

## PT Sarana Multi Infrastruktur (Persero)

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<b>CREDIT PROFILE</b>		<b>FINANCIAL HIGHLIGHTS</b>				
		<b>As of/for the year ended</b>	<b>Dec-2020</b>	<b>Dec-2019</b>	<b>Dec-2018</b>	<b>Dec-2017</b>
			<i>(Audited)</i>	<i>(Audited)</i>	<i>(Audited)</i>	<i>(Audited)</i>
<b>Corporate Rating</b>	<i>idAAA/Stable</i>	Total assets [IDR Billion]	100,740.2	75,818.6	62,493.2	55,385.9
<b>Rated Issues</b>		Gross receivables [IDR Billion]	66,749.8	58,429.0	46,455.7	33,939.4
<i>Bonds I/2014</i>	<i>idAAA</i>	Total earning assets [IDR Billion]	88,060.2	74,689.0	61,225.4	54,361.4
<i>Shelf Registered Bonds I/2016</i>	<i>idAAA</i>	Total equity [IDR Billion]	37,523.4	36,854.2	35,575.9	34,321.2
<i>Shelf Registered Green Bonds I/2018</i>	<i>idAAA</i>	Net interest revenue [IDR Billion]	2,777.4	2,918.8	2,410.2	2,250.9
<i>Shelf Registered Sukuk I/2018</i>	<i>idAAA(sy)</i>	Net income [IDR Billion]	1,906.7	1,703.6	1,531.1	1,262.0
<i>Shelf Registered Bonds II/2019</i>	<i>idAAA</i>	Cost to income [%]	14.9	15.3	16.1	15.3
<i>Shelf Registered Green Bonds I/2018 Phase I Series A</i>	<i>idAAA</i>	Operating profit margin [%]	44.1	43.0	50.6	53.3%
<i>Shelf Registered Sukuk I/2018 Phase I Series A</i>	<i>idAAA(sy)</i>	ROAA (including off-balance) [%]	2.2	2.5	2.6	2.5%
<i>Shelf Registered Bonds II/2020 Phase IV Series A</i>	<i>idAAA</i>	NPR-Balance / gross receivables [%]	0.6	1.2	1.5	1.5%
		Reserves / gross receivables [%]	2.7	2.1	1.8	1.8%
		Equity / gross receivables [%]	56.2	63.1	76.6	101.1%
		Total debt / equity [x]	1.7	1.0	0.7	0.6
		Exchange Rate [IDR/USD]	14,105	13,901	14,481	13,548

*ROAA = return on average assets (including off-balance sheet); NPR = non-performing receivables (overdue > 30 days). 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*

**Rating Period**  
 April 8, 2021 – April 1, 2022  
 April 8, 2021 – July 6, 2021 for Shelf Registered Green Bonds I/2018 Phase I Series A and Shelf Registered Sukuk I/2018 Phase I Series A  
 April 8, 2021 – July 31, 2021 for Shelf Registered Bonds II/2020 Phase IV Series A

**Rating History**  
 APR 2020 *idAAA/Stable*  
 APR 2019 *idAAA/Stable*  
 APR 2018 *idAAA/Stable*

### PT Sarana Multi Infrastruktur (Persero) rated "idAAA", outlook stable

PEFINDO has affirmed its "idAAA" ratings for PT Sarana Multi Infrastruktur (Persero) (SMI) and its outstanding bonds, and affirmed its "idAAA(sy)" rating for the Company's outstanding Shelf Registered Sukuk Mudharabah I/2018. The outlook for the corporate rating is "stable". The Company's readiness to repay its maturing bonds and sukuk in July 2021 are supported by its cash and cash equivalents of IDR15.0 trillion as of the end of December 2020 (FY2020), and financing receivable collections of IDR1.2 trillion per month.

An obligor rated "idAAA" has the highest rating assigned by PEFINDO. The obligor's capacity to meet its long-term financial commitment, relative to that of other Indonesian obligors, is superior. The suffix (sy) means the rating mandates compliance with Islamic principles.

The rating for the green bonds only reflects SMI's capacity to meet its long-term financial commitments on the debt security, and does not reflect the green certification of the debt security. If the green certification is downgraded, which may trigger the acceleration of the principal payment and/or a step up on the coupon rate of the debt security, PEFINDO will conduct a special review of the rating assigned to SMI and its outstanding debt security.

The corporate rating reflects SMI's status as a critical government-related entity, the high potential demand for infrastructure financing, a very strong capitalization profile, and strong liquidity and financial flexibility indicators. The rating is constrained by its concentrated financing profile and limited number of viable infrastructure projects.

The rating could be lowered if there is a material reduction in support from the government, which may result from a significant deterioration in SMI's business and asset quality profiles.

We expect COVID-19 to have a minimal impact on SMI's credit profile, supported by its strong asset quality with financing portfolio dominated by entities with low risk profile such as large state-owned enterprises, large private institutions and municipalities. We are also of the view that its strong underwriting policy and tight monitoring activities should mitigate potential credit risk arising from its debtors amid the pandemic. As of December 31, 2020 SMI recorded low non-performing receivables (NPR, 30 days overdue) at 0.6%, while the portion of its financing receivables entitled for relaxation due to the pandemic was also relatively manageable. PEFINDO will continue to closely monitor these conditions to assess how the impact of COVID-19 is developing, and should there be material alterations we will conduct the necessary rating actions.

SMI is a state-owned entity established to serve as a catalyst in the acceleration of infrastructure development in Indonesia, by providing an alternative source of funds for project financing and promoting public-private partnerships (PPP). It is wholly owned by the government.

**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.*