

Bond Instrument	
Issuer	PT Indonesia Infrastructure Finance (IIF)
Instrument	Obligasi Berkelanjutan III Indonesia Infrastructure Finance Tahap II Tahun 2026
Rating	AAA(idn)
PUB Plafond	PUB III target: IDR 6.0tn (IDR 5.57tn available)
Issuance Size	Up to IDR 2.0tn
Tranches and Coupon Range	A 370D: 6.55%–7.35% B 3Y: 6.65%–7.50% C 5Y: 6.75%–7.70%
Collateral	Clean basis (unsecured)
Listing	Indonesia Stock Exchange (IDX)
Rating Agency	PT Fitch Ratings Indonesia

Key Credit Statistics (1H2026)	
Total Assets	IDR 15,037.3bn
Loans (net)	IDR 9,865.2bn
Total Equity	IDR 3,539.9bn
NII	IDR 157.5bn
Net Income	IDR 38.2bn
CAR	56.79%
Net NPF	3.49%
Debt / Equity	3.21x
Covenant Gearing	2.39x (≤10x)
Liquid Assets / TA	32.2%

Figures in IDR. Source: IIF financial statements and 1H2026 press release; Aldiracita Research. Debt = fund borrowings + bonds + subordinated loans; covenant gearing = liabilities / (equity + sub-loans capped at 50% of paid-up capital); liquid assets = cash + securities.

Sovereign-Equalised Infrastructure Lender Returns With AAA(idn) Paper Across One-to-Five Years

PT Indonesia Infrastructure Finance (IIF) is a non-bank policy financing institution established in 2010 to fund commercially viable Indonesian infrastructure, owned by PT Sarana Multi Infrastruktur (Persero) (44.99%) alongside IFC, ADB, DEG and SMBC. It provides senior loans, mezzanine finance, equity participation, guarantees and advisory, with IDR 15.0tn of assets and a drawn portfolio of IDR 9.8tn across telecommunications, power, water, roads and social infrastructure.

Fitch rates IIF BBB / AAA(idn), equalised with the sovereign on a 'Virtually Certain' likelihood of government support, and Pefindo affirmed idAAA in March 2026. FY2025 net interest income rose 37.7% to IDR 543.1bn and net income 51.2% to IDR 185.3bn. This offering (PUB III, Tahap II) raises up to IDR 2.0tn across 370-day, 3-year and 5-year series on a clean basis.

Investment Highlights

A credit equalised with the Republic

Fitch scores government support at 45 of 60 ('Virtually Certain'): the state, through SMI, appoints directors, approves budgets and oversees debt planning, and Fitch views IIF as a reference issuer for the sovereign. **Its AAA(idn) is equalised with Indonesia's rating, alongside policy-lending peers SMI and SMF.**

Shareholder capital does the heavy lifting

Equity plus subordinated loans from the World Bank and ADB, channelled through SMI, fund 58% of total assets. **CAR stands at 56.79%, debt/equity at 3.21x and covenant gearing at 2.39x against a 10x limit**, while cash and securities of IDR 4.8tn cover 32% of the balance sheet.

The origination pipeline is rebuilding

IIF signed six new financing commitments worth IDR 2.5tn in 1H2026, three times its FY2025 total, and closed three more deals of about IDR 833bn in July. **The 1H2026 profit dip reflects client prepayments and conservative provisioning, not credit stress:** net NPF improved to 3.49%.

SUBSCRIBE · sovereign-equalised AAA(idn) infrastructure credit from 370 days to 5 years

We recommend SUBSCRIBE. IIF's AAA(idn) is equalised with the sovereign by Fitch, with the Ministry of Finance (via SMI), IFC, ADB, DEG and SMBC on the register. At the top of the ranges — 7.35% (370D), 7.50% (3Y) and 7.70% (5Y) — the series pay 61–74bp over SBN and price in line with the idAAA benchmark (7.09% / 7.44% / 7.64%) and IIF's own secondary curve. With capital, liquidity and new commitments all moving the right way, the 1H2026 earnings dip is a timing issue rather than a credit one.

Instrument Summary

Exhibit: Obligasi Berkelanjutan III Indonesia Infrastructure Finance Tahap II Tahun 2026 — Term Sheet

Issuer	PT Indonesia Infrastructure Finance (“IIF” / “Perseroan”)
Program	Penawaran Umum Berkelanjutan (PUB) Obligasi Berkelanjutan III Indonesia Infrastructure Finance, target IDR 6,000.0bn. Tahap I placed IDR 432.6bn in July 2026; IDR 5,567.4bn remains available
Bonds Tranche	Up to IDR 2,000.0bn in three series: Series A 370 calendar days; Series B 3 years; Series C 5 years
Rating	AAA(idn) (PT Fitch Ratings Indonesia); IIF National Long-Term Rating AAA(idn)/Stable affirmed 19 January 2026. Corporate rating idAAA/Stable (Pefindo, 12 March 2026)
Coupons Range	Series A 6.55%–7.35%; Series B 6.65%–7.50%; Series C 6.75%–7.70%
Coupon Payment	Quarterly; bullet repayment at maturity
Collateral	Clean basis (unsecured)
Use of Proceeds	For refinancing purposes as well as financing sustainable infrastructure projects
Financial Covenants	Per the PUB III trust deed (Tahap I): current ratio $\geq 100\%$; gearing (total liabilities / equity plus subordinated loans up to 50% of paid-up capital) $\leq 10x$
Financial Statements	In-house 30 June 2026
Joint Lead Underwriters	BNI Sekuritas, PT Aldiracita Sekuritas Indonesia, BCA Sekuritas, DBS, Indo Premier, Mandiri Sekuritas, Maybank Sekuritas, Mega Capital Sekuritas
Listing	Indonesia Stock Exchange (IDX)

Exhibit: Indicative Timetable

Milestone	Dates (Tentative)
Bookbuilding Period	6 – 16 Oct 2026
OJK Verbal Confirmation to Offer	3 Nov 2026
Public Offering Period	4 – 5 Nov 2026
Allotment Date	6 Nov 2026
Distribution Date	10 Nov 2026
IDX Listing Date	11 Nov 2026

Source: Company indicative timetable (subject to OJK review); Aldiracita.

