

PT Angkasa Pura I (Persero)

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS				
		As of/for the year ended				
		Jun-2018	Dec-2017	Dec-2016	Dec-2015	
		(Unaudited)	(Audited)	(Audited)	(Audited)	
Corporate Rating	<i>idAAA/Stable</i>	Total Adjusted Assets [IDR Bn]	25,449.0	25,002.8	23,622.7	16,677.0
Rated Issues		Total Adjusted Debt [IDR Bn]	7,059.9	7,379.1	8,053.2	3,076.0
<i>Bond I/2016</i>	<i>idAAA</i>	Total Adjusted Equity [IDR Bn]	14,130.1	13,352.5	11,953.3	10,983.7
<i>Sukuk Ijarah I/2016</i>	<i>idAAA(sy)</i>	Total Sales [IDR Bn]	3,880.6	7,194.3	6,138.3	5,249.6
		EBITDA [IDR Bn]	1,733.4	3,048.3	2,644.3	2,257.4
		Net Income after MI [IDR Bn]	1,045.7	1,418.6	1,158.8	841.5
Rating Period		EBITDA Margin [%]	44.7	42.4	43.1	43.0
<i>August 7, 2018 – August 1, 2019</i>		Adjusted Debt/EBITDA [X]	*2.0	2.4	3.0	1.4
		Adjusted Debt/Adjusted Equity [X]	0.5	0.6	0.7	0.3
Rating History		FFO/Adjusted Debt [%]	*36.2	26.4	23.3	51.6
<i>AUG 2017</i>	<i>idAAA/Stable</i>	EBITDA/IFCCI [X]	6.1	4.7	8.2	8.9
<i>AUG 2016</i>	<i>idAAA/Stable</i>	USD Exchange Rate [IDR/USD]	14,404	13,548	12,436	13,795

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 affirms its “idAAA” rating for PT Angkasa Pura I (Persero)

PEFINDO has affirmed its “idAAA” rating for PT Angkasa Pura I (Persero) (APAI). We have also affirmed our “idAAA” rating for APAI's Bond Year 2016 and “idAAA(sy)” rating to its Sukuk Ijarah Year 2016. The outlook for the corporate rating is “stable”.

An obligor rated *idAAA* has the highest rating assigned by PEFINDO. The obligors' capacity to meet its long-term financial commitment, relative to that of other Indonesian obligors, is superior.

The suffix (sy) means the rating mandates compliance with Islamic principles.

The corporate rating reflect strong government support for APAI due to the strategic importance of airports, a strong competitive advantage from its economy of service area, and a stable profitability margin. However, the rating is constrained by its high financial leverage in the near to medium term.

The rating could be lowered if PEFINDO views a reduction in government support, such as through a material divestment of the government's ownership. The rating could also be under pressure if it incurs a substantially larger debt than projected and/or its new airport expansions are not well executed, resulting in a weaker financial profile, particularly if its debt to EBITDA ratio exceeds 4.5x on a consistent basis.

A state-owned enterprise engaged in airport and airport-related services in the central and eastern regions of Indonesia, APAI operates 13 airports, including I Gusti Ngurah Rai International Airport in Bali, Juanda International Airport in Surabaya, Sultan Hasanuddin International Airport in Makassar, Sultan Aji Muhammad Sulaiman Sepinggan International Airport in Balikpapan, and Adisutjipto International Airport in Yogyakarta. It was 100% owned by Indonesian Government as of June 30, 2018.

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