919A.

The Company's Articles of Association has been amended several times. The latest change was based on RUPSLB decision dated 20 September 2017 set forth under Deed of Statement of Extraordinary General Meeting of Shareholders Resolution of PT Bank Muamalat Indonesia Tbk No. 58 dated 17 June 2015, made before Ashoya Ratam, SH, MKn Notaris in Administrative City of Jakarta Selatan, which announcement had been accepted by Menkumham on 25 June 2015 with Letters No. AHU-AH.01.03-0945762 and had been registered in Kemenkumham Company Register on 25 June 2015 under No. AHU-3524950.AH.01.11. Year 2015; Deed of Statement of Extraordinary General Meeting of Shareholders Resolution of PT Bank Muamalat Indonesia Tbk No. 7 dated 7 January 2016, made before Ashoya Ratam, SH, M.Kn.0 Notary in Administrative City of Jakarta Selatan, had obtained approval from Menkumham through his decree No. AHU-0001596.AH.01.02. Year 2016 dated 25 January 2016 which announcement had been accepted by Menkumham on 25 Januari 2016 with Letters No. AHU-AH.01.03-0006404 and had been registered in Kemenkumham Company Register on 25 Januari 2016, under No. AHU-0010729.AH.01.11. Year 2016; Deed of Statement of Extraordinary General Meeting of Shareholders Resolution of PT Bank Muamalat Indonesia Tbk No. 82 dated 29 June 2016, made before Ashoya Ratam, SH, MKn Notaris in Administrative City of Jakarta Selatan which announcement had been accepted by Menkumham on 12 July 2016 with Letters No. AHU-AH.01.03-0064786 and had been registered in Kemenkumham Company Register on 12 July 2016, under No. AHU-0084124.AH.01.11. Year 2016 and Deed of Statement of Extraordinary General Meeting of Shareholders Resolution of PT Bank Muamalat Indonesia Tbk No. 35 dated 16 October 2017, made before Ashoya Ratam, S.H, M.Kn., Notary in Administrative City of Jakarta Selatan, which announcement had been accepted by Menkumham on 26 October 2017 with Letters No. AHU-0022283.AH.01.02. Year 2017 and had been registered in Kemenkumham Company Register on 26 Oktober 2017, under No.AHU-0135000.AH.01.11. Year 2017.

The Company has obtained a license to operate as a commercial bank based on the Minister of Finance of the Republic of Indonesia Decree No.430/KMK.013/1992 concerning Business License in Jakarta dated 24 April 1992, as amended by Finance Minister Decree No.131/KMK.017/1995 concerning Amendment to Minister of Finance Decree No.430/KMK.013/1992 concerning Business License of the Company dated 30 March 1995 which in its decision granted the Company license to conduct business as a commercial bank based on revenue sharing principle. The Company has officially operated as a Foreign Exchange Bank since 27 October 1994 based on Board of Directors of Bank Indonesia Decree No.27/76/KEP/DIR. Based on Minister of Finance Decree No. S-79/MK.03/1995 dated 6 February 1995, the Company was officially appointed as State Foreign Exchange Receiving Bank. Based on the Minister of Religious Affairs Decree No.534/1999 dated 24 September 1999 the Company was appointed as the Receiving Bank for Hajj Implementation Fee and based on the Decree of the Minister of Finance No.S-9383/MK.S/2006 dated 28 December 2006, Receiving Bank which allows the Company to receive tax deposits. Then on July 25, 2013, the Company has become a participant of the Deposit Insurance underwriter guarantee program as stated in the Letter of Deposit Insurance Institution No.S.617/DPMR/VII/2013 regarding LPS Participation and on 30 December 2015 the Company has obtained OJK approval for the change of address of the Company's head office based on the Letter of the Financial Services Authority No. S-65/PB.1/2015 regarding Application for Change of Address of Operational and Non-Operational Head Office of PT Bank Muamalat Indonesia, Tbk.

