PEFINDO
CREDIT RATING AGENCY

# RATING
# DEFINITIONS

## 1. Company or Local Government Rating
(General Obligation Rating)

| Symbol | Definition |
|---|---|
| idAAA | An obligor rated idAAA has the highest rating assigned by PEFINDO. Its capacity to meet its long-term financial commitments, relative to that of other Indonesian obligors, is **superior**. |
| idAA+ | 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 that of other Indonesian obligors. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idAA | 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 that of other Indonesian obligors. |
| idAA- | 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 that of other Indonesian obligors. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idA+ | An obligor rated idA has a **strong** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, it is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idA | An obligor rated idA has a **strong** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, it is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors. |
| idA- | An obligor rated idA has a **strong** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, it is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idBBB+ | An obligor rated idBBB has an **adequate** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, adverse economic conditions or changing circumstances are more likely to weaken its capacity to meet its financial commitments. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idBBB | An obligor rated idBBB has an **adequate** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, adverse economic conditions or changing circumstances are more likely to weaken its capacity to meet its financial commitments. |
| idBBB- | An obligor rated idBBB has an **adequate** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, adverse economic conditions or changing circumstances are more likely to weaken its capacity to meet its financial commitments. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idBB+ | An obligor rated idBB has a **somewhat weak** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. It faces ongoing uncertainties or exposure to adverse business, financial or economic conditions which could result in an inadequate capacity to meet its financial commitments. The plus (+) sign indicates that the rating is relatively strong within its category. |

| Symbol | Definition |
|---|---|
| idBB | An obligor rated idBB has a **somewhat weak** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. It faces ongoing uncertainties or exposure to adverse business, financial or economic conditions which could result in an inadequate capacity to meet its financial commitments. |
| idBB- | An obligor rated idBB has a **somewhat weak** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. It faces ongoing uncertainties or exposure to adverse business, financial or economic conditions which could result in an inadequate capacity to meet its financial commitments. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idB+ | An obligor rated idB has a **weak** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. Adverse business, financial or economic conditions will likely impair its capacity or willingness to meet its financial commitments. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idB | An obligor rated idB has a **weak** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. Adverse business, financial or economic conditions will likely impair its capacity or willingness to meet its financial commitments. |
| idB- | An obligor rated idB has a **weak** capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. Adverse business, financial or economic conditions will likely impair its capacity or willingness to meet its financial commitments. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idCCC | An obligor rated idCCC is currently **vulnerable**, and is dependent upon favorable business and financial conditions to meet its financial commitments. |
| idSD | An obligor rated idSD ("Selective Default") has **failed** to pay one or more of its financial obligations, rated or unrated, when they came due, but still makes timely payments on its other obligations. |
| idD | An obligor rated idD has **failed** to pay all of its financial obligations, rated or unrated, when they came due. |
| | The ratings from idAA to idB may be modified by the addition of a **plus (+)** or **minus (-)** sign to show relative strength within the rating category.<br>**Rating Outlook** assesses the potential direction of an issuer's long-term credit rating over the intermediate to longer term. In determining a Rating Outlook, consideration is given to any changes in the economic and/or fundamental business conditions. A Rating Outlook is not necessarily a precursor of a rating change or future CreditWatch.<br>**Positive** means that a rating may be raised.<br>**Negative** means that a rating may be lowered.<br>**Stable** means that a rating is not likely to change.<br>**Developing** means that a rating may be raised, lowered, or affirmed.<br><br>**CreditWatch** is conducted in case of events that could have material positive, negative or developing impacts on an issuer's long-term credit rating. A CreditWatch will only be valid for a period of less than 3 months. |

