

PT Bank Syariah Mandiri

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Jun-2017	Dec-2016	Dec-2015	Dec-2014
			(Unaudited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idAA+/Stable</i>	Total assets [IDR bn]	81,901.3	78,831.7	70,369.7	66,955.7
Rated Issues		Total equity [IDR bn]	6,569.3	6,392.4	5,613.7	4,617.0
Sukuk Subordinated Mudharabah 2016		Total gross financing [IDR bn]	58,060.8	55,580.2	51,089.7	49,133.1
	<i>idAA-(sy)</i>	Total deposits [IDR bn]	72,299.7	69,949.9	62,112.9	59,820.6
Rating Period		Net margin [IDR bn]	2,274.0	4,067.8	3,463.2	2,972.1
November 9, 2017 – November 1, 2018		Net income (loss) [IDR bn]	181.0	325.4	289.6	(44.8)
Rating History		Net margin/avg earning assets [%]	*6.0	5.8	5.4	4.8
NOV 2016	<i>idAA+/Stable</i>	Operating expense/income [%]	93.5	93.7	94.5	100.6
SEP 2016	<i>idAA+/Stable</i>	ROAA [%]	*0.5	0.4	0.4	-0.1
SEP 2015	<i>idAA+/Stable</i>	NPF (3-5)/gross financing [%]	4.8	4.9	6.0	6.9
SEP 2014	<i>idAA+/Stable</i>	Loan loss reserve/NPF (3-5) [%]	61.4	67.4	58.2	51.6
SEP 2013	<i>idAA+/Stable</i>	Risk weighted CAR [%]	14.4	14.0	12.9	14.1
SEP 2012	<i>idAA+/Stable</i>	Gross financing/total deposits [%]	80.3	79.5	82.3	82.1
MAY 2012	<i>idAA+/Stable</i>	USD exchange rate [USD/IDR]	13,328	13,473	13,785	12,385

**Annualized*

The above ratios have been computed based on information from the company and published accounts. Where applicable, some items have been reclassified according to PEFINDO's definitions.

PEFINDO affirms its “idAA+” rating for PT Bank Syariah Mandiri

PEFINDO has affirmed its “idAA+” rating to PT Bank Syariah Mandiri (BSM or the Bank) and “idAA-(sy)” rating to the Bank's outstanding Sukuk Subordinated Mudharabah 2016. The Sukuk Subordinated is rated two notches below BSM's corporate rating to incorporate the risk of debt instrument being written down in the event of non-viability, as stated under regulation 15/12/PBI/2013. The outlook for the corporate rating is “stable”.

An obligor rated idAA differs from the highest rated obligors only to a small degree, and has a very strong capacity to meet its long-term financial commitments relative to that of other Indonesian obligors.

The Plus (+) sign in a particular rating indicates that the rating is relatively strong within the respective rating category. The Minus (-) sign in a particular rating indicates that the rating is relatively weak within the respective rating category.

Suffix (sy) means the rating mandates Islamic principles.

The ratings reflect the very strong support BSM has from PT Bank Mandiri (Persero) Tbk (Bank Mandiri or BMRI, rated idAAA/Stable), its very strong position in the sharia banking segment, and strong liquidity and financial flexibility. However, the ratings are constrained by its below average asset quality and modest profitability indicators.

BSM's rating may be raised if it strengthens its business position in the banking industry substantially on a consistent basis, and significantly increases its contribution to Bank Mandiri. The rating may be under pressure if PEFINDO believes there is a downward shift in terms of support from Bank Mandiri.

BSM became a sharia bank and started its sharia business in 1999. Currently, BMRI holds 99.9% of its shares, with the rest held by PT Mandiri Sekuritas, also a subsidiary of BMRI.

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