Exhibit: PUB III Programme Capacity (IDR bn)

Tranche	Amount	Remaining	Cumulative use
PUB III programme target	6,000.0	—	—
Tahap I (July 2026)	432.6	5,567.4	7.2%
Tahap II maximum (this issue)	2,000.0	3,567.4	40.5%

Tahap I: Series A IDR 367.9bn at 7.40% (370D), Series B IDR 53.7bn at 7.65% (3Y), Series C IDR 11.0bn at 7.70% (5Y). Source: Offering structure; Informasi Tambahan PUB III Tahap I.

Company Overview

PT Indonesia Infrastructure Finance was established in 2010 under a Ministry of Finance decree as a non-bank financial institution investing in commercially feasible infrastructure projects, applying international environmental and social standards. It was set up to mobilise private and multilateral capital for Indonesian infrastructure, largely through public-private partnerships, and offers senior and mezzanine loans, equity participation, guarantees and advisory services.

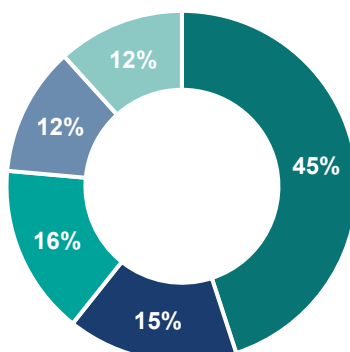
National Development Financing and Investment Ecosystem



Owned by the state and four international institutions

PT Sarana Multi Infrastruktur (Persero), wholly owned by the Ministry of Finance, holds 44.99%, with the International Finance Corporation (15.71%), the Asian Development Bank (15.71%), Germany's DEG (11.88%) and Sumitomo Mitsui Banking Corporation (11.71%). **Fitch looks through SMI to the government as IIF's ultimate shareholder**; 52% of IIF's debt at September 2025 came from multilateral agencies.

Shareholders (31 Dec 2025, %)



- PT Sarana Multi Infrastruktur (Persero)
- International Finance Corporation
- Asian Development Bank
- DEG (KfW Group)
- Sumitomo Mitsui Banking Corp.

Source: Pefindo Rating Summary (12 Mar 2026); IIF Annual Report 2025.

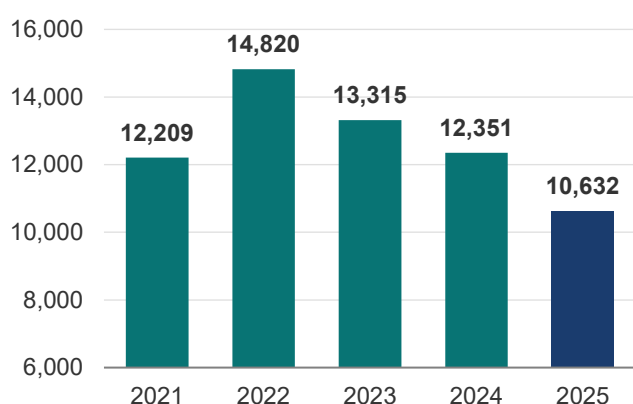
Business Model & Segments

IIF earns net interest income on long-tenor infrastructure loans and treasury assets, plus fee income from guarantees, arranging and advisory. Interest income is roughly 95% of operating revenue. It funds the book with an unusually large layer of shareholder-linked capital, which lets it lend long without a damaging asset-liability mismatch.

Lending: a diversified infrastructure book

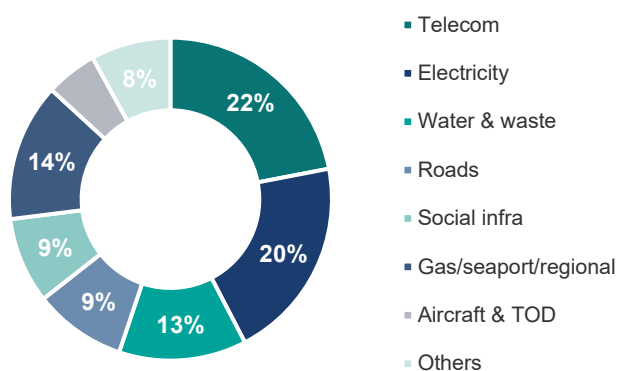
Drawn commitments stood at IDR 9.8tn at 30 June 2026 (with IDR 2.4tn undrawn), led by telecommunications (22%) and electricity (20%), followed by water and waste (13%), roads (9%) and social infrastructure (9%). About 22% of drawn loans are USD-denominated. New 1H2026 commitments came from healthcare, ports, telecommunications and data, and renewable energy, and in July from logistics, renewables and water treatment.

Total Investment Assets (IDR bn)



Source: IIF Annual Report 2025 (performance highlights); Aldiracita.

