

## PT Bank Pan Indonesia Tbk

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<b>CREDIT PROFILE</b>		<b>FINANCIAL HIGHLIGHTS</b>				
		<b>As of/for the year ended</b>	<b>Dec-2018</b>	<b>Dec-2017</b>	<b>Dec-2016</b>	<b>Dec-2015</b>
			(Audited)	(Audited)	(Audited)	(Audited)
<b>Corporate Rating</b>	<i>idAA/Stable</i>	Total assets [IDR bn]	207,204.4	213,541.8	199,175.1	183,120.5
<b>Rated Issues</b>		Total equity [IDR bn]	40,747.1	36,288.7	34,200.8	30,806.2
<i>Shelf Reg. Bond III/2018</i>	<i>idAA</i>	Total gross loans [IDR bn]	141,232.3	131,954.4	128,109.5	120,403.1
<i>Shelf Reg. Sub-Debt III/2018</i>	<i>idA+</i>	Total customer deposits [IDR bn]	137,694.3	145,670.6	142,654.2	128,316.4
<i>Shelf Reg. Sub-Debt I/2012</i>	<i>idAA-</i>	Net interest revenue [IDR bn]	8,964.5	8,651.0	8,443.0	7,201.3
<i>Shelf Reg. Bond II/2016</i>	<i>idAA</i>	Net income [IDR bn]	3,112.6	2,412.5	2,405.3	1,372.8
<i>Shelf Reg. Sub-Debt II/2016</i>	<i>idA+</i>	NIR/average earning assets [%]	4.6	4.5	4.8	4.3
		Operating expense/income [%]	76.8	84.2	82.2	85.8
		ROAA [%]	1.5	1.2	1.3	0.8
<b>Rating Period</b>		NPL (3-5)/gross loans [%]	3.1	2.8	2.8	2.4
<i>April 1, 2019 – April 1, 2020</i>		Loan loss reserve/NPL (3-5) [%]	88.7	88.7	84.4	90.7
		Risk weighted CAR [%]	23.3	22.0	20.5	20.1
<b>Rating History</b>		Gross loans/total deposits [%]	102.6	90.6	89.8	93.8
<i>APR 2018</i>	<i>idAA/Stable</i>	USD exchange rate [USD/IDR]	14,380	13,568	13,473	13,785
<i>MAR 2018</i>	<i>idAA/Stable</i>					
<i>APR 2017</i>	<i>idAA/Stable</i>					
<i>APR 2016</i>	<i>idAA/Stable</i>					
<i>OCT 2015</i>	<i>idAA/Stable</i>					
<i>OCT 2014</i>	<i>idAA/Stable</i>					

*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 "idAA" rating for Panin Bank

PEFINDO has affirmed its "idAA" ratings for PT Bank Pan Indonesia Tbk (Panin Bank) and its outstanding Shelf Registered Bond III/2018 of up to IDR10.0 trillion and Shelf Registered Bond II/2016. PEFINDO has also affirmed the "idAA-" rating for the Bank's outstanding Shelf Registered Subordinated Bond I/2012. The ratings of its outstanding Shelf Registered Subordinated Bond III/2018 of up to IDR6.0 trillion and Shelf Registered Subordinated Bond II/2016, which is subject to a potential write-down in the event of non-availability, were affirmed at "idA+". 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.

A debt security rated idAA differs from the highest rated debt only to a small degree. The obligor's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian obligors, is very strong. The Minus (-) sign indicates that the rating is relatively weak within the respective rating category.

Debt security rated idA indicates that the obligor's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian obligors, is strong, however, the debt security is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated debt. The Plus (+) sign indicates that the rating is relatively strong within the respective rating category.

The rating reflects the Bank's very strong capitalization, strong market position, and the strong likelihood of support from ANZ Banking Group (ANZ, AA-/negative by S&P). These strengths are partly offset by moderate asset quality.

Panin Bank's rating may be raised if it strengthens its market position significantly and consistently improves its financial indicators, particularly asset quality, profitability, and liquidity profiles. The rating may be lowered if it experiences a sharp deterioration in its asset quality and profitability measures. The rating could also be under pressure if PEFINDO perceives any decline in the level of support from ANZ, including if its divestment plan materializes and PEFINDO view that the new shareholder has weaker capability and willingness to support the Bank during financial distress.

Panin Bank provides commercial banking services through 550 offices in 30 provinces in Indonesia. It has 10,498 employees and 964 self-owned ATMs. It owns 53.7% of PT Bank Panin Dubai Syariah Tbk, and 51.5% of PT Clipan Finance Tbk. As of December 31, 2018, its shareholder structure consisted of PT Panin Financial Tbk (46.04%), Votaint No. 1103 PTY Ltd owned by ANZ (38.82%), and the public (15.14%).

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