

PT Pelabuhan Indonesia I (Persero)'s Corporate rating is “_{id}AA”

PEFINDO has assigned its “_{id}AA” rating for PT Pelabuhan Indonesia I (Persero), hereinafter referred to as PND1 or the Company. The outlook for the corporate rating is “**stable**”. The rating reflects the strong potential of government support to PND1 due to the strategic importance of seaports, its strong market position in the Sumatera region, and stable profitability margins resulting in strong cash flow protection measures. The rating, however, is constrained by its expected moderate financial leverage level in the near to medium term and the nature of the seaport industry, which is highly dependent on economic and regulatory conditions.

The Company is a government-owned port operator, providing seaport service facilities through 16 commercial ports which includes two container terminals across 4 provinces throughout central to northern Sumatera, as of June 30, 2014. Its flagship terminals are Belawan International Container Terminal (BICT) and the port of Belawan, located in North Sumatera near the city of Medan. The port is regarded as the country's busiest port outside Java. Container related services accounted for nearly half of the Company's 1H2014 operating revenue, while general cargo represented approximately 25% of sales.

Rating Period: December 3, 2014 – December 1, 2015
Contact Analyst: Yogie Perdana & Martin Pandiangan
yogie.perdana@pefindo.co.id & Martin.Pandiangan@pefindo.co.id

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