

PT Elnusa Tbk

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Dec-2018 (Unaudited)	Dec-2017 (Audited)	Dec-2016 (Audited)	Dec-2015 (Audited)
Corporate Rating	<i>idAA-/Stable</i>					
Rated Issues	-	Total Adjusted Assets [IDR Bn]	5,633.5	4,841.3	4,169.3	4,387.2
		Total Adjusted Debt [IDR Bn]	794.0	698.3	549.8	739.7
		Total Adjusted Equity [IDR Bn]	3,283.2	3,037.8	2,856.0	2,614.8
		Total Sales [IDR Bn]	6,626.4	4,979.0	3,620.6	3,775.3
Rating Period		EBITDA [IDR Bn]	761.9	664.8	723.6	735.8
<i>February 19, 2019 – December 1, 2019</i>		Net Income after MI [IDR Bn]	275.2	247.1	310.9	375.4
		EBITDA Margin [%]	11.5	13.4	20.0	19.5
Rating History		Adjusted Debt/EBITDA [X]	1.0	1.1	0.8	1.0
<i>FEB 2017</i>	<i>idA+/Stable</i>	Adjusted Debt/Adjusted Equity [X]	0.2	0.2	0.2	0.3
<i>JAN 2016</i>	<i>idA+/Stable</i>	FFO/Adjusted Debt [%]	94.0	81.3	113.3	85.9
<i>AUG 2010</i>	<i>idA/Stable</i>	EBITDA/IFCCI [X]	22.3	33.5	29.8	20.3
<i>OCT 2007</i>	<i>idA-/Stable</i>	USD Exchange Rate [IDR/USD]	14,481	13,548	13,436	13,795
<i>JUL 2006</i>	<i>idA-/Stable</i>					

*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.*

PEFINDO assigns "idAA-" rating to PT Elnusa Tbk

PEFINDO has assigned its "idAA-" rating to PT Elnusa Tbk (ELSA). The outlook for the corporate rating is "stable".

An obligor rated idAA differs from the highest rated obligors only to a small degree, and has a very strong capacity to meet its long-term financial commitments relative to that of other Indonesian obligors.

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

The rating reflects ELSA's strong support from PT Pertamina (Persero), strong presence and diversification in oil and gas support services business, and strong cash flow protection measures and liquidity. The rating is constrained by the volatility of the oil and gas sector and the Company's exposure to investment risk.

The rating may be raised if ELSA significantly strengthens its business position, validated by significant growth in revenue and earnings, benefiting from the transfer of the Mahakam Block and other blocks to PT Pertamina (Persero), while maintaining its conservative capital structure and strong cash flow protection measures on a sustained basis. The rating will be lowered if the Company incurs higher debt than projected to finance its business expansion plans, and if oil and gas prices drop significantly, adversely affecting its revenue and cash flow, which would weaken its financial measures. The rating could also be under pressure if we view there is a decline in the support from and ownership by its Parent to the Company.

Established in January 1969, ELSA is engaged in integrated upstream oil and gas services, upstream oil and gas support services, and logistics and distribution services related to the downstream oil and gas sector. At the end of 2018, PT Pertamina (Persero) – the state-owned and biggest oil and gas company – was the major shareholder of ELSA with a 41.1% stake. The remaining shares were owned by Pertamina Pension Fund (14.9%) and others (44.0%, including the public with ownership stakes below 5% each).

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