

## PT Asuransi Bhakti Bhayangkara

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<b>CREDIT PROFILE</b>		<b>FINANCIAL HIGHLIGHTS</b>				
		<b>As of / for the years ended</b>	<b>Sep-2017</b>	<b>Dec-2016</b>	<b>Dec-2015</b>	<b>Dec-2014</b>
			(Unaudited)	(Audited)	(Audited)	(Audited)
<b>Financial Strength Rating</b>	<i>idBBB/Stable</i>	Total assets [IDR bn]	179.2	172.5	180.7	155.9
		Total equity [IDR bn]	110.4	111.9	105.8	102.3
<b>Rated Issues</b>		Total investment [IDR bn]*	61.6	63.3	62.9	56.9
<i>N/A</i>		Net premium written [IDR bn]	52.2	82.8	72.8	57.0
		Net claims [IDR bn]	8.5	12.8	10.6	6.9
<b>Rating Period</b>		Underwriting result [IDR bn]	25.0	39.4	35.9	31.2
<i>January 12, 2018 – January 1, 2019</i>		Net income after tax [IDR bn]	2.0	6.2	5.1	4.6
		Total comprehensive income [IDR bn]	2.0	8.3	5.1	30.8
<b>Rating History</b>		ROAA [%]	**1.5	3.5	3.0	3.4
<i>-</i>		Loss ratio [%]	17.5	17.2	17.1	9.3
		Net premium written / equity [x]	63.1	74.0	68.8	55.8
		Retention ratio [%]	70.8	68.0	66.2	75.5
		Equity/total assets [%]	61.6	64.9	58.5	65.6
		Risk based capital; RBC [%]	375.5	529.1	404.6	448.4
		USD exchange rate [IDR/USD]	13,492	13,436	13,795	12,440
		<i>*including Cash and Bank</i>				
		<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>				

### Asuransi Bhakti Bhayangkara rated “idBBB” with stable outlook

PEFINDO has assigned its “idBBB” financial strength rating to PT Asuransi Bhakti Bhayangkara (ABB). The outlook for the rating is “stable”.

An insurer rated idBBB has adequate financial security characteristics relative to other companies in Indonesia, but is more likely to be affected by adverse business conditions than higher rated insurers.

The rating reflects ABB's sustainable captive business with the national police force (Kepolisian Negara Republik Indonesia or Polri), conservative investment policy, and sound capitalization profile. However, the rating is constrained by its modest operating performance, moderate liquidity profile, and the tight competition in its non-captive businesses.

The rating may be raised if ABB demonstrates a consistent improvement in its business position, along with a significant improvement in its operating performance and liquidity profile. On the other hand, the rating may be lowered if its business position in its niche market weakens significantly or its operating performance and liquidity deteriorate markedly.

ABB was established in 1987 with the initial purpose is to create a general insurance company that cooperates with Polri. Its main product was personal accident (PA) insurance protection for driving license holders. It also offers a wide variety of other products, including coverage for fire, motor vehicles, marine cargo, engineering, marine hull, and surety bonds. As of September 30, 2017 (9M2017), it was 58.1% owned by Yayasan Brata Bhakti, 18.2% by Yayasan Kesejahteraan PT Asuransi Jasindo, 8.3% by Dapen Jasindo, 7.2% by PT Tansa Trisna, and 8.2% by individuals. The Company has 167 employees and 11 branch offices.

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