## 2. Long Term & Medium Term Debt Instrument Rating

| Symbol | Definition |
|---|---|
| idAAA | A debt security rated idAAA has the highest rating assigned by PEFINDO. The issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is **superior.** |
| idAA+ | A debt security rated idAA differs from the highest-rated debt only to a small degree. The issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is **very strong.** The plus (+) sign indicates that the rating is relatively strong within its category. |
| idAA | A debt security rated idAA differs from the highest-rated debt only to a small degree. The issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is **very strong.** |
| idAA- | A debt security rated idAA differs from the highest-rated debt only to a small degree. The issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is **very strong.** The minus (-) sign indicates that the rating is relatively weak within its category. |
| idA+ | Debt security rated idA indicates that the issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is **strong.** However, the issuer's capacity is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated issuers. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idA | Debt security rated idA indicates that the issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is **strong.** However, the issuer's capacity is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated issuers. |
| idA- | Debt security rated idA indicates that the issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is **strong.** However, the issuer's capacity is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated issuers. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idBBB+ | Debt security rated idBBB denotes **adequate** protection parameters relative to other Indonesian debt securities. However, adverse economic conditions or changing circumstances are more likely to weaken the issuer's capacity to meet its long-term financial commitments on the debt security. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idBBB | Debt security rated idBBB denotes **adequate** protection parameters relative to other Indonesian debt securities. However, adverse economic conditions or changing circumstances are more likely to weaken the issuer's capacity to meet its long-term financial commitments on the debt security. |

| Symbol | Definition |
|---|---|
| idBBB- | Debt security rated idBBB denotes **adequate** protection parameters relative to other Indonesian debt securities. However, adverse economic conditions or changing circumstances are more likely to weaken the issuer's capacity to meet its long-term financial commitments on the debt security. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idBB+ | Debt security rated idBB denotes **somewhat weak** protection parameters relative to other Indonesian debt securities. The issuer's capacity to meet its long-term financial commitments on the debt security is susceptible to major ongoing uncertainties or exposure to adverse business, financial, or economic conditions, which could result in an inadequate capacity to meet its long-term financial commitments on the debt security. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idBB | Debt security rated idBB denotes **somewhat weak** protection parameters relative to other Indonesian debt securities. The issuer's capacity to meet its long-term financial commitments on the debt security is susceptible to major ongoing uncertainties or exposure to adverse business, financial, or economic conditions, which could result in an inadequate capacity to meet its long-term financial commitments on the debt security. |
| idBB- | Debt security rated idBB denotes **somewhat weak** protection parameters relative to other Indonesian debt securities. The issuer's capacity to meet its long-term financial commitments on the debt security is susceptible to major ongoing uncertainties or exposure to adverse business, financial, or economic conditions, which could result in an inadequate capacity to meet its long-term financial commitments on the debt security. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idB+ | Debt security rated idB denotes **weak** protection parameters relative to other Indonesian debt securities. The issuer's capacity to meet long-term financial commitments on the debt security, relative to other Indonesian issuers, would likely be impaired by any adverse business, financial, or economic conditions. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idB | Debt security rated idB denotes **weak** protection parameters relative to other Indonesian debt securities. The issuer's capacity to meet long-term financial commitments on the debt security, relative to other Indonesian issuers, would likely be impaired by any adverse business, financial, or economic conditions. |
| idB- | Debt security rated idB denotes **weak** protection parameters relative to other Indonesian debt securities. The issuer's capacity to meet long-term financial commitments on the debt security, relative to other Indonesian issuers, would likely be impaired by any adverse business, financial, or economic conditions. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idCCC | Debt security rated idCCC is currently **vulnerable** to non-payment, and is dependent upon favorable business and financial conditions for the issuer to meet its long-term financial commitments on the debt security. |
| idD | Debt security is rated idD when it is in payment **default**, or default of a rated obligation occurs automatically upon the first occurrence of non-payment of the obligation. |
| | The ratings from idAA to idB may be modified by the addition of a **plus (+)** or **minus (-)** sign to show relative strength within the rating category. |

