

PEFINDO assigned “**idBBB+**” ratings for PT Finansia Multi Finance and its proposed MTN

PEFINDO has assigned its “**idBBB+**” ratings to PT Finansia Multi Finance (FMFN) and to its proposed Medium Term Notes 11/2014 of IDR300 billion. The outlook for the corporate rating is “**stable**”. The ratings reflect the Company’s strong capitalization and focus on a high-yield segment. However, the ratings are constrained by its high operating expenses and high-risk consumer profile.

Established in 1994, FMFN is a finance company, providing financing for used car and used motorcycle, as well as white goods (electronics, furniture, home appliances). As of June 30, 2014, its shares consisted of two classes: A series and B series, with B series shares having no voting rights. The Company’s A series shares were 55% owned by PT Finansia Pasifica Raya, 31.45% by ND Investments Pte Ltd and 13.55% by Growmoto Kendall Pte Ltd. Its B series shares were 54.55% owned by ND Investments Pte Ltd, and 45.45% by Growmoto Kendall Pte Ltd.

Rating Period: November 13, 2014 – November 1, 2015
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