

PT Bank Mandiri Taspen

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| CREDIT PROFILE | | FINANCIAL HIGHLIGHTS | | | | |
|-------------------------|------------------------------------|---------------------------------|-----------|----------|----------|----------|
| | | As of/for the year ended | Jun-2021 | Dec-2020 | Dec-2019 | Dec-2018 |
| | | | Unaudited | Audited | Audited | Audited |
| Corporate Rating | <i>idAA+/Stable</i> | Total assets [IDR bn] | 41,529.8 | 35,099.8 | 26,951.0 | 20,943.9 |
| Rated Issues | - | Total equity [IDR bn] | 3,772.8 | 3,470.5 | 2,674.6 | 2,320.5 |
| | | Total gross loans [IDR bn] | 29,220.6 | 25,662.4 | 20,316.3 | 15,526.0 |
| | | Total cust. deposits [IDR bn] | 30,627.1 | 27,581.3 | 19,864.3 | 15,259.8 |
| Rating Period | October 14, 2021 – October 1, 2022 | Net interest revenue [IDR bn] | 1,193.8 | 1,691.9 | 1,293.4 | 1,059.0 |
| | | Net income [IDR bn] | 310.5 | 429.2 | 456.2 | 333.5 |
| | | NIR/average earning assets [%] | *6.4 | 5.6 | 5.6 | 6.3 |
| Rating History | | Operating expense/income [%] | 78.1 | 84.8 | 79.8 | 80.0 |
| JAN 2020 | <i>idAA/Stable</i> | ROAA [%] | *1.6 | 1.4 | 1.9 | 1.9 |
| DEC 2018 | <i>idAA/Stable</i> | NPL (3-5)/gross loans [%] | 0.7 | 0.8 | 0.7 | 0.6 |
| JUL 2017 | <i>idAA/Stable</i> | Loan loss reserve/NPL (3-5) [%] | 283.6 | 253.6 | 151.9 | 135.3 |
| SEP 2016 | <i>idA+/Stable</i> | Risk weighted CAR [%] | 19.0 | 17.4 | 21.7 | 24.3 |
| DEC 2015 | <i>idA+/Stable</i> | Gross loans/total deposits [%] | 95.4 | 93.0 | 102.3 | 101.7 |
| | | USD exchange rate [USD/IDR] | 14,500 | 14,050 | 13,883 | 14,380 |

*Annualized

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.

Bank Mandiri Taspen rated "idAA+"

PEFINDO has assigned its "idAA+" rating to PT Bank Mandiri Taspen (Bank Mantap). The outlook for the corporate rating is "stable".

An obligor rated idAA differs from the highest rated obligors only to a small degree, and has a very strong capacity to meet its long-term financial commitments relative to those of other Indonesian obligors. The Plus (+) sign indicates the rating is relatively strong within the respective rating category.

The rating reflects Bank Mantap's very strong likelihood of support from PT Bank Mandiri (Persero) Tbk (Bank Mandiri or the Parent) as the parent company, very strong asset quality, and strong capitalization. The rating is constrained by its less developed retail funding and the tight competition in non-pensioner loan segments.

The rating may be raised if there is a material increase in the degree of parent support from Bank Mandiri, which may be triggered by Bank Mantap's significantly higher revenue contribution to the Parent. The rating may be lowered if there is evidence of a declining degree of importance to Bank Mandiri, which may be indicated by a weakening business profile, a substantially lower degree of control from the Parent, or a change in Bank Mandiri's business strategy.

We are of the view that the pandemic impact on Bank Mantap's overall credit profile has remained manageable, bolstered by its core product of pensioners loans, accounting for 90%-95% of its total loan portfolio. Pensioners loans' quality are less prone to the pandemic as debt repayments are directly deducted from their payroll account. This segment should contribute to the Bank's revenue stream and cash flow amid the pandemic and serve as a cushion against potential asset quality deterioration in the productive loan segment, particularly in sectors heavily affected by the pandemic.

Established in 1970, Bank Mantap is a commercial bank focusing on the pensioner segment. As of June 30, 2021, its shareholders consisted of PT Bank Mandiri (Persero) Tbk (51.1%), PT Taspen (Persero) (Taspen, 48.4%), and IB Made Putra Jandhana (0.5%). It had 41 branches, 77 supporting branches, 46 functional offices, 107 cash offices, and 2,732 employees as of the same period.

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The rating contained in this report or publication is the opinion of PT Perneringkat 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.