

PT Sinar Mas Multiartha Tbk (SMMA)

Corporate rating *ir*AA/Stable

Rated Issues

Obligasi Berkelanjutan II Sinar Mas Multiartha Tahun 2021
Obligasi Berkelanjutan Sinar Mas Multiartha I 2020

*ir*AA

*ir*AA

“Debt securities with *ir*AA rating has a very high level of certainty to honor the financial obligations. There is, however, a slight difference in the rating scale with the highest qualification level of debt securities.”

Rating Period

July 5, 2023 – July 1, 2024

Rating History

June, 2022 *ir*AA
June, 2021 *ir*AA
May, 2020 *ir*AA

Kredit Rating Indonesia has affirmed ‘*ir*AA’ rating to Obligasi Berkelanjutan II Sinar Mas Multiartha Tahun 2021 and Obligasi Berkelanjutan Sinar Mas Multiartha I 2020.

Kredit Rating Indonesia (KRI) has affirmed a Company Rating of ‘*ir*AA’ for PT Sinar Mas Multiartha Tbk (SMMA or the Company) with a ‘Stable’ outlook. At the same time, KRI has affirmed ‘*ir*AA’ rating to Obligasi Berkelanjutan II Sinar Mas Multiartha Tahun 2021 totaling IDR5 tn. KRI also has affirmed ‘*ir*AA’ rating to Obligasi Berkelanjutan Sinar Mas Multiartha I 2020 totaling IDR1 tn. The rating reflects credit quality of SMMA’s major subsidiaries.

SMMA is a listed holding company that is part of Sinar Mas group with subsidiaries mainly engaged in financial services. Through its subsidiaries, the Company provides banking, leasing, factoring, consumer financing, automotive, truck, and heavy equipment financing, insurance, and capital market services.

As of December 2022, SMMA’s shares were owned by Bank of Singapore S/A PT Sinar Mas Cakrawala (51.1%), PT Sinar Mas Cakrawala (0.2%), public (48.7%). The Company recorded IDR33.2 Tn of revenue and IDR114.4 Tn of asset as of December 2022. Major contributors of the revenue are insurance (IDR23.3 Tn) and interest revenue (IDR5.6 Tn) while the main contributors of asset are short term Investment (IDR66.7 Tn), loans (IDR12.7 Tn), and financing receivables (IDR5.7 Tn).

KRI evaluates SMMA’s bond ratings based on the credit quality of its three major subsidiaries, which are PT Asuransi Sinar Mas (ASM - *ir*AAA), PT Bank Sinarmas Tbk (BSIM - *ir*A+) and PT Sinar Mas Multifinance (SMMF - *ir*A+). The credit profile of Asuransi Sinar Mas is the main anchor of SMMA’s credit rating as ASM is the largest subsidiary of SMMA in terms of asset and revenue. ASM’s contribution to SMMA revenue was 72.8% in 2022.

SMMA Financial Results Highlights (consolidated)

For the year ended	Dec 2022 (Audited)	Dec 2021 (Audited)	Dec 2020 (Audited)	Dec 2019 (Audited)	Dec 2018 (Audited)
Total Assets (IDR, Bn)	114,406.8	117,510.0	107,913.1	99,715.6	100,663.5
Total Debt (IDR, Bn)	47,237.0	7,801.1	8,438.7	7,125.6	5,705.4
Total Equity (IDR, Bn)	23,675.1	22,782.3	22,379.1	23,088.1	30,794.9
Total Revenue (IDR, Bn)	8,456.0	38,533.1	38,259.4	30,517.1	28,726.9
Net Income (IDR, Bn)	424.7	991.8	16.7	5,780.2	1,299.5
Net Profit Margin (%)	5.0	2.6	0.04	18.9	4.5
Debt to Equity Ratio (X)	0.45	0.34	0.38	0.32	0.23
Debt to Asset (x)	0.09	0.07	0.08	0.07	0.06
Return on Asset (%)	0.4	0.8	0.02	5.8	1.3
Return on Equity (%)	1.8	4.4	0.1	25.0	4.2

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