

PT IMPACK PRATAMA INDUSTRI Tbk

Analysts: Martin Pandiangan / Ayuningtyas Nur Paramitasari

Phone/Fax/E-mail: (62-21) 72782380 / 72782370 / martin.pandiangan@pefindo.co.id / ayuningtyas.nur@pefindo.co.id

CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended				
		Jun-2019	Dec-2018	Dec-2017	Dec-2016	
		(Unaudited)	(Audited)	(Audited)	(Audited)	
Corporate Rating	idA-/Stable	Total Adjusted Assets [IDR Bn]	2,225.0	2,216.0	2,156.2	2,163.1
Rated Issues		Total Adjusted Debt [IDR Bn]	737.0	727.6	724.2	776.9
Bond I/2016-Seri A	idA-	Total Adjusted Equity [IDR Bn]	1,176.0	1,218.0	1,150.5	1,112.7
Rating Period		Total Sales [IDR Bn]	676.2	1,395.3	1,193.1	1,135.3
October 1, 2019 – December 2, 2019		EBITDA [IDR Bn]	116.7	216.4	212.9	266.9
Rating History		Net Income after MI [IDR Bn]	32.5	86.4	87.3	102.5
SEP 2019	idA-/Stable	EBITDA Margin [%]	17.3	15.5	17.8	23.5
SEP 2018	idA-/Negative	Adjusted Debt/EBITDA [X]	*3.2	3.4	3.4	2.9
SEP 2017	idA-/Stable	Adjusted Debt/Adjusted Equity [X]	0.6	0.6	0.6	0.7
SEP 2016	idA-/Stable	FFO/Adjusted Debt [%]	*17.8	718.2	18.3	23.3
		EBITDA/IFCCI [X]	3.3	3.0	2.8	5.9
		USD Exchange Rate [IDR/USD]	14,141	14,481	13,548	13,436

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 *Annualized
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.

PEFINDO affirms “idA-” rating for PT Impack Pratama Industri Tbk’s maturing Bond

PEFINDO has affirmed its “idA-” rating for PT Impack Pratama Industri Tbk’s (IMPC) maturing Bond I/2016 Seri A of IDR400 billion that will mature on December 2, 2019. The Company plans to refinance its maturing bond with bank facility of a maximum of IDR350 billion and the rest of it will be paid using internal cash. As of June 30, 2019, the Company had consolidated cash and cash equivalent of IDR214 billion.

Debt security rated idA has a strong capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, the obligor is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors.

The Minus (-) sign indicates that the rating is relatively weak within the respective rating category.

The corporate rating reflects IMPC's strong market position in the polycarbonate roofing products industry, its extensive distribution network, and favorable diversification profile. However, the rating is constrained by the Company's high dependency on the property sector, high real estate inventory, and exposure to raw material price and Rupiah depreciation.

Starting commercial operations in 1982, IMPC manufactures and distributes plastic building materials in Indonesia and abroad. It provides various roofing products: polycarbonate, vinyl, and fiber reinforced polyester products; aluminum composite panels; sealants; packaging products comprising corrugated plastic boards; PVC Compound, and polymer resins. It also distributes roofing sheets of plastic, adhesives, carpets, and toilet cubicle and is involved in the development of properties. Its property projects include office tower (Altira Office Tower) and office park (Altira Office Park) which are located in North Jakarta area. IMPC performed an initial public offering in December 2014. As of June 30, 2019, its shareholders were PT Harimas Tunggal Perkasa (44.2%), PT Tunggal Jaya Investama (45.6%), Hariyanto Tjiptodihardjo (1.7%), and others including public (8.5%).

DISCLAIMER

PT Pemeringkat Efek Indonesia (PEFINDO) does not guarantee the accuracy, completeness, timeliness or availability of the contents of this report or publication. PEFINDO cannot be held liable for its use, its partial use, or its lack of use, in combination with other products or used solely, nor can it be held responsible for the result of its use or lack of its use in any investment or other kind of financial decision making on which this report or publication is based. In no event shall PEFINDO be held liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses including but not limited to lost profits and opportunity costs in connection with any use of the contents of this report or publication. Credit analyses, including ratings, and statements in this report or publication are statements of opinion as of the date they are expressed and not statements of fact or recommendations to purchase, hold or sell any securities or to make any investment decision. The contents cannot be a substitute for the skill, judgment and experience of its users, its management employees and/or clients in making investment or other business decisions. PEFINDO also assumes no obligation to update the content following publication in any form. PEFINDO does not act as fiduciary or an investment advisor. While PEFINDO has obtained information from sources it believes to be reliable, PEFINDO does not perform an audit and does not undertake due diligence or independent verification of any information used as the basis of and presented in this report or publication. PEFINDO keeps the activities of its analytical units separate from its business units to preserve independence and objectivity of its analytical processes and products. As a result, certain units of PEFINDO may have information that is not available to other units. PEFINDO has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process. PEFINDO may receive compensation for its ratings and other analytical work, normally from issuers of securities. PEFINDO reserves the right to disseminate its opinions and analyses. PEFINDO's public ratings and analyses are made available on its website, <http://www.pefindo.com> (free of charge) and through other subscription-based services, and may be distributed through other means, including via PEFINDO publications and third party redistributors. Information in PEFINDO's website and its use fall under the restrictions and disclaimer stated above. Reproduction of the content of this report, in full or in part, is subject to written approval from PEFINDO.