



**PEFINDO CREDIT RATING INDONESIA**

# PRESS RELEASE

## February 19, 2013

### Pupuk Sriwidjaja Palembang's Rating Upgraded to idAA+

PEFINDO upgraded the corporate rating on PT Pupuk Sriwidjaja Palembang (PPSR or the Company) to "idAA+" from "idAA". The outlook for the rating is "Stable". The rating upgrade is triggered by the implementation of PEFINDO's Government Related Entity Rating Methodology, which considers PPSR as a strategically-important company for the Government of Indonesia. In addition to PPSR's strategic importance to the Government, the rating also reflects PPSR's strong position in the fertilizer industry, and strong liquidity position. However, the rating is constrained by the Company's moderate capital structure, and high gas consumption ratio of urea plants.

The Company is one of state-owned urea fertilizer producers and a member of Pupuk Indonesia Holding Company with production facilities located in Palembang, South Sumatera. The annual production capacities are 2.3 million tons of urea and 1.3 million tons of ammonia. On January 1, 2011, the Company received a large portion of assets (spin off) from PT Pupuk Sriwidjaja (Persero), which has now been renamed Pupuk Indonesia Holding Company.

Rating Period: January 22, 2013 – January 1, 2014  
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