



PEFINDO CREDIT RATING INDONESIA

PRESS RELEASE
April 14, 2014

PNMP's ratings affirmed at **idA**

PEFINDO affirmed its "**idA**" ratings to PT Permodalan Nasional Madani (Persero) (PNMP) and its outstanding Bond I/2012 and Bond II/2013 with combined amount of IDR1.5 trillion. Outlook for the corporate credit rating is "**Stable**". The ratings reflect strong support from the Government of Indonesia, sound liquidity and financial flexibility, and high yield business model. However, the ratings are constrained by a slight increase in the Non-Performing Loan (NPL) ratio and high operating expenses.

PNMP is a financial institution with business focus in providing loans and technical assistance to micro, small, and medium enterprises (MSME), as well as cooperatives sectors. Its operations and products are very similar to banks although it is operating as a non-bank financial institution. As a state-owned company, PNMP carries the commitment to develop the MSMEC sectors in its mission to support better empowerment for micro, small, and medium enterprises. By the end of 2013 (FY2013), PNMP has established 26 branches, 4 sub-branches, 97 regional offices (clusters), and 578 units in all over Indonesia to provide its products and services to more than 73,000 active clients. PNMP is wholly-owned by the Government of Indonesia.

Rating Period: April 10, 2014 – April 1, 2015
Contact Analyst: Danan Dito & Hotma Parulian Manalu
danan.dito@pefindo.co.id & hotma.manalu@pefindo.co.id

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