

PT Verena Multi Finance Tbk

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CREDIT PROFILE

Corporate Rating *idA-/Stable*

Rated Issues

Shelf-Registration Bond I Phase II/2013 Series A

Rating Period

September 8, 2016 - December 24, 2016

Rating History

SEP 2016 idA-/Stable
SEP 2015 idA-/Stable
SEP 2014 idA-/Stable
SEP 2013 idA/Stable
SEP 2012 idA/Stable
JAN 2011 idA/Stable
DEC 2011 idA/Stable

FINANCIAL HIGHLIGHTS

As of/for the year ended

	Jun-2016	Dec-2015	Dec-2014	Dec- 2013
	(Unaudited)	(Audited)	(Audited)	(Audited)
Total assets [IDR bn]	1,821.4	1,894.3	2,154.7	2,102.2
Net receivables [IDR bn]	1,648.2	1,751.9	1,978.7	1,893.6
Net service assets [IDR bn]	2,190.1	2,271.0	2,592.5	2,663.8
Total equity [IDR bn]	285.4	284.3	283.0	258.7
Net interest revenue [IDR bn]	36.2	98.7	127.2	145.9
Net income [IDR bn]	1.1	2.4	24.5	34.5
Cost to income [%]	85.4	65.5	58.8	55.4
Operating profit margin [%]	1.2	1.6	8.3	13.1
ROAA (including off-balance) [%]	*0.1	0.1	0.9	1.3
NPR-balance/NSA [%]	5.7	5.3	4.9	4.1
Reserves/NSA [%]	1.4	1.6	1.3	1.6
Equity/NSA [%]	13.0	12.5	10.9	9.7
Total debt (on-balance)/equity [x]	5.2	5.5	6.3	6.9
Short-term liquidity ratio [%]	114.2	132.1	155.1	133.3
USD exchange rate [USD/IDR]	13,180	13,785	12,440	12,189

**Annualized*

ROAA=return on average assets (including off balance sheet). NPR=non-performing receivables. NSA=net service assets.

The above ratios have been computed based on information from the company and published accounts. Where applicable, some items have been reclassified according to PEFINDO's definitions.

Rating for VRNA's maturing Shelf-Registration Bond affirmed at "idA-"

PEFINDO has affirmed its "idA-" rating to PT Verena Multi Finance Tbk (VRNA)'s Shelf-Registration Bond I Phase II/2013 Series A of IDR113 billion maturing on December 24, 2016. Its readiness to pay for the maturing bonds is supported by its cash and cash equivalent of IDR15.3 billion at the end of July 2016 and monthly internal cash generation from the financing business of around IDR141 billion.

An obligor rated idA indicates that, the obligor has a strong capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, the obligor is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors.

The Minus (-) sign in a particular rating indicates that the rating is relatively weak within the respective rating category.

VRNA is a finance company which focuses on used cars, mostly Japanese brands. It also provides new cars financing and starts tapping into property financing in 2015. As of June 30, 2016, its shareholders were PT Bank Panin Indonesia Tbk (42.87%), PT Verena Kapital (24.35%), Murniaty Santoso (9.74%), and the public (23.04%).

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