

## PT BANK SINARMAS Tbk (BSIM)

**Company rating** *ir***A+/Stable**

### Rated Issues

Obligasi Subordinasi  
Berkelanjutan I Bank Sinarmas *ir***A/Stable**

"Debt Securities with *ir*A 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."

The plus sign (+) indicates that the rating given is closer to the rating scale above it.

### Rating Period

March 24, 2023 – April 1, 2024

### Rating History

April, 2022 *ir***A+/Stable**  
October, 2021 *ir***A/Stable**  
October, 2020 *ir***A/Stable**

**Kredit Rating Indonesia affirms its '*ir*A+' rating for PT Bank Sinarmas Tbk with "stable" outlook.**

Kredit Rating Indonesia (KRI) affirms its '*ir*A+' rating for PT Bank Sinarmas Tbk (BSIM) with "stable" outlook. At the same time, KRI affirms '*ir*A' rating to Obligasi Subordinasi Berkelanjutan I Bank Sinarmas totaling IDR3 trillion. The rating reflects BSIM' improved capitalization and profitability. However, the deterioration of BSIM's asset quality is also considered in ratings assigned.

As of 9M2022, BSIM owned 404 offices across Indonesia to support their business activities. BSIM has also gradually improved its IT infrastructure and human resource to deliver better quality of services with digitalization.

BSIM has small market share, with only 0.14% lending market share and 0.11% third party fund market share in 2022. Considering the current business environment, the bank main focuses are maintaining its portfolio and applying more selective lending approach. The Bank has maintained its CASA Ratio above 65% (9M2022:70%, FY2021: 69%).

BSIM's asset quality has deteriorated in 9M2022, with gross NPL ratio was at an alarming level of 8.7% from 4.7% in the previous period. Increased NPL ratio was contributed from debtors in wholesale, mining and real estate (rental) industry. KRI is of the view that BSIM needs to enhance its loan procedure and monitoring to improve its asset quality.

Downward rating pressures can come from a material decrease of its capitalization and asset quality to weaken further, which eroding the Bank's ability to generate profitability.

## BSIM Financial Results Highlights

As of/For the year ended	Sep 2022 (Unaudited)	Dec 2021 (Audited)	Dec 2020 (Audited)	Dec 2019 (Audited)	Dec 2018 (Audited)
Total asset (IDR, Bn)	53,383.9	52,672.0	44,612.1	36,559.6	30,748.7
Total gross loans (IDR, Bn)	16,641.2	18,328.2	20,940.4	23,125.3	20,468.4
Total equity (IDR, Bn)	7,039.1	7,359.4	6,056.8	6,074.5	4,856.4
Total cust. deposit (IDR, Bn)	45,156.2	44,468.9	36,756.6	28,219.9	24,298.4
Net interest income (IDR, Bn)	1,875.8	2,415.8	2,188.2	2,210.5	2,165.9
Net Income (IDR, Bn)	182.9	127.8	118.5	6.8	50.5
ROA (%)	0.6	0.3	0.3	0.2	0.3
NPL gross (%)	8.7	4.6	4.8	7.8	4.7
Loan loss reserve/NPL (%)	135.1	190.8	154.4	67.8	68.6
CAR (%)	31.4	29.1	17.3	17.3	17.6
LDR (%)	36.9	41.2	57.0	82.0	84.2

**Analyst** : Gromy Pilipi Pranata Purba ([gromy.purba@kreditratingindonesia.com](mailto:gromy.purba@kreditratingindonesia.com))  
Cut Nabila Saraziva ([cut.nabila@kreditratingindonesia.com](mailto:cut.nabila@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.