## 3. Long Term & Medium Term Syariah Based Financing Instrument Rating

| Symbol | Definition |
|---|---|
| id**AAA**(sy) | A syariah based financing instrument rated id**AAA**(sy) has the highest rating assigned by PEFINDO. The issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is **superior.** |
| id**AA+**(sy) | A syariah based financing instrument rated id**AA**(sy) differs from the highest-rated instruments only to a small degree. The issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is **very strong.** The plus (+) sign indicates that the rating is relatively strong within its category. |
| id**AA**(sy) | A syariah based financing instrument rated id**AA**(sy) differs from the highest-rated instruments only to a small degree. The issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is **very strong.** |
| id**AA-**(sy) | A syariah based financing instrument rated id**AA**(sy) differs from the highest-rated instruments only to a small degree. The issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is **very strong.** The minus (-) sign indicates that the rating is relatively weak within its category. |
| id**A+**(sy) | A syariah based financing instrument rated id**A**(sy) indicates that the issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is **strong**. However, it is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated instruments. The plus (+) sign indicates that the rating is relatively strong within its category. |
| id**A**(sy) | A syariah based financing instrument rated id**A**(sy) indicates that the issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is **strong.** However, it is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated instruments. |
| id**A-**(sy) | A syariah based financing instrument rated id**A**(sy) indicates that the issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is **strong.** However, it is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated instruments. The minus (-) sign indicates that the rating is relatively weak within its category. |
| id**BBB+**(sy) | A syariah based financing instrument rated id**BBB**(sy) denotes issuer's **adequate** protection parameters. However, adverse economic conditions or changing circumstances are more likely to weaken the issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers. The plus (+) sign indicates that the rating is relatively strong within its category. |
| id**BBB**(sy) | A syariah based financing instrument rated id**BBB**(sy) denotes issuer's **adequate** protection parameters. However, adverse economic conditions or changing circumstances are more likely to weaken the issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers. |

| Symbol | Definition |
|---|---|
| idBBB-(sy) | A syariah based financing instrument rated idBBB(sy) denotes issuer's **adequate** protection parameters. However, adverse economic conditions or changing circumstances are more likely to weaken the issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idBB+(sy) | A syariah based financing instrument rated idBB(sy) denotes **somewhat weak** protection parameters. The issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is susceptible to major ongoing uncertainties or exposure to adverse business, financial or economic conditions. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idBB(sy) | A syariah based financing instrument rated idBB(sy) denotes **somewhat weak** protection parameters. The issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is susceptible to major ongoing uncertainties or exposure to adverse business, financial or economic conditions. |
| idBB-(sy) | A syariah based financing instrument rated idBB(sy) denotes **somewhat weak** protection parameters. The issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is susceptible to major ongoing uncertainties or exposure to adverse business, financial or economic conditions. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idB+(sy) | A syariah based financing instrument rated idB(sy) denotes **weak** protection parameters. The issuer's capacity to meet long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, would likely be impaired by any adverse business, financial, or economic conditions. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idB(sy) | A syariah based financing instrument rated idB(sy) denotes **weak** protection parameters. The issuer's capacity to meet long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, would likely be impaired by any adverse business, financial, or economic conditions. |
| idB-(sy) | A syariah based financing instrument rated idB(sy) denotes **weak** protection parameters. The issuer's capacity to meet long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, would likely be impaired by any adverse business, financial, or economic conditions. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idCCC(sy) | A syariah based financing instrument rated idCCC(sy) is **vulnerable** to non-payment, and is dependent upon favorable business and financial conditions for the issuer to meet its long-term financial commitments under the syariah financing contract. |
| idD(sy) | A syariah based financing instrument rated idD(sy) when it is in payment **default** upon the first occurrence of non-payment of the financial commitments under the syariah financing contract. |
| | The ratings from idAA(sy) to idB(sy) may be modified by the addition of a **plus (+)** or **minus (-)** sign to show relative strength within the rating category. |

