

PT Indonesia Infrastructure Finance

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Jun-2019	Dec-2018	Dec-2017	Dec-2016
			(Audited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idAAA/Stable</i>	Total assets [IDR bn]	11,920.9	10,573.2	12,972.4	10,790.8
Rated Issues		Total gross receivables [IDR bn]	5,816.0	5,888.9	5,690.8	4,569.6
<i>Bond I/2016 Series B and C</i>	<i>idAAA</i>	Total earning assets [IDR bn]	11,335.5	9,971.0	12,479.3	10,589.5
		Total equity [IDR bn]	2,135.0	2,135.2	2,225.1	2,290.5
Rating Period		Net interest revenue [IDR bn]	61.9	97.7	125.4	244.1
<i>October 7, 2019 – October 1, 2020</i>		Net income [IDR bn]	5.6	(42.9)	(81.6)	101.8
		Cost to income [%]	92.2	114.7	102.9	42.0
		Operating profit margin [%]	2.6	(6.1)	(14.7)	25.2
		ROAA [%]	*0.1	(0.4)	(0.7)	1.2
Rating History		NPR-Balance/gross receivables [%]	**5.6	5.6	4.0	0.0
<i>APR 2019</i>	<i>idAAA/Stable</i>	Reserves/gross receivables [%]	2.8	2.8	2.5	1.3
<i>APR 2018</i>	<i>idAAA/Stable</i>	Equity/gross receivables [%]	36.7	36.3	39.1	50.1
<i>APR 2017</i>	<i>idAAA/Stable</i>	Total debt/equity [x]	4.5	3.9	4.8	3.7
<i>APR 2016</i>	<i>idAAA/Stable</i>	USD to IDR exchange rate [IDR]	14,141	14,481	13,548	13,436

*) Annualized
**) Exclude bond and equity investments
ROAA=return on average assets. NPR=non-performing receivables > 30 days. 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.

PEFINDO affirms "idAAA" rating for PT Indonesia Infrastructure Finance

PEFINDO has affirmed its "idAAA" ratings for PT Indonesia Infrastructure Finance (IIF) and its outstanding Bond I/2016 Series B and C. The outlook for the corporate credit rating is "stable".

An obligor rated idAAA has the highest rating assigned by PEFINDO. The obligors' capacity to meet its long-term financial commitment, relative to that of other Indonesian obligors, is superior.

The corporate rating reflects IIF's very strong support from its shareholders, important role in the country's infrastructure development, strong liquidity and financial flexibility, and strong capitalization profile. However, the rating is constrained by the limited infrastructure projects that meet both commercial as well as social and environmental criteria. Another constrained is IIF's concentrated financing profile due to its focus and mandate in infrastructure sector.

The rating could be lowered if there is a material reduction in support from its Parent, which may result from a significant deterioration in IIF's business and asset quality profiles.

IIF was established on January 15, 2010, as a private non-bank financial institution focused on investing in commercially feasible infrastructure projects. It provides long-term, fund-based products such as senior loans, mezzanine finance, and equity participations, in addition to non-fund-based products such as guarantees and fee-based services. IIF had 92 employees and 1 office as of June 30, 2019. Its shareholders are PT Sarana Multi Infrastruktur (Persero) (SMI, idAAA/stable, 30.00%), International Finance Corporation (IFC, AAA/stable by S&P, 19.99%), Asian Development Bank (ADB, AAA/stable by S&P, 19.99%), Deutsche Investitions-und Entwicklungsgesellschaft mbH (DEG, 15.12%), and Sumitomo Mitsui Banking Corporation (SMBC, A/positive by S&P, 14.90%).

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