Loan Portfolio by Sector (Jun-26)

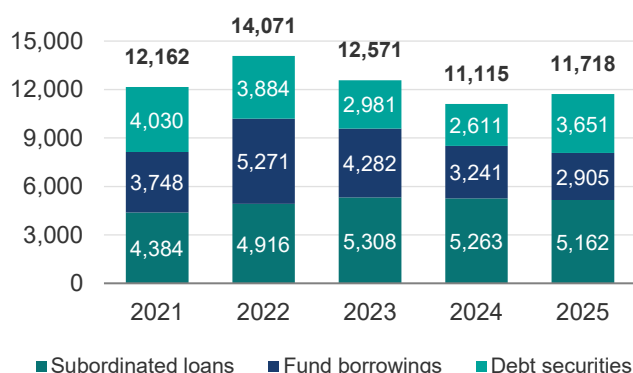


Source: IIF interim financial statements (Note 8, drawn commitments); Aldiracita.

Funding: long-dated, shareholder-anchored

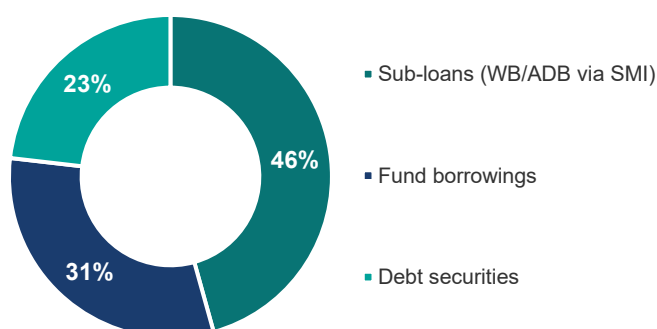
Subordinated loans of IDR 5.2tn — World Bank (USD300mn facility) and ADB (USD100mn facility) money channelled through SMI — make up 46% of funding and are, in Fitch's view, implicitly government-backed. The rest comes from bank and DFI borrowings (31%) and Rupiah bonds (23%). Advisory adds a growing third leg: nine new mandates in 1H2026, including the national waste-to-energy (PSEL) programme.

Total Funding (IDR bn)



Source: IIF Annual Report 2025 (statement of financial position highlights); Aldiracita.

Funding Mix (Jun-26, IDR 11.4tn)



Source: IIF interim financial statements 30 June 2026; Aldiracita.

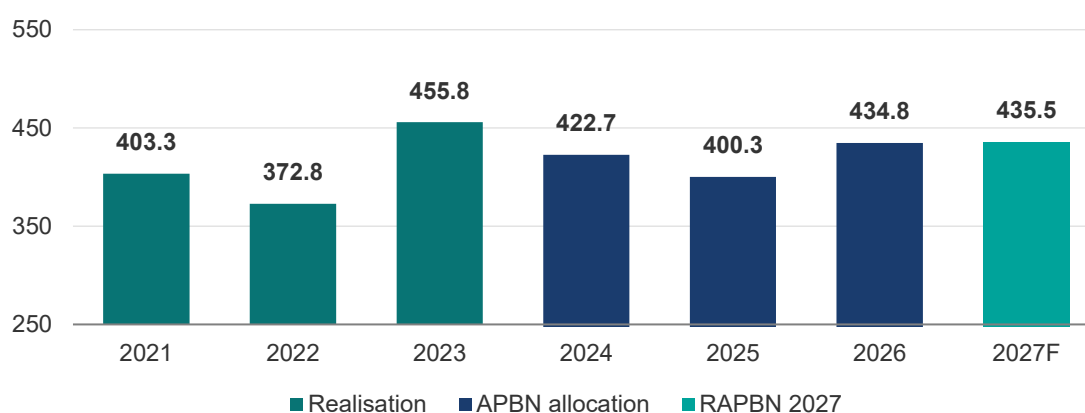
Industry Outlook

Infrastructure stays the growth engine

Infrastructure remains a primary driver of Indonesia's growth agenda, with the government prioritising renewable energy, physical and digital connectivity, water and waste management, and social infrastructure such as hospitals. These are precisely IIF's target sectors, and its 1H2026 commitments — more than three times FY2025 — show demand returning to the project-finance market.

State spending sets the floor: **the APBN infrastructure allocation has held at IDR 373–456tn a year since 2021 and is budgeted at IDR 435.5tn for 2027** — broadly flat in nominal terms, which leaves a growing share of the project pipeline to PPPs and to specialist lenders such as IIF.

Indonesia Infrastructure Spending, APBN (IDR tn)



Source: Ministry of Finance (APBN/Nota Keuangan), Aldiracita Research.

Public-private and blended finance need intermediaries

Fiscal space alone cannot fund the pipeline, so PPPs and blended finance — multilateral, DFI and commercial capital alongside government support — do the heavy lifting. IIF was created for exactly this role, and its multilateral shareholders and funding lines give it access to long-tenor capital that commercial banks struggle to match.

Higher-for-longer rates raise the bar

With the BI-Rate at 5.75% and global yields elevated, borrowers face higher funding costs and lenders more selective credit. IIF's strategy of lowering its cost of funds, building fee income and tightening covenant monitoring positions it to keep lending as rates stay high.

