

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

PEFINDO has affirmed its "idAA" ratings for PT Bank Pan Indonesia Tbk (Panin Bank or the Bank) and its outstanding bonds. PEFINDO has also affirmed the "idAA-" ratings of 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 the 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 558 offices in 30 provinces in Indonesia. At present, the Bank has around 11,982 employees and around 1,020 self-owned ATMs, which are linked to the ALTO and ATM Bersama networks. Currently, the Bank has 51.98% ownership in PT Bank Panin Syariah Tbk, 51.49% ownership in PT Clipan Finance Tbk, and 42.87% ownership in PT Verena Multi Finance Tbk. As of June 30, 2015, Panin Bank's shareholder structure consisted of PT Panin Financial Tbk (46.04%), Votraint No. 1103 PTY Ltd owned by ANZ (38.82%), and Public (15.14%).

Rating Period: October 9, 2015 – October 1, 2016

Contact Analyst: Hendro Utomo & Adrian Noer

Hendro.utomo@pefindo.co.id & adrian.noer@pefindo.co.id

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