

PT Bank Sumitomo Mitsui Indonesia

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Dec-2017	Dec-2016	Dec-2015	Dec-2014
			<i>Audited</i>	<i>Audited</i>	<i>Audited</i>	<i>Audited</i>
Corporate Rating	<i>idAAA/Stable</i>	Total assets [IDR bn]	76,595.9	73,081.9	58,029.1	47,432.7
Rated Issues		Total equity [IDR bn]	8,756.0	7,967.0	7,197.9	6,548.0
<i>MTN II/2017</i>	<i>idAAA</i>	Total gross loans [IDR bn]	60,393.0	59,754.3	45,960.4	38,374.8
		Total cust. deposits [IDR bn]	27,055.4	24,960.7	18,373.1	15,282.9
Rating Period		Net interest revenue [IDR bn]	1,239.7	1,298.4	1,191.4	1,027.9
<i>May 4, 2018 – May 1, 2019</i>		Net income [IDR bn]	866.6	849.5	723.6	715.7
		NIR/average earning assets [%]	1.7	2.0	2.3	2.2
		Operating expense/operating income [%]	68.3	64.3	60.9	52.9
Rating History		ROAA [%]	1.2	1.3	1.4	1.5
<i>MAY 2017</i>	<i>idAAA/Stable</i>	NPL (3-5)/gross loans [%]	0.1	0.2	0.4	0.7
<i>MAY 2016</i>	<i>idAAA/Stable</i>	Loan loss reserve/NPL (3-5) [%]	68.3	40.2	15.5	11.7
<i>MAY 2015</i>	<i>idAAA/Stable</i>	Risk weighted CAR [%]	17.5	19.8	24.8	23.5
<i>JAN 2015</i>	<i>idAAA/Stable</i>	Gross loans/total deposits [%]	223.2	239.4	250.1	251.1
<i>MAY 2014</i>	<i>idAAA/Stable</i>	USD exchange rate [USD/IDR]	13,568	13,473	13,785	12,385
<i>OCT 2013</i>	<i>idAAA/Stable</i>					

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.

PEFINDO affirms its "idAAA" rating to SMBC Indonesia

PEFINDO has affirmed its "idAAA" ratings to PT Bank Sumitomo Mitsui Indonesia (SMBC Indonesia) and its outstanding MTN II/2017. The outlook for the corporate credit rating is "stable".

An obligor rated idAAA has the highest rating assigned by PEFINDO. Its capacity to meet its long-term financial commitment, relative to that of other Indonesian obligors, is superior.

The corporate rating reflects the very strong support from its Parent, Sumitomo Mitsui Banking Corporation (SMBC, rated "A/Positive" by Standard & Poor's), highly favorable asset quality indicators, and its very strong capitalization. However, the rating is partly offset by its concentrated loan and deposit profile.

The rating could be lowered if we are of the view that there is a material decline in SMBC's support and its ownership of SMBC Indonesia. It could also be under pressure if there is a material deterioration in its financial and asset quality profile.

SMBC Indonesia is a joint venture bank that focuses on the corporate banking sector, targeting Japan-related companies operating in Indonesia, multinational companies, and large local corporates. At the end of December 2017, its shareholders were SMBC (98.48%), PT Bank Central Asia Tbk (1.00%), and PT Bank Negara Indonesia (Persero) Tbk (0.52%). To support its daily banking activities, it has 442 employees and operates through its office in Jakarta.

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