

PT Pacific Life Insurance (PLI)

Financial Strength rating *irA*/Stable

Rated Issues -

Rating Period

August 24, 2023 – September 1, 2024

"Insurance Company with *irA* rating has a high level of certainty to honor the financial obligations to policyholder, but it can be affected by adverse changes in business and economic conditions, relative to Insurance Company with a higher rating."

Rating History

August, 2022 *irA*/Stable

Kredit Rating Indonesia has assigned a Financial Strength Rating of '*irA*' for PT Pacific Life Insurance with "Stable" outlook.

Kredit Rating Indonesia (KRI) has assigned a Financial Strength Rating of '*irA*' for PT Pacific Life Insurance (PLI or the Company) with "Stable" outlook. The rating reflects PLI's strong liquidity and sound capitalization. The company's low profitability is also considered in rating assigned.

PLI started its business activities in 2017, in relatively short period the Company is capable to secure gross written premium of IDR 1.8Tn in 2022 (2021: IDR1.6Tn). KRI is of the view that the Company has small presence in the industry with only 1.1% share in GWP market share.

Downward rating pressures can come from a material increase of loss ratio and declining RBC ratio, which eroding the Company's ability to mitigate risk from its underwriting and investment activities.

PLI Financial Results Highlights

For the years ended	Jul 2023 (Unaudited)	Dec 2022 (Audited)	Dec 2021 (Audited)	Dec 2020 (Audited)	Dec 2019 (Audited)
Total Assets (IDR, Bn)	2,744.1	2,771.7	2,538.3	1,732.3	1,042.4
Total Equity (IDR, Bn)	383.7	382.0	374.1	317.6	180.9
Investment exc.Cash (IDR, Bn)	2,687.1	2,750.9	2,201.1	1,520.3	292.0
Net Premium Written (IDR, Bn)	934.8	1,793.7	1,627.3	1,713.9	798.4
Net Claims (IDR, Bn)	960.4	1,913.1	1,771.9	1,843.1	827.5
Net Income After Tax (IDR, Bn)	5.6	9.1	8.2	6.1	1.4
ROAA (%)	0.4	0.3	0.4	0.4	0.2
Loss Ratio (%)	102.7	106.7	108.9	107.5	103.6
Net Premium Written/Equity (x)	4.2	4.7	8.7	5.4	4.4
Retention Ratio (%)	99.9	100.0	100.0	100.0	100.0
Equity/Total Assets (%)	14.0	13.8	14.7	18.3	17.4
Risk Based Capital; RBC (%)	120.0	128.0	141.4	165.8	163.2

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