SWOT Analysis

STRENGTHS

- Fitch AAA(idn), equalised with the sovereign
- MoF (via SMI), IFC, ADB, DEG, SMBC as shareholders
- Equity + shareholder sub-debt fund 58% of assets
- CAR 56.79%; liquid assets 32% of total assets

OPPORTUNITIES

- IDR 2.5tn of new commitments in 1H2026
- Waste-to-energy, renewables, data centres, healthcare
- Growing advisory and fee income
- Lower cost of funds as liabilities reprice

WEAKNESSES

- 1H2026 NII -40% and net income -55% YoY
- Concentrated, single-project exposures
- NPR 4.8% (Pefindo, FY2025) above bank levels
- Smaller scale than SMI and SMF

THREATS

- Rating tied to the sovereign and support
- Prepayments and reinvestment at lower yields
- Rupiah weakness on USD exposures
- Elevated global yields (UST 10Y ~5.3%)

Bond Market Overview

Global: a hiking Fed meets softer jobs data

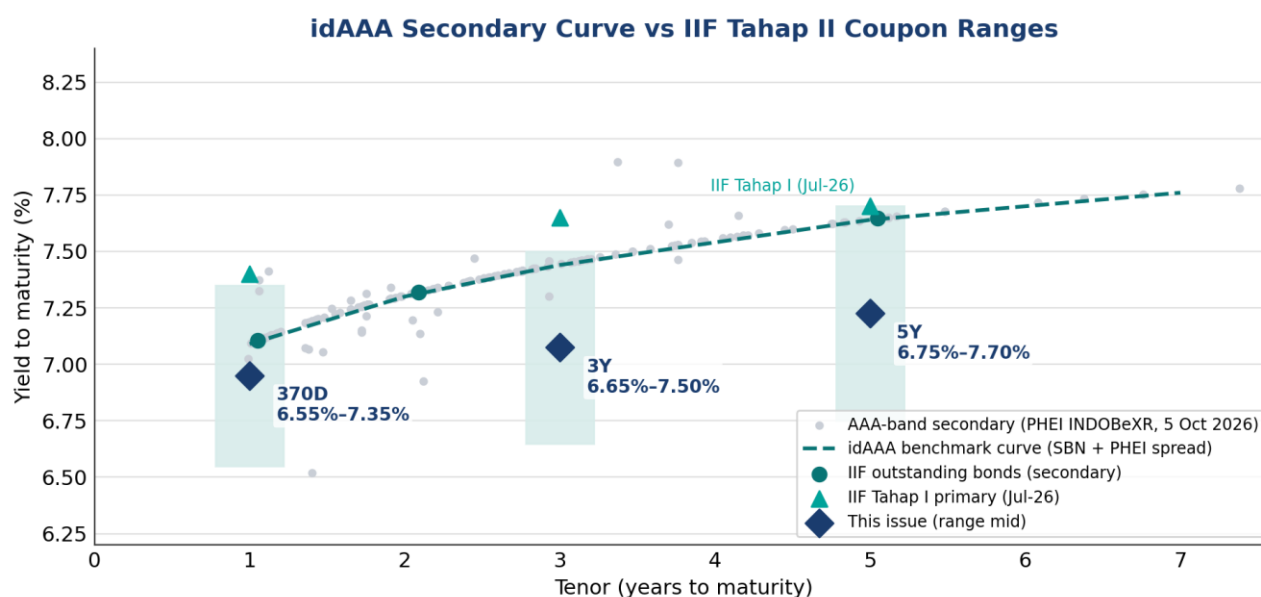
The Federal Reserve raised the Fed Funds Rate by 25bp to 4.00% on 16 September 2026, its first hike since 2023, with the dot plot pointing to one more move in 2026. US CPI held at 3.4% YoY in August (core 2.4%). September payrolls rose by only 29,000, and CME FedWatch odds of another hike at the 28 October meeting fell to 22.1% from 64.2% on 25 September. **The US 10-year yield still stood at 5.28% on 2 October, up about 50bp since early September**, with Brent near USD 102/bbl.

Indonesia: BI holds 5.75% and the SBN curve stays anchored

Bank Indonesia kept the BI-Rate at 5.75% on 22–23 September (deposit facility 4.75%, lending facility 6.50%) to stabilise the Rupiah. September CPI rose to 3.28% YoY (core 2.84%), still within the 1.5–3.5% target. The Rupiah was IDR 17,873/USD and the 10-year SBN 7.16% on 2 October, while the SBN curve stood at 6.61% (1Y), 6.89% (3Y) and 7.04% (5Y) on 5 October. Retail SBR015 is on offer at 6.75–6.85%.

Corporate: idAAA pricing & IIF positioning

The idAAA benchmark stood at 7.09% (1Y), 7.44% (3Y) and 7.64% (5Y) on 5 October, 48–60bp over SBN, and IIF's own paper trades on that curve: 7.11% (Oct–2027), 7.32% (Nov–2028) and 7.65% (Oct–2031). Recent idAAA primary prints ranged from 7.05–7.50% at 1 year and 7.10–7.65% at 3 years; 5-year prints of 7.85–8.05% came in July–August, when the curve was up to 20bp higher. In July, IIF's Tahap I cleared at 7.40%, 7.65% and 7.70%. **At the top of the Tahap II ranges — 7.35%, 7.50% and 7.70% — the series price 26bp, 6bp and 6bp over the idAAA curve and 61–74bp over SBN.**



Source: PHEI INDOBeXR AAA-band constituents, corporate credit spread matrix and SBN curve (5 Oct 2026); Aldiracita. Boxes show the Tahap II coupon ranges.

