PT Bank Jabar

PEFINDO upgraded its ratings for PT Bank Jabar (BPJB or the Bank) and the Bank’s Bonds IV/2004 of IDR1 trillion to “idA” from “idA−” and at the same time assigned an “idA” rating to the Bank’s proposed Bonds V/2006 amounting to a maximum of IDR1.0 trillion. The rating action reflects the Bank’s strong franchise in West Java and Banten areas and favorable financial performance. However, the Bank’s future growth is expected to be slower attributable to more tightening competition, as many banks try to grab market potential in retail banking. Established on May 20, 1961, BPJB has been consistently growing particularly during the last three years and becoming the largest regional development bank in the country. As of June 30, 2006, the Bank’s total assets amounted to IDR20.1 trillion with total gross loans of IDR10.9 trillion, representing around 14.7% and 21.3% of total BPD assets and loans, respectively. To serve its customers, BPJB employs 1,494 people to operate 116 branches, including 5 unit sharia and 50 self-owned ATMs that have been incorporated with 4,600 units of ATM “Bersama” and 2,500 units of ATM BCA. Currently, BPJB is owned by West Java Regional Government (80.81%) and Banten Regional Government (19.2%).

Rating Period: October 09, 2006 - November 1, 2007
Contact Analyst: Diana Boeky & Yans Simbolon
diana.boeky@pefindo.co.id & yans.simbolon@pefindo.co.id