

PT Equity Finance Indonesia rating assigned at “**idBBB**”

PEFINDO has assigned its “**idBBB**” rating to PT Equity Finance Indonesia (EQFI) and its outstanding Medium-Term Notes (MTN) II/2013, MTN III/2014, and MTN IV/2015. The outlook for the corporate rating is “**stable**”. The ratings reflect its strong capitalization and adequate liquidity position. However, the ratings are constrained by its very weak asset quality, below average profitability, and weak market position.

EQFI was established in December 1982 as PT Pamor Cipta Inti, and changed its name to PT Equity Finance Indonesia on May 24, 2006. It is primarily classified as a multifinance company, providing financing for new and used commercial vehicles, leasing for heavy equipment and machinery, and factoring. It has 142 employees operating through its head office and 12 branches managing 1,651 accounts. As of October 31, 2015, 56.6% of its shares were owned by PT Equity Development Investment Tbk (Parent), a holding company for all Equity Group Companies (a total of eight companies); and 29.3% were held by its Parent’s subsidiaries, consisting of PT Ventura Investasi Utama (13.9%), PT Equity Life Indonesia (9.1%), and PT Datindo Entrycom (6.3%). The remaining 14.1% were owned by Hong Kong-based Global Link Equity Ltd.

Rating Period: December 16, 2015 – November 1, 2016
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