

PT Bank Victoria International Tbk

Credit Rating(s)

General Obligation (GO) idA-/Stable

Rated Issues

Shelf Reg. Sub-Debt II/2019 idBBB
Shelf Reg. Bond I/2017 idA-
Shelf Reg. Sub-Debt I/2017 idBBB

Rating Period

December 26, 2022 – December 1, 2023

Published Rating History

APR 2022 idA-/Negative
DEC 2021 idA-/Negative
DEC 2020 idA-/Negative
DEC 2019 idA-/Stable
DEC 2018 idA-/Stable

PEFINDO has affirmed its "idA-" corporate credit rating and instrument ratings to PT Bank Victoria International Tbk (Bank Victoria or Bank), its outstanding Shelf Registration Bond I Year 2017 and Shelf Registration Bond II Year 2019. PEFINDO has also affirmed the ratings of its Shelf Registration Subordinated Bond I Year 2017 and Shelf Registration Subordinated Bond II Year 2019 at "idBBB". The outlook for the rating is revised back to "stable" reflecting the Bank's ability to meet the regulatory minimum core capital of IDR3 trillion and improve its financial profile, particularly its profitability and asset quality indicators.

The corporate rating reflects Bank Victoria's strong capitalization, above average business position, and adequate liquidity, but is constrained by its weak asset quality and exposure to a 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 its asset quality and profitability figures considerably deteriorate.

Bank Victoria is a commercial bank targeting affluent and mass affluent customers. As of November 2022, its shareholders consisted of PT Victoria Investama Tbk (41.51%), Suzanna Tanojo (13.29%), Deutsche Investitions- und Entwicklungsgesellschaft (5.98%), PT Nata Patindo (0.37%), and the public (38.85%).

Rating Definition

An obligor rated idA has a strong capacity to meet its long-term financial commitments relative to those of other Indonesian obligors. However, it is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors.

The minus (-) sign indicates that the rating is relatively weak within its category.

Debt security rated idBBB denotes adequate protection parameters relative to other Indonesian debt securities. However, adverse economic conditions or changing circumstances are more likely to weaken the issuer's capacity to meet its long-term financial commitments on the debt security.

Financial Highlights

As of/for the year ended	Sep-2022 (Unaudited)	Jul-2022 (Audited)	Dec-2021 (Audited)	Dec-2020 (Audited)
Total Asset [in IDR Bn]	25,266.9	24,931.9	24,947.1	26,221.4
Total Equity [in IDR Bn]	3,340.1	3,248.6	3,014.4	2,644.4
Total Gross Loan [in IDR Bn]	15,842.6	15,441.0	15,489.1	14,843.4
Total Customer Deposits [in IDR Bn]	19,604.5	18,913.6	19,306.9	19,656.1
Net Interest Revenue [in IDR Bn]	528.1	406.8	463.7	189.7
Net Income (Loss) [in IDR Bn]	118.2	78.3	(119.1)	(252.2)
NIR/Average Earning Asset [%]	3.1	3.1	2.0	0.7
Operating Expense/Operating Income [%]	83.7	83.9	104.5	111.5
ROAA [%]	0.6	0.5	-0.5	-0.9
NPL (3-5)/Gross Loans [%]	4.0	4.3	7.4	7.4
Loan Loss Reserves/NPL (3-5) [%]	80.2	74.7	61.5	54.7
Risk-Weighted CAR [%]	19.5	19.6	17.8	16.7
Gross Loans/Total Deposits (LDR) [%]	80.8	81.6	80.2	75.5
Foreign Currency Exchange Rate [USD/IDR]	15,228	14,833	14,253	14,050

*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.

Contact Analysts:

kreshna.armand@pefindo.co.id
hanif.pradipta@pefindo.co.id

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