

PT Bank Raya Indonesia Tbk

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PROFILE		FINANCIAL HIGHLIGHTS			
		As of/for the year ended			
		Dec-2021	Dec-2020	Dec-2019	Dec-2018
		Unaudited	Audited	Audited	Audited
Corporate Rating	<i>idAA/Stable</i>	16,926.9	28,015.5	27,067.9	23,313.7
Rated Issues		2,504.5	4,287.7	4,481.7	4,424.3
<i>Bonds I/2017</i>	<i>idAA</i>	11,608.3	19,491.9	19,366.2	15,670.8
Rating Period		13,496.3	22,995.3	21,144.6	18,064.5
<i>March 4, 2022 – March 1, 2023</i>		868.3	624.6	693.2	675.9
Rating History		(3,061.4)	31.3	51.1	204.2
<i>MAR 2021</i>	<i>idAA/Stable</i>	4.0	2.3	2.8	3.5
<i>MAR 2020</i>	<i>idAA/Stable</i>	290.7	97.1	96.6	83.0
<i>MAR 2019</i>	<i>idAA/Stable</i>	ROAA [%]	-13.6	0.1	0.2
<i>MAR 2018</i>	<i>idAA/Stable</i>	NPL (3-5)/gross loans [%]	4.0	5.0	7.7
<i>MAR 2017</i>	<i>idAA/Stable</i>	Loan loss reserve/NPL (3-5) [%]	406.3	104.0	56.2
		Risk weighted CAR [%]	19.9	24.3	24.3
		Gross loans/total deposits [%]	86.0	84.8	91.6
		USD exchange rate [USD/IDR]	14,253	14,105	13,883
					14,380

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.

PT Bank Raya Indonesia Tbk rated "*idAA*"

PEFINDO has affirmed its "*idAA*" ratings to PT Bank Raya Indonesia Tbk (Bank Raya) and its outstanding Bonds I/2017. The outlook for the corporate rating is "**stable**".

An obligor rated *idAA* differs from the highest rated obligors only to a small degree and has a very strong capacity to meet its long-term financial commitments relative to those of other Indonesian obligors.

The rating reflects the very strong likelihood of support from the controlling shareholder, PT Bank Rakyat Indonesia (Persero) Tbk (BBRI or the Parent, rated *idAAA/stable*), its strong capitalization profile, and above-average market position. The rating is constrained by its weak asset quality, weak profitability, and less developed retail funds.

The rating may be raised if PEFINDO sees a higher degree of support from BBRI, which may be triggered by Bank Raya's significantly higher revenue contribution to the Parent. This must be accompanied by a steady improvement in its profitability measures and asset quality. The rating may be lowered if PEFINDO views a significant downward shift in the Parent's support, which may be indicated by a material decline in BBRI's ownership, a substantially lower degree of control from the Parent, or a change in BBRI's business strategy.

Bank Raya focuses on gig economy and operates through 11 branches, 11 sub-branches, 5 community branches, and 3 cash offices. As of December 31, 2021, its shares were held by BBRI (85.7%) and the remainder owned by public.

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.