

PT Wijaya Karya (Persero) Tbk

Credit Ratings

SR Bond I	^{id} CCC
SR Sukuk Mudharabah I	^{id} CCC _(sy)

Rating Period

January 22, 2023 – March 3, 2024

Published Rating History

JAN 2024	^{id} SD
DEC 2023	^{id} CCC/CW Negative
JUL 2023	^{id} BBB/Negative
MAY 2023	^{id} BBB/Negative
JUL 2022	^{id} A/Stable

PT Wijaya Karya (Persero) Tbk (WIKA)'s Shelf-Registered Bond I/2021 Phase II Serie A of IDR495 billion and Shelf-Registered Sukuk Mudharabah I/2021 Phase II Serie A of IDR134.3 billion will mature on March 3, 2024. The Company is currently in the process to obtain the approval from its bondholders to extend the debt instruments' maturity date which is expected to be finalized in the near term. The rating of WIKA is at ^{id}SD, while its maturing bond and Sukuk are rated ^{id}CCC and ^{id}CCC_(sy), respectively, latest assigned on January 9, 2024.

Established in 1961, WIKA is one of the state-owned enterprises (SOE) in the construction sector. It covers investments, realty & property, infrastructure & building, energy & industrial plant, and industry segments. As of September 30, 2023, its shareholders were the Indonesian government (65.05%) and the public (34.95%).

Rating Definition

An obligor rated ^{id}SD (Selective Default) has failed to pay one or more of its financial obligations, rated or unrated, when they came due, but still makes timely payments on its other obligations.

Debt security rated ^{id}CCC is currently vulnerable to non-payment and is dependent upon favorable business and financial conditions for the issuer to meet its long-term financial commitments on the debt security.

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

Financial Highlights

As of/for the year ended	Sep-2023	Dec-2022	Dec-2021	Dec-2020
Consolidated Figure	(Audited)	(Audited)	(Audited)	(Audited)
Total adjusted assets [IDR bn]	63,761.6	73,031.5	69,135.6	67,887.2
Total adjusted debt [IDR bn]	33,705.9	33,402.8	28,435.6	26,576.3
Total adjusted equity [IDR bn]	8,082.1	15,455.1	17,184.8	16,136.7
Total sales [IDR bn]	14,999.5	21,787.5	18,482.1	17,008.6
EBITDA [IDR bn]	810.1	2,303.8	1,914.4	1,619.9
Net income after MI [IDR bn]	(5,844.8)	(59.6)	117.7	185.8
EBITDA margin [%]	5.4	10.6	10.4	9.5
Adjusted debt/EBITDA [X]	*31.2	14.5	14.9	16.4
Adjusted debt/adjusted equity [X]	4.2	2.2	1.7	1.6
FFO/adjusted debt [%]	*(7.4)	1.5	1.6	0.5
EBITDA/IFCCI [X]	0.3	1.7	1.7	1.3
USD exchange rate [IDR/USD]	15,526	15,731	14,269	14,105

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.

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