## 4. Insurer / Guarantee Provider Financial Strength Rating

| Symbol | Definition |
|---|---|
| idAAA | An insurer/guarantee provider rated idAAA has **superior** financial security characteristics relative to other companies in Indonesia. idAAA is the highest insurer/guarantee provider financial strength rating assigned by PEFINDO. |
| idAA+ | An insurer/guarantee provider rated idAA has **very strong** financial security characteristics relative to other companies in Indonesia, differing only slightly from those rated higher. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idAA | An insurer/guarantee provider rated idAA has **very strong** financial security characteristics relative to other companies in Indonesia, differing only slightly from those rated higher. |
| idAA- | An insurer/guarantee provider rated idAA has **very strong** financial security characteristics relative to other companies in Indonesia, differing only slightly from those rated higher. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idA+ | An insurer/guarantee provider rated idA has **strong** financial security characteristics relative to other companies in Indonesia. However, it is somewhat more likely to be affected by adverse business conditions than are insurers/guarantee providers with higher ratings. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idA | An insurer/guarantee provider rated idA has **strong** financial security characteristics relative to other companies in Indonesia. However, it is somewhat more likely to be affected by adverse business conditions than are insurers/guarantee providers with higher ratings. |
| idA- | An insurer/guarantee provider rated idA has **strong** financial security characteristics relative to other companies in Indonesia. However, it is somewhat more likely to be affected by adverse business conditions than are insurers/guarantee providers with higher ratings. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idBBB+ | An insurer/guarantee provider rated idBBB has **adequate** financial security characteristics relative to other companies in Indonesia. However, it is more likely to be affected by adverse business conditions than are higher rated insurers/guarantee providers. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idBBB | An insurer/guarantee provider rated idBBB has **adequate** financial security characteristics relative to other companies in Indonesia. However, it is more likely to be affected by adverse business conditions than are higher rated insurers/guarantee providers. |
| idBBB- | An insurer/guarantee provider rated idBBB has **adequate** financial security characteristics relative to other companies in Indonesia. However, it is more likely to be affected by adverse business conditions than are higher rated insurers/guarantee providers. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idBB+ | An insurer/guarantee provider rated idBB has **somewhat weak** financial security characteristics relative to other companies in Indonesia. Positive attributes exist, but adverse business conditions could lead to insufficient ability to meet financial commitments. The plus (+) sign indicates that the rating is relatively strong within its category. |

| Symbol | Definition |
|---|---|
| idBB | An insurer/guarantee provider rated idBB has **somewhat weak** financial security characteristics relative to other companies in Indonesia. Positive attributes exist, but adverse business conditions could lead to insufficient ability to meet financial commitments. |
| idBB- | An insurer/guarantee provider rated idBB has **somewhat weak** financial security characteristics relative to other companies in Indonesia. Positive attributes exist, but adverse business conditions could lead to insufficient ability to meet financial commitments. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idB+ | An insurer/guarantee provider rated idB has **weak** financial security characteristics relative to other companies in Indonesia. Adverse business conditions will likely impair its ability to meet financial commitments. The plus (+) sign indicates that the rating is relatively strong within its category. |
| idB | An insurer/guarantee provider rated idB has **weak** financial security characteristics relative to other companies in Indonesia. Adverse business conditions will likely impair its ability to meet financial commitments. |
| idB- | An insurer/guarantee provider rated idB has **weak** financial security characteristics relative to other companies in Indonesia. Adverse business conditions will likely impair its ability to meet financial commitments. The minus (-) sign indicates that the rating is relatively weak within its category. |
| idCCC | An insurer/guarantee provider rated idCCC has **vulnerable** financial security characteristics, and is dependent on favorable business conditions to meet financial commitments. |
| idSD | An insurer/guarantee provider rated idSD ("Selective Default") has **failed** to pay one or more of its financial commitments, but still makes timely payments on its other financial commitments. |
| idD | An insurer/guarantee provider rated idD has **failed** to pay all of its financial commitments when it came due. |
| | The ratings from idAA to idB may be modified by the addition of a **plus (+)** or **minus (-)** sign to show relative strength within the rating category.<br>**Rating Outlook** assesses the potential direction of an issuer's long-term credit rating over the intermediate to longer term. In determining a Rating Outlook, consideration is given to any changes in the economic and/or fundamental business conditions. A Rating Outlook is not necessarily a precursor of a rating change or future CreditWatch.<br>**Positive** means that a rating may be raised.<br>**Negative** means that a rating may be lowered.<br>**Stable** means that a rating is not likely to change.<br>**Developing** means that a rating may be raised, lowered, or affirmed.<br><br>**CreditWatch** is conducted if events occurred that materially could have positive, negative or developing impacts to the issuer's long-term credit rating. A CreditWatch will only be valid for a period of up to 3 months. |