The purposes and objectives of the Company are as stated in the Company's Articles of Association, which is to conduct banking business based on Sharia principles. To achieve its purposes and objectives, the Company applies the Sharia principles in conducting the following business activities:

- (a)Collecting funds from the public which includes:
 - (i) For deposits in the form of:
 - 1. Current accounts based on wadi'ah principles;
 - 2. Savings based on wadi'ah or mudaraba principles, or
 - 3. Other form based on wadi'ah principles.
 - (ii) For investment in the form of:
 - 1. Time Deposit based on Mudharabah contract;
 - 2. Savings based on Mudharabah contract;
 - 3. Other form which is to be compared with Deposits and Savings based on Mudharabah contracts or other contracts which does not conflict with Sharia principles.
- (b)Disbursing Financing:
 - (i) For sale and purchase transaction based on contract:
 - 1. Murabahah;
 - 2. Istishna;
 - 3. Salam;
 - 4. Other contracts based on Sharia principles.
 - (ii) For profit-sharing transactions based on contract:
 - 1. Mudharabah;
 - 2. Musyarakah;
 - 3. Other contracts based on Sharia principles.
 - (iii)Leases of movable or immovable property based on contract:
 - 1. Ijarah;
 - 2. Ijarah muntaiba bittamlik;
 - 3. Other contracts based on Sharia principles.
 - (iv)For lending and borrowing transactions based on:
 - 1. Akad qardh;
 - 2. Other contracts based on Sharia principles.
- (c)Providing services based on contracting services:
 - 1. Wakalah;
 - 2. Hawalah
 - 3. Kafalah;
 - 4. Rahn.
- (d)Purchase, sell and / or guarantee at own risk of third party securities issued under an underlying transaction based on Sharia principles;
- (e)Purchase of securities based on Sharia principles issued by the Government and / or Bank Indonesia;
- (f) Receive payments on claims on securities and perform calculations with third parties or between third parties based on Sharia principles;
- (g)Moving money for self-interest and / or customers based on Sharia principles;
- (h)Accept bill payment on securities issued and perform calculations with or between third parties based on Sharia principles;
- (i) Provide a place to store goods and securities based on the principle of wadi'ah yud amanah or other principles based on Sharia principles;
- (j) Conduct custody activities including its administration for the benefit of others under a contract with the principle of wakalah;
- (k)Provide letter of credit (L / C) facilities based on Sharia principles;
- (l) Providing bank guarantee facility based on Sharia principles;
- (m)Conducting business activities of debit card, charge card based on Sharia principles;
- (n)Conducting trustee activities based on wakalah agreement; and
- (o)Conduct other activities commonly undertaken by the Bank to the extent approved by the Financial Services Authority and obtain a fatwa of the National Sharia Council.

Board of Management of the Company

In accordance with Articles 12 and 15 of the Articles of Association of the Company, the Company will be administered and headed by a Board of Directors consisting of at least 3 (three) persons, under the supervision of the Board of Commissioners Members of the Board of Directors and Commissioners shall be appointed by the GMS for a period of 5 (five) annual GMS periods as of the date of their appointment. Based on Article 18 of the Articles of Association of the Company, the Sharia Supervisory Board is responsible for all products and services offered as well as the operations of the Bank's operations in accordance with the provisions of Sharia.

Based on the Deed of Meeting of Extraordinary General Meeting of Shareholders Resolution No. 08 dated 9 October 2017 made before Ashoya Ratam, S.H, M.Kn, Notary in South Jakarta which has been notified to the Minister of Law and Human Rights based on Letter of Receipt of Notification of Change of Corporate Data. AHU-AH.01.03-0179780 dated 11 October 2017, the Board of Commissioners, the Sharia Supervisory Board and the Board of Directors of the Company are as follows:

Sharia Supervisory Board

Chairman : K.H. Dr. (HC) K.H. Ma'ruf Amin
Member : Dr. H. Oni Sahroni, MA
Member : Drs. H. Sholahudin Al-Aiyub, M.Si

Board of Commissioners

President Commissioner : Prof. Dr. Anwar Nasution
(Independent) : Iggi H. Achsien
Independent Commissioner : Eddy Setiadi*
Independent Commissioner : Abdulsalam Mohammad Joher Al-Saleh*
Commissioner : Mohamed Hedi Mejar*

Directors

President Director : Achmad Kusna Permana*
Director : Indra Yurana Sugiaro
Director : Hery Syafril
Director and Acting as President Director : Purnomo Budiwibowo Soetadi
Director : Masa Paskalis Lingga
Director : Awaldi
Director of Compliance : Andri Donny

* Effective after achieving passing the Fit and Proper Test from Financial Services Authority (OJK).

Brief Explanation of Subsidiaries and Associated Entities

At the time this Prospectus, the Company does not have any Subsidiaries and has an Associated Entity which is described in the table below.

