



PEFINDO CREDIT RATING INDONESIA

PRESS RELEASE
February 22, 2008

PT Bank Pan Indonesia Tbk.

PEFINDO upgraded the ratings for PT Bank Pan Indonesia Tbk (PNBN or the Bank) and the Bank's outstanding Bond II/2007 of IDR1.65 tn to "**idA+**" from "**idA**" and the Bank's subordinated bonds I/2003 of IDR1.3 tn to "**idA**" from "**idA-**". At the same time, Pefindo assigned "**idA**" rating to the Bank's proposed Subordinated Bond II of maximum IDR1.5 trillion. A "**Stable**" outlook is assigned to the above ratings. The Bank has fully repaid its Bond I of IDR500 billion on its maturing date, March 6, 2007. The ratings reflect the Bank's stable market position, strong capitalization and favorable business diversification. Nevertheless, the strengths have been offset by the tightening competition in SME (Small Medium Enterprise) market. PNBN was established in 1971 by as a result of a merger between three banks namely PT Bank Industri dan Dagang Indonesia, PT Bank Kemakmuran and PT Bank Industri Djaja Indonesia. With total assets of IDR47.16 trillion as of October 2007, PNBN is classified as the 8th largest bank in Indonesia with market share of around 2.5%. Along with its strategy to increase retail and consumer loans, PNBN continues to expand its network coverage. By the end of December 2007, PNBN operated 302 offices covering 29 provinces in Indonesia. In addition, the Bank has 329 units of self-owned ATMs and is also linked to more than 15,665 units of ALTO and ATM Bersama networks. To support its daily operation, PNBN currently employs 4,191 employees. As to date, PNBN's shareholder structure consists of PT Panin Life Tbk (45.1%), Votraint No. 1103 PTY Ltd (29.0%), and Public (25.9%).

Rating Period: January 31, 2008 – February 1, 2009

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