



PEFINDO CREDIT RATING INDONESIA

PRESS RELEASE

September 10, 2013

PT Pan Pacific Insurance's rating assigned at "idBBB"

PEFINDO has assigned its financial strength rating of "idBBB" to PT Pan Pacific Insurance (PPIS). Outlook for the rating is "stable". The rating reflects the Company's high business growth potential and moderate operating performance. However, the rating is constrained by its low risk-based capital (RBC) ratio and the tight competition in the industry.

PPIS is a non-life insurance company focused on the automotive sector. The Company sells insurance policies on a group basis mainly to auto-finance companies, including SMS Finance, an affiliated company. The Company also offers other types of insurance, such as for health care, fire, marine cargo, general accident, engineering, surety bond and sharia, but their contributions are still small. PPIS has a head office in Jakarta, two full branches in Bandung and Surabaya, 11 marketing offices across Java and Sumatra, and 317 employees as of end-June 2013. As of June 30, 2013, PPIS was 55% owned by PT Multikem Suplindo, 20% by PT Inti Sukses Danamas, 20% by PT Ometraco Arya Samantha and the remaining 5% by an individual, Taswin Zakaria.

Rating Period: August 29, 2013 – August 1, 2014
Contact Analyst: Hotma Parulian Manalu & Danan Dito
hotma.manalu@pefindo.co.id & danan.dito@pefindo.co.id

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