

PT Sumberdaya Sewatama

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended	Sep-2016	Dec-2015	Dec-2014	Dec-2013
			(Unaudited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idBBB-/CW Neg</i>	Total Adjusted Assets [IDR Bn]	3,816.2	4,132.5	3,880.6	3,504.3
Rated Issues		Total Adjusted Debt [IDR Bn]	1,861.1	2,107.3	2,225.7	1,997.2
<i>Bond I/2012</i>	<i>idBBB-</i>	Total Adjusted Equity [IDR Bn]	580.8	727.5	710.4	711.4
<i>Sukuk Ijarah I/2012</i>	<i>idBBB-(-sy)</i>	Total Sales [IDR Bn]	961.2	1,517.7	1,625.1	1,406.1
Rating Period		EBITDA [IDR Bn]	364.8	486.4	825.2	698.7
<i>February 24, 2017 – May 24, 2017</i>		Net Income after MI [IDR Bn]	(135.3)	(277.3)	17.3	81.3
Rating History		EBITDA Margin [%]	38.0	32.1	50.8	49.7
<i>SEP 2016</i>	<i>idA/Negative</i>	Adjusted Debt/EBITDA [X]	*3.8	4.3	2.7	2.9
<i>JUNE 2016</i>	<i>idA/Negative</i>	Adjusted Debt/Adjusted Equity [X]	3.2	2.9	3.1	2.8
<i>SEP 2015</i>	<i>idA/Stable</i>	FFO/Adjusted Debt [%]	*16.1	12.4	27.3	25.3
<i>SEP 2014</i>	<i>idA/Stable</i>	EBITDA/IFCCI [X]	2.3	2.1	3.7	3.5
<i>SEP 2013</i>	<i>idA/Stable</i>	USD Exchange Rate [IDR/USD]	12,988	13,795	12,440	12,189
<i>SEP 2012</i>	<i>idA/Stable</i>					

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.

PEFINDO lowers SSMM's ratings to "idBBB-" and puts "Credit Watch with Negative Implications"

PEFINDO has lowered the rating for PT Sumberdaya Sewatama (SSMM) to "idBBB-/Credit Watch with Negative Implications" from "idA/Negative Outlook". PEFINDO has also lowered the ratings of SSMM's Bond I/2012 and Sukuk Ijarah I/2012 to "idBBB-" from "idA" and to "idBBB-(-sy)" from "idA(-sy)", respectively. The rating downgrade reflects increased refinancing risk for its maturing Bond and Sukuk on November 30, 2017 as we view there is increased likelihood that the Company will restructure its debts. PEFINDO will closely monitor the Company for any further confirmation of this plan. The ratings could be lowered further if the Company's financial performance deteriorates, it fails to mitigate its refinancing risk, and/or there is any mispayment of its financial obligations.

An obligor rated idBBB has an adequate capacity to meet its long-term financial commitments relative to that of other Indonesian obligors. However, adverse economic conditions or changing circumstances are more likely to weaken its capacity to meet financial commitments.

The minus (-) sign in a particular rating indicates that it is relatively weak within the respective rating category.

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

SSMM's business is classified into: temporary power rental, operations and maintenance, energy efficiency (pillar) services, and Independent Power Producer (IPP). It is 99.9% owned by PT ABM Investama Tbk, a non-operating holding company with business interests in coal mining, contract mining and engineering services, integrated logistics, and power. It is also part of the Tiara Marga Trakindo Group, which owns PT Trakindo Utama, Indonesia's biggest distributor of Caterpillar heavy equipment.

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