Exhibit: idAAA Yield Reference by Tenor (% , indicative)

Date	AAA 1Y	AAA 3Y	AAA 5Y	5Y-1Y	Key Event	Implication
7 Jul 2026	7.61	7.68	7.71	+10bp	IIF Tahap I bookbuilding	Tahap I priced 7.40 / 7.65 / 7.70
31 Jul 2026	7.33	7.62	7.83	+50bp	Front end rallies	Curve steepens
31 Aug 2026	7.07	7.31	7.45	+38bp	Broad rally	Tightest levels of the window
30 Sep 2026	7.12	7.41	7.59	+47bp	Fed hikes to 4.00%; BI holds	Modest back-up
5 Oct 2026	7.09	7.44	7.64	+55bp	Tahap II books open 6 Oct	Range tops 7.35 / 7.50 / 7.70

Source: PHEI corporate bond benchmark by rating (AAA); Aldiracita.

Exhibit: Comparable Bonds – idAAA / AAA(idn) Primary Issuance (Jul–Sep 2026)

Issuer	Bond Code	Rating	Tenor	Coupon	Size (IDR bn)	Listed
~1-YEAR (370 DAYS)						
Permodalan Nasional Madani	PNMP01ASECN4	idAAA	1Y	7.05%	421.3	21-Sep-26
Astra Sedaya Finance	ASDF07ACN4	idAAA	1Y	7.15%	1,550.8	21-Sep-26
Pegadaian	PPGD07ACN2	AAA(idn)	1Y	7.30%	924.3	09-Sep-26
Sarana Multigriya Finansial	SMFP08CN3	idAAA	1Y	7.50%	1,800.0	06-Aug-26
Indonesia Infrastructure Finance	IIFF03ACN1	AAA(idn)	1Y	7.40%	367.9	09-Jul-26
Sarana Multi Infrastruktur	SMII05ACN1	idAAA	1Y	7.50%	511.9	08-Jul-26
IIF Tahap II — Series A ★	PUB III Tahap II	AAA(idn)	370D	6.55–7.35%	up to 2,000*	Nov-26
~3-YEAR						
Permodalan Nasional Madani	PNMP01BSECN4	idAAA	3Y	7.10%	170.0	21-Sep-26
Astra Sedaya Finance	ASDF07BCN4	idAAA	3Y	7.40%	999.2	21-Sep-26
Pegadaian	PPGD07BCN2	AAA(idn)	3Y	7.40%	988.1	09-Sep-26
Indonesia Infrastructure Finance	IIFF03BCN1	AAA(idn)	3Y	7.65%	53.7	09-Jul-26
Sarana Multi Infrastruktur	SMII05BCN1	idAAA	3Y	7.65%	382.0	08-Jul-26
IIF Tahap II — Series B ★	PUB III Tahap II	AAA(idn)	3Y	6.65–7.50%	up to 2,000*	Nov-26
~5-YEAR						
Sarana Multigriya Finansial (social)	SMFP02SOCN2	idAAA	5Y	7.90%	2,000.0	06-Aug-26
Profesional Telekomunikasi Ind.	PRTL05DCN1	idAAA	5Y	8.05%	50.4	13-Jul-26
Indonesia Infrastructure Finance	IIFF03CCN1	AAA(idn)	5Y	7.70%	11.0	09-Jul-26
Sarana Multi Infrastruktur	SMII05CCN1	idAAA	5Y	7.85%	1,106.1	08-Jul-26
IIF Tahap II — Series C ★	PUB III Tahap II	AAA(idn)	5Y	6.75–7.70%	up to 2,000*	Nov-26

Note: Tenor computed from listing and maturity dates. * Aggregate across the three series. SMII05CCN1 coupon per PHEI (7.85%). Global Mediacom (BMTR) is excluded: tagged AAA in the issuance file, inconsistent with its rating history. Source: IDX/PHEI new-issue records 2026; Aldiracita.

Exhibit: IIF Outstanding Rupiah Bonds

Series	Amount (IDR bn)	Coupon	Issued	Matures	YTM (5 Oct)
PUB II Tahap II 2024 — B	250.0	6.55%	Oct 2024	25 Oct 2027	7.11%
PUB II Tahap II 2024 — C	300.0	6.95%	Oct 2024	25 Oct 2031	7.65%
PUB II Tahap II 2024 — D	250.0	7.05%	Oct 2024	25 Oct 2034	7.80%
PUB II Tahap III 2025 — A	500.0	5.40%	Nov 2025	Nov 2026	—
PUB II Tahap III 2025 — B	625.0	5.65%	Nov 2025	5 Nov 2028	7.32%
PUB II Tahap III 2025 — C (zero coupon)	100.0	5.85% disc.	Nov 2025	Nov 2030	—
PUB II Tahap III 2025 — D	275.0	6.80%	Nov 2025	5 Nov 2035	7.83%
PUB III Tahap I 2026 — A	367.9	7.40%	Jul 2026	18 Jul 2027	—
PUB III Tahap I 2026 — B	53.7	7.65%	Jul 2026	8 Jul 2029	—
PUB III Tahap I 2026 — C	11.0	7.70%	Jul 2026	8 Jul 2031	—
Total outstanding	2,732.6				

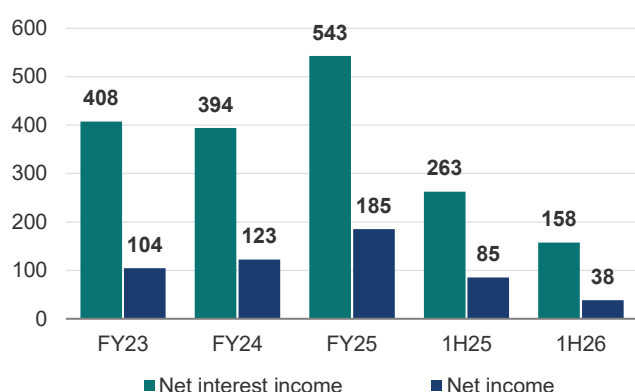
Note: YTM from the PHEI AAA-band constituent list (5 Oct 2026); series outside the index shown as —. IDR 500.obn (PUB II Tahap III 2025 Series A) falls due in November 2026. The USD150mn EMTN (1.50%) was repaid at maturity on 27 January 2026.

