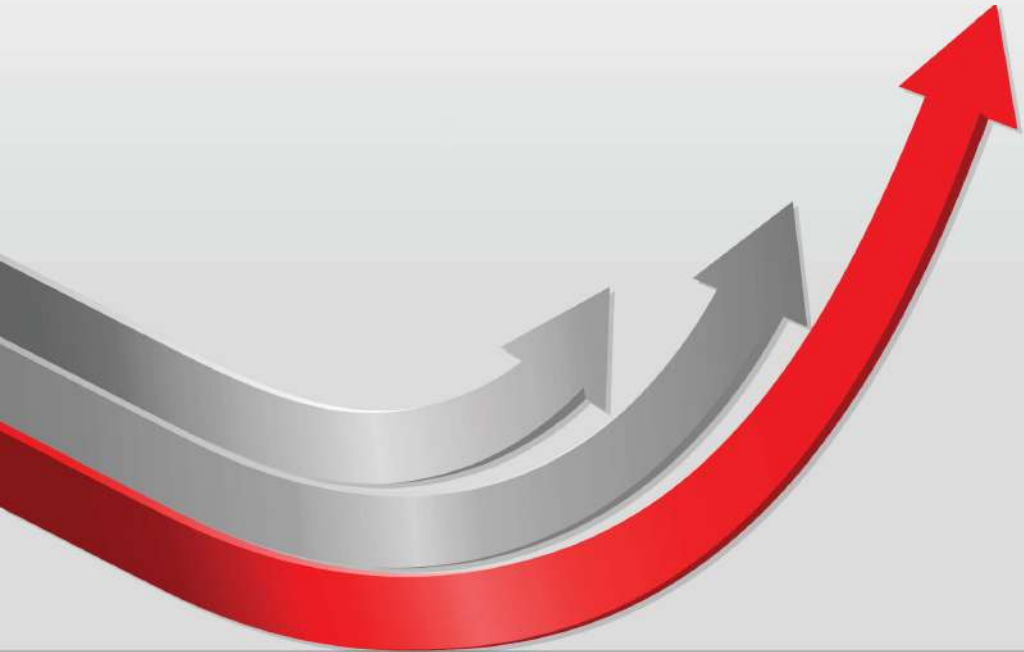


RECOVERY ON MOVE



ANNUAL REPORT **2021**
ABRIDGED



PT SELAMAT SEMPURNA Tbk
MANUFACTURER OF AUTOMOTIVE PARTS
MEMBER OF ADR GROUP - AUTOMOTIVE DIVISION

www.smsm.co.id



2021

RECOVERY ON MOVE

The 2021 financial year was remarkable in a myriad of ways. The presence of a vaccine, the easing of lockdown policies from the Governments of various countries and the increase in community mobility was a driving force in the global economic recovery as reflected on global production and manufacturing activities which experienced an increasing trend, although the momentum for global economic recovery in the first half of 2021 was restrained by an explosion of COVID-19 Delta variant cases.

Aside of the dynamics of the COVID-19 variants rampant, the global economic recovery in 2021 was also faced with various challenges since mid-Q3-2021, i.e., the global energy crisis, commodity price volatility, global supply chain disruption to logistic complexities.

However, challenges are not obstacles, nor the situation to be faced with silence, let alone surrender. The Company takes on various challenges coming its way as part of the journey process and treats them as a foothold for move forward. The Company's passion to recovery and on moving ahead, are proven by the Company's optimal performance in the 2021 financial year which showed a fair improvement compared to last year, more so when compared to the year 2019, prior to the COVID-19 pandemic.

The Company believes there is a silver lining on challenges and opportunities, recovering together ... stronger than before.

Net sales Rp4.16 Trillion, increase of 29%

Profit for the year* Rp662 Billion, increase of 36%

Earning per share* Rp115, increase of 36%

Compound Annual Growth Rate for 29 years: 20%

*Attributable to Owners of the parent entity.

CORPORATE DATA

**Core of Business**

Manufacturing of tools or equipment (spare parts) for vehicles, heavy equipment, and other machinery and distribution activities.

Date of Establishment

January 19, 1976

Authorized Capital

8,000,000,000 ordinary shares, with a nominal value of Rp25 per share.

