

## PT Jasa Raharja

**Analysts:** Kreshna Dwinanta Armand / Adrian Noer

**Tel/Fax/Email:** (62-21) 50968469 / 50968468 / [kreshna.armand@pefindo.co.id](mailto:kreshna.armand@pefindo.co.id) / [adrian.noer@pefindo.co.id](mailto:adrian.noer@pefindo.co.id)

<b>CREDIT PROFILE</b>		<b>FINANCIAL HIGHLIGHTS - parent only figures</b>				
		<b>As of/for the year ended</b>	<b>Mar-2021</b>	<b>Dec-2020</b>	<b>Dec-2019</b>	<b>Dec-2018</b>
			<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Audited)</b>	<b>(Audited)</b>
<b>Corporate Rating</b>	<i>idAAA/Stable</i>	Total assets [IDR bn]	15,300.2	14,930.3	14,804.4	13,893.2
<b>Rated Issues</b>		Total equity [IDR bn]	11,803.3	11,493.0	11,355.3	10,622.9
<i>N/A</i>		Total investments without cash [IDR bn]	14,035.1	13,797.8	13,489.8	12,643.8
<b>Rating Period</b>		Net written premiums [IDR bn]	976.3	4,132.4	4,594.1	4,551.7
<i>August 6, 2021 – August 1, 2022</i>		Net claims [IDR bn]	504.4	2,289.3	2,804.1	2,722.6
<b>Rating History</b>		Underwriting results [IDR bn]	651.3	1,563.6	1,415.5	1,663.4
<i>DEC 2019</i>	<i>idAAA/Stable</i>	Net income after tax [IDR bn]	705.6	1,504.5	1,551.8	1,620.2
<i>DEC 2018</i>	<i>idAAA/Stable</i>	Total comprehensive income [IDR bn]	496.1	1,437.6	1,623.5	1,193.0
<i>DEC 2017</i>	<i>idAAA/Stable</i>	ROAA [%]	*18.7	10.1	10.8	11.6
<i>DEC 2016</i>	<i>idAAA/Stable</i>	Loss ratio [%]	51.7	55.4	61.0	59.8
<i>DEC 2015</i>	<i>idAAA/Stable</i>	Net written premiums/equity [x]	*0.3	0.4	0.4	0.4
		Retention ratio [%]	98.4	98.5	97.5	97.0
		Equity/total assets [%]	77.1	77.0	76.7	76.5
		Risk based capital (RBC) [%]	622.9	610.5	580.3	620.7
		USD exchange rate [USD/IDR]	14,572	14,105	13,901	14,481

*\*Annualized*  
*Loss ratio = Net Claims (including reserves) / Net written premiums*

*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.*

### Jasa Raharja rated "idAAA" with stable outlook

PEFINDO has assigned its "idAAA" financial strength rating to PT Jasa Raharja (Jasa Raharja). The outlook for the rating is "stable".

An insurer rated idAAA has superior financial security characteristics relative to those of other companies in Indonesia. idAAA is the highest insurer financial strength rating assigned by PEFINDO.

The rating reflects Jasa Raharja's key public service provider role representing the Indonesian government, very strong business profile as the compulsory insurance sole provider for public passengers and traffic accidents, superior capitalization, and strong operating performance. The rating is moderated by its exposure to capital market volatility.

The rating may be lowered if there is material evidence of declining support from the government. Such downside pressure may arise if Jasa Raharja's role to provide basic protection for public passengers and traffic accident victims diminishes significantly.

We expect the Covid-19 outbreak to have a manageable impact on Jasa Raharja's credit profile, considering its function as an extension of the government in serving accident victims. It is compulsory to use the Company's service as it has been set out on Law No. 33/1964 on the mandatory passenger accident insurance fund, and Law No. 34/1964 on the mandatory road traffic accident insurance fund. Its mandate remains unchanged, as specified on PP No. 20/2020 – though no longer granted a Persero status due to the appointment of PT Bahana Pembinaan Usaha Indonesia (Persero) (BPUI) as the holding company for state-owned insurers, with Jasa Raharja being a member. In our view, the Covid-19 pandemic has not led to a substantial increase in claims from public passengers or traffic accident victims. This should offset the concern of a lower premium generation resulting from declining automotive sales and public transportation utilization due to the large-scale social restriction policy impacted by the Covid-19 pandemic, as well as capital market volatility affecting Jasa Raharja's investment portfolio performance.

Jasa Raharja was established to assume specific tasks related to the implementation of Law No. 33/1964 and Law No. 34/1964. It is ultimately owned by the Government of Indonesia through BPUI with a 99.99998% shareholding via series B shares. Jasa Raharja controls 93.8% shares in its subsidiary, PT Asuransi Jasaraharja Putera, which engaged in general insurance services.

**DISCLAIMER**

*The rating contained in this report or publication is the opinion of PT Pemeringkat Efek Indonesia (PEFINDO) given based on the rating result on the date the rating was made. The rating is a forward-looking opinion regarding the rated party's capability to meet its financial obligations fully and on time, based on assumptions made at the time of rating. The rating is not a recommendation for investors to make investment decisions (whether the decision is to buy, sell, or hold any debt securities based on or related to the rating or other investment decisions) and/or an opinion on the fairness value of debt securities and/or the value of the entity assigned a rating by PEFINDO. All the data and information needed in the rating process are obtained from the party requesting the rating, which are considered reliable in conveying the accuracy and correctness of the data and information, as well as from other sources deemed reliable. PEFINDO does not conduct audits, due diligence, or independent verifications of every information and data received and used as basis in the rating process. PEFINDO does not take any responsibility for the truth, completeness, timeliness, and accuracy of the information and data referred to. The accuracy and correctness of the information and data are fully the responsibility of the parties providing them. PEFINDO and every of its member of the Board of Directors, Commissioners, Shareholders and Employees are not responsible to any party for losses, costs and expenses suffered or that arise as a result of the use of the contents and/or information in this rating report or publication, either directly or indirectly. PEFINDO generally receives fees for its rating services from parties who request the ratings, and PEFINDO discloses its rating fees prior to the rating assignment. PEFINDO has a commitment in the form of policies and procedures to maintain objectivity, integrity, and independence in the rating process. PEFINDO also has a "Code of Conduct" to avoid conflicts of interest in the rating process. Ratings may change in the future due to events that were not anticipated at the time they were first assigned. PEFINDO has the right to withdraw ratings if the data and information received are determined to be inadequate and/or the rated company does not fulfill its obligations to PEFINDO. For ratings that received approval for publication from the rated party, PEFINDO has the right to publish the ratings and analysis in its reports or publication, and publish the results of the review of the published ratings, both periodically and specifically in case there are material facts or important events that could affect the previous ratings. Reproduction of the contents of this publication, in full or in part, requires written approval from PEFINDO. PEFINDO is not responsible for publications by other parties of contents related to the ratings given by PEFINDO.*