Financial Overview

FY2025 was a record year; 1H2026 reset on prepayments

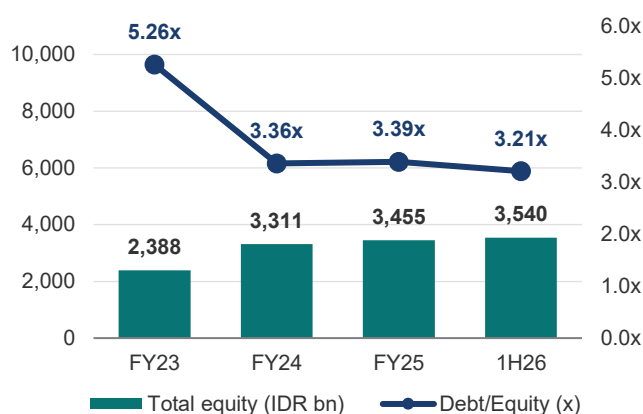
Net interest income rose 37.7% to IDR 543.1bn in FY2025 as interest expense fell 9.1% on liability reprofiling, lifting net income 51.2% to IDR 185.3bn and ROE to 5.5%. In 1H2026, client prepayments shrank interest income by 20.2% and net interest income by 40.1%, while provisions doubled; **net income fell to IDR 38.2bn, but cost-cutting held G&A 22.7% lower** and the balance sheet stayed liquid.

Net Interest Income & Net Income (IDR bn)



Source: IIF financial statements; Aldiracita. 1H not annualised.

Capital: Total Equity & Debt/Equity



Source: IIF financial statements; Aldiracita.

Exhibit: Financial Summary (IDR bn)

IDR bn (unless stated)	FY2023	FY2024	FY2025	1H2026
Interest income	1,232.0	1,182.1	1,259.0	499.8
Net interest income	407.6	394.4	543.1	157.5
Non-interest income	105.0	193.6	101.3	42.9
Provision for impairment losses	(129.6)	(98.0)	(87.6)	(40.6)
Net income	104.2	122.5	185.3	38.2
Loans (net)	11,554.7	11,256.2	10,095.7	9,865.2
Total Assets	15,109.9	14,655.3	15,389.1	15,037.3
Total Liabilities	12,721.9	11,344.7	11,934.5	11,497.4
Total Equity	2,388.0	3,310.6	3,454.6	3,539.9

Capital and liquidity are the anchor

A 2024 capital injection (IDR 545bn) and perpetual notes cut debt/equity from 5.26x to 3.36x, and it has since eased to 3.21x. **Equity and shareholder-channelled subordinated debt now fund 58.1% of assets**, covenant gearing is 2.39x against a 10x limit, and cash plus securities of IDR 4.8tn largely cover the IDR 500bn of bonds maturing in November 2026.

IDR bn (unless stated)	FY2023	FY2024	FY2025	1H2026
Total debt (borrowings + bonds + sub-loans)	12,570.7	11,114.8	11,718.4	11,362.2
o/w subordinated loans	5,307.9	5,262.8	5,162.0	5,190.9
Debt / Equity (x)	5.26x	3.36x	3.39x	3.21x
Covenant gearing (x, limit 10x)	3.48x	2.48x	2.52x	2.39x
(Equity + sub-loans) / Total assets	50.9%	58.5%	56.0%	58.1%
Liquid assets / Total assets	18.9%	19.6%	32.2%	32.2%

Source: IIF financial statements FY2023–FY2025 (audited) and 1H2026 (in-house); Aldiracita. Covenant gearing per the PUB III trust deed definition.

1H2026 Results Summary

Lower profit, stronger franchise

Operating revenue fell 17.0% YoY to IDR 542.7bn, mainly because interest income dropped 20.2%. Loan interest, the core segment, fell 23.4% to IDR 400.3bn after large client prepayments in 1Q2026, and securities income eased 14.1%. Fee-based revenue went the other way. Non-interest income rose 54.8% to IDR 42.9bn, helped by a 54.9% increase in provision and commission income and realised securities gains of IDR 13.7bn (1H2025: IDR 1.7bn). This lifted its share of revenue to 7.9% from 4.2%.

1H2026 Results	1H2025	1H2026	Δ	% YoY
Financial (IDR bn)				
Interest income	626.2	499.8	(126.4)	-20.2%
Interest expense	(363.5)	(342.3)	+21.2	-5.8%
Net interest income	262.7	157.5	(105.2)	-40.1%
Non-interest income	27.7	42.9	+15.2	+54.8%
General & administrative expenses	(146.0)	(112.8)	+33.2	-22.7%
Provision for impairment losses	(20.2)	(40.6)	(20.4)	+101.2%
Net income	85.3	38.2	(47.1)	-55.2%
Business activity				
New financing commitments (IDR bn)	—	2,500	—	3.1x FY2025
New advisory mandates (number)	—	9	—	IDR 19.0bn value

Source: IIF interim financial statements 30 June 2026; IIF press release (31 Jul 2026); Aldiracita. FY2025 new commitments: IDR 799bn.

