

PT ARMADIAN TRITUNGGAL

Company Rating *irA-/Stable*

Rated Issue
Sukuk Mudharabah I Armadian
Tritunggal Tahun 2023 *irA-*

Rating Period
February 28, 2025 – March 1, 2026

Rating History
February, 2024 *irA-/Stable*
September, 2023 *irA-/Stable*
June, 2023 *irA-/Stable*
February, 2023 *irA-/Stable*

"Debt Securities with *irA* rating has a high level of certainty to honor its financial obligations, but it can be affected by adverse changes in business and economic conditions, relative to debt securities with a higher rating."
The minus sign (-) indicates that the rating is still higher than the rating category below, although it is closer to the lower rating than it is to the higher rating category.

Kredit Rating Indonesia affirms ‘*irA-*’ rating to Sukuk Mudharabah I Armadian Tritunggal Tahun 2023 amounting to IDR2 Tn

Kredit Rating Indonesia (KRI) affirms a Company Rating of ‘*irA-*’ with ‘Stable’ outlook for PT Armadian Tritunggal (AT or the Company). At the same time, KRI has also affirmed ‘*irA-*’ for AT’s Sukuk Mudharabah I Armadian Tritunggal Tahun 2023 amounting to IDR2 Tn. The Company channels the proceeds to its subsidiary, PT Berau Coal (BC), for working capital requirement. The ratings still derived from BC’s satisfactory credit quality, as AT’s major subsidiary, and AT’s good financial profile. However, the ratings are still constrained by AT’s illiquid investment portfolio and geographic concentration risk.

BC remained AT’s primary asset and revenue contributor until September 30, 2024. BC’s credit quality is considered satisfactory, supported by its position as a major Indonesian coal miner with 404 million tons of reserves and 29.7 million tons of 2023 production. Financial profile wise, following the late 2023 Sukuk issuance, AT’s Debt-to-Equity Ratio (DER) improved to 0.5x by September 30, 2024 (from 0.6x at year – end 2023). AT’s interest coverage remains strong, with an EBITDA/Interest expense ratio of 17.5x for the first nine months of 2024. We anticipate AT’s financial profile to further strengthen, driven by increased equity and EBITDA.

However, the Company’s unlisted subsidiaries still create a relatively illiquid portfolio, potentially complicating divestment if needed. Additionally, all subsidiaries operate within the East Kalimantan Province, posing a geographical concentration risk to AT.

AT is a non – public listed company, and as of September 30, 2024, the Company’s shares were owned by PT Berau Coal Energy Tbk (100%).

AT Financial Result Highlights (Consolidated)

As of/For the years ended	Sept 2024 (Unaudited)	Dec 2023 (Audited)	Dec 2022 (Audited)	Dec 2021 (Audited)
Total Adjusted Assets (USD, Mn)	1,649.0	1,294.6	1,312.7	1,319.1
Total Adjusted Debt (USD, Mn)	131.2	126.8	0.0	0.0
Total Adjusted Equity (USD, Mn)	262.2	213.0	193.5	141.3
Total Sales (USD, Mn)	1,984.1	2,484.9	3,062.5	2,274.6
EBIT (USD, Mn)	164.7	30.0	492.9	248.3
Net Income (USD, Mn)	39.0	21.7	285.8	160.9
EBIT Margin (%)	8.3	1.2	16.1	10.9
Return on Permanent Capital (%)	55.9	10.4	265.4	108.1
Adjusted Debt/Adjusted Equity (x)	0.5	0.6	0.0	0.0
EBITDA/Total Adjusted Debt (x)	1.8	0.4	n.a	n.a
EBITDA/IFCCI (x)	17.5	29.7	n.a	n.a
FFO/Total Adjusted Debt (%)	46.0	22.1	n.a	n.a
USD Exchange Rate (IDR/USD)	16,330	15,416	15,731	14,174

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