PT Bank Aladin Syariah Tbk

Company Rating	***ir*A-/Stable**
Rated Issue Sukuk Wakalah Berkelanjutan I Bank Aladin Syariah Tahun 2025	***ir*A-*(sy)***
Rating Period September 17, 2026 – September 1, 2027	
Rating History September 2025	**-** ***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 minus sign (-) indicates that the rating is still higher than the rating category below, although it is closer to the lower rating than it is to the higher rating category.

(sy) means required rating according to Islamic/Sharia principles.

Kredit Rating Indonesia has affirmed a Company Rating of "*ir*A-" for PT Bank Aladin Syariah Tbk with a "Stable" Outlook and "*ir*A-*(sy)*" for its Sukuk Wakalah Berkelanjutan I Bank Aladin Syariah Tahun 2025

Kredit Rating Indonesia ("KRI") has affirmed a Company Rating of "*ir*A-" for PT Bank Aladin Syariah Tbk ("BANK" or "the Company") with a "Stable" Outlook, and "*ir*A-*(sy)*" for its Sukuk Wakalah Berkelanjutan I Bank Aladin Syariah Tahun 2025, whose first IDR 500 billion tranche has been fully utilized under an IDR 2 trillion programme. The affirmed ratings reflect BANK's sound asset quality, strong capitalization, and its achievement of full-year profitability. These strengths are constrained by its modest market position, reliance on time deposits, and near-term pressure on profitability as margins narrow.

BANK is Indonesia's first fully digital Sharia bank, operating a branchless model supported by partnerships with the Alfa Group retail network of more than 25,000 outlets. From a standing start in 2021, it has grown to IDR 5.6 trillion in financing and IDR 9.97 trillion in customer deposits by June 2026, with monthly active users increasing throughout the year. Nonetheless, its market presence remains modest relative to larger Islamic and digital peers and execution risk remains in translating digital adoption into durable funding and earnings.

Asset quality remains a core strength. Gross Non-Performing Financing (NPF) stood at 0.43% at June 2026 (end-2025: 0.22%), among the lowest in the industry and well below the Sharia banking average of about 2.3%, with reserve coverage strong at around 455%. The modest rise reflects the natural seasoning of a young retail portfolio rather than credit deterioration, though the book remains untested across a full credit cycle. Capitalization is strong, with a Capital Adequacy Ratio (CAR) of 43.36% (end-2025: 49.29%), the second-highest among rated peers; the decline reflects financing growth rather than losses and leaves an ample buffer for expansion.

BANK achieved its first full-year profit in 2025, with net income of IDR 150.7 billion and a Return on Average Assets (ROAA) of 1.27%, reversing a loss in 2024 (ROAA: -0.90%). In the first half of 2026, profitability eased as net yield compressed to 0.87% (annualised) from 2.66% and ROAA fell to 0.52%, reflecting a higher cost of funds amid intense competition for deposits. Fee-based income (up 39.82% year-on-year) and a cost-to-income ratio of 81.81%, still better than most peers. These conditions provide support, but the short track record and narrowing margin remain the Company's principal near-term constraint.

Funding remains concentrated in time deposits, which made up 80.5% of customer deposits at June 2026, though low-cost Current and Savings Accounts (CASA) improved to about 19.5% from 10.6% at end-2025 via Alfamart-linked payroll accounts. The concentration still elevates funding cost, keeping CASA growth a critical priority, while liquidity is ample, with a Financing-to-Deposit Ratio (FDR) of 54.65% (end-2025: 49.22%) that leaves room to expand financing. Funding flexibility is further supported by the IDR 2 trillion Sukuk Wakalah Berkelanjutan I programme, its first IDR 500 billion tranche fully utilized, an IDR 500 billion Interbank Sharia Fund Management Certificate, and listed status, diversifying funding beyond deposits, an advantage over most unlisted Sharia peers.

Upward pressure could emerge from sustained market-share growth and a durable improvement in CASA and net yield, alongside proven scalability of its ecosystem partnerships, while maintaining sound asset quality. Conversely, downward pressure could arise from a significant deterioration in asset quality, particularly a material rise in gross NPF, a sustained erosion of profitability and capital, or the loss of critical ecosystem partnerships that underpin the business model.

BANK Financial Result Highlights

As of/For the years ended	Jun 2025 (Unaudited)	Dec 2025 (Audited)	Dec 2024 (Audited)	Dec 2023 (Audited)
Total Asset (IDR, billion)	15,142.01	14,422.18	9,362.09	7,092.12
Total Gross Financing (IDR, billion)	5,560.35	5,203.91	4,749.05	3,102.31
Total Equity (IDR, billion)	3,308.26	3,288.17	3,138.59	3,085.24
Total Cust. Deposit (IDR, billion)	9,972.18	10,405.30	5,415.10	3,255.00
Bank's Share in Profit (IDR, billion)	62.64	306.53	304.64	213.46
Net Income (IDR, billion)	38.38	150.71	-73.727	-226.738
Return on Average Assets (%)	0.52%	1.27%	-0.90%	-3.83%
Gross NPF (%)	0.43%	0.22%	0.04%	0.00%
Financing Loss Reserve/NPF (%)	455.42%	722.19%	3,370.86%	Undefined*)
CAR (%)	43.36%	49.29%	64.96%	96.17%
FDR (%)	54.65%	49.22%	86.55%	93.89%

*) Undefined was due to Zero Gross NPF in December 2023

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