

PT REASURANSI NUSANTARA MAKMUR

Financial Strength Rating

irAA/Stable

Rating Period

April 25, 2025 – May 2, 2026

Rating History

March, 2024

irAA-/Stable

February, 2023

irAA-/Stable

December, 2021

irAA-/Stable

December, 2020

irAA-/Stable

October, 2019

irAA-/Stable

"Reinsurance Company with *irAA* rating has a very high level of certainty to honor the financial obligations to policyholder. There is, however, a slight difference in the rating scale with the highest qualification level of Reinsurance Company."

Kredit Rating Indonesia has assigned a Financial Strength Rating of "*irAA*" for PT Reasuransi Nusantara Makmur with "Stable" Outlook

Kredit Rating Indonesia ("KRI") has assigned a Financial Strength Rating of "*irAA*" for PT Reasuransi Nusantara Makmur ("Nusantara Re" or "the Company") with a "Stable" Outlook. The rating reflects Nusantara Re's strong market presence, sufficient capital and strong shareholder commitment to support the Company's business. However, the rating is constrained by the Company's relatively weak investment to cover technical reserves requirement.

Nusantara Re is a national reinsurance company that commenced operations in July 2017. The Company is majority-owned by PT Asuransi Sinar Mas 99%, the largest non-life insurance company in Indonesia, with the remaining 1% held by PT Sinar Mas Multiartha Tbk. Nusantara Re provides reinsurance solutions across various lines of business, including fire, cargo, liability, motor vehicles, engineering, health, energy, life, credit, and others.

Although relatively new in the reinsurance industry, with only seven years of operating history, Nusantara Re has established a notable market presence. As of FY2024, the Company recorded a Gross Written Premium (GWP) of IDR6.7 Trillion, reflecting a significant decline from IDR8.8 Trillion in FY2023. The drop in premium volume was primarily attributed to a substantial contraction in the credit reinsurance segment, which is inherently volatile. Despite this, the Company maintained a solid market share of 28%. Nusantara Re has adopted a more conservative underwriting strategy to manage its exposure to underwriting risks effectively.

Key downward pressures on the rating could arise from a material deterioration in the Company's liquidity position or a sustained loss of market share, which may impair its ability to absorb underwriting and investment risks. Conversely, upward rating momentum could be supported by sustained premium growth alongside a marked improvement in profitability metrics.

Nusantara Re Financial Result Highlights

For the years ended	Dec 2024 (Unaudited)	Dec 2023 (Audited)	Dec 2022 (Audited)	Dec 2021 (Audited)	Dec 2020 (Audited)
Total Assets (IDR, Bn)	3,479.8	3,146.7	3,071.1	1,877.8	2,093.6
Total Equity (IDR, Bn)	884.4	693.3	595.2	546.7	633.7
Investment exc. Cash (IDR, Bn)	1,412.8	1,179.2	914.3	730.2	777.5
Net Premium Written (IDR, Bn)	957.2	874.7	793.6	758.1	670.1
Net Claims (IDR, Bn)	350.0	338.9	414.9	570.0	456.5
Net Income After Tax (IDR, Bn)	203.7	90.8	57.0	54.2	180.0
ROA (%)	6.1	2.9	2.3	2.7	11.0
Loss Ratio (%)	36.6	38.7	52.3	75.2	68.1
Net Premium Written/Equity (x)	1.1	1.3	1.3	1.4	1.1
Retention Ratio (%)	14.2	10.0	14.3	15.6	7.2
Equity/Total Assets (%)	25.4	22.0	19.4	29.1	30.3
Risk Based Capital; RBC (%)	298.6	277.5	317.2	201.9	592.9

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