Panin Bank’s ratings affirmed at “idAA” with stable outlook

PEFINDO affirmed its “idAA” rating to PT Bank Pan Indonesia Tbk (Panin Bank or the Bank) and the Bank’s outstanding bonds. PEFINDO also affirmed “idAA-” rating to the Bank’s outstanding subordinated bonds. Outlook for the corporate rating is “stable”. The ratings reflect the Bank’s very strong market position in commercial and retail loan segments and its favorable capitalization. PEFINDO also acknowledges the strong support from ANZ Banking Group (ANZ, AA-/stable by S&P) as one of the Bank’s shareholders. However, the ratings are mitigated by the Bank’s moderate profitability.

Panin Bank provides commercial banking services through 495 offices covering 29 provinces in Indonesia. The Bank has 936 units of self-owned ATMs, which are also linked to ALTO and ATM Bersama networks. To support its operations, Panin Bank has 10,965 employees. Currently, the Bank has a 99.99% ownership in PT Bank Panin Syariah, 54.35% ownership in PT Clipan Finance Tbk, and 42.87% ownership in PT Verena Multi Finance Tbk. As of June 30, 2013, Panin Bank’s shareholder structure consisted of PT Panin Financial Tbk. (46.04%), Votraint No. 1103 PTY Ltd owned by ANZ (38.82%), and Public (15.14%).