

PT Black Diamond Resources Tbk

Company Rating *irA/Stable*

Rated Issue

Proposed MTN I PT BDR 2025

irA

"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."

Rating Period

July 16, 2025 – August 1, 2026

Rating History

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Kredit Rating Indonesia assigns "*irA*" rating to Proposed MTN I PT BDR 2025

Kredit Rating Indonesia ("KRI" or "we") assigns a Company Rating of "*irA*" for PT Black Diamond Resources Tbk ("COAL" or "the Company") with a "Stable" Outlook. At the same time, KRI assigns "*irA*" rating to Proposed MTN I PT BDR 2025 amounting to IDR 150 billion. The ratings reflect relatively strong of financial profile, moderate quality of coal, and better operational and financial performance after appointing a new coal mining contractor. However, high mining costs and concentrated mining area create constraints.

COAL is a holding company that runs the mining business carried out by its subsidiary, PT Dayak Membangun Pratama, domiciled in Gunung Mas, Kuala Kurun Regency and Palangkaraya City, Central Kalimantan. To support its operational activity, the Company has a loan facility from PT Bank Central Asia Tbk yet its capital structure showed healthy profile as its DER is consistently below 1x since 2021. Furthermore, the Company's capability in interest repayment is still considered adequate as its adjusted EBITDA to interest ratio of 4.8x as of December 31, 2024 and 4.3x as of March 31, 2025. After the issuance of new debt note, the Company's EBITDA to interest ratio is expected to increase to 5.89x in FY25F and 14.63x in FY26F as increasing production volume to 550 thousand tons in FY25F (+68.9% YoY) and 1,480 thousand tons in FY26F (+169.1% YoY) impacting the Company's revenue to IDR 544.58 billion in FY25F and IDR 1,536.91 billion in FY26F as well as EBITDA to IDR 131.44 billion in FY25F and IDR 446.95 billion FY26F. In terms of profitability margins, its gross profit margin is expected to increase to 29.5% in FY25F and 31.6% in FY26F, while its EBITDA margin is expected at 24.1% in FY25F and 29.1% in FY26F.

However, the Company's ratings are limited by its high cost structure, with a Cost of Goods Sold (COGS) of IDR 1,243.8 thousand per ton as of December 31, 2024 and IDR 1,521.3 thousand per ton as of March 31, 2025. Average stripping ratio wise, it showed jigsaw trend from 4x in FY21, 8.8x in FY22, 11.14x in FY23, 10.37x in FY24 to 11.52x in 1Q2025. Its COGS per ton and stripping ratio are relatively weak indicating lack of efficiency. To tackle this situation, the Company has appointed a mining contractor for overburden removal, coal hauling, and coal mining work. We think that the Company's operational as well as financial profile to be better since that appointment. Afterward, its COGS per ton is projected improving to IDR 591 thousand in 2025 and its stripping ratio is projected at 6x in 2025. The Company's financial profile is also projected improving as stated before.

The Company currently only has one mine site located at Gunung Mas, Kuala Kurun Regency, Central Kalimantan, covering an area of 4,883 hectares with total proven and probable coal reserves of 25 million tons as of March 31, 2025. Its quality of coal is considered moderate as the Company has Gross Calorific Value of 5,400 kcal/kg and its coal contents only 0.9% of sulphur, yet 13% of ash, still suitable for the Company's overseas customers. Given mine site concentrated at Gunung Mas, Kuala Kurun Regency, Central Kalimantan, the Company is exposed to geographical risk.

As of March 31, 2025, the Company's shares were owned by Sujaka Lays (48.01%), PT Seluas Lautan Indonesia (5.51%), Arie Rinaldi (6.00%), Herry Sen (4.00%), and Public (36.48%).

COAL Financial Result Highlights (Consolidated)

As of/For the years ended	March 2025 (Unaudited)	Dec 2024 (Audited)	Dec 2023 (Audited)	Dec 2022 (Audited)
Total Adjusted Assets (IDR, billion)	788.4	807.8	647.6	603.2
Total Adjusted Debt (IDR, billion)	185.2	130.0	152.8	183.4
Total Adjusted Equity (IDR, billion)	363.9	358.5	325.1	286.7
Total Sales (IDR, billion)	126.5	486.2	679.1	692.7
EBIT (IDR, billion)	11.5	54.4	64.1	127.2
Net Income (IDR, billion)	5.4	33.7	38.7	91.0
EBIT Margin (%)	9.1	11.2	9.4	18.4
Return on Permanent Capital (%)	8.8	11.2	13.4	43.9
Adjusted Debt/Adjusted Equity (x)	0.5	0.4	0.5	0.1
EBITDA/Total Adjusted Debt (x)	0.4	0.6	0.5	0.8
EBITDA/IFCCI (x)	4.3	4.8	5.4	9.3
FFO/Total Adjusted Debt (%)	0.4	0.5	0.3	0.9
USD Exchange Rate (IDR/USD)	16,588	16,162	15,416	15,731

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