

PT Medco Energi Internasional Tbk

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CREDIT PROFILE		FINANCIAL HIGHLIGHTS			
		As of/for the year ended			
		Dec-2017	Dec-2016	Dec-2015	Dec-2014
		(Audited)	(Audited)	(Audited)	(Audited)
Corporate Rating	<i>idA+ /Stable</i>	5,093.8	3,580.8	2,864.5	2,662.2
Rated Issues		2,664.3	2,064.6	1,737.8	1,335.4
<i>Shelf Registration Bond III</i>	<i>idA+</i>	1,335.6	874.2	656.3	881.5
<i>Shelf Registration Bond II</i>	<i>idA+</i>	925.6	590.0	582.3	702.1
<i>Shelf Registration Bond I</i>	<i>idA+</i>	434.2	267.7	224.9	262.1
<i>MTN V/2016</i>	<i>idA+</i>	127.1	184.8	(188.1)	5.2
Rating Period		46.9	45.4	38.6	37.3
<i>April 24, 2018 – June 24, 2018</i>		6.1	7.7	7.7	5.1
Rating History		2.0	2.4	2.6	1.5
<i>JAN 2018</i>	<i>idA+ /Stable</i>	7.0	6.1	6.5	8.6
<i>NOV 2017</i>	<i>idA+ /Stable</i>	3.0	2.7	2.8	3.3
<i>MAY 2017</i>	<i>idA+ /Negative</i>	13,548	13,436	13,795	12,440
<i>APR, SEP, NOV 2016</i>	<i>idA+ /Negative</i>	<i>FFO = EBITDA – IFCCI + Interest Income – Current Tax Expense</i>			
<i>OCT 2015</i>	<i>idA+ /Stable</i>	<i>EBITDA = Operating Profit + Depreciation Expense + Amortization Expense</i>			
<i>JUN 2015</i>	<i>idAA- /Negative</i>	<i>IFCCI = Gross Interest Expense + Other Financial Charges + Capitalized Interest; (FX Loss not included)</i>			
<i>2012 - 2014</i>	<i>idAA- /Stable</i>	<i>MI = Minority Interest</i>			
		<i>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.</i>			

PEFINDO affirms "idA+" rating for PT Medco Energi Internasional Tbk's maturing bond

PEFINDO has affirmed its "idA+" rating for PT Medco Energi Internasional Tbk (MEDC)'s Shelf Registration Bond II Phase V Year 2017 Seri A of IDR248.5 billion, which will mature on June 24, 2018. MEDC plans to repay the maturing bond using internal fund as it has received USD191.6 million proceeds from the Limited Public Offering II Year 2017 with Preemptive Rights. As of December 31, 2017, its cash and equivalents amounted to USD489.0 million.

A debt security rated idA indicates that the obligor's capacity to meet its long-term financial commitments on the debt security, relative to other Indonesian obligors, is strong. However, the debt security is somewhat more susceptible to adverse effects of changes in circumstances and economic conditions than higher-rated debt.

The plus (+) sign in a particular rating indicates that it is relatively strong within the respective rating category.

MEDC is a publicly listed, integrated energy and natural resources company, with interests in mining and power generation alongside its core business of oil and gas exploration and production (E&P) in Indonesia, the Middle East, North Africa, and the United States. In 2017, 92.4% of its revenue was generated from oil and gas, while the contribution of electric power sales and revenue from related services accounted 7.3% after the consolidation of Medco Power in October 2017, and 0.3% insignificant contribution of revenue from services. At the end of 2017, its shareholders were Encore Energy (27.05%), PT Medco Daya Abadi Lestari (19.84%), Clio Capital Ventures Ltd (15.70%), Diamond Bridge Pte Ltd (10.09%), PT Medco Duta (0.19%), PT Multifabrindo Gemilang (0.05%), management (0.90%), and the public (26.18%). Encore Energy is mostly owned by the Panigoro family through Encore International.

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