

PT Mandala Multifinance Tbk's ratings affirmed at "idA"

PEFINDO has affirmed its "idA" ratings to PT Mandala Multifinance Tbk (MFIN) and its outstanding Shelf Registration Bond I/2012 Phase I and Shelf Registration Bond I/2014 Phase II. At the same time, PEFINDO has also assigned "idA" rating for the proposed Shelf-Registration Bonds II/2015 with a maximum amount of IDR 1.0 trillion. Outlook for the corporate rating is "stable". The ratings reflect the Company's strong business position in used motorcycle outside Java, very strong capitalization, and strong profitability performance. However, the ratings are constrained by tight competition within the industry.

MFIN is a finance company for both new and used motorcycle. The ultimate major shareholders of MFIN, PT Jayamandiri Gemasejati, and its affiliated company, PT Lautan Teduh Interniaga, are the holder of Yamaha dealerships in West Java and Lampung, respectively. However, MFIN's business is not solely focused on Yamaha motorcycle, as it also provides financing for other brands, such as Honda and Suzuki. As of December 31, 2014, MFIN was owned by PT Jayamandiri Gemasejati (70.42%), Alex Hendrawan (5.06%), and public (24.52%).

Rating Period: February 6, 2015 – February 1, 2016
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