

PT Wijaya Karya (Persero) Tbk

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Mar-2021	Dec-2020	Dec-2019	Dec-2018
			(Unaudited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idA/Stable</i>	Total Adjusted Assets [IDR Bn]	61,722.0	67,900.5	61,696.0	59,051.5
Rated Issues		Total Adjusted Debt [IDR Bn]	23,280.7	26,576.3	15,378.7	13,887.7
<i>Shelf registered Bond I/2020</i>	<i>idA/Stable</i>	Total Adjusted Equity [IDR Bn]	16,356.3	16,149.9	18,502.1	16,738.0
<i>Sukuk Mudhrabah I/2020</i>	<i>idA/Stable</i>	Total Sales [IDR Bn]	4,137.7	17,008.6	28,152.0	31,691.2
Rating Period		EBITDA [IDR Bn]	461.0	1,617.1	4,008.8	3,643.7
<i>June 10, 2021 – June 1, 2022</i>		Net Income after MI [IDR Bn]	78.9	185.8	2,285.0	1,730.3
Rating History		EBITDA Margin [%]	11.1	9.5	14.2	11.5
<i>SEP 2020</i>	<i>idA/Stable</i>	Adjusted Debt/EBITDA [X]	*12.6	16.4	3.8	3.8
<i>2012-2016</i>	<i>idA+/Stable</i>	Adjusted Debt/Adjusted Equity [X]	1.4	1.6	0.8	0.8
<i>APR 2010</i>	<i>idA/Stable</i>	FFO/Adjusted Debt [%]	*1.4	0.5	16.1	14.8
<i>APR 2008</i>	<i>idA/Stable</i>	EBITDA/IFCCI [X]	1.4	1.3	4.4	3.7
<i>APR 2007</i>	<i>idA-/Stable</i>	USD exchange rate [IDR/USD]	14,572	14,105	13,901	14,481
<i>2004-2006</i>	<i>idBBB+/Stable</i>					
<i>OCT 2003</i>	<i>idBBB/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
 *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.

PT Wijaya Karya (Persero) Tbk rated "idA" with stable outlook

PEFINDO has affirmed ratings for PT Wijaya Karya (Persero) Tbk (WIKA) and shelf registered bond I/2020 at "idA". PEFINDO has also affirmed its "idA_(sy)" rating to WIKA's Sukuk Mudharabah I Year 2020. The outlook for the corporate rating is "stable".

An obligor rated idA has a strong capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, the obligor is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than higher-rated obligors.

Suffix (sy) indicates the rating mandates Islamic principles compliant.

The corporate rating reflects WIKA's strong market position in the national construction industry, diversified revenue sources, and strong financial flexibility. The rating is constrained by the Company's high financial leverage in the near to medium term, risks from expansion into new businesses, and the inherently volatile business environment.

The rating may be raised if WIKA significantly improve its financial leverage and debt service coverage on sustained basis while demonstrating more steady cash flow generation supported by a more diversified business. The rating may be lowered if it incurs significantly higher debt than projected without a corresponding increase in EBITDA on a sustained basis.

Established in 1961, WIKA is one of the largest state-owned enterprises (SOE) in the construction sector in Indonesia. It is expanding its business into property, realty, investment, energy, precast and construction engineering. As an SOE, WIKA has high participation in strategic government projects, such as a high-speed railway project. As of March 31, 2021, its shareholders were the Indonesian government (65.05%) and the public (34.95%).

DISCLAIMER

The rating contained in this report or publication is the opinion of PT Pemeringkat Efek Indonesia (PEFINDO) given based on the rating result on the date the rating was made. The rating is a forward-looking opinion regarding the rated party's capability to meet its financial obligations fully and on time, based on assumptions made at the time of rating. The rating is not a recommendation for investors to make investment decisions (whether the decision is to buy, sell, or hold any debt securities based on or related to the rating or other investment decisions) and/or an opinion on the fairness value of debt securities and/or the value of the entity assigned a rating by PEFINDO. All the data and information needed in the rating process are obtained from the party requesting the rating, which are considered reliable in conveying the accuracy and correctness of the data and information, as well as from other sources deemed reliable. PEFINDO does not conduct audits, due diligence, or independent verifications of every information and data received and used as basis in the rating process. PEFINDO does not take any responsibility for the truth, completeness, timeliness, and accuracy of the information and data referred to. The accuracy and correctness of the information and data are fully the responsibility of the parties providing them. PEFINDO and every of its member of the Board of Directors, Commissioners, Shareholders and Employees are not responsible to any party for losses, costs and expenses suffered or that arise as a result of the use of the contents and/or information in this rating report or publication, either directly or indirectly. PEFINDO generally receives fees for its rating services from parties who request the ratings, and PEFINDO discloses its rating fees prior to the rating assignment. PEFINDO has a commitment in the form of policies and procedures to maintain objectivity, integrity, and independence in the rating process. PEFINDO also has a "Code of Conduct" to avoid conflicts of interest in the rating process. Ratings may change in the future due to events that were not anticipated at the time they were first assigned. PEFINDO has the right to withdraw ratings if the data and information received are determined to be inadequate and/or the rated company does not fulfill its obligations to PEFINDO. For ratings that received approval for publication from the rated party, PEFINDO has the right to publish the ratings and analysis in its reports or publication, and publish the results of the review of the published ratings, both periodically and specifically in case there are material facts or important events that could affect the previous ratings. Reproduction of the contents of this publication, in full or in part, requires written approval from PEFINDO. PEFINDO is not responsible for publications by other parties of contents related to the ratings given by PEFINDO.