

## Bank Pembangunan Daerah Daerah Istimewa Yogyakarta

### Credit Rating(s)

General Obligation (GO) idA/Stable

### Rating Period

May 9, 2023 – May 1, 2024

### Published Rating History

MAY 2022	idA/Stable
MAR 2021	idA/Stable
JAN 2020	idA/Stable
MAR 2013	idA-/Stable

PEFINDO has assigned its "idA" rating to PT Bank Pembangunan Daerah Daerah Istimewa Yogyakarta (BPD DIY). The outlook for the corporate rating is "stable". The rating reflects BPD DIY's captive market in the region, very strong capitalization, and strong liquidity profile. However, the rating is constrained by the region's exposure to tourism industry and tight competition in the productive loan segment.

The rating may be raised if BPD DIY significantly strengthens its business position and makes notable and sustainable improvements to its asset quality profile and sustain its profitability. Conversely, the rating may be lowered if its business profile weakens substantially.

BPD DIY was established in 1961 as a regional development bank (BPD) with a business focus in Daerah Istimewa Yogyakarta (DIY) province. As of FY2022, it was 51.3% owned by the DIY provincial government and the remaining 48.7% by several regencies in the DIY province. Its business activities are supported by 994 employees and a network of 7 branches, 107 sub-branches, 48 functional offices and 45 sharia service points.

### Rating Definition

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

### Financial Highlights

As of/for the year ended	Dec-2022 (Audited)	Dec-2021 (Audited)	Dec-2020 (Audited)	Dec-2019 (Audited)
Total assets [IDR bn]	16,850.9	15,765.3	14,707.0	13,653.0
Total equity [IDR bn]	3,207.6	2,668.7	2,351.3	2,279.6
Total gross loans [IDR bn]	9,992.7	9,307.6	8,883.2	8,470.1
Total customer deposits [IDR bn]	12,516.7	12,313.5	11,894.5	10,065.4
Net interest revenue [IDR bn]	877.4	849.6	862.5	860.6
Net income [IDR bn]	279.9	269.3	240.6	271.5
NIR/average earning assets [%]	5.7	5.9	6.4	7.0
Operating expense/income [%]	69.2	70.1	72.4	67.3
ROAA [%]	1.7	1.8	1.7	2.1
NPL (3-5)/gross loans [%]	2.9	2.1	2.1	3.1
Loan loss reserve/NPL (3-5) [%]	116.2	168.7	167.8	82.7
Risk weighted CAR [%]	31.4	29.3	26.8	24.1
Gross loans/total deposits [%]	79.8	75.6	74.7	84.2
USD exchange rate [USD/IDR]	15,568	14,269	14,105	13,883

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.

### Contact Analysts:

[rivyknanantyo@pefindo.co.id](mailto:rivyknanantyo@pefindo.co.id)

[kreshna.armand@pefindo.co.id](mailto:kreshna.armand@pefindo.co.id)

## 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.