

PT Chandra Asri Petrochemical Tbk

Credit Rating(s)

General Obligation (GO) idAA-/Stable
SR Bond I Phase I/2017 Seri B idAA-

Rating Period

October 10, 2022 – December 12, 2022

Published Rating History

MAY 2022 idAA-/Stable
JUN 2021 idAA-/Stable
JUN 2020 idAA-/Negative
OCT 2019 idAA-/Stable

Rating Definition

A debt security rated idAA differs from the highest rated debt only to a small degree. The obligor's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian obligors, is very strong. The Minus (-) sign indicates that the rating is relatively weak within the respective rating category.

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PEFINDO has affirmed its idAA- rating for PT Chandra Asri Petrochemical Tbk (TPIA)'s Shelf Registered Bond I Phase I Year 2017 Serie B maturing on December 12, 2022 of IDR120.25 billion. TPIA plans to fully repay its maturing bonds with internal cash. As of March 31, 2022, it had cash and cash equivalent of USD1.3 billion and time deposits of USD442 million. In addition, TPIA has raised IDR2 trillion funds from the issuance of Shelf Registered Bond IV Phase I Year 2022 in August 2022.

TPIA is an integrated petrochemical producer, providing olefins, polyolefin, styrene monomer, butadiene, methyl-tertiary-butyl-ether (MTBE), and butene-1. It owns the only naphtha cracker, styrene monomer, butadiene, MTBE, and butene-1 plants in the country. Its production facilities include a naphtha cracker with a total production capacity of 2,138 kilo tons per annum (KTA), a polyethylene plant with 736 KTA capacity, a styrene monomer plant with 340 KTA capacity, a polypropylene plant with 590 KTA capacity, a butadiene plant with 137 KTA capacity, a MTBE plant with 128 KTA capacity, and a butene-1 plant with 43 KTA capacity. As of March 31, 2022, it was owned by PT Barito Pacific Tbk (34.6%), SCG Chemicals Co Ltd (30.6%), PT Top Investment Indonesia (15.0%), Prajogo Pangestu (7.8%), Marigold Resources Pte Ltd (3.9%), and the public (8.1%).

Financial Highlights

As of/for the year ended	Mar-2022	Dec-2021	Dec-2020	Dec-2019
Consolidated Figure	(Unaudited)	(Audited)	(Audited)	(Audited)
Total adjusted assets [USD mn]	4,968.4	4,993.1	3,593.7	3,451.2
Total adjusted debt [USD mn]	1,510.8	1,076.4	844.3	787.9
Total adjusted equity [USD mn]	2,915.9	2,927.7	1,811.4	1,761.0
Total sales [USD mn]	677.7	2,580.4	1,806.4	1,881.0
EBITDA [USD mn]	21.9	353.0	183.1	174.2
Net income after MI [USD mn]	(11.2)	152.1	51.4	22.9
EBITDA margin [%]	3.2	13.7	10.1	9.3
Adjusted debt/EBITDA [X]	*17.2	3.0	4.6	4.5
Adjusted debt/adjusted equity [X]	0.5	0.4	0.5	0.4
FFO/adjusted debt [%]	*1.4	22.7	14.0	13.3
EBITDA/IFCCI [X]	1.3	5.4	2.8	3.1
USD exchange rate [IDR/USD]	14,349	14,269	14,105	13,901

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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