Bank BJB’s rating affirmed at “idAA-”, reflecting its strong market position in banking industry

PEFINDO affirmed its “idAA-” ratings of PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk (BJBR or the Bank) as well as the Bank’s outstanding Bond VI/2009 and Bond VII/2011. Outlook for the corporate rating is “Stable”. The ratings reflect the Bank’s strong market position in the banking industry, its captive market in West Java & Banten provinces, and strong capitalization. However, the ratings are constrained by its high non-performing loans from productive segment and high concentration in funding resources.

BJBR was established in 1961 as a regional development bank (Bank Pembangunan Daerah or BPD), focusing on banking activities in West Java and Banten provinces. BJBR went public in 2010 and as of June 30, 2013 (1H2013), the Bank was owned 61.9% by West Java provincial and municipal governments, 13.1% by Banten provincial and municipal governments, and 25.0% by public. BJBR’s business activities are supported by 5,847 employees and 1 head office, 4 regional office, 62 branch offices, 304 sub-branches, 142 cash offices, and 104 payment points.

Rating Period: November 1, 2013 – November 1, 2014
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