

PT Bank Pembangunan Daerah Sumatera Selatan dan Bangka Belitung

Credit Rating(s)

General Obligation (GO) idA+/Stable

Rating Period

October 1, 2024 – October 1, 2025

Published Rating History

OCT 2023	idA+/Stable
NOV 2022	idA+/Stable
AUG 2021	idA/Stable
APR 2020	idA/Stable
JUN 2013	idA-/Stable

PEFINDO has assigned its idA+ rating with stable outlook to PT Bank Pembangunan Daerah Sumatera Selatan dan Bangka Belitung (Bank Sumsel Babel or the Bank). The rating mainly reflects Bank Sumsel Babel's captive market in the region, strong capitalization profile, and strong liquidity position. The rating is constrained by its moderate asset quality profile and tight competition in the productive loan segment.

The rating may be raised if the Bank significantly strengthens its business position and makes significant and sustainable improvements in its asset quality and profitability profiles. Conversely, the rating may be lowered if its business position weakens significantly, or if its asset quality or profitability profile deteriorates significantly.

Bank Sumsel Babel was established in 1962 as a regional development bank (Bank Pembangunan Daerah or BPD), offering complete banking services including corporate, commercial, consumer, micro/retail, and sharia. As of June 30, 2024 (1H2024), it was owned by the Provincial Government of South Sumatra with a 27.4% stake, the Provincial Government of Bangka Belitung (3.0%), cities and regencies in South Sumatra (51.4%) and Bangka Belitung (15.1%), as well as Bank Sumsel Babel's Employees Cooperative (3.1%).

Financial Highlights

As of/for the year ended	Jun-2024	Dec-2023	Dec-2022	Dec-2021
Consolidated Figure	(Unaudited)	(Audited)	(Audited)	(Audited)
Total Asset [in IDR Bn]	37,798.3	38,407.7	35,299.9	31,626.4
Total Equity [in IDR Bn]	4,508.9	4,570.2	4,202.2	3,935.9
Total Gross Loan [in IDR Bn]	24,052.1	23,689.2	20,899.9	18,915.6
Total Customer Deposits [in IDR Bn]	27,108.2	27,135.9	27,338.3	25,010.2
Net Interest Revenue [in IDR Bn]	1,163.3	2,428.6	2,389.5	2,258.5
Net Income (Loss) [in IDR Bn]	306.9	611.1	538.1	485.3
NIR/Average Earning Asset [%]*	6.5	7.1	7.7	8.2
Operating Expense/Operating Income [%]	78.1	74.3	76.3	77.0
ROAA [%]*	1.6	1.7	1.6	1.6
NPL (3-5)/Gross Loans [%]	2.8	2.6	2.8	2.9
Loan Loss Reserves/NPL (3-5) [%]	107.7	107.2	111.4	111.1
Risk-Weighted CAR [%]	21.3	22.5	21.5	22.1
Gross Loans/Total Deposits (LDR) [%]	88.7	87.3	76.4	75.6
Foreign Currency Exchange Rate [USD/IDR]	16,421	15,416	15,568	14,253

* annualized for interim results

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.

Rating Definition

An obligor rated idA has a strong capacity to meet its long-term financial commitments relative to those of other Indonesian obligors. However, the obligor 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.

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