

## PT Pan Pacific Investama (PPI)

Corporate rating *iiA/Stable*

Rated Issues

-

"Obligor with *iiA* 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 Obligor with a higher rating."

Rating Period

December 3, 2021 – December 1, 2022

**Kredit Rating Indonesia (KRI) assigns a Corporate Rating of '*iiA*' for PT Pan Pacific Investama (PPI or the Company) with "stable" outlook.**

Kredit Rating Indonesia (KRI) assigns a Corporate Rating of '*iiA*' for PT Pan Pacific Investama (PPI or the Company) with "stable" outlook. 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/*iiA*), 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

**Analyst** : Gromy Pilipi Pranata Purba ([Gromy.Purba@kreditratingindonesia.com](mailto:Gromy.Purba@kreditratingindonesia.com))  
 Furqon Abrory Samara ([furqon.samara@kreditratingindonesia.com](mailto:furqon.samara@kreditratingindonesia.com))

**DISCLAIMER**

PT Kredit Rating Indonesia (KRI) does not represent or warrant or guarantee the accuracy, completeness, timeliness or availability of the contents of this report or publication. KRI does not perform an audit and does not undertake due diligence or independent verification of any information used as the basis of and presented in this report or publication. Although the information upon which KRI rating report are based, and any other contents provide in this rating report is obtained by KRI from sources which KRI believes to be reliable.

KRI will be held harmless against any responsibility arising from its use, its partial use, or its lack of use, in combination with other products or used solely, nor can it be held responsible for the result of its use or lack of its use in any investment or other kind of financial decision making on which this report or publication is based. The issuance of a solicited or unsolicited rating report does not supply financial, legal, tax or investment consultancy. The rating report is not an opinion as to the value of securities, therefore KRI is not responsible for any credit, loan or investment decision, damages or other losses resulting from the reliance upon or use of this report.

In no event shall KRI be held liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses including but not limited to lost profits and opportunity costs in connection with any use of the contents of this rating report or publication.

Credit analyses, including ratings, and statements in this report or publication are statements of opinion as of the date they are expressed and not statements of fact or recommendations to purchase, hold or sell any securities or to make any investment decision. Therefore, this report may not reflect any event or circumstances which occur after the date of this report.

KRI also assumes no obligation to update the content following publication in any form. KRI does not act as fiduciary or an investment advisor. KRI keeps the activities of its analytical units separate from its business units to preserve independence and objectivity of its analytical process and products. As a result, certain units of KRI may have information that is not available to other units. KRI has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process. KRI may receive compensation for its ratings and other analytical work, normally from issuers of securities. KRI reserves the right to disseminate its opinions and analyses. KRI's public ratings and analyses are made available on its website, <http://www.kreditratingindonesia.com> (free of charge) and through other subscription based services, and may be distributed through other means, including via KRI publications and third party redistributors. Information in KRI's website and its use fall under the restrictions and disclaimer stated above. No part of KRI's website, the content of this report, may be reproduced or transmitted by any means, electronic or non-electronic whether in full or in part, will be subjected to written approval from KRI.