

PT Permodalan Nasional Madani (Persero)

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Dec-2016	Dec-2015	Dec-2014	Dec-2013
			(Audited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idA/Stable</i>	Total assets [IDR bn]	7,755.6	6,006.1	5,273.1	5,091.3
Rated Issues		Net receivables [IDR bn]	5,377.8	4,058.4	3,889.4	3,292.3
<i>Shelf Reg. Bond II/2017 (proposed)</i>	<i>idA</i>	Net service assets [IDR bn]	5,453.1	4,203.4	4,047.2	3,426.1
<i>Shelf Reg. Bond I/2014</i>	<i>idA</i>	Total equity [IDR bn]	1,797.6	1,728.1	671.6	611.9
<i>Bond II/2013</i>	<i>idA</i>	Net interest revenue [IDR bn]	889.9	789.7	732.3	666.9
<i>Bond I/2012</i>	<i>idA</i>	Net income [IDR bn]	77.0	65.6	61.3	48.5
Rating Period		Cost to income [%]	90.4	84.0	78.9	77.3
<i>April 11, 2017 – April 1, 2018</i>		Operating profit margin [%]	5.4	8.6	8.9	8.0
Rating History		ROAA [%]	1.1	1.2	1.2	1.1
<i>SEP 2016</i>	<i>idA/Stable</i>	Non-performing loan ratio [%]	2.9	3.5	2.9	2.6
<i>SEP 2015</i>	<i>idA/Stable</i>	Reserves/net service assets [%]	1.4	3.5	3.9	3.9
<i>SEP 2014</i>	<i>idA/Stable</i>	Equity/net service assets [%]	33.0	41.1	16.6	17.9
<i>APR 2014</i>	<i>idA/Stable</i>	Total debt/equity [x]	2.8	2.1	6.1	6.5
<i>APR 2013</i>	<i>idA/Stable</i>	Short-term liquidity ratio [%]	158.7	230.3	102.8	224.6
		USD exchange rate [USD/IDR]	13,436	13,795	12,440	12,189

*Excludes certain reconstruction, installment, and reserve funds, and other liabilities.
** Includes portfolio of securities (trading).
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.

PEFINDO affirms "idA" rating for PT Permodalan Nasional Madani (Persero)

PEFINDO has affirmed its "idA" ratings for PT Permodalan Nasional Madani (Persero) (PNMP) and its outstanding Shelf Registration Bond I/2014, Bond II/2013, and Bond I/2012. The outlook for the corporate rating is "stable".

An obligor rated idA has 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 ratings reflect strong support from the Government of Indonesia, strong capitalization, and strong liquidity and financial flexibility. However, the ratings are constrained by weak asset quality and high operating expense.

The rating may be raised if the Company is able to increase its market position significantly, which must be accompanied by improvement in asset quality and efficiency level. In addition, the rating could be raised if there is material evidence of stronger support from the government. On the other hand, the rating could be lowered if there is a significant deterioration in asset quality performance, or if there is a significant reduction of support from the government.

PNMP is a financial institution focused on providing loans and technical assistance to micro, small, and medium enterprises (MSME), as well as cooperatives. Its operations and products are similar to banks, although it operates as a non-bank financial institution. As a state-owned company, PNMP carries the commitment to develop the MSMEs in its mission to support better empowerment for micro, small, and medium enterprise. At the end December 2016 (FY2016), it had 73 branches, 669 ULaMM units, and 372 Mekaar offices all over Indonesia, providing its products and services to more than 505,000 active clients. It is wholly owned by the Indonesian government.

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