PEFINDO
CREDIT RATING AGENCY

Rating Summary

April 8, 2026

PT Medco Power Indonesia

Credit Ratings

General Obligation (GO)	$_{id}$A/Stable
Sukuk Wakalah II	$_{id}A_{(sy)}$
SR Sukuk Wakalah I	$_{id}A_{(sy)}$
SR Bond I	$_{id}$A

Rating Period

April 6, 2026 – April 1, 2027

Published Rating History

APRIL 2025	$_{id}$A/Stable
MAY 2024	$_{id}$A/Stable
MAY 2023	$_{id}$A/Stable
MAY 2022	$_{id}$A/Stable
MAR 2022	$_{id}$A/Stable

PEFINDO has affirmed its $_{id}$A ratings for PT Medco Power Indonesia (MEDP) and its Shelf-Registered Bond I 2025, as well as its $_{id}A_{(sy)}$ ratings for MEDP's Sukuk Wakalah II Year 2019 and its Shelf-Registered Sukuk Wakalah I Year 2022. Outlook for the corporate rating is stable. The corporate rating reflects our view on MEDP's position as a strategically important subsidiary of its controlling parent, PT Medco Energi Internasional Tbk (MEDC, $_{id}$AA-/Stable). The rating is also supported by MEDP's stable revenue stream, relatively consistent profit margins, and potential growth opportunities from domestic electricity demand. However, the rating remains constrained by execution and operational risks associated with its power projects, an aggressive capital structure, as well as weak cash flow protection metrics.

We may consider a rating upgrade if MEDP demonstrates a sustained improvement in its capital structure and cash flow protection measures. This could be supported by improved operational efficiency, additional revenue streams, deleveraging efforts, and higher cash flow generation. On the other hand, the rating may be lowered if MEDP incurs additional debt beyond projections. Continued divestment of strategic assets, which may weaken its cash flow generation capacity, could also negatively affect the rating. In addition, the rating may also be under pressure if we view that MEDP is no longer considered a strategically important subsidiary of MEDC, as reflected by the material divestment.

MEDP is an independent power producer (IPP) focusing on clean energy generation, primarily from gas, geothermal, and renewable sources, supplying electricity to the state-owned electricity company, PT Perusahaan Listrik Negara (Persero) (PPLN, $_{id}$AAA/Stable), especially in the western part of Indonesia. As of 2025, the Company has successfully increased its installed capacity, mainly driven by the expansion of the ELB project, and also the commencement of operations of the Ijen geothermal project and the Bali Timur solar PV project. As of the end of 2025, MEDP's shareholders comprised PT Medco Power Internasional (51.0%) and PT Medco Energi Internasional Tbk (49.0%).

Rating Definition

Debt security rated $_{id}$A indicates that the issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is strong. However, the issuer's capacity is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated issuers.

A syariah based financing instrument rated $_{id}A_{(sy)}$ indicates that the issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is strong. However, it is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated instruments.

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Financial Highlights

As of/for the year ended	Dec-2025 (Audited)	Dec-2024 (Audited)	Dec-2023 (Audited)	Dec-2022 (Audited)
Total adjusted assets [IDR bn]	20,329.4	18,393.7	15,901.1	15,492.5
Total adjusted debt [IDR bn]	9,904.7	9,019.6	7,410.6	6,936.9
Total adjusted equity [IDR bn]	6,948.0	6,626.9	6,524.8	6,703.3
Total sales [IDR bn]	2,932.0	3,271.3	4,321.6	1,740.1
EBITDA [IDR bn]	953.3	722.4	685.6	577.5
Net income after MI [IDR bn]	17.2	(262.9)	(167.0)	(160.8)
EBITDA margin [%]	32.5	22.1	15.9	33.2
Adjusted debt/EBITDA [X]	10.4	12.5	10.8	12.0
Adjusted debt/adjusted equity [X]	1.4	1.4	1.1	1.0
FFO/adjusted debt [%]	1.8	0.3	1.2	1.0
EBITDA/IFCCI [X]	1.2	1.1	1.2	1.3
USD exchange rate [USD/IDR]	16,782	16,162	15,416	15,731

FFO = EBITDA – IFCCI + Interest Income – Current Tax Expense
EBITDA = Operating Profit + Depreciation Expense + Amortization Expense
IFCCI = Gross Interest Expense + Other Financial Charges + Capitalized Interest; (FX Loss not included)
MI= Minority Interest

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.