Margins narrowed because interest expense fell only 5.8%. It took 68.5% of interest income (1H2025: 58.0%), and NII fell 40.1% to IDR 157.5bn. G&A savings of 22.7% limited the rise in cost-to-income to 56.3% (50.3%). Even so, doubled provisions cut the operating margin to 8.4% from 17.8% and the net margin to 7.0% from 13.0%. The franchise still grew: total assets rose 4.6% to IDR 15.0tn and new commitments reached IDR 2.5tn. IIF also raised over IDR 1.3tn of new funding from domestic and international lenders plus IDR 652bn from the capital market (IDR 432bn of bonds and IDR 220bn of perpetual notes).

Management Structure

Board of Directors

Name	Position	Background
Rizki Pribadi Hasan	President Director & CEO	President Director since 2025; IIF Finance Director (2022–2025). Previously Finance & HR Director at Jasa Armada Indonesia and Patra Jasa, and Executive Director at Standard Chartered Bank Indonesia.
Eri Wibowo	Director / CFO & CIO	Finance Director since 2025. Former Senior Investment Officer at IFC and EVP, Head of Financing at SMI; earlier at Rabobank and Natixis.
Lestari Andaluscia Umardin	Director / CRO	Risk Director since 2023; previously senior credit and risk roles at a global bank in Indonesia (2012–2023).

Board of Commissioners

Name	Position	Background
Darmin Nasution	President & Independent Commissioner	Former Coordinating Minister for Economic Affairs, Governor of Bank Indonesia (2010–2013), Director General of Taxes and Head of Bapepam–LK. President Commissioner of IIF since 2020.
Rizal Bambang Prasetyo	Independent Commissioner	Former President Director of J.P. Morgan Securities Indonesia; President Commissioner of Trimegah Sekuritas and board member of the Deposit Insurance Corporation (LPS).
Rinaldi Firmansyah	Independent Commissioner	Former CEO of Telkom Indonesia (2007–2012) and President Director of Bahana Sekuritas; term ended 19 March 2026, replacement in process.
Oza Olavia	Commissioner	Head of the National Single Window Agency (LNSW) and former Expert Staff to the Minister of Finance.
Ahmad Ghufro	Commissioner	Appointed October 2025, replacing Parjiono; OJK fit-and-proper test passed 17 March 2026.
Supriya Prakash Sen	Commissioner	Independent director roles in sustainability and energy (We Mean Business Coalition, Azure Power); former Senior Advisor at Citibank.
Dr. Marc Oliver Juenemann	Commissioner	Board observer at HB Bank; former Senior Analyst at HSH Nordbank; IIF commissioner since 2022.
Yuji Fukuda	Commissioner	Managing Director and Co-Head of Structured Finance, Asia Pacific, at SMBC Singapore.

Board as of 30 June 2026 per the interim financial statements; Lodewijk Govaerts' commissioner term ended 22 March 2026 (replacement in process). Profiles: IIF Annual Report 2025.

Key Risks

Earnings volatility from prepayments. Client prepayments in 1Q2026 cut net interest income by 40.1% YoY; liquid assets at 32% of the balance sheet dilute yield until new commitments draw down.

Concentrated project exposures. With around 50 projects, single names matter: telecommunications and electricity are 42% of drawn loans, and gross NPR was 4.8% at FY2025 (net NPF 3.49% at 1H2026).

Ratings rest on support. Fitch equalises IIF with the sovereign and assigns no standalone profile; a sovereign downgrade, or weaker ownership or control by the government through SMI, would lead to rating action.

FX and refinancing. Subordinated loans (about USD121mn) and 22% of drawn loans are USD-denominated, and IDR 500bn of bonds mature in November 2026 alongside bank borrowings.

Governance transition. The CIO post has been vacant since 30 June 2026 and two commissioner seats are being replaced, while IIF adapts to POJK 48/2024 for infrastructure financing companies.

Appendix: Financial Statements (IDR bn)

Exhibit A: Statement of Profit or Loss (IDR bn)

Item	FY2023	FY2024	FY2025	1H2026
Interest income	1,232.0	1,182.1	1,259.0	499.8
Provision, commission & other income	79.1	146.5	48.1	29.3
Advisory income	23.2	32.0	10.9	—
Realised gain on securities	2.7	15.0	42.3	13.7
Total Operating Revenues	1,337.0	1,375.7	1,360.3	542.7
Interest expense	(824.4)	(787.7)	(715.9)	(342.3)
General & administrative expenses	(245.9)	(275.7)	(300.2)	(112.8)
Provision for impairment losses	(129.6)	(98.0)	(87.6)	(40.6)
Derivative expense, net	(1.6)	(22.7)	(7.1)	(1.2)
Total Operating Expenses	(1,201.5)	(1,184.2)	(1,110.8)	(496.9)
Operating Income	135.5	191.4	249.5	45.8
Foreign exchange gain	4.5	15.3	3.4	8.9
Income Before Tax	139.9	206.7	252.9	54.7
Tax expense	(35.8)	(84.2)	(67.6)	(16.5)
Net Income	104.2	122.5	185.3	38.2
Memo: net interest income	407.6	394.4	543.1	157.5

Note: 1H2026 covers six months (not annualised); interim statements report advisory income within provision, commission & other income.

