

PT Finasia Multi Finance

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Jun-2018	Dec-2017	Dec-2016	Dec-2015
			(Unaudited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idBBB+/Stable</i>	Total assets [IDR bn]	3,072.2	2,609.9	2,218.9	2,096.7
Rated Issues		Net receivables [IDR bn]	2,526.3	2,027.1	1,820.7	1,733.2
<i>MTN IV/2017</i>	<i>idBBB+</i>	Net service assets [IDR bn]	3,388.7	2,948.7	2,494.2	2,201.5
Rating Period		Total equity [IDR bn]	551.3	522.3	423.9	376.4
<i>September 12, 2018 – September 1, 2019</i>		Net interest revenue [IDR bn]	409.1	825.3	610.7	656.6
Rating History		Net income [IDR bn]	29.0	108.8	41.2	63.9
<i>DES 2017</i>	<i>idBBB+/Stable</i>	Cost to income [%]	67.4	62.2	76.1	71.5
<i>SEP 2017</i>	<i>idBBB+/Stable</i>	Operating profit margin [%]	5.9	12.0	5.9	8.9
<i>NOV 2016</i>	<i>idBBB+/Stable</i>	ROAA [%]	*1.6	3.4	1.5	2.3
<i>NOV 2015</i>	<i>idBBB+/Stable</i>	NPR-balance/NSA [%]	9.1	9.0	6.5	7.7
<i>NOV 2014</i>	<i>idBBB+/Stable</i>	Reserves/NSA [%]	1.0	1.0	0.8	1.5
		Equity/NSA [%]	16.3	17.7	17.0	17.1
		Total debt/equity [x]	4.2	3.7	3.9	4.4
		Short-term liquidity ratio [%]	164.1	199.8	135.8	201.9
		USD exchange rate [USD/IDR]	14,404	13,548	13,436	13,795

** annualized
ROAA=return on average assets (including JF) NPR=non-performing receivables
NPR-balance=overdue > 30 days, outstanding receivables
Short-term liquidity ratio=gross receivables, <12 months / ST funding*

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 "idBBB+" rating to PT Finasia Multi Finance

PEFINDO has affirmed its "idBBB+" ratings for PT Finasia Multi Finance (FMFN) and its Medium Term Notes (MTN) IV Phase I 2017 and MTN IV Phase II 2018. The outlook for the corporate rating is "stable".

An obligor rated idBBB has an adequate capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, adverse economic conditions or changing circumstances are more likely to lead to a weakened capacity of the obligor to meet its financial commitments.

The Plus (+) sign in a particular rating indicates that the rating is relatively strong within the respective rating category.

The corporate rating reflects FMFN's strong capitalization, its focus on a high-yield segment, as well as adequate liquidity. However, the rating is constrained by its below average asset quality profile, high operating expenses, and lack of affiliation with sustainable funding support amid tight competition.

The rating may be raised if FMFN consistently improves its business position in the financing industry and at the same time improves its operating efficiency and asset quality performance. The rating could be lowered if there is a significant deterioration in its market position or asset quality, and profitability indicators. The rating will also be under pressure if there is no continuous funding support from the creditors.

Established in 1994, FMFN is a finance company covering used cars and motorcycles, and white goods (electronics, furniture, home appliances). As of June 30, 2018, its shares consisted of two classes: A series and B series, with B shares having no voting rights. The A shares were 55% owned by PT Finasia Pacifica Raya, 31.45% by ND Investments Pte Ltd, and 13.55% by Growmoto Kendall Pte Ltd. The B shares were 54.55% owned by ND Investments Pte Ltd, and 45.45% by Growmoto Kendall Pte Ltd.

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