

MNC Securities ratings affirmed at “**idBBB**”

PEFINDO has affirmed its “**idBBB**” ratings to the corporate credit rating of PT MNC Securities (BSEC) and its outstanding Bond II/2011 Series B of IDR59 billion that will mature on July 5, 2016. The Company will use its internal cash to repay the maturing Bond. The outlook for the corporate rating is “**stable**”. The ratings reflect the Company’s moderate business position, adequate liquidity and financial flexibility, and sound capitalization. However, the ratings are constrained by a lack of business diversification outside the Group, the volatile nature of the capital market, and inflexible proprietary trading policy.

BSEC is a securities company that was established in 1989 under the name of PT Bhakti Investama. It offers brokerage services, for equity and debt instruments (which include both government and corporate bonds), to retail and institutional clients. It is also engaged in investment banking by providing equity and debt underwriting, as well as financial advisory services. As of 31 December 2015 (FY2015), BSEC had a head office in Jakarta and 40 branch offices in several major cities across the country, serving 10,048 clients and employing 217 staffs. As of FY 2015, BSEC was 99.99% owned by PT MNC Kapital Indonesia Tbk (BCAP). BCAP itself was 63.77% owned by PT MNC Investama Tbk.

Rating Period: April 11, 2016 – April 1, 2017
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