

Panin Bank's ratings affirmed at "idAA" with stable outlook

PEFINDO has affirmed its "idAA" rating to PT Bank Pan Indonesia Tbk (Panin Bank or the Bank) and the Bank's outstanding bonds. PEFINDO has also affirmed "idAA-" rating to the Bank's outstanding subordinated bonds. Outlook for the corporate rating is "stable". The ratings reflect the Bank's very strong market position in commercial and retail loan segments, its strong capitalization, and strong support from ANZ Banking Group (ANZ, AA-/stable by S&P) as one of the Bank's major shareholders. However, the ratings are constrained by the Bank's moderate profitability.

Panin Bank provides commercial banking services through 507 offices in 30 provinces in Indonesia. At present, the Bank has around 11,500 employees and around 970 self-owned ATMs, which are linked to ALTO and ATM Bersama networks. Currently, the Bank has a 52.51% ownership in PT Bank Panin Syariah Tbk, 54.35% ownership in PT Clipan Finance Tbk, and 42.87% ownership in PT Verena Multi Finance Tbk. As of June 30, 2014, Panin Bank's shareholder structure consisted of PT Panin Financial Tbk. (46.04%), Votrait No. 1103 PTY Ltd owned by ANZ (38.82%), and Public (15.14%).

Rating Period: October 6, 2014 – October 1, 2015

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