

PT Bank Mayapada Internasional Tbk

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of / for the years ended	Mar-2017	Dec-2016	Dec-2015	Dec-2014
			(Audited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idA/Stable</i>	Total assets [in IDR bn]	66,848.1	60,839.1	47,306.0	36,194.9
Rated Issues		Total equity [in IDR bn]	7,308.5	7,053.5	4,587.1	2,781.2
Shelf Registration		Total gross loans [in IDR bn]	49,129.4	47,197.3	34,241.0	26,004.3
Subordinated Bond I/2017 (new)	<i>idBBB+</i>	Total cust. dep. + ST funding [in IDR bn]	57,748.8	51,640.3	41,257.4	32,007.1
Subordinated Bond IV/2014	<i>idBBB+</i>	Net interest revenue [in IDR bn]	630.6	2,417.6	1,696.0	1,118.1
Subordinated Bond III/2013	<i>idA-</i>	Net income (loss) [in IDR bn]	248.2	820.2	652.3	429.3
Rating Period		NIR/average earning assets [%]	*4.1	4.6	4.2	3.9
June 22, 2017 - June 1, 2018		Operating expense/operating income [%]	79.9	82.9	82.6	84.2
Rating History		ROAA [%]	*1.6	1.5	1.6	1.4
SEP 2016	<i>idA-/Stable</i>	NPL(3-5)/gross loans [%]	2.1	2.1	2.5	1.5
SEP 2015	<i>idA-/Negative</i>	Loan loss reserves/NPL (3-5) [%]	53.2	52.6	16.5	16.2
SEP 2014	<i>idA-/Stable</i>	Risk-weighted CAR [%]	12.8	13.3	13.0	10.3
MAR 2014	<i>idA-/Stable</i>	Gross loans/total deposits (LDR) [%]	85.1	91.4	83.0	81.2
MAR 2013	<i>idA-/Stable</i>	USD exchange rate [IDR/USD]	13,326	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.

PT Bank Mayapada Internasional Tbk's rating upgraded to "idA"

PEFINDO has raised the rating of PT Bank Mayapada Internasional Tbk (MAYA) to "idA" from "idA-". The ratings of its outstanding Subordinated Bond III/2013 and Subordinated Bonds IV/2014 have also been raised to "idA-" and "idBBB+", respectively, from "idBBB+" and "idBBB", respectively. The upgrade reflects our expectation strong support and commitment from Cathay Life Insurance Co Ltd (the Parent or Cathay Life, rated A-/Stable by S&P) in the medium term. We also expect a strong business synergy with Cathay Group to support the Bank's growth. At the same time, PEFINDO has also assigned its "idBBB+" rating to the Bank's proposed Shelf Registration Subordinated Bond I Year 2017 with a maximum amount of IDR1.5 trillion. The outlook for the corporate rating is "stable".

An obligor rated *idA* indicates that the obligor has a strong capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, the obligor is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors.

Debt security rated *idBBB* denotes adequate protection parameters relative to other Indonesian debt securities. However, adverse economic conditions or changing circumstances are more likely to lead to a weakened capacity on the part of the obligor to its long-term financial commitments on the debt security.

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

The ratings reflect strong support from Cathay Life, moderate business position, and adequate liquidity. The ratings are constrained by its high special mention loans, high exposure to the corporate sector, and high funding dependence on time deposits.

The rating may be raised if PEFINDO sees a higher degree of support from Cathay Life, as a result of a significantly increased contribution due to improving business and financial profiles. It may also be raised if MAYA strengthens its business profile and improves its asset quality substantially and consistently. The rating may be lowered if there is evidence of lower support from the Parent, such as a material decline in ownership, or if there is a deterioration in its capitalization profile. Negative rating action may also result from continuous or further deterioration in its asset quality profile.

MAYA is a commercial bank, focusing on the corporate and small and medium enterprises (SME) segments. It has 3,290 employees and a network of 1 head office, 36 branches, 85 sub-branches, 4 cash offices, 86 functional offices, 134 ATMs, and 1 ADM connected to ATM Bersama and ATM Prima network with more than 101,723 machines and more than 428,754 units EDC Prima. As of March 31, 2017, it was owned by JPMCB-Cathay Life Insurance Co Ltd (40%), PT Mayapada Karunia (26.42%), Galasco Investments Ltd (10%), Unity Rise Ltd (7.31%), and the public (16.27%).

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