

PT Bank OCBC NISP Tbk

Analysts: Imelda Rusli/Kreshna Dwinanta Armand

Phone/Fax/E-mail: (62-21) 7278 2380/7278 2370/imelda.rusli@pefindo.co.id / kreshna.armand@pefindo.co.id

CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
Corporate Rating	<i>idAAA/Stable</i>	As of/for the year ended	Mar-2020	Dec-2019	Dec-2018	Dec-2017
Rated Issues		Total assets [IDR bn]	191,455.7	180,707.0	173,582.9	153,774.0
<i>Shelf Reg Bond II phase II/2017 series C</i>	<i>idAAA</i>	Total equity [IDR bn]	27,944.4	27,664.8	24,428.3	21,784.4
Rating Period		Total gross loans [IDR bn]	123,482.6	118,651.3	117,408.5	105,977.3
<i>Shelf Reg Bond II phase II/2017 series C</i>		Total cust. deposits [IDR bn]	137,366.4	126,121.5	125,560.4	113,440.7
<i>May 29, 2020 – August 22, 2020</i>		Net interest revenue [IDR bn]	1,664.2	6,438.9	6,377.9	6,039.3
Rating History		Net income [IDR bn]	791.0	2,939.2	2,638.1	2,175.8
<i>FEB 2020</i>	<i>idAAA/Stable</i>	NIR/average earning assets [%]	*3.8	3.8	4.1	4.3
<i>FEB 2019</i>	<i>idAAA/Stable</i>	Operating expense/operating income [%]	71.5	74.8	74.4	77.1
<i>APR 2018</i>	<i>idAAA/Stable</i>	ROAA [%]	*1.7	1.7	1.6	1.5
<i>FEB 2018</i>	<i>idAAA/Stable</i>	NPL (3-5)/gross loans [%]	1.8	1.7	1.7	1.8
<i>FEB 2017</i>	<i>idAAA/Stable</i>	Loan loss reserve/NPL (3-5) [%]	205.4	226.3	213.9	219.0
<i>FEB 2016</i>	<i>idAAA/Stable</i>	Risk weighted CAR [%]	18.8	19.2	17.6	17.5
<i>NOV 2015</i>	<i>idAAA/Stable</i>	Gross loans/total deposits [%]	89.9	94.1	93.5	93.4
		USD exchange rate [IDR/USD]	16,310	13,883	14,380	13,568

*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.

Bank OCBC NISP's maturing shelf registered bond rated "idAAA"

PEFINDO has affirmed its "idAAA" rating for PT Bank OCBC NISP Tbk (NISP)'s maturing Shelf Registered II phase II/2017 series C with amount of IDR454 billion due on August 22, 2020. The maturing bond will be repaid by NISP's internal funds, and as of March 31, 2020 the Bank recorded more than sufficient amount of cash, current accounts with Bank Indonesia and placement in Bank Indonesia of IDR13.9 trillion. We will closely monitor NISP's liquid asset position particularly during this COVID-19 outbreak to ensure the Bank's readiness to repay the maturing debts.

A debt security rated idAAA has the highest rating assigned by PEFINDO. The obligor's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian obligors, is superior.

NISP was established in 1941 and primarily engages in commercial banking, focusing on the commercial/small and medium enterprise (SME) and consumer segments. As of March 31, 2020, OCBC Overseas Investment Pte. Ltd. held 85.08% of the Bank's shares, while the remaining shares were held by the public (14.92%). To support its operations, the Bank has a total of 269 offices, 5,945 employees, and 644 self-owned ATMs.

DISCLAIMER

The rating contained in this report or publication is the opinion of PT Pemeringkat Efek Indonesia (PEFINDO) given based on the rating result on the date the rating was made. The rating is a forward-looking opinion regarding the rated party's capability to meet its financial obligations fully and on time, based on assumptions made at the time of rating. The rating is not a recommendation for investors to make investment decisions (whether the decision is to buy, sell, or hold any debt securities based on or related to the rating or other investment decisions) and/or an opinion on the fairness value of debt securities and/or the value of the entity assigned a rating by PEFINDO. All the data and information needed in the rating process are obtained from the party requesting the rating, which are considered reliable in conveying the accuracy and correctness of the data and information, as well as from other sources deemed reliable. PEFINDO does not conduct audits, due diligence, or independent verifications of every information and data received and used as basis in the rating process. PEFINDO does not take any responsibility for the truth, completeness, timeliness, and accuracy of the information and data referred to. The accuracy and correctness of the information and data are fully the responsibility of the parties providing them. PEFINDO and every of its member of the Board of Directors, Commissioners, Shareholders and Employees are not responsible to any party for losses, costs and expenses suffered or that arise as a result of the use of the contents and/or information in this rating report or publication, either directly or indirectly. PEFINDO generally receives fees for its rating services from parties who request the ratings, and PEFINDO discloses its rating fees prior to the rating assignment. PEFINDO has a commitment in the form of policies and procedures to maintain objectivity, integrity, and independence in the rating process. PEFINDO also has a "Code of Conduct" to avoid conflicts of interest in the rating process. Ratings may change in the future due to events that were not anticipated at the time they were first assigned. PEFINDO has the right to withdraw ratings if the data and information received are determined to be inadequate and/or the rated company does not fulfill its obligations to PEFINDO. For ratings that received approval for publication from the rated party, PEFINDO has the right to publish the ratings and analysis in its reports or publication, and publish the results of the review of the published ratings, both periodically and specifically in case there are material facts or important events that could affect the previous ratings. Reproduction of the contents of this publication, in full or in part, requires written approval from PEFINDO. PEFINDO is not responsible for publications by other parties of contents related to the ratings given by PEFINDO.