

## PT Permodalan Nasional Madani (Persero)

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<b>CREDIT PROFILE</b>		<b>FINANCIAL HIGHLIGHTS</b>			
		<b>As of/for the year ended</b>			
		<b>Jun-2017</b>	<b>Dec-2016</b>	<b>Dec-2015</b>	<b>Dec-2014</b>
		(Unaudited)	(Audited)	(Audited)	(Audited)
<b>Corporate Rating</b>	<i>idA/Stable</i>	9,457.3	7,755.6	6,006.1	5,273.1
<b>Rated Issues</b>		6,249.5	5,377.8	4,058.4	3,889.4
<i>Shelf Reg. Bond II/2017</i>	<i>idA</i>	6,314.8	5,453.1	4,203.4	4,047.2
<i>Shelf Reg. Bond I/2014</i>	<i>idA</i>	1,804.2	1,797.6	1,728.1	671.6
<i>Bond II/2013</i>	<i>idA</i>	567.3	889.9	789.7	732.3
<i>Bond I/2012</i>	<i>idA</i>	15.0	77.0	65.6	61.3
<b>Rating Period</b>		96.4	90.4	84.0	78.9
<i>August 30, 2017 – August 1, 2018</i>		2.5	5.4	8.6	8.9
<b>Bond I/2012:</b>		ROAA [%]	1.1	1.2	1.2
<i>August 30, 2017 – October 12, 2017</i>		Non-performing loan ratio [%]	3.5	2.9	3.5
		Reserves/net service assets [%]	1.0	1.4	3.5
		Equity/net service assets [%]	28.6	33.0	41.1
		Total debt/equity [x]	3.9	2.8	2.1
		Short-term liquidity ratio [%]	57.0	72.8	230.3
		USD exchange rate [USD/IDR]	13,319	13,436	13,795
<b>Rating History</b>					
<i>APR 2017</i>	<i>idA/Stable</i>				
<i>SEP 2016</i>	<i>idA/Stable</i>				
<i>SEP 2015</i>	<i>idA/Stable</i>				
<i>SEP 2014</i>	<i>idA/Stable</i>				
<i>APR 2014</i>	<i>idA/Stable</i>				

*\*Annualized*

*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" ratings for PT Permodalan Nasional Madani (Persero) and its maturing bond

PEFINDO has affirmed its "idA" ratings for PT Permodalan Nasional Madani (Persero) (PNMP) and its outstanding Shelf Registration Bond II/2017, Shelf Registration Bond I/2014, and Bond II/2013. The outlook for the corporate rating is "stable". At the same time, PEFINDO has also affirmed its "idA" rating for PT Permodalan Nasional Madani (Persero)'s (PNMP) Bond I/2012 with a principal amount of IDR500 billion which will mature on October 12, 2017. The Company will pay its maturing bond utilizing its cash and cash equivalents of IDR841 billion with unused bank facility and the remaining amount of its Shelf Registration Bond II/2017 totaled to IDR3.3 trillion at the end of June 2017.

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

The ratings reflect PNMP's strong support from the Indonesian government, strong capitalization, and strong liquidity and financial flexibility. However, the ratings are constrained by its weak asset quality and high operating expense.

The rating may be raised if the Company increases its market position significantly, along with improvements in asset quality and efficiency. The rating could also 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 its asset quality performance, or if there is a significant reduction of support from the government.

PNMP is a financial institution that provides loans and technical assistance to micro, small, and medium sized enterprises (MSME) as well as cooperatives. Its operations and products are similar to banks, although it is a non-bank financial institution. As a state-owned company, it is committed to supporting and empowering MSMEs. At the end of June 2017, it had 63 branches, 631 ULaMM units, and 1,040 Mekaar offices all over Indonesia, providing products and services to more than 1, 070,700 active clients. It is wholly owned by the Indonesian government.

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