PEFINDO
CREDIT RATING AGENCY

Rating Summary

January 5, 2024

PT Sumber Global Energy Tbk

Credit Rating(s)

General Obligation (GO) idA-/Stable

Rating Period

September 12, 2023 – September 1, 2024

Published Rating History

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PT Sumber Global Energy Tbk (SGER) rated idA- with stable outlook.

The rating reflects SGER's conservative financial policy as well as its conservative capital structure and strong cash flow protection. The rating is constrained by limited product diversity and moderate financial flexibility.

The rating may be raised if SGER strengthens its business profile by diversifying its products to reduce its exposure to coal while maintaining its stable profit margins, which will positively impact its financial profile and its financial flexibility. On the other hand, the rating may be lowered if the Company's revenue or EBITDA falls significantly below from the targets or if it incurs more debt than projected to finance its new projects, which may aggravate its financial profile.

Established in 2008, SGER engages in commodity trading, particularly coal and nickel. It operates in both local and regional markets, such as Vietnam, Singapore, China, and India. The Company also taps into European market through its subsidiary based in Dubai, Hineni Seven Resources DMCC. As of June 30, 2023, its shareholders were PT Sumbermas Inti Energi (50.1%), Vivi Ramalyati Hutama (11.1%), Welly Thomas (8.6%), and public (30.2%).

Rating Definition

An obligor rated idA has a strong capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, it 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 its category.

Financial Highlights

As of/for the year ended	Jun-2023 (Unaudited)	Dec-2022 (Audited)	Dec-2021 (Audited)	Dec-2020 (Audited)
Total adjusted assets [IDR bn]	4,330.6	3,359.1	1,225.7	674.8
Total adjusted debt [IDR bn]	205.3	313.3	167.9	163.1
Total adjusted equity [IDR bn]	1,651.2	1,000.8	422.8	224.5
Total sales [IDR bn]	6,038.9	10,448.9	3,924.5	2,035.1
EBITDA [IDR bn]	811.6	660.9	321.7	79.6
Net income after MI [IDR bn]	601.7	609.2	199.9	31.2
EBITDA margin [%]	13.4	6.3	8.2	3.9
Adjusted debt/EBITDA [X]	*0.1	0.5	0.5	2.0
Adjusted debt/adjusted equity [X]	0.1	0.3	0.4	0.7
FFO/adjusted debt [%]	*624.7	149.7	138.3	29.7
EBITDA/IFCCI [X]	58.4	19.9	15.4	4.2
USD exchange rate [IDR/USD]	14,987	15,731	14,269	14,105

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.

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