

PT Asuransi Kredit Indonesia (Persero)

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS*				
Corporate Rating	<i>idAA+/Stable</i>	As of/for the year ended	Sep-2019 (Unaudited)	Dec-2018 (Audited)	Dec-2017 (Audited)	Dec-2016 (Audited)
Rated Issues	<i>N/A</i>	Total Assets [IDR Bn]	15,507.0	13,013.9	12,106.2	10,760.9
Rating Period	<i>December 19, 2019 – December 1, 2020</i>	Total Equity [IDR Bn]	9,471.2	8,678.2	8,180.9	7,592.7
Rating History		Total Investment [IDR Bn]	9,205.1	8,402.2	7,504.2	6,795.3
<i>DEC 2018</i>	<i>idAA+/Stable</i>	Net Premium Written [IDR Bn]	2,904.4	2,797.9	2,273.4	2,233.6
<i>DEC 2017</i>	<i>idAA+/Stable</i>	Net Claims [IDR Bn]	1,174.0	1,155.3	1,338.0	1,118.4
<i>DEC 2016</i>	<i>idAA+/Stable</i>	Underwriting Result [IDR Bn]	1,021.5	1,196.6	652.4	672.8
<i>DEC 2015</i>	<i>idAA/Stable</i>	Net Income After Tax [IDR Bn]	858.0	505.3	706.5	543.4
<i>AUG 2014</i>	<i>idAA/Stable</i>	ROAA [%]	**8.0	4.0	6.2	5.2
<i>AUG 2013</i>	<i>idAA/Stable</i>	Loss Ratio [%]	40.4	41.3	58.9	50.1
		Net Premium Written / Equity [x]	**0.4	0.3	0.3	0.3
		Retention Ratio [%]	64.0	65.3	61.4	60.8
		Equity/Total Assets [%]	61.1	66.7	67.6	70.6
		Risk Based Capital; RBC [%]	825.1	879.1	746.2	883.6
		USD Exchange Rate [IDR/USD]	14,174	14,481	13,548	13,436

* Based on stand-alone financial statement (not consolidated with subsidiaries)
** 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.

Askrindo rated "idAA+" with stable outlook

PEFINDO has assigned its "idAA+" financial strength rating to PT Asuransi Kredit Indonesia (Persero) (Askrindo). The outlook for the rating is "stable".

An insurer rated idAA has very strong financial security characteristics relative to other companies in Indonesia, differing only slightly from those rated higher. The plus (+) sign in a particular rating indicates that it is relatively strong within the respective rating category.

The rating reflects Askrindo's critical role to the Indonesian government, its very strong business position, capitalization profile, and liquidity position. However, these strengths are partly offset by its moderate operating performance.

We may raise the rating if Askrindo could significantly strengthen its business profile sustainably by diversifying to businesses outside the government's micro-financing program (KUR), while maintaining its very strong financial profile. This should also be accompanied by greater commitment from the government to provide extraordinary support. The rating could be lowered if there is a substantial decline in government support, which may be triggered by its diminishing role in supporting government programs, or a material deterioration in its business and financial indicators.

Askrindo, a 100% state-owned company, provides KUR guarantees, bank and non-bank credit insurance, trade credit insurance, surety and customs bonds, general insurance, and reinsurance services. It was established in 1971 based on Government Regulation (Peraturan Pemerintah) No. 1/1971. In 2007, the government appointed it as one of the credit guarantors for KUR under Presidential Instruction (Inpres) No. 6/2007. Its role was further confirmed under Minister of Economy Decree No. 188/2015.

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.