

PT Finansia Multi Finance

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Jun-2019	Dec-2018	Dec-2017	Dec-2016
			(Unaudited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idBBB+/Stable</i>	Total assets [IDR bn]	3,505.3	3,320.9	2,609.9	2,218.9
Rated Issues		Net receivables [IDR bn]	2,973.8	2,737.3	2,027.1	1,820.7
<i>MTN IV Phase I 2017</i>	<i>idBBB+</i>	Net service assets [IDR bn]	3,366.6	3,004.0	2,948.7	2,494.2
<i>MTN IV Phase II 2018</i>	<i>idBBB+</i>	Total equity [IDR bn]	572.3	550.0	522.3	423.9
Rating Period		Net interest revenue [IDR bn]	503.5	954.4	960.3	610.7
<i>September 10, 2019 – September 1, 2020</i>		Net income [IDR bn]	22.3	2.1	108.8	41.2
Rating History		Cost to income [%]	70.5	69.3	62.2	76.1
<i>SEP 2018</i>	<i>idBBB+/Stable</i>	Operating profit margin [%]	4.8	0.5	12.0	5.9
<i>DES 2017</i>	<i>idBBB+/Stable</i>	ROAA [%]	*1.2	0.1	3.4	1.5
<i>SEP 2017</i>	<i>idBBB+/Stable</i>	NPR-balance/NSA [%]	10.2	10.2	9.0	6.5
<i>NOV 2016</i>	<i>idBBB+/Stable</i>	Reserves/NSA [%]	1.2	1.0	1.0	0.8
<i>NOV 2015</i>	<i>idBBB+/Stable</i>	Equity/NSA [%]	17.0	18.3	17.7	17.0
<i>NOV 2014</i>	<i>idBBB+/Stable</i>	Total debt/equity [x]	4.9	4.8	3.7	3.9
		Short-term liquidity ratio [%]	129.5	122.4	199.8	135.8
		USD exchange rate [USD/IDR]	14,141	14,481	13,548	13,436

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 Finansia Multi Finance

PEFINDO has affirmed its "idBBB+" ratings for PT Finansia 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 rating reflects FMFN's above average capitalization, focus on high-yield segments, and adequate liquidity and financial flexibility. However, the rating is constrained by its below average asset quality profile, high operating expenses, and tight competition in the industry.

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.

Established in 1994, FMFN is a finance company covering used cars and motorcycles, and white goods (electronics, furniture, home appliances). As of June 30, 2019, 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 Finansia 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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