No.	Name of Associated Entity	Business Activity	Ownership Percentage	Year of Inclusion	Operational Status	Location
1.	PT Al-Jarah Indonesia Finance (ALIF)	Sharia financing	33.33%	2007	Has operated	Jakarta

INFORMATION ON STAND-BY BUYER

PT Minna Padi Investama Tbk ("Minna Padi")

a. General

Minna Padi is a securities company established in 1998, originally under the name of PT Batavia Artatama Securindo pursuant to the Deed of Limited Liability Company of PT Batavia Artatama Securindo No.79 dated May 28, 1998, made before Doktorandus Atrino Leswara, SH, Notary in Jakarta, from the Minister of Justice of the Republic of Indonesia with Decision Letter No.C2-8234 HT.01.01.Th98 dated July 3, 1998, and registered in the Company Register at South Jakarta Registration Office under No.587/BH.09.03/VII/2000 on 7 July 2000 and published in the State Gazette of the Republic of Indonesia No. 86/2000 dated 27 October 2006 Supplement No. 11489/2006.

Minna Padi changed its name to PT Minna Padi Investama based on Deed of Minutes of Meeting No.44 dated 18 February 2004 made before Marina Soewana, S.H., Notary in Jakarta, which has been approved by the Minister of Justice of the Republic of Indonesia in his Decision Letter No. C-10386 HT.01.04.TH.2004 dated 27 April 2004 and has been notified to the Minister of Justice of the Republic of Indonesia, has been received and recorded on 7 June 2004 with No.C-14063 HT.01.04.TH.2004, registered at the Registry Office The Company of South Jakarta on 26 October 2004 under No.1070/RUB.09.03/X/2004, and published in the State Gazette of the Republic of Indonesia No.86 dated 27 October 2006, Supplement No.11490. The change of name has been recorded as stated in the Letter of the Chairman of Bapepam No.S-2107/PPM 2004 dated 7 July 2004 regarding its Change of Name, Capital Upgrade and Paid-in Capital.

The Articles of Association of Minna Padi has been amended several times, the latest amendment is set forth in the Deed of Minutes of Extraordinary General Meeting of Shareholders. 243 dated June 22, 2016, made in the presence of Buntario Trigris Darmawa Ng, S.H., S. E., M.H., Notary in Central Jakarta, which has been notified to Menkumham based on the Letter no. AHU-AH.01.03-0059922 dated 22 June 2016.

b. Purpose and Objectives

Purpose and objective Minna Padi is engaged in securities company. To achieve the objectives mentioned above, Minna Padi carries out the following activities:

- (A). Main business activities:
 - i. Underwriter; and
 - ii. Broker-Dealer
- (B). Supporting business activities:
 - i. Stock trading activity through internet (online trading);
 - ii. Conducting activities in securities financing facilities, margin transaction facilities and short-selling as referred to in the applicable regulations in the Capital Market field, activities of granting facilities connected with the repurchase of securities (including shares or bonds or other securities based on laws and regulations prevailing in the field Capital market);
 - iii. Conducting investment activities either directly or indirectly for public or private companies with the intention of not exercising control over the company concerned;
 - iv. Conducting shares investment activities for listed companies in relation to Minna Padi's position as Underwriter in accordance with the Capital Market regulations;
 - v. Conducting investment activities either directly or indirectly for public and private companies with the intention of not exercising control over the company concerned; and
 - vi. Perform other supporting activities to support Minna Padi's main business activity stated above, which from time to time is made possible and determined under the provisions of the capital market sector.

Minna Padi's vision is to become a securities company that provides products and services that are comprehensive in the capital market by providing the best service and professional as well as contributing significantly to the development of the Indonesian capital market as an alternative investment.

Minna Padi's mission is to become a strong securities company in the capital market with strong management and supported by advanced technology through innovative products as well as adding value to the stakeholders.

c. Domicile

Minna Padi is headquartered in Equity Tower 11th floor unit A, B, C, SCBD lot 9, Jl. Jend. Sudirman Kav.52-53, Kelurahan Senayan, Kebayoran Baru District, South Jakarta 12190 and has several branch offices.

d. Composition of Management and Supervisors

Pursuant to Deed No. 25 dated 3 July 2015 made before Buntario Tigris Darmawa Ng, S.H., S. E., M.H., Notary in Central Jakarta, which has been notified to the Minister of Justice and Human Rights based on Letter No. AHU-AH.01.03-0950920 dated July 13, 2015, and has been registered in the Company Register No. AHU-3532737.AH.01.11. Year 2015 dated 13 July 2015 in conjunction to the Deed of Minutes of Extraordinary General Meeting of Shareholders. 243 dated June 22, 2016, made before Buntario Trigris Darmawa Ng, S.H., S. E., M.H., Notary in Central Jakarta, which has been notified to the Minister of Justice and Human Rights based on the Letter No. AHU-AH.01.03-0059922 dated 22 June 2016 ("Deed No. 243/2016"), the composition of the Board of Commissioners and Board of Directors of Minna Padi are as follows:

