

PT Indomobil Finance Indonesia

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CREDIT PROFILE

Corporate Rating	<i>idA/Stable</i>
Rated Issues	
<i>SRB III Phase I/2017 Series B</i>	<i>idA</i>
Rating Period	
<i>May 6, 2020 – July 7, 2020</i>	
Rating History	
<i>FEB 2020</i>	<i>idA/Stable</i>
<i>MAR 2019</i>	<i>idA/Stable</i>
<i>SEP 2018</i>	<i>idA/Stable</i>
<i>FEB 2017</i>	<i>idA/Stable</i>
<i>FEB 2016</i>	<i>idA/Stable</i>
<i>FEB 2015</i>	<i>idA/Stable</i>
<i>FEB 2014</i>	<i>idA/Stable</i>
<i>FEB 2013</i>	<i>idA/Negative</i>
<i>FEB 2012</i>	<i>idA/Stable</i>
<i>MAY 2011</i>	<i>idA/Stable</i>

FINANCIAL HIGHLIGHTS

As of/for the year ended	Dec-2019	Dec-2018	Dec-2017	Dec-2016
	<i>(Audited)</i>	<i>(Audited)</i>	<i>(Audited)</i>	<i>(Audited)</i>
Total assets [IDR bn]	15,298.5	13,562.9	10,447.0	9,414.7
Net receivables [IDR bn]	14,880.5	13,039.2	10,186.1	8,920.6
Net service assets [IDR bn]	15,077.9	13,215.4	10,340.0	9,019.3
Total equity [IDR Bn]	1,813.8	1,566.6	1,428.3	1,379.5
Net interest revenue [IDR bn]	1,093.3	963.3	815.4	712.4
Net income [IDR bn]	131.4	114.7	101.1	90.3
Cost to income [%]	38.1	37.7	39.4	40.6
Operating profit margin [%]	7.3	7.3	7.8	7.5
ROAA [%]	0.9	1.0	1.0	1.0
NPR-balance/NSA [%]	3.9	3.5	4.6	5.6
Reserves/NSA [%]	1.1	0.8	1.5	1.1
Equity/NSA [%]	12.0	11.9	13.8	15.3
Total debt/equity [x]	7.0	7.2	6.2	5.7
Short-term liquidity ratio [%]	120.1	99.3	136.4	120.9
USD exchange rate [IDR/USD]	13,901	14,481	13,548	13,436

*ROAA=return on average assets (including off-balance); NPR=non-performing receivables; NSA=net service assets.
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 "idA" rating to PT Indomobil Finance Indonesia's maturing Bond

PEFINDO has affirmed its "idA" rating for PT Indomobil Finance Indonesia (Indomobil Finance)'s maturing Shelf Registration Bond III Phase I/2017 Series B of IDR150.0 billion which will mature on July 7, 2020. The Company's readiness to repay its maturing bond is supported by its cash and cash equivalent of IDR1.2 trillion and unused credit facility of IDR2.8 trillion as of April 30, 2020. During the month of April 2020, Indomobil Finance also managed to record monthly receivables collection of IDR587.5 billion. The figure was lower than the average monthly collection during the first quarter of 2020 at IDR618.1 billion, mainly due to the implementation of physical distancing followed by large-scale social restrictions (PSBB) policies by the government combined with financial services authority (OJK) regulation related to the relaxation scheme for debtors affected by COVID-19 outbreak. We also expect demand for new financing for automotive products to remain very low until the PSBB has been revoked. PEFINDO will continue monitor the Company's performance and liquidity position in related to its capability in fulfilling its financial obligations promptly.

A debt security rated *idA* indicates that the obligor's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian obligors, is strong, however, the debt security is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated debt.

Indomobil Finance is the financing arm of the Indomobil Group, a leading automotive group in Indonesia that holds distribution licenses for a number of global car manufacturers. The Group is also involved in other automotive-related businesses, including after sales service, vehicle assembly, component manufacturing, and spare parts distribution. As of December 31, 2019, it was fully owned by the Indomobil Group through PT Indomobil Multi Jasa Tbk (99.909%) and PT IMG Sejahtera Langgeng (0.091%).

DISCLAIMER

The rating contained in this report or publication is the opinion of PT Pemeringkat Efek Indonesia (PEFINDO) given based on the rating result on the date the rating was made. The rating is a forward-looking opinion regarding the rated party's capability to meet its financial obligations fully and on time, based on assumptions made at the time of rating. The rating is not a recommendation for investors to make investment decisions (whether the decision is to buy, sell, or hold any debt securities based on or related to the rating or other investment decisions) and/or an opinion on the fairness value of debt securities and/or the value of the entity assigned a rating by PEFINDO. All the data and information needed in the rating process are obtained from the party requesting the rating, which are considered reliable in conveying the accuracy and correctness of the data and information, as well as from other sources deemed reliable. PEFINDO does not conduct audits, due diligence, or independent verifications of every information and data received and used as basis in the rating process. PEFINDO does not take any responsibility for the truth, completeness, timeliness, and accuracy of the information and data referred to. The accuracy and correctness of the information and data are fully the responsibility of the parties providing them. PEFINDO and every of its member of the Board of Directors, Commissioners, Shareholders and Employees are not responsible to any party for losses, costs and expenses suffered or that arise as a result of the use of the contents and/or information in this rating report or publication, either directly or indirectly. PEFINDO generally receives fees for its rating services from parties who request the ratings, and PEFINDO discloses its rating fees prior to the rating assignment. PEFINDO has a commitment in the form of policies and procedures to maintain objectivity, integrity, and independence in the rating process. PEFINDO also has a "Code of Conduct" to avoid conflicts of interest in the rating process. Ratings may change in the future due to events that were not anticipated at the time they were first assigned. PEFINDO has the right to withdraw ratings if the data and information received are determined to be inadequate and/or the rated company does not fulfill its obligations to PEFINDO. For ratings that received approval for publication from the rated party, PEFINDO has the right to publish the ratings and analysis in its reports or publication, and publish the results of the review of the published ratings, both periodically and specifically in case there are material facts or important events that could affect the previous ratings. Reproduction of the contents of this publication, in full or in part, requires written approval from PEFINDO. PEFINDO is not responsible for publications by other parties of contents related to the ratings given by PEFINDO.