

PT Buana Finance Tbk

Credit Rating(s)

General Obligation (GO) idA-/Stable

Rating Period

September 2, 2024 – September 1, 2025

Published Rating History

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PEFINDO has assigned its idA- rating with stable outlook to PT Buana Finance Tbk (Buana Finance). The rating is supported by Buana Finance's strong capitalization, above average market position, and adequate liquidity profile. The rating is constrained by moderate profitability and asset quality profiles.

The rating may be raised if Buana Finance can further strengthen its market position on a consistent basis, while significantly improving its asset quality and profitability profile. The rating may be lowered if there is a material deterioration in its asset quality, profitability, or market position.

Buana Finance provides financing for used car and heavy equipment. As of June 30, 2024 (1H2024), its shareholders were PT Sari Dasa Karsa (67.60%), Bank of Singapore Limited (5.08%), and the public (27.32%).

Rating Definition

An obligor rated idA has a strong capacity to meet its long-term financial commitments relative to those of other Indonesian obligors. However, it is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors. The minus (-) sign indicates that the rating is relatively weak within its category.

Financial Highlights

As of/for the year ended	Jun-2024 (Unaudited)	Dec-2023 (Audited)	Dec-2022 (Audited)	Dec-2021 (Audited)
Total assets [IDR bn]	6,419.2	5,789.6	4,630.2	3,582.9
Net receivables [IDR bn]	5,831.9	5,260.0	3,957.0	3,202.5
Net service assets [IDR bn]	5,893.1	5,314.3	4,001.8	3,269.3
Total equity [IDR bn]	1,387.4	1,394.7	1,315.9	1,243.8
Net interest revenue [IDR bn]	203.1	376.6	329.2	280.1
Net income [IDR bn]	30.0	105.0	87.5	28.7
Cost to income [%]	57.0	55.2	55.1	61.1
Operating profit margin [%]	8.7	18.5	19.1	6.4
ROAA [%]	*1.0	2.0	2.1	0.7
NPR-balance/NSA [%]	3.7	2.1	1.7	5.4
Reserves/NSA [%]	1.0	1.0	1.1	2.0
Equity / NSA [%]	23.5	26.2	32.9	38.0
Total debt / equity [x]	3.5	3.0	2.4	1.8
Short-term liquidity ratio [%]	160.7	181.7	212.2	172.9
USD Exchange Rate [USD/IDR]	16,421	15,416	15,731	14,269

*Annualized

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.

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