

## PT Bank Victoria International Tbk

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### CREDIT PROFILE

**Corporate Rating** *idA-/Stable*

#### Rated Issues

*Shelf.Reg Bond I/2017* *idA-*  
*Shelf.Reg Sub-Debt I/2017* *idBBB*  
*Sub-Debt III/2013* *idBBB+*  
*Sub-Debt II/2012* *idBBB+*

#### Rating Period

*April 4, 2019 – April 1, 2020*

*Sub-Debt II/2012*

*April 4, 2019 – June 27, 2019*

#### Rating History

*APR 2018* *idA-/Stable*  
*APR 2017* *idA-/Stable*  
*APR 2016* *idA-/Negative*  
*APR 2015* *idA-/Stable*

### FINANCIAL HIGHLIGHTS

#### As of/for the year ended

	Dec-2018	Dec-2017	Dec-2016	Dec-2015
	(Audited)	(Audited)	(Audited)	(Audited)
Total assets [IDR bn]	30,172.3	28,825.6	26,000.0	23,250.7
Total equity [IDR bn]	2,806.0	2,846.3	2,626.3	2,113.7
Total gross loans [IDR bn]	16,393.6	15,831.3	14,537.9	13,094.0
Total cust. dep.+ ST funding [IDR bn]	22,086.4	22,248.7	20,691.8	18,256.3
Net interest revenue [IDR bn]	459.3	457.7	303.6	356.5
Net income (loss) [IDR bn]	79.1	136.1	100.4	94.1
NIR/average earning assets [%]	1.7	1.8	1.3	1.7
Operating expense/operating income [%]	100.2	94.9	96.6	95.8
ROAA [%]	0.3	0.5	0.4	0.4
NPL (3-5)/gross loans [%]	3.5	3.2	4.2	4.9
Loan loss reserves/NPL (3-5) [%]	50.4	50.6	45.7	41.8
Risk-weighted CAR [%]	16.8	18.4	25.4	19.0
Gross loans/total deposits (LDR) [%]	74.2	71.2	70.3	71.7
USD exchange rate [IDR/USD]	14,380	13,568	13,436	13,785

*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 Victoria's rating affirmed at "idA-"

PEFINDO has affirmed its "idA-" ratings for PT Bank Victoria International Tbk (Bank Victoria) and its outstanding Shelf Registration Bond I Year 2017, and its "idBBB+" ratings for the Bank's outstanding Subordinated Bond II/2012 and Subordinated Bond III/2013. PEFINDO has also affirmed the rating of Bank Victoria's Shelf Registration Subordinated Bond I Year 2017 at "idBBB". The Shelf Registration Subordinated Bond I Year 2017 is rated two notches below Bank Victoria's corporate rating to incorporate the risk of the debt instrument being written down in the event of non-viability, as stated under central bank regulation 15/12/PBI/2013. The outlook for the corporate rating is "stable".

The Bank's Subordinated Bond II/2012 amounting to IDR300 billion will mature on June 27, 2019. Its readiness to repay the maturing subordinated bond is supported by liquid assets of IDR7.2 trillion as of February 28, 2019.

An obligor rated idA 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 minus (-) sign indicates the rating is relatively weak within the respective rating category.

A debt security rated idBBB denotes adequate protection parameters relative to other Indonesian debt securities. Adverse economic conditions or changing circumstances are more likely to weaken the capacity of the obligor to meet its long-term financial commitments on the debt security. The plus (+) sign indicates the rating is relatively strong within the respective rating category.

The corporate rating reflects the Company's strong capitalization and strong liquidity, but is constrained by its weak asset quality, weak profitability, and exposure to concentration risk.

The rating may be raised if Bank Victoria strengthens its business profile and improves its asset quality and profitability substantially and consistently. The rating may be lowered if the Bank's asset quality and profitability figures considerably deteriorate.

Bank Victoria is a commercial bank targeting affluent and mass affluent customers. As of December 31, 2018, its shareholders were PT Victoria Investama Tbk (46.38%), Suzanna Tanojo (17.74%), Deutsche Investitions- und Entwicklungsgesellschaft (9.0%), PT Nata Patindo (2.73%), and the public (24.15%).

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