

## **Intan Baruprana Finance's rating reaffirmed at "idBBB+"**

PEFINDO has reaffirmed its "idBBB+" ratings for PT Intan Baruprana Finance Tbk (IBFN or the Company) and its outstanding Medium Term Notes (MTN) I/2013. Outlook for the corporate rating is "stable". The ratings reflect the Company's improving business diversification and strong capitalization. However, the ratings are constrained by its below average operating performance and the inherent risks of exposure to commodity price.

IBFN is a finance company that focuses on heavy equipment leasing, particularly for brands distributed by its parent company, PT Intraco Penta Tbk (INTA). The Company finances new and used heavy equipment units, spare parts, and customer operational support facilities. It has expanded its business by diversifying its portfolio to construction and infrastructure, agribusiness, healthcare, transportation (land and sea), oil and gas, and various sectors within mining (gold, coal, bauxite, iron, and nickel). INTA has been an agent in Indonesia for Volvo heavy equipment since 1982, and several other brands, such as Ingersoll Rand, Bobcat, SDLG, Mahindra, and Sinotruck. At present, it runs operations through its headquarters in Jakarta with 69 employees as of June 30, 2015. It uses 3 INTA branch offices in Samarinda, Balikpapan and Makassar to serve as virtual regional marketing offices. Currently, it is 69.71% owned by INTA, 9.24% by PT Inta Trading, a direct subsidiary of INTA, and 21.05% by public.

Rating Period: September 28, 2015 – September 1, 2016  
Contact Analyst: Adrian Noer & Danan Dito  
adrian.noer@pefindo.co.id & danan.dito@pefindo.co.id

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