

PT Armadian Tritunggal

Company rating *irA*-/Stable

Rated Issues

Proposed Sukuk Mudharabah I
Armadian Tritunggal Tahun 2023 *irA*-

Rating Period

September 5, 2023 – March 1, 2024

“Debt Securities with *irA* rating has a high level of certainty to honor its financial obligations, but it can be affected by adverse changes in business and economic conditions, relative to debt securities with a higher rating”

The minus sign (-) indicates that the rating given is closer to the rating scale below it.

Rating History

June, 2023 *irA*-/Stable

February, 2023 *irA*-/Stable

Kredit Rating Indonesia affirms ‘*irA*-’ rating to Proposed Sukuk Mudharabah I Armadian Tritunggal Tahun 2023 amounting to IDR2 Tn

Kredit Rating Indonesia (KRI) affirms a Company Rating of ‘*irA*-’ with ‘Stable’ outlook for PT Armadian Tritunggal (AT or the Company). At the same time, KRI has also affirmed ‘*irA*-’ for AT’s proposed Sukuk Mudharabah I Armadian Tritunggal Tahun 2023 amounting to IDR2 Tn. The Company plans to use the MTN proceeds for working capital requirement. The ratings still reflect the Company’s satisfactory credit quality of its direct subsidiary, PT Berau Coal (BC) – one of the biggest coal mining companies in Indonesia, and its prudent capital structure policy. However, the ratings are still constrained by its illiquid investment portfolio and the geographical concentration risk.

As an investment company, AT has investments in five direct subsidiaries, with BC as a subsidiary that provides major contribution to the company’s revenue and total asset. We still see BC as a company with a good credit quality, given its huge amount of coal resource and no interest bearing debt stated in the financial reports as per May 31, 2023. However, we are still view that the Company has a relatively illiquid portfolio as all of its subsidiaries are not public companies, creating a longer process for AT should the Company prefers to divest the investments. Geographical wise, all of its subsidiaries activities are concentrated in East Kalimantan Province, creating a concentration risk in one particular operational area.

AT is a non-public listed company, and as of May 31, 2023, the Company’s shares were owned by PT Berau Coal Energy Tbk (100%).

AT Financial Results Highlights (Consolidated)

As of/For the year ended	May 2023 (Audited)	Dec 2022 (Audited)	Dec 2021 (Audited)	Dec 2020 (Audited)
Total Assets (USD, Mn)	1,204.7	1,312.7	1,319.1	925.5
Total Adjusted Debt (USD, Mn)	0.0	0.0	0.0	0.0
Total Adjusted Equity (USD, Mn)	201.6	193.5	141.3	272.3
Total Sales (USD, Mn)	1,091.6	3,062.5	2,274.6	1,080.5
EBIT (USD, Mn)	17.2	492.9	248.3	(142.2)
Net Income After MI (USD, Mn)	8.8	285.8	142.2	(140.3)
EBIT Margin (%)	1.6	16.1	10.9	(13.2)
Return on Permanent Capital (%)	18.8	195.3	108.1	(28.3)
Adj. Debt/Adj. Equity (x)	0.0	0.0	0.0	0.0
EBITDA*/Adj. Debt (x)	n.a	n.a	n.a	n.a
EBITDA*/IFCCI (x)	n.a	n.a	n.a	n.a
FFO/Total Adjusted Debt (%)	n.a	n.a	n.a	n.a
USD Exchange Rate (IDR/USD)	14,969	15,731	14,269	14,105

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