

## PT Metro Healthcare Indonesia Tbk

## Company Rating

*ir*BBB+/Stable

## Rated Issues

Proposed MTN I PT Metro Healthcare

Indonesia Tahun 2024

*ir*BBB+

MTN Metro Healthcare

Indonesia I Tahun 2021

*ir*BBB+

“Debt securities with an *ir*BBB rating has an adequate level of certainty to honor its financial obligations. However, this certainty is more likely to diminish in the future than with the higher rating categories.

The plus sign (+) indicates that the rating given is closer to rating scale above it.

## Rating Period

September 30, 2024 – October 1, 2025

## Rating History

September, 2023

*ir*BBB+/Stable

October, 2022

*ir*BBB+/Stable

October, 2021

*ir*BBB+/Stable

September, 2021

*ir*BBB+/Stable

**Kredit Rating Indonesia assigns ‘*ir*BBB+’ rating to Proposed MTN I PT Metro Healthcare Indonesia Tahun 2024 totaling IDR650 Bn and affirms ‘*ir*BBB+’ rating to MTN Metro Healthcare Indonesia I Tahun 2021 totaling IDR650 Bn**

Kredit Rating Indonesia (KRI) affirms a Company Rating of ‘*ir*BBB+’ for PT Metro Healthcare Indonesia Tbk (CARE or the Company) with a ‘Stable’ outlook. At the same time, KRI assigns ‘*ir*BBB+’ rating for the Company’s Proposed MTN I PT Metro Healthcare Indonesia Tahun 2024 totaling IDR650 Bn and affirms ‘*ir*BBB+’ rating for the Company’s MTN Metro Healthcare Indonesia I Tahun 2021 totaling IDR650 Bn. The ratings reflect the Company’s strong competitive service quality, favorable hospital locations, and prudent capital structure. Nevertheless, they are constrained by the Company’s inconsistent profitability.

The Company continues to provide a competitive service quality by investing on new medical equipment, and specialist doctors to attract more patients. The Company also continues to serve patients with BPJS health insurance, the largest market segment in the national healthcare industry. The Company’s capital structure remained at a healthy level with debt-to-equity ratio steady at 0.3x as of June 30, 2024, lower than its rated peers.

Despite an increase in the number of patients treated, the Company’s financial performance remains hampered by inconsistent profitability. Operating at a scale that’s yet to achieve economies of scale, the Company’s EBITDA margin for the first half of 2024 (6M2024) stands at a mere 0.39%, significantly lower than the 3.65% recorded in the full year 2023 (FY23). Notably, these profitability margins are the lowest among its peers with similar credit ratings.

Established in 2015, CARE is one of the national healthcare providers in Indonesia that owns six hospitals, comprised of five C-Class hospitals, and one B-Class hospital. The Company’s shareholder ownership composition as of June 30, 2024, was PT Anugrah Kasih Rajawali (49.92%), Bank Julius Baer and Co Ltd Singapore (19.99%), and the Public (30.09%).

## CARE Financial Result Highlights (Consolidated)

As of/For the years ended	June 2024 (Unaudited)	Dec 2023 (Audited)	Dec 2022 (Audited)	Dec 2021 (Audited)
Total Adjusted Assets (IDR, Bn)	4,048.7	4,130.0	4,227.6	4,204.2
Total Adjusted Debt (IDR, Bn)	944.0	954.5	957.0	844.1
Total Adjusted Equity (IDR, Bn)	3,044.2	3,089.5	3,198.9	3,290.3
Total Sales (IDR, Bn)	165.5	242.7	234.0	290.9
EBIT (IDR, Bn)	(11.1)	(36.1)	(60.6)	52.9
Net Income (IDR, Bn)	(45.3)	(110.7)	(93.6)	6.2
EBIT Margin (%)	(6.7)	(14.9)	(25.9)	4.9
Return on Permanent Capital (%)	(0.6)	(0.9)	(1.4)	0.4
Adjusted Debt/Adjusted Equity (x)	0.3	0.3	0.3	0.3
EBITDA/Total Adjusted Debt (x)	0.0	(0.0)	(0.0)	0.1
EBITDA/IFCCI (x)	0.0	(0.2)	(0.4)	2.1
FFO/Total Adjusted Debt (%)	n.m	4.3	(7.4)	4.8
USD Exchange Rate (IDR/USD)	16,421	15,416	15,731	14,269

Analyst : Cut Nabila Saraziva ([cut.nabila@kreditratingindonesia.com](mailto:cut.nabila@kreditratingindonesia.com))

**DISCLAIMER**

PT Kredit Rating Indonesia (KRI) does not represent or warrant or guarantee the accuracy, completeness, timeliness or availability of the contents of this report or publication. KRI does not perform an audit and does not undertake due diligence or independent verification of any information used as the basis of and presented in this report or publication. Although the information upon which KRI rating report are based, and any other contents provide in this rating report is obtained by KRI from sources which KRI believes to be reliable.

KRI will be held harmless against any responsibility arising from its use, its partial use, or its lack of use, in combination with other products or used solely, nor can it be held responsible for the result of its use or lack of its use in any investment or other kind of financial decision making on which this report or publication is based. The issuance of a solicited or unsolicited rating report does not supply financial, legal, tax or investment consultancy. The rating report is not an opinion as to the value of securities, therefore KRI is not responsible for any credit, loan or investment decision, damages or other losses resulting from the reliance upon or use of this report.

In no event shall KRI be held liable for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses including but not limited to lost profits and opportunity costs in connection with any use of the contents of this rating report or publication.

Credit analyses, including ratings, and statements in this report or publication are statements of opinion as of the date they are expressed and not statements of fact or recommendations to purchase, hold or sell any securities or to make any investment decision. Therefore, this report may not reflect any event or circumstances which occur after the date of this report.

KRI also assumes no obligation to update the content following publication in any form. KRI does not act as fiduciary or an investment advisor. KRI keeps the activities of its analytical units separate from its business units to preserve independence and objectivity of its analytical process and products. As a result, certain units of KRI may have information that is not available to other units. KRI has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process. KRI may receive compensation for its ratings and other analytical work, normally from issuers of securities. KRI reserves the right to disseminate its opinions and analyses. KRI's public ratings and analyses are made available on its website, <http://www.kreditratingindonesia.com> (free of charge) and through other subscription based services, and may be distributed through other means, including via KRI publications and third party redistributors. Information in KRI's website and its use fall under the restrictions and disclaimer stated above. No part of KRI's website, the content of this report, may be reproduced or transmitted by any means, electronic or non-electronic whether in full or in part, will be subjected to written approval from KRI.