

PT Asuransi Kredit Indonesia (Persero)

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Sept-2016	Dec-2015	Dec-2014	Dec-2013
			(unaudited)	(audited)	(audited)	(audited)
Corporate Rating	AA+/Stable	Total asset [IDR bn]	10,404.8	9,980.5	8,507.9	6,551.5
		Total equity [IDR bn]	7,134.0	7,759.2	6,494.2	5,239.4
Rated Issues		Total investments [IDR bn]	7,053.4	7,288.6	6,902.9	5,409.4
N/A		Net written premium [IDR bn]	1,727.6	2,273.9	1,916.6	1,509.8
		Net claims [IDR bn]	856.3	1,230.7	842.5	466.6
Rating Period		Underwriting result [IDR bn]	286.3	725.2	568.5	372.2
December 22, 2016 – December 1, 2017		Net income after tax [IDR bn]	333.3	1,002.4	667.6	360.0
		ROAA [%]	**4.4	10.8	8.9	6.4
Rating History		Loss ratio [%]	54.7	49.8	46.5	34.4
DEC 2015	<i>id</i> AA/Stable	Net premium written/equity [x]	**0.3	0.3	0.3	0.3
AUG 2014	<i>id</i> AA/Stable	Retention ratio [%]	63.0	84.9	84.1	94.3
AUG 2013	<i>id</i> AA/Stable	Equity / total assets [%]	68.6	77.7	76.3	80.0
		Risk based capital (RBC) [%]	430.3	605.0	750.4	1059.4
		USD exchange rate [IDR/USD]	12,998	13,795	12,440	12,189

Loss ratio = Net Claims (including reserves) / Net written premiums

*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.

PEFINDO assigns its "*id*AA+" rating to PT Asuransi Kredit Indonesia (Persero)

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

An obligor rated *id*AA 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 that of other Indonesian obligors.

The plus (+) sign in a particular rating indicates that it is relatively strong within the respective rating category.

The rating reflects the Company's critical role to the Government of Indonesia, its strong business position, its strong capitalization profile, and strong liquidity. However, these strengths are partly offset by the high claims from the Kredit Usaha Rakyat (KUR) program.

We may raise the rating if Askrindo strengthens its business profile sustainably through diversification to non-KUR businesses, while at the same time maintaining its strong financial profiles. However, this should be accompanied by greater commitment from the government to provide extraordinary support to Askrindo. On the other hand, the rating could be lowered if there is a substantial decline in the Company's business position, followed by a material deterioration in its risk based capital (RBC) and operating performance. The rating could also be lowered if PEFINDO views there to be a lower level of support from the government.

Askrindo, a 100% state-owned company, is engaged in providing KUR guarantee, bank and non-bank credit insurance, trade credit insurance, surety bonds, customs bonds, general insurance, and reinsurance business. Askrindo was established in 1971 based on government law (Peraturan Pemerintah) No. 1/1971. In 2007, the government appointed Askrindo as one of the credit guarantors for KUR under Presidential Instruction (Inpres) No. 6/2007. The role of Askrindo was confirmed under the new government, through Minister of Economic Decree No. 188/2015. As of September 30, 2016, Askrindo had 1,233 staff members in 60 branches and 1 marketing office.

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