Issued and Fully Paid

5,758,675,440 shares

Corporate Headquarter

Wisma ADR, Jl. Pluit Raya I No. 1, Jakarta Utara 14440
Telp. (021) 6610033, (021) 6690244, Fax. (021) 6696237, (021) 6618438

Website

www.smsm.co.id

Stock Code

SMSM

Share Registrar

PT Sinartama Gunita

Public Accountant

Purwantoro, Sungkoro & Surja
(A member firm of Ernst & Young Global Limited)

Plant (Filter, etc)

Jl. Raya Curug No. 88, Desa Kadujaya - Bitung
Tangerang, Banten - Indonesia
Telp. : (021) 5984388, Fax. : (021) 59492166

Plant (Radiator)

Jl. Kapuk Kamal Raya No. 88, Jakarta Utara 14470 - Indonesia
Telp. : (021) 5551646, Fax. : (021) 5551905

FINANCIAL HIGHLIGHTS

PT Selamat Sempurna Tbk and Its Subsidiaries

Consolidated Statement of Profit or Loss and Other Comprehensive Income	2021	2020
Net Sales	4,163	3,234
Cost of Goods Sold	2,826	2,196
Gross Profit	1,337	1,037
Operating Profit	931	693
Profit for the year ¹⁾	728	539
Profit for the year attributable to:		
Owners of the parent entity	662	488
Non-controlling interests	66	51
Other Comprehensive Income	(19)	16
Total Comprehensive Income for the year attributable to:		
Owners of the parent entity	650	501
Non-controlling interests	60	54
Earnings per share ^{*)}	115	85
Consolidated Statement of Financial Position	2021	2020
Total Assets	3,869	3,376
Total Current Assets	2,795	2,295
Total Non-Current Assets	1,074	1,081
Net Working Capital ²⁾	2,126	1,897
Total Current Liabilities	669	398
Total Non-Current Liabilities	288	329
Total Liabilities	957	727
Total Equity	2,912	2,649
Equity Attributable to:		
Owners of the company entity	2,521	2,274
Non-controlling interests	391	374
Number of Outstanding Shares	5,758,675,440	5,758,675,440
Financial Ratio	2021	2020
Gross Profit Margin	32%	32%
Net Profit Margin ³⁾	16%	15%
Return on Assets ⁴⁾	19%	16%
Return on Equity ⁵⁾	25%	20%
Total Debt to Total Assets Ratio ⁶⁾	25%	22%
Total Debt to Equity Ratio ⁷⁾	33%	27%
Current Ratio ⁸⁾	418%	576%

Numerical expresses in billion rupiah, except per share data

1) Profit of the year attributable to Owners of the Parent entity + Non-controlling interest

2) Current Assets - Current Liabilities

3) Profit of the year attributable to Owners of the Parent entity / Net Sales

4) Profit for the year / Total Assets

5) Profit for the year / Total Equity

6) Total Liabilities / Total Assets

7) Total Liabilities / Total Equity

8) Total Current Assets / Total Current Liabilities

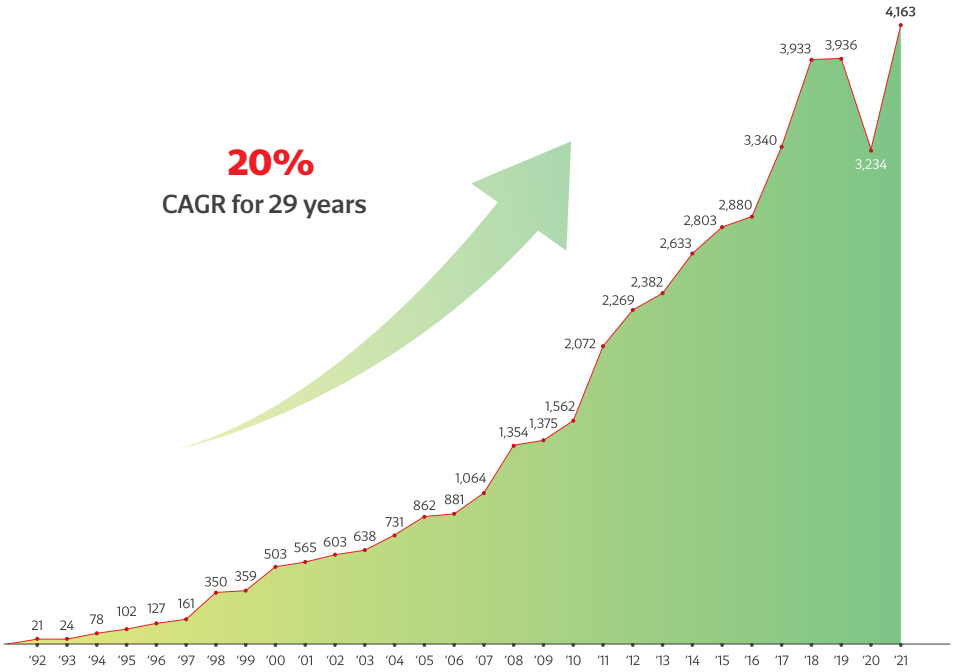
*) Attributable to Owners of parent entity.

