

PT Pyridam Farma Tbk

Corporate rating *ir*BBB+/Stable

Rated Issues

Obligasi Pyridam Farma I
Tahun 2020 Amounting to
IDR300 Billion

*ir*A+

Rating Period

October 29, 2021 – November 1, 2022

Rating History

October 2020

*ir*A

"Debt Securities with *ir*A 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 positive sign (+) indicates that the rating has a high likelihood of an upward rating revision in the near to medium term compared to the lower rating category.

Kredit Rating Indonesia raised Obligasi Pyridam Farma I Tahun 2020 rating to '*ir*A+'

Kredit Rating Indonesia (KRI) has raised the rating of PT Pyridam Farma Tbk (PYFA or the Company) to '*ir*BBB+' from '*ir*BBB'. The rating of its outstanding Obligasi Pyridam Farma I Tahun 2020, in which 50% of its total outstanding debt and interest amounting to IDR225 Bn is guaranteed by PT Asuransi Sinar Mas, has also been raised to '*ir*A+' from '*ir*A'. The outlook for the corporate rating is affirmed at "Stable". The upgrade was driven by significant improvement in the PYFA's business profile indicators, while other financial risk profile maintained.

PYFA has significantly improved its sales as the amount of sales in January – June 2021 period was already 80.2% of the 2020's sales. Increasing demand from the COVID-19 related supplements and medical equipment, and better capabilities to market the products have caused such improvement. Along with that, PYFA's profitability margins continue to improve as the Company strives for a better economies of scale. .

The Company's EBITDA and EBIT margins were 16.6% and 14.7%, respectively, as of June 30, 2021, the highest since 2016. PYFA's interest coverage ratio as of June 30, 2021, declined to 2.0x, but remained higher than peers.

PYFA Financial Results Highlights

As of/For the year ended	June 2021 (Unaudited)	Dec 2020 (Audited)	Dec 2019 (Audited)	Dec 2018 (Audited)
Total Assets (IDR, bn)	574.0	228.3	190.6	186.9
Total Adjusted Debt (IDR, bn)	328.4	35.5	19.4	24.5
Total Adjusted Equity (IDR, bn)	172.4	157.4	124.6	118.8
Total Sales (IDR, bn)	222.5	277.4	247.1	250.5
Net Income After MI (IDR, bn)	11.4	22.1	9.3	8.5
EBIT Margin (%)	14.7	10.7	4.4	5.3
Return on Permanent Capital (%)	18.9	17.5	7.6	10.0
Adjusted Debt /Adj. Equity (x)	1.9	0.2	0.2	0.2
EBITDA/Total Adjusted Debt (x)	0.2	1.1	0.9	0.8
EBITDA/IFCCI (x)	14.7	10.7	6.6	6.4
FFO/Total Adjusted Debt (x)	9.5	84.1	86.4	64.2
USD Exchange Rate (IDR/USD)	14,496	14,105	14,481	13,548

Analysts : Achmad Kurniawan Sudjatmiko (Achmad.sudjatmiko@kreditratingindonesia.com)
Furqon Abrory Samara (Furqon.samara@kreditratingindonesia.com)

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