

Axinan Labuan Limited

Financial Strength Rating
*ir*BBB/Stable

Rated Issue

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Rating Period

October 22, 2025 – November 1, 2026

Rating History

April, 2024

*ir*BBB/Stable

"Insurance Company with *ir*BBB rating have an adequate level of certainty to honor the financial obligations to policyholder. However, this certainty is more likely to diminish in the future than with the higher rating categories."

Kredit Rating Indonesia has assigned “*ir*BBB” Financial Strength Rating of Axinan Labuan Limited with a “Stable” Outlook

Kredit Rating Indonesia (“KRI”) has assigned an “*ir*BBB” Financial Strength Rating to Axinan Labuan Limited (“AXNN” or “the Company”) with a “Stable” Outlook. The rating reflects strategic support from its parent company through exclusive access to Igloo’s expanding insurtech ecosystem, a conservative investment policy, and sound operating performance. However, the rating is constrained by AXNN’s small operating scale and limited business diversification.

Incorporated under the Labuan Companies Act 1990, AXNN is permitted to market its insurance and reinsurance products beyond the Labuan jurisdiction. The Company is wholly owned by Axinan Pte. Ltd. (also known as Igloo), an insurtech group headquartered in Singapore and serves as its reinsurance arm. Through its affiliation with Igloo, AXNN primarily targets business opportunities within Igloo’s digital insurance ecosystem across Southeast Asia, with Indonesia as a key market.

As a relatively new player in the reinsurance sector, AXNN commenced operations in 2019. The Company remains modest in scale, with Gross Written Premiums (GWP) of USD 0.60 million in 2024 (2023: USD 0.65 million, 2022: USD 0.66 million, and 2021: USD 0.74 million). AXNN projects a notable increase in premium volume in 2025, supported by expanding access to Igloo’s Southeast Asian markets and new strategic partnerships with regional insurtech and distribution partners.

AXNN recorded sound operating performance in 2024, with a Return on Average Assets (ROAA) of 4.83% (2023: 5.68%, 2022: 6.04%, 2021: 0.19%) and a loss ratio of 45.01% (2023: 31.89%, 2022: 48.74%, 2021: 91.86%). The Company follows a conservative investment approach, allocating all of its investment assets to cash and bank balances, ensuring high liquidity and minimal credit risk exposure.

Despite gradual product evolution, AXNN’s business profile remains concentrated. In 2023, its portfolio consisted of Cargo (59.73%), Personal Accident (39.77%), and Liability (0.50%) lines. By December 2024, the portfolio composition shifted to Cargo (47.37%), Personal Accident (22.78%), and Liability (29.85%), indicating diversification toward Liability products through new strategic partnerships. Nevertheless, the Company’s product mix continues to be limited compared with more established peers. Similarly, while AXNN has started to expand beyond its parent’s business to include other partners in 2024, its client base remains relatively concentrated.

Downward rating pressure could emerge from a material deterioration in underwriting performance, weaker capitalization or liquidity levels, or a significant decline in business contribution from its parent ecosystem. Conversely, upward rating potential could arise if the Company achieves sustained growth in GWP, supported by broader product and client diversification while maintaining profitability and liquidity metrics.

AXNN Financial Result Highlights

For the years ended	Dec 2024 (Audited)	Dec 2023 (Audited)	Dec 2022 (Audited)	Dec 2021 (Audited)
Total Assets (USD, million)	3.16	2.90	2.77*)	2.55*)
Total Equity (USD, million)	2.98	2.84	2.68	2.52
Total Investment without Cash (USD, million)	2.64	2.58	2.45	2.48
Net Premium Written (USD, million)	0.60	0.65	0.66*)	0.74
Net Claims (USD, million)	0.27	0.21	0.32*)	0.67
Net Income After Tax (USD, million)	0.15	0.16	0.16	0.004
ROAA (%)	4.83	5.68	6.04*)	0.19*)
Loss Ratio (%)	45.01	31.89	48.74*)	91.86
Net Premium Written/Equity (x)	0.20	0.23	0.25*)	0.29*)
Retention Ratio (%)	100	100	100	100
Equity/Total Assets (%)	94.33	97.83	96.75*)	98.81*)
Currency Exchange Rate (USD/IDR)	16,162	15,416	15,731	14,269

*) Note: Restated amount or ratio based on restated audited financial statements

Analysts : Rizky Fajri Nursahadi (rizky.nursahadi@kreditratingindonesia.com)
Gromy Pilipi Pranata Purba (gromy.purba@kreditratingindonesia.com)

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