Asia Star Reinsurance (Labuan) Bhd

Financial Strength Rating $_{ir}$**A/Stable**

Rated Issue **-**

"Insurance Company with $_{ir}$A rating has a high level of certainty to honor its 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 Period
September 10, 2026 – September 1, 2027

Rating History

July 2025	$_{ir}$**A-/Stable**
June 2024	$_{ir}$**A-/Stable**
June 2023	$_{ir}$**A-/Stable**
May 2022	$_{ir}$**A-/Stable**

Kredit Rating Indonesia has assigned "$_{ir}$A" Financial Strength Rating of Asia Star Reinsurance (Labuan) Bhd with a "Stable" Outlook

Kredit Rating Indonesia ("KRI") has assigned "$_{ir}$A" Financial Strength Rating of Asia Star Reinsurance (Labuan) Bhd ("Asia Star Re" or "the Company") with a "Stable" Outlook. The rating reflects Asia Star Re's substantially strengthened capitalization following a capital injection, market position and high profitability. However, the rating is constrained by an investment policy that has become more concentrated following the capital injection, and a persistently narrow and declining premium base.

The reinsurer was incorporated under The Labuan Companies Act 1990 which has allowed Asia Star Re to market its product outside Labuan area. Through its insurance broker, the main target market of Asia Star Re is Indonesian market. Asia Star Re is 100% owned by Asia Star Limited.

Asia Star Re has completed its capital injection in August 2026, which lifted paid-up capital to USD 52.29 million and total equity to USD 53.19 million, from USD 4.00 million and USD 26.69 million as of FY2025. Asia Star Re held approximately 6% market share in the Labuan reinsurance industry in 2025, positioning it among the mid-sized players in the jurisdiction.

The rating could be upgraded further if Asia Star Re achieves sustained premium growth with stable profitability, diversifies its distribution and retrocession counterparty base, and deploys its larger capital base into a more diversified and liquid investment mix. Conversely, downward pressure may arise from a significant decline in underwriting performance, a reversal of the capital injection, further concentration of invested assets in the Company's subsidiary, or increased exposure to illiquid and high-risk investments that compromise the Company's ability to meet its obligations.

Asia Star Re Financial Result Highlights

As of/For the years ended	Aug 2026 (Unaudited)	Dec 2025 (Audited)	Dec 2024 (Audited)	Dec 2023 (Audited)	Dec 2022 (Audited)
Total Assets (USD, million)	93.0	46.9	36.3	32.9	53.8
Total Equity (USD, million)	53.2	26.7	24.9	22.3	42.8
Total Investment Without Cash (USD, million)	48.5	22.8	15.7	9.6	38.7
Net Premium Written (USD, million)	0.6	0.6	0.6	7.5	11.3
Net Claims (USD, million)	0.5	0.3	(0.4)	1.5	1.4
Net Income After Tax (USD, million)	0.9	1.8	2.6	8.5	2.6
ROAA (%)	1.8	4.3	7.1	0.8	3.8
Loss Ratio (%)	81.1	50.0	(69.4)	20.0	12.4
Net Premium Written/Equity (x)	0.01	0.02	0.02	0.3	0.3
Retention Ratio (%)	1.5	1.2	1.2	1.0	0.9
Equity/Total Assets (%)	57.2	57.0	68.6	67.8	79.6
Currency Exchange Rate (USD/IDR)	17,721	16,693	16,162	15,416	15,731

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