## 5. Short Term Debt Instrument Rating

| Symbol | Definition |
|---|---|
| idA1+ | A short-term debt security rated idA1+ has the highest rating category assigned by PEFINDO. The issuer's capacity to meet its short-term financial commitments on the debt security, relative to other Indonesian issuers, is **superior.** |
| idA1 | A short-term debt rated idA1 is slightly more susceptible to adverse changes in circumstances and economic conditions than the highest rated debt. The issuer's capacity to meet its short-term financial commitments on the debt security, relative to other Indonesian issuers, is **strong.** |
| idA2 | A short-term debt security rated idA2 denotes **above average** protection parameters of the issuer's capacity to meet its short-term financial commitments on the debt security, relative to other Indonesian issuers. |
| idA3 | A short-term debt security rated idA3 denotes **adequate** protection parameters. However, the issuer's capacity to meet its short-term financial commitments on the debt security is more vulnerable to adverse effects of changes in circumstances, relative to other Indonesian issuers. |
| idB | A short-term debt security rated idB denotes **significant vulnerability** to adverse business, financial, or economic conditions of the issuer's capacity to meet its financial commitments on the short-term debt security, relative to other Indonesian issuers. |
| idC | A short-term debt security rated idC denotes **doubtful** capacity of the issuer to meet its financial commitments on the short-term debt security. |
| idD | A short-term debt security rated idD denotes payment **default.** |

## 6. Short Term Syariah Based Financing Instrument Rating

| Symbol | Definition |
|---|---|
| idA1+(sy) | A short-term syariah based financing instrument rated idA1+(sy) has the highest rating category assigned by PEFINDO. The issuer's capacity to meet its short-term commitments under the syariah financing contract, relative to other Indonesian issuers, is **superior.** |
| idA1(sy) | A short-term syariah based financing instrument rated idA1(sy) is slightly more susceptible to adverse changes in circumstances and economic conditions than the highest rated ones. The issuer's capacity to meet its short-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is **strong.** |
| idA2(sy) | A short-term syariah based financing instrument rated idA2(sy) denotes **above average** protection parameters of the issuer's capacity to meet its short-term financial commitments under the syariah financing contract, relative to other Indonesian issuers. |
| idA3(sy) | A short-term syariah based financing instrument rated idA3(sy) denotes **adequate** protection parameters. However, the issuer's capacity to meet its short-term financial commitments under the syariah financing contract is more vulnerable to adverse effects of changes in circumstances, relative to other Indonesian issuers. |
| idB(sy) | A short-term syariah based financing instrument rated idB(sy) denotes **significant vulnerability** to adverse business, financial, or economic conditions of the issuer's capacity to meet its short-term financial commitments under the syariah financing contract, relative to other Indonesian issuers. |
| idC(sy) | A short-term syariah based financing instrument rated idC(sy) denotes **doubtful** capacity of the issuer to meet its short-term financial commitments under the syariah financing contract. |
| idD(sy) | A short-term syariah based financing instrument rated idD(sy) denotes payment **default** under the syariah financing contract. |

## 7. Fund Credit Quality Assesment

| Symbol | Definition |
|---|---|
| idAAA(f) | The fund's portfolio holdings with idAAA(f) credit quality assessment provide a **superior** protection level against losses from probable credit defaults of the underlying securities assets portfolio. |
| idAA(f) | The fund's portfolio holdings with idAA(f) credit quality assessment provide a **very strong** protection level against losses from probable credit defaults of the underlying securities assets portfolio. |
| idA(f) | The fund's portfolio holdings with idA(f) credit quality assessment provide a **strong** protection level against losses from probable credit defaults of the underlying securities assets portfolio. |
| idBBB(f) | The fund's portfolio holdings with idBBB(f) credit quality assessment provide an **adequate** protection level against losses from probable credit defaults of the underlying securities assets portfolio. |
| idBB(f) | The fund's portfolio holdings with idBB(f) credit quality assessment provide a **somewhat weak** protection level against losses from probable credit defaults of the underlying securities assets portfolio. |
| idB(f) | The fund's portfolio holdings with idB(f) credit quality assessment exhibit a **weak** protection level to losses from probable credit defaults of the underlying securities assets portfolio. |
| idCCC(f) | The fund's portfolio holdings with idCCC(f) credit quality assessment make it **vulnerable** to losses from probable credit defaults of the underlying securities assets portfolio. |
| | Fund Credit Quality Assessment categories align with those of credit ratings commonly used by PEFINDO, with the addition of the suffix (f) indicating the assessment specifically for mutual fund products.<br><br>The assessments from AA to B may be modified by adding a plus (+) or minus (-) sign to indicate their relative position within the respective assessment category. |

