

PT Bank Pembangunan Daerah Nusa Tenggara Timur

Analysts: Handhayu Kusumowinahyu / Hendro Utomo

Phone/Fax/E-mail: (62-21) 72782380 / 72782370 / handhayu.kusumowinahyu@pefindo.co.id / hendro.utomo@pefindo.co.id

CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Dec-2016	Dec-2015	Dec-2014	Dec-2013
			(A audited)	(A audited)	(A audited)	(A audited)
Corporate Rating	<i>idA/Stable</i>	Total assets [IDR bn]	9,597.9	9,551.2	8,318.3	7,282.8
Rated Issues		Total equity [IDR bn]	1,669.0	1,494.8	1,182.2	1,008.0
<i>Bond I/2011</i>	<i>idA</i>	Total gross loans [IDR bn]	7,297.4	6,559.6	5,499.9	4,880.7
		Total cust. dep. + ST funding [IDR bn]	6,795.3	7,281.4	6,272.5	5,064.9
Rating Period		Net interest revenue [IDR bn]	956.0	890.5	788.6	678.0
<i>April 7, 2017 – April 1, 2018</i>		Net income (loss) [IDR bn]	233.8	258.2	246.3	231.7
		NIR/average earning assets [%]	10.5	10.5	10.7	10.1
Rating History		Operating expense/operating income [%]	62.4	54.7	68.9	67.1
<i>APR 2016</i>	<i>idA/Stable</i>	ROAA [%]	2.4	2.9	3.2	3.3
<i>APR 2015</i>	<i>idA-/Stable</i>	NPL (3-5)/gross loans [%]	2.3	2.2	1.5	1.3
<i>APR 2014</i>	<i>idA-/Stable</i>	Loan loss reserves/NPL (3-5) [%]	74.7	62.4	81.1	84.1
<i>APR 2013</i>	<i>idA-/Stable</i>	Risk-weighted CAR [%]	23.3	21.9	18.2	17.5
<i>MAR 2012</i>	<i>idA-/Stable</i>	Gross loans/total deposits (LDR) [%]	107.4	90.1	87.7	96.4
<i>MAR 2011</i>	<i>idA-/Stable</i>	USD exchange rate [IDR/USD]	13,436	13,785	12,440	12,170

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 affirms "idA" rating for PT Bank Pembangunan Daerah Nusa Tenggara Timur

PEFINDO has affirmed its "idA" ratings for PT Bank Pembangunan Daerah Nusa Tenggara Timur (BNTT) and the Bank's outstanding Bond I/2011. The outlook for the corporate rating is "stable".

An obligor rated idA indicates that the obligor has a strong capacity to meet its long-term financial commitments relative to that 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 ratings reflect BNTT's strong market position in its captive market, very strong capitalization, and high margin business from consumer loan segment. However, the ratings are constrained by the Bank's limited capacity to access third-party funding, pressure in asset quality, and tightening competition in productive loan segment.

The rating may be raised if the Bank is able to consistently improve its business position and the diversification of its funding portfolio on a consistent basis, while maintaining its strong financial performance. On the other hand, the rating could be lowered if PEFINDO sees a significant deterioration in its asset quality and profitability figures.

Established in 1962, BNTT is a commercial bank that caters primarily to the government and employees of East Nusa Tenggara Province (Nusa Tenggara Timur or NTT). The Bank has 1,592 employees and its head office is supported by a network of 23 branch offices, 38 sub-branches, 55 cash offices, and 52 functional units. As of December 31, 2016, the Bank was 32.85% owned by the provincial government of NTT, 67.08% by the district and municipal governments of NTT, and the remaining 0.06% was owned by individuals.

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