

PT Bukit Asam Tbk

Credit Rating(s)

General Obligation (GO) idAA/Stable

Rating Period

September 20, 2024 – September 1, 2025

Published Rating History

OCT 2023 idAA/Stable

PT Bukit Asam Tbk (PTBA) rated idAA with stable outlook.

The rating is mainly driven by the very strong likelihood of support from its parent, PT Mineral Industri Indonesia (MIND ID). PTBA's standalone credit profile reflects a strong business position and very strong financial profile but is constrained by its concentrated business and its exposure to fluctuating commodity prices.

We may raise the rating if PTBA's role to MIND ID strengthens substantially reflected by its significantly higher contribution to the Group in terms of revenue and profitability indicators. The rating may be lowered if we view there is a strong indication of weakening support from MIND ID, which can be triggered by PTBA's declining contribution to the Group, or if there is no evidence of group support when PTBA is in financial distress.

PTBA is coal mining company in Indonesia, which focuses on supporting national energy resiliency. Its main mining operations are in Tanjung Enim, South Sumatra. As of June 30, 2024, its A class share was owned by the Indonesian government, and its B class shares by PT Mineral Industri Indonesia (Persero) (MIND ID) (65.9%), others (including public, 33.8%), and the treasury shares (0.3%).

Rating Definition

An obligor rated idAA differs from the highest-rated obligors only to a small degree, and has a very strong capacity to meet its long-term financial commitments relative to that of other Indonesian obligors.

Financial Highlights

As of/for the year ended	Jun-2024 (Unaudited)	Dec-2023 (Audited)	Dec-2022 (Audited)	Dec-2021 (Audited)
Total adjusted assets [IDR bn]	38,290.8	38,663.1	45,257.1	36,021.6
Total adjusted debt [IDR bn]	3,567.3	1,301.7	1,362.2	1,047.3
Total adjusted equity [IDR bn]	19,422.8	21,461.1	28,814.0	24,151.6
Total sales [IDR bn]	19,642.8	38,488.9	42,648.6	29,261.5
EBITDA [IDR bn]	2,937.5	8,393.6	16,155.4	11,132.6
Net income after MI [IDR bn]	2,032.8	6,105.9	12,567.6	7,909.1
EBITDA margin [%]	15.0	21.8	37.9	38.0
Adjusted debt/EBITDA [X]	*0.6	0.2	0.1	0.1
Adjusted debt/adjusted equity [X]	0.2	0.1	0.0	0.0
FFO/adjusted debt [%]	*126.1	524.3	950.5	847.3
EBITDA/IFCCI [X]	25.7	41.1	80.7	70.3
USD exchange rate [IDR/USD]	15,873	15,439	15,592	14,278

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:

fahrinaldi.akbar@pefindo.co.id

martin.pandiangan@pefindo.co.id

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.