

## PT Perkebunan Nusantara X

### Credit Rating(s)

General Obligation (GO) idBBB/Stable  
MTN/2018 idBBB

### Rating Period

December 11, 2023 – February 1, 2024

### Published Rating History

FEB 2023	idBBB/Stable
OCT 2022	idBBB/Stable
FEB 2022	idBBB/Stable
JUL 2021	idBBB/Stable
FEB 2021	idBBB+/Negative

PEFINDO views that the establishment of two sub-holding companies under PT Perkebunan Nusantara III (Persero) or PTPN has no immediate impact to the rating of PT Perkebunan Nusantara X (PPNX). On December 1, 2023, PTPN has announced the merger of its 13 subsidiaries into two sub-holding companies, namely Palmco with PT Perkebunan Nusantara IV as the surviving entity for plantation sub-holding company and Supportingco with PT Perkebunan Nusantara I as the surviving entity for managing the plantation assets other than those at Palmco. PPNX is merged into Supportingco including its outstanding MTN II/2018. As to date, PEFINDO is still gathering more information to further assess the credit profile of these two sub-holding companies. PPNX and its outstanding MTN are rated idBBB, while the outlook for the corporate rating is stable.

Located in East Java, PPNX is engaged in the short-lived crops industries (sugarcane, edamame, and tobacco) and producing downstream products through a bioethanol plant. It processes its by-product, molasses, as a feedstock to its bioethanol plant. As of September 30, 2023, it was 90.0% owned by PT Perkebunan Nusantara III (Persero) (PTPN Group) and 10.0% by the Indonesian government.

### Rating Definition

Debt security rated idBBB denotes adequate protection parameters relative to other Indonesian debt securities. However, adverse economic conditions or changing circumstances are more likely to weaken the issuer's capacity to meet its long-term financial commitments on the debt security.

### Financial Highlights

As of/for the year ended	Sep-2023	Dec-2022	Dec-2021	Dec-2020
Consolidated Figure	(Unaudited)	(Audited)	(Audited)	(Audited)
Total adjusted assets [IDR bn]	13,943.6	13,899.6	14,854.3	12,445.8
Total adjusted debt [IDR bn]	790.8	1,099.2	1,893.9	1,781.7
Total adjusted equity [IDR bn]	11,602.6	11,586.2	11,545.4	9,069.1
Total sales [IDR bn]	667.3	4,064.9	2,177.9	2,487.9
EBITDA [IDR bn]	1.0	266.6	168.2	267.2
Net income after MI [IDR bn]	16.1	6.4	52.8	45.4
EBITDA margin [%]	0.1	6.6	7.7	10.7
Adjusted debt/EBITDA [X]	*620.1	4.1	11.3	6.7
Adjusted debt/adjusted equity [X]	0.1	0.1	0.2	0.2
FFO/adjusted debt [%]	*4.8	13.7	2.0	6.8
EBITDA/IFCCI [X]	0.0	1.9	1.1	1.4
USD exchange rate [IDR/USD]	15,526	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.

### Contact Analysts:

[isabela.fitriana@pefindo.co.id](mailto:isabela.fitriana@pefindo.co.id)

[niken.indriarsih@pefindo.co.id](mailto:niken.indriarsih@pefindo.co.id)

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