

PT Bank Victoria International Tbk

Credit Rating(s)

General Obligation (GO) idA-/Stable

Rated Issues

Shelf Reg. Bond III/2023 idA-
Shelf Reg. Sub-Debt II/2019 idBBB
Shelf Reg. Sub-Debt I/2017 idBBB

Rating Period

December 12, 2023 – December 1, 2024

Published Rating History

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

PEFINDO has affirmed its “idA-” ratings to PT Bank Victoria International Tbk (Bank Victoria or the Bank) and its outstanding bond. PEFINDO has also affirmed the ratings of its outstanding subordinated debt instruments at “idBBB”, two notches below the corporate rating to incorporate the risk of the debt instrument being written down in the event of non-viability. Outlook for the corporate rating is “stable”.

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, reduces its concentration risk, 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 September 2023, its shareholders consisted of PT Victoria Investama Tbk (44.24%), Suzanna Tanojo (19.35%), and the public (36.41%).

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-2023 (Unaudited)	Dec-2022 (Audited)	Dec-2021 (Audited)	Dec-2020 (Audited)
Total Asset [in IDR Bn]	27,346.1	25,932.0	24,947.1	26,221.4
Total Equity [in IDR Bn]	3,831.1	3,700.5	3,014.4	2,644.4
Total Gross Loan [in IDR Bn]	17,719.1	15,824.6	15,489.1	14,843.4
Total Customer Deposits [in IDR Bn]	20,502.0	19,371.8	19,306.9	19,656.1
Net Interest Revenue [in IDR Bn]	425.1	733.4	463.7	189.7
Net Income (Loss) [in IDR Bn]	115.1	226.2	(119.1)	(252.2)
NIR/Average Earning Asset [%]*	2.3	3.2	2.0	0.7
Operating Expense/Operating Income [%]	87.2	79.0	104.5	111.5
ROAA [%]*	0.6	0.9	-0.5	-0.9
NPL (3-5)/Gross Loans [%]	4.1	4.2	7.4	7.4
Loan Loss Reserves/NPL (3-5) [%]	69.0	80.5	61.5	54.7
Risk-Weighted CAR [%]	20.8	22.0	17.8	16.7
Gross Loans/Total Deposits (LDR) [%]	86.4	81.7	80.2	75.5
Foreign Currency Exchange Rate [USD/IDR]	15,455	15,568	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
rivkyanantyo@pefindo.co.id

DISCLAIMER

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