## Fund Volatility Assesment

| Symbol | Definition |
|---|---|
| **S1+** | A fund assigned an 'S1+' volatility score indicates **very low volatility** and can be compared to the market volatility of government bonds maturing in 12 months or less. |
| **S1** | A fund assigned an 'S1' volatility score indicates **low volatility** and can be compared to the market volatility of short-term government bonds maturing within one to three years. |
| **S2** | A fund assigned an 'S2' volatility score indicates **low to moderate volatility** and can be compared to the market volatility of government bonds maturing within three to seven years. |
| **S3** | A fund assigned an 'S3' volatility score indicates **moderate volatility** and can be compared to the market volatility of government bonds maturing within seven to ten years. |
| **S4** | A fund assigned an 'S4' volatility score indicates **moderate to high volatility** and can be compared to the market volatility of long-term government bonds maturing in more than 10 years. |
| **S5** | A fund assigned an 'S5' volatility score indicates **very high volatility**, exceeding the market volatility of government bonds with maturities exceeding 10 years. This heightened volatility may stem from various significant portfolio risks, such as concentration and investment risk associated with complex and/or illiquid securities. |
| | The volatility assessments are not applicable to Money Market Mutual Funds. |

## 8. Investment Management Assesment

| Symbol | Definition |
|---|---|
| **idMIA-1** | The investment manager with an assessment of idMIA-1 has **superior** fund management capability and quality. |
| **idMIA-2** | The investment manager with an assessment of idMIA-2 has **very strong** fund management capability and quality. |
| **idMIA-3** | The investment manager with an assessment of idMIA-3 has **strong** fund management capability and quality. |
| **idMIA-4** | The investment manager with an assessment of idMIA-4 has **adequate** fund management capability and quality. |
| **idMIA-5** | The investment manager with an assessment of idMIA-5 has **weak** fund management capability and quality. |

## 9. Green Bond Assessment Categories

| Symbol | Definition |
|---|---|
| **GB5** | The green bond framework provides excellent coverage of the issuer's approach. The issuer has a very strong approach to adopting the Green Bond Principles, covering all four core components comprehensively. Prospects for achieving stated environmental objectives are very good. |
| **GB4** | The green bond framework provides very good coverage. The issuer has a strong approach to adopting the Green Bond Principles, covering all four core components well. Prospects for achieving stated environmental objectives are very good. |
| **GB3** | The green bond framework provides good coverage of the issuer's approach. The issuer has a good approach to adopting the Green Bond Principles, covering all four core components well. Prospects for achieving stated environmental objectives are good. |
| **GB2** | The green bond framework provides fair coverage. The issuer has a fair approach to adopting the Green Bond Principles, covering all four core components moderately. Prospects for achieving stated environmental objectives are fair. |
| **GB1** | The green bond framework provides insufficient coverage. The issuer has an insufficient approach to adopting the Green Bond Principles, insufficiently covering all four core components. Prospects for achieving stated environmental objectives are weak. |

## PEFINDO Rating Grade

| Long Term | Short Term | | | | | |
|---|---|---|---|---|---|---|
| idAAA | idA1+ | | | | | |
| idAA+ | idA1+ | | | | | |
| idAA | idA1+ | | | | | |
| idAA- | idA1+ | | | | | |
| idA+ | idA1+ | idA1 | | | | |
| idA | | idA1 | | | | |
| idA- | | idA1 | idA2 | | | |
| idBBB+ | | | idA2 | | | |
| idBBB | | | idA2 | idA3 | | |
| idBBB- | | | | idA3 | | |
| idBB+ | | | | | idB | |
| idBB | | | | | idB | |
| idBB- | | | | | idB | |
| idB+ | | | | | idB | |
| idB | | | | | idB | |
| idB- | | | | | idB | |
| idCCC | | | | | | idC |
| idD | | | | | | idD |

### Ratings Suffix

Suffix (sy) means the rating indicates Islamic principles compliant.
Suffix (bg) means the rating incorporates security in the form of bank guarantee.
Suffix (cg) means the rating incorporates security in the form of corporate guarantee.
Suffix (gg) means the rating incorporates security in the form of government guarantee.
Suffix (fg) means the rating incorporates security in the form of full guarantee.
Suffix (pg) means the rating incorporates security in the form of partial guarantee.
Suffix (ba) means the rating is based on assignment from third party, not from the rated entity.
Suffix (pi) means the rating is based on assignment from internal PEFINDO (unsolicited).
Suffix (sf) means the rating is for a structured-finance transaction.
Suffix (f) means the rating is for mutual funds product.
Suffix (sa) means the rating is standalone rating.