Exhibit B: Key Financial Ratios

Ratio	FY2023	FY2024	FY2025	1H2026
PROFITABILITY				
Net interest income growth	n.a.	-3.2%	+37.7%	-40.1% YoY
Net income growth	+25.5%	+17.6%	+51.2%	-55.2% YoY
NII / average total assets	2.58%	2.65%	3.62%	2.07% ann.
Cost-to-income	48.0%	46.9%	46.6%	56.3%
ROAA	0.66%	0.82%	1.23%	0.50% ann.
ROAE	4.44%	4.30%	5.48%	2.18% ann.
ASSET QUALITY				
Gross NPR (Pefindo)	5.5%	4.5%	4.8%	n.a.
Net NPF (company)	n.a.	n.a.	n.a.	3.49%
Reserves / gross receivables (Pefindo)	3.9%	3.6%	4.6%	n.a.
Credit cost (provision / average loans)	n.a.	0.86%	0.82%	0.81% ann.
CAPITAL & LEVERAGE				
Equity / total assets	15.8%	22.6%	22.4%	23.5%
Debt / equity	5.26x	3.36x	3.39x	3.21x
Covenant gearing (limit 10x)	3.48x	2.48x	2.52x	2.39x
Capital adequacy ratio	n.a.	n.a.	n.a.	56.79%
LIQUIDITY				
Liquid assets / total assets	18.9%	19.6%	32.2%	32.2%

Source: IIF financial statements; Pefindo Rating Summary (Mar 2026); IIF press release (31 Jul 2026); Aldiracita. Cost-to-income = G&A / (NII + non-interest income).

Exhibit C: Statement of Financial Position (IDR bn)

Item	31 Dec 2023	31 Dec 2024	31 Dec 2025	30 Jun 2026
ASSETS				
Cash and cash equivalents	739.7	553.2	1,202.1	1,257.4
Securities	2,108.9	2,326.6	3,756.8	3,581.4
Equity investments	362.8	—	—	—
Loans — net of allowance	11,554.7	11,256.2	10,095.7	9,865.2
Accrued interest income	41.1	38.5	28.7	31.2
Property and equipment	237.3	226.6	215.1	209.5
Other assets	65.3	254.2	90.7	92.6
Total Assets	15,109.9	14,655.3	15,389.1	15,037.3
LIABILITIES & EQUITY				
Fund borrowings	4,281.7	3,240.9	2,905.4	3,538.1
Debt securities issued	2,981.1	2,611.1	3,651.0	2,633.2
Subordinated loans	5,307.9	5,262.8	5,162.0	5,190.9
Other liabilities	151.2	229.9	216.1	135.2
Total Liabilities	12,721.9	11,344.7	11,934.5	11,497.4
Share capital & additional paid-in capital	2,029.8	2,574.8	2,574.8	2,574.8
Perpetual notes — net	—	326.3	326.3	541.3
Other comprehensive income / (loss) & hedging reserves	14.7	(31.4)	(2.4)	(68.5)
Retained earnings	343.5	440.9	555.9	492.3
Total Equity	2,388.0	3,310.6	3,454.6	3,539.9

Source: IIF Annual Report 2025 (5-year financial highlights), audited FY2024–FY2025 and in-house 30 June 2026 financial statements; some lines combined.

Exhibit D: Statement of Cash Flows (IDR bn)

Item	FY2023	FY2024	FY2025	1H2026
OPERATING ACTIVITIES				
Loan repayments received	3,794.6	2,928.8	2,878.3	1,639.5
Loans disbursed	(2,801.3)	(2,468.7)	(1,734.7)	(1,257.9)
Interest received	1,079.9	1,041.0	1,303.2	430.9
Interest paid	(791.7)	(768.9)	(705.3)	(354.4)
Fees, advisory and other receipts	96.4	102.2	54.2	25.0
Payments to suppliers, employees and taxes	(237.9)	(428.4)	(357.1)	(209.6)
Net Cash from Operating Activities	1,140.1	406.1	1,438.6	273.6
INVESTING ACTIVITIES				
Securities — net (sales and maturities less purchases)	61.6	(112.8)	(1,325.8)	213.6
Sale of investment in shares	76.8	361.5	—	—
Capital expenditure and software	(6.0)	(15.4)	(9.9)	(2.2)
Net Cash from Investing Activities	132.4	233.4	(1,335.7)	211.5
FINANCING ACTIVITIES				
Fund borrowings — net	(956.3)	(1,063.2)	(381.2)	566.8
Debt securities — net	(836.9)	(392.6)	1,175.3	(1,018.9)
Subordinated loans — net	416.0	(158.4)	(178.3)	(97.1)
Capital injection and perpetual notes — net	—	871.5	—	215.0
Dividends, perpetual returns and leases	(25.2)	(46.2)	(71.8)	(88.6)
Net Cash from Financing Activities	(1,402.5)	(789.0)	544.1	(422.8)
Net Increase / (Decrease) in Cash	(130.0)	(149.5)	647.0	62.2
Cash at End of Period	739.7	553.2	1,202.1	1,257.4

Note: Lines condensed from the reported statements; totals as reported and may not sum due to rounding. FY2023 and FY2024 from the following year's audited comparatives; 1H2026 covers six months.

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AA(idn)	Expectation of very low default risk relative to other issuers or obligations in the same country.
A(idn)	Expectation of low default risk relative to other issuers in the same country; somewhat more vulnerable to changes in circumstances or economic conditions.
BBB(idn)	Moderate default risk relative to other issuers or obligations in the same country.
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