

**PT Bank OCBC NISP Tbk**

*Analysts: Kreshna D Armand/ Hendro Utomo*

*Phone/Fax/E-mail: (62-21) 7278 2380/7278 2370/kreshna.armand@pefindo.co.id / hendro.utomo@pefindo.co.id*

<b>CREDIT PROFILE</b>		<b>FINANCIAL HIGHLIGHTS</b>				
<b>Corporate Rating</b>	<i>idAAA/Stable</i>	<b>As of/for the year ended</b>	<b>Sep-2016</b>	<b>Dec-2015</b>	<b>Dec-2014</b>	<b>Dec-2013</b>
			<i>Unaudited</i>	<i>Audited</i>	<i>Audited</i>	<i>Audited</i>
<b>Rated Issues</b>		Total assets [IDR bn]	129,540.5	120,480.4	103,111.1	97,510.1
<i>Continuous Bond II/2016</i>	<i>idAAA</i>	Total equity [IDR bn]	19,183.1	16,411.3	14,943.4	13,539.8
<i>Continuous Bond I/2015</i>	<i>idAAA</i>	Total gross loans [IDR bn]	87,857.3	85,577.3	68,136.4	63,759.4
<b>Rating Period</b>		Total cust. deposits [IDR bn]	95,363.3	87,280.2	72,805.1	68,936.7
<i>February 1, 2017 – February 1, 2018</i>		Net interest revenue [IDR bn]	3,977.5	4,418.9	3,744.7	3,139.3
<b>Rating History</b>		Net income [IDR bn]	1,358.2	1,500.8	1,332.2	1,142.7
<i>FEB 2016</i>	<i>idAAA/Stable</i>	NIR/average earning assets [%]	*4.4	4.1	3.9	3.7
<i>NOV 2015</i>	<i>idAAA/Stable</i>	BOPO [%]	79.3	80.1	79.5	78.0
<i>NOV 2014</i>	<i>idAAA/Stable</i>	ROAA [%]	*1.5	1.3	1.3	1.3
<i>NOV 2013</i>	<i>idAAA/Stable</i>	NPL (3-5)/gross loans [%]	1.5	1.3	1.3	0.7
<i>NOV 2012</i>	<i>idAAA/Stable</i>	Loan loss reserve/NPL (3-5) [%]	213.2	164.6	156.3	269.2
<i>DEC 2011</i>	<i>idAA+/Stable</i>	Risk weighted CAR [%]	19.0	17.3	18.7	19.3
<i>JAN 2011</i>	<i>idAA+/Stable</i>	Gross loans/total deposits [%]	92.1	98.0	93.6	92.5
		USD exchange rate [IDR/USD]	13,051	13,785	12,385	12,170
			<i>*Annualized</i>			
			<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.</i>			

**PEFINDO affirms its “idAAA” ratings for PT Bank OCBC NISP Tbk and its bonds**

PEFINDO has affirmed its “idAAA” ratings for PT Bank OCBC NISP Tbk (NISP) and its outstanding bonds: Continuous Bond I/2015 and Continuous Bond II/2016. The outlook for the corporate credit rating is “stable”.

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

The ratings factor in proven and very strong support from Oversea-Chinese Banking Corp Ltd (OCBC, rated “AA-/Stable” by Standard & Poor’s), a very strong asset quality profile, and very strong capitalization. However, these strengths are partly offset by moderate profitability profile.

NISP’s rating may come under pressure if there is a downward shift in PEFINDO’s view of the Bank’s support from OCBC.

NISP was established in 1941 and primarily engages in commercial banking, focusing on the commercial/small and medium enterprise (SME) and retail segments. As of September 30, 2016, OCBC Overseas Investment Pte. Ltd. held 85.08% of the Bank’s shares, while the remaining shares were held by the public (14.92%). To support its operations, the Bank has a total of 339 offices, 6,874 employees, and 747 self-owned ATMs.

**DISCLAIMER**

*PT Pemingkat Efek Indonesia (PEFINDO) does not guarantee the accuracy, completeness, timeliness or availability of the contents of this report or publication. PEFINDO cannot be held liable for its use, its partial use, or its lack of use, in combination with other products or used solely, nor can it be held responsible for the result of its use or lack of its use in any investment or other kind of financial decision making on which this report or publication is based. In no event shall PEFINDO be held liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses including but not limited to lost profits and opportunity costs in connection with any use of the contents of this report or publication. Credit analyses, including ratings, and statements in this report or publication are statements of opinion as of the date they are expressed and not statements of fact or recommendations to purchase, hold or sell any securities or to make any investment decision. The contents cannot be a substitute for the skill, judgment and experience of its users, its management employees and/or clients in making investment or other business decisions. PEFINDO also assumes no obligation to update the content following publication in any form. PEFINDO does not act as fiduciary or an investment advisor. While PEFINDO has obtained information from sources it believes to be reliable, PEFINDO does not perform an audit and does not undertake due diligence or independent verification of any information used as the basis of and presented in this report or publication. PEFINDO keeps the activities of its analytical units separate from its business units to preserve independence and objectivity of its analytical processes and products. As a result, certain units of PEFINDO may have information that is not available to other units. PEFINDO has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process. PEFINDO may receive compensation for its ratings and other analytical work, normally from issuers of securities. PEFINDO reserves the right to disseminate its opinions and analyses. PEFINDO’s public ratings and analyses are made available on its website, <http://www.pefindo.com> (free of charge) and through other subscription-based services, and may be distributed through other means, including via PEFINDO publications and third party redistributors. Information in PEFINDO’s website and its use fall under the restrictions and disclaimer stated above. Reproduction of the content of this report, in full or in part, is subject to written approval from PEFINDO.*