PEFINDO
CREDIT RATING AGENCY

Rating Summary

November 25, 2024

PT Petrosea Tbk

Credit Rating(s)

General Obligation (GO)	idA+/Stable
SR Bond I	idA+
SR Sukuk Ijarah I	idA+(sy)

Rating Period

September 11, 2024 – September 1, 2025

Published Rating History

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PEFINDO has assigned its idA+ rating for PT Petrosea Tbk's Shelf-Registered Bond I of a maximum of IDR2 trillion and idA+(sy) rating for PT Petrosea Tbk's Shelf Registered Sukuk Ijarah I of a maximum IDR1 trillion. The rating reflects Petrosea's strong business position, integrated service, and strong financial profile. The rating is constrained by tight competition in the industry, as well as exposure to the fluctuating commodity prices and environmental risk.

The rating may be raised if Petrosea is successfully strengthening its business position by substantially diversifying its business segment to non-mining and non-coal related revenues, as well as managing backlogs of long-term contracts with strong counterparties while maintaining a low financial leverage on a sustained basis. The rating may be lowered if Petrosea's revenue or EBITDA falls significantly short of the targets or if the Company incurs more debt than projected without being compensated by higher EBITDA, which will aggravate its financial profile. Significantly lower sales volume from its key customers may also trigger a rating downgrade.

Petrosea provides mining contract services, construction and engineering, as well as logistic and support services to the mining, oil and gas, and infrastructure industry. The share ownership structure per June 30, 2024, were PT Kreasi Jaya Persada (KJP, 41.52%), PT Caraka Reksa Optima (CARA, 18.29%), PT Sentosa Bersama Mitra (18.85%), Kartika Hendrawan (0.01%), Michael (0.01%), and public (21.33%). KJP is owned by the Barito Group, with Prajogo Pangestu as the ultimate beneficial owner.

Rating Definition

Debt security rated idA indicates that the issuer's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian issuers, is strong. However, the issuer's capacity is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated issuers. The plus (+) sign indicates that the rating is relatively strong within its category.

A syariah based financing instrument rated idA(sy) indicates that the issuer's capacity to meet its long-term financial commitments under the syariah financing contract, relative to other Indonesian issuers, is strong. However, it is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated instruments. The plus (+) sign indicates that the rating is relatively strong within its category.

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Financial Highlights

As of/for the year ended	Jun-2024 (Audited)	Dec-2023 (Audited)	Dec-2022 (Audited)	Dec-2021 (Audited)
Total adjusted assets [USD mn]	611.7	597.2	568.2	503.8
Total adjusted debt [USD mn]	249.4	250.7	115.7	135.8
Total adjusted equity [USD mn]	117.7	104.9	269.7	231.3
Total revenue [USD mn]	318.0	577.6	476.3	415.7
EBITDA [USD mn]	47.1	107.4	125.4	114.6
Net income after MI [USD mn]	1.3	12.2	40.9	33.7
EBITDA margin [%]	14.8	18.6	26.3	27.6
Adjusted debt/EBITDA [X]*	*2.6	2.3	0.9	1.2
Adjusted debt/adjusted equity [X]	2.1	2.4	0.4	0.6
FFO/adjusted debt [%]*	*23.3	31.7	92.2	70.8
EBITDA/IFCCI [X]	3.5	5.4	16.9	20.6
USD exchange rate [USD/IDR]	16,421	15,416	15,731	14,369

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.

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.