

PT Metro Healthcare Indonesia Tbk

Corporate rating

i_rBBB+/Stable

Rated Issues

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Rating Period

September 1, 2021 – September 1, 2022

“Obligor with an *i*BBB rating have an adequate level of certainty to honor the financial obligations. However, this certainty is more likely to diminish in the future due to adverse changes in business or economic conditions.

The positive sign (+) indicates that the rating given is closer to the rating scale above it.

Kredit Rating Indonesia assigns ‘i_rBBB+’ rating to PT Metro Healthcare Indonesia Tbk

Kredit Rating Indonesia (KRI) assigns a Corporate Rating of ‘i_rBBB+’ for PT Metro Healthcare Indonesia Tbk (“CARE” or “the Company”) with a ‘Stable’ outlook. The rating reflects the Company’s potential growth given the strategically located hospitals, competitive service quality, and healthy capital structure. However, the rating is constrained by the Company’s limited market share and weak profitability.

The Company owns seven C-class hospitals located in areas where most of the middle-low population resides. In such areas, the Company builds hospitals on the side of major roads or easily accessible by public transportation. CARE’s hospitals also have complete facilities as other hospitals in the C-class category, creating an increasing trend of the number of patients, where 70% of them are covered by Badan Penyelenggara Jaminan Sosial (“BPJS”).

CARE has a good level of capitalization, shown by the Debt-to-Equity Ratio (DER) of 3.6% as of March 31, 2021, the lowest compared to its peers.

However, the Company’s rating is constrained by the Company’s small market position in the industry, and lower than peers EBITDA margin.

The Company’s shareholder ownership composition as of March 31, 2021, was PT Anugrah Kasih Rajawali (69.92%), and the Public (30.08%).

CARE’s Consolidated Financial Results Highlights

As of/For the year ended	March 2021 (Unaudited)	Dec 2020 (Audited)	Dec 2019 (Audited)	Dec 2018 (Audited)
Total Assets (IDR, Bn)	3,454.1	3,438.6	2,441.4	540.1
Total Adjusted Debt (IDR, Bn)	117.2	116.2	132.7	141.9
Total Adjusted Equity (IDR, Bn)	3,292.6	3,282.8	2,265.1	-40.2
Total Sales (IDR, Bn)	72.9	216.3	154.1	87.2
Net Income After MI (IDR, Bn)	9.9	14.2	-24.3	-27.9
EBITDA Margin (%)	17.3	-1.7	10.9	4.2
EBITDA/Total Adjusted Debt (x)	0.4	-0.0	0.1	0.0
Adjusted Debt/Adj. Equity (x)	0.0	0.0	0.1	N.a
FFO/Total Adjusted Debt (%)	0.4	0.2	-0.0	-0.2
EBITDA/IFCCI (x)	4.2	-0.3	0.9	0.2
USD Exchange Rate (IDR/USD)	14,572	14,105	13,901	13,436

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

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