Board of Commissioners

President Commissioner : Arys Ilyas
Commissioner : Wijaya Mulia
Directors
President Director : Djoko Joelajanto
Independent Director : Triny Talesu
Independent Director : Martha Susanti

The Composition of Minna Padi's Audit Committee is as follows:

Chairman : Arys Ilyas
Members : Ricardo Suhendra Wirjawan
Eko Budi Prasetyo

e. Capital Structure

The capital structure of Minna Padi is as specified in the Deed No. 243/2016, is as follows:

Authorized Capital : Rp800,000,000,000.00 (eight hundred billion Rupiah), divided into 32,000,000,000 (thirty two billion) shares, each with a nominal value of Rp25.00 (twenty five Rupiah);
Issued Capital : Rp282,681,163,100.00 (two hundred eighty two six hundred eighty one million one hundred sixty three thousand Rupiah), divided into 11,307,246,524 (eleven billion three hundred seven million two hundred forty six thousand five hundred twenty four) shares; and
Paid-up Capital : Rp282,681,163,100.00 (two hundred eighty two six hundred eighty one million one hundred sixty three thousand Rupiah) or 100% (one hundred percent) of the nominal value of each share, which has been placed in Minna Padi.

The composition of Minna Padi shareholders in accordance with the financial statements as of 30 September 2017 is as follows.

No.	Shareholder Name	Number of Shares	Total Nominal Value of Shares (Rp)	
			@Rp25,00	%
Authorized Capital		32.000.000.000	800.000.000.000,00	
Issued Capital				
1.	Eveline Listijosuputro	1.338.192.630	33.454.815.750,00	11.83
2.	Henry Kurniawan	26.130.000	653.250.000,00	0,23
3.	Setiawan Ichlas	1.500.000.000	37.500.000.000,00	13,27
4.	Others	8.442.923.894	211.073.097.350,00	74,67
Total Paid-up Capital		11.307.246.524	282.681.163.100,00	
Total Shares in Portfolio		20.692.753.476	517.318.836.900,00	

CAPITAL MARKET INSTITUTIONS AND SUPPORTING PROFESSIONS

The Capital Market institutions and Professions in this Rights Issue are as follows:

Legal Consultant : Makes & Partners
Notary : Ashoya Ratam, S.H., MKn
Public Accountant : Doli, Bambang, Sulistiyanto, Dadang & Ali
Shares Registrar : Datindo Entrycom

RIGHTS ISSUE REQUIREMENTS

Some of the provisions that should be considered in this Rights Issue are:

1. Eligible Rights Recipient
The Shareholders whose names are recorded in the Shareholders Register of the Company on 13 December 2017 at 16.00 WIB shall be entitled to purchase shares with the condition that every holder of [(*)] (Existing Share) shall be entitled to [(*)] (Rights), whereby every 1 (one) Rights reserves the right of its holder to purchase 1 (one) New Share at a nominal value of Rp100 (one hundred Rupiah) per share at the Exercise Price of Rp [(*)] (Rupiah) per-share.

2. Valid Rights Holders
Valid Rights Holders are (i) the Shareholders whose names are registered legally in the Shareholders Register of the Company on 13 December 2017 at 16.00 Western Indonesia Time, and whose Rights are not sold until the end of the trading period; or (ii) the buyer/holder of the latest Rights Certificate whose name are listed in the endorsement column of the Rights Certificate until the completion of the Rights Trading Period.

3. Trading of Rights Certificate
The Rights holders may trade the Rights Certificate during the Trading Period, starting from 15 December 2017 to 21 December 2017.

The trading of the Rights shall subject to the prevailing laws and regulations of the Republic of Indonesia, including but not limited to taxation and capital market regulations. If there is any concern, it is advisable to consult with investment advisors, investment managers or other professional advisors.

Any fees and taxes which may arise as a result of trade and the transfer of the Rights shall be the responsibility and expense of the Rights Holders or prospective holders of the Rights.

4. Request for Splitting the Rights Certificate
The Rights Holders who wish to sell or transfer any portion of the amount stated in the Rights Certificates, the said Rights Holder may issue a request for splitting the Rights Certificate and submit a request form to the BAE to obtain a fraction of the Rights Certificate starting on 15 December 2017 – 21 December 2017.

Each split will be charged to the applicant at the expense of Rp27,500 (twenty-seven thousand five hundred Rupiah) per new Rights Certificate. The fees shall be inclusive of Value Added Tax.

The new Rights Certificate can be taken within two (2) business days after the request application is received completely by the BAE.

5. Rights Price