

## PT Pan Pacific Investama (PPI)

Corporate rating ***ir*A/Stable**

### Rated Issues

*Proposed MTN Pan Pacific Investama I Tahun 2022*

***ir*A**

"Debt Securities with irA rating has a high level of certainty to honor its financial obligations, but it can be affected by adverse changes in business and economic conditions, relative to debt securities with a higher rating."

### Rating Period

December 16, 2021 – January 1, 2023

### Rating History

December 2021

***ir*A/Stable**

### Kredit Rating Indonesia assigns '*ir*A' rating to Proposed MTN Pan Pacific Investama I Tahun 2022 totaling IDR 350 billion.

Kredit Rating Indonesia (KRI) affirms a Corporate Rating of '*ir*A' for PT Pan Pacific Investama (PPI or the Company) with "stable" outlook. At the same time, KRI also assigns '*ir*A' to Proposed MTN Pan Pacific Investama I Tahun 2022 totaling IDR 350 billion. The company's capacity to repay its debt is supported by satisfactory profitability despite concern of its growth sustainability.

PT Pan Pacific Investama (PPI) is parent company of PT Pacific Strategic Financial Tbk (APIC/*ir*A), a listed holding company with subsidiaries mainly engaged in financial services. Through APIC's subsidiaries, the Company provides life insurance, factoring, and capital market services. The Company recorded IDR1.09 Trillion of revenue and IDR5.35 Trillion of asset as of 1H2021. Major contributors of the revenue are Insurance premium (72%), Securities (15%), and Multifinance (3%) while the main contributors of asset are short term Investment (36%), securities portfolio (20%), and factoring (8%).

KRI evaluates PPI's rating based on the credit quality of APIC's major subsidiaries, which are Pacific Life Insurance, Pacific Sekuritas Indonesia and Pacific Multifinance. The credit profile of Pacific Life Insurance is the main anchor of APIC's credit rating as PLI is the largest contributor of APIC in terms of asset and revenue.

PT Pacific Life Insurance (PLI or the Company) provides life insurance products. In a relatively short period PLI's gross written premium (GWP) has significantly increased from IDR2.9 billion in 2017 to IDR1.7 trillion in 2020, translating to 1.0% of market share. The company recorded 2.4% of ROE with RBC ratio stood at 168% as of 2020, higher than regulatory requirement of 120%.

## PPI Financial Results Highlights (Consolidated)

As of/For the year ended	June 2021 (Unaudited)	Dec 2020 (Audited)	Dec 2019 (Audited)	Dec 2018 (Audited)
Total Assets (IDR, bn)	5,355.7	4,885.1	3,653.1	2,896.8
Total Debt (IDR, bn)	2,749.0	2,406.2	1,362.9	592.9
Total Equity (IDR, bn)	1,879.8	1,771.9	1,674.5	1,569.3
Total Revenue (IDR, bn)	1,087.3	2,275.5	1,193.6	473.6
Net Income (IDR, bn)	105.3	96.0	102.9	70.4
Net Profit Margin (%)	9.7	4.2	8.6	14.8
Debt to Equity Ratio (X)	1.5	1.4	0.8	0.4
Debt / total asset (%)	51.3	49.3	37.3	20.5
Return on Asset (%)	2.0	2.0	2.8	2.4
Return on Equity (%)	5.6	5.4	6.1	4.5

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