29

Years of CAGR Sales

(In Billion Rupiah)

20%
CAGR for 29 years

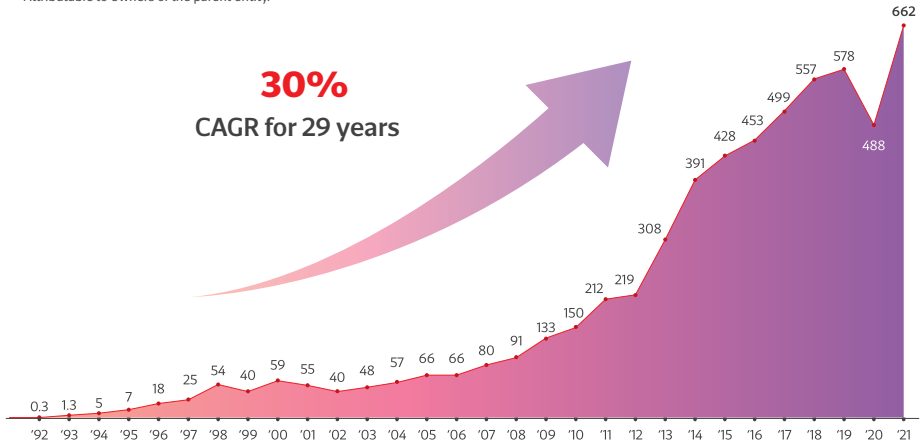


29

Years of CAGR Net Income*

(In Billion Rupiah)

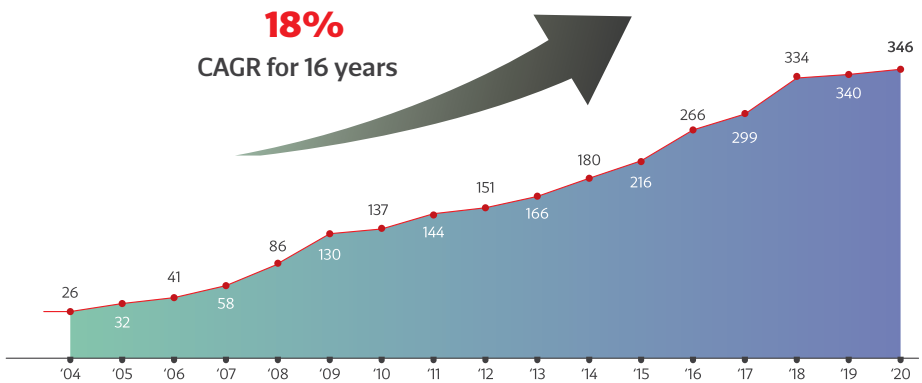
* Attributable to Owners of the parent entity.



16

Years Consecutive Dividend Payment Growth

(In Billion Rupiah)



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Expressed In Millions of Rupiah, Unless Otherwise Stated.

ASSETS	2021	2020
CURRENT ASSETS		
Cash and cash equivalents	661,401	692,815
Trade receivables - net	910,454	786,647
- Third parties	21,481	23,949
- Related parties		
Other receivables	3,228	15,222
- Third parties	79	87
- Related parties		
Derivative receivables	12,089	14,686
Inventories - net	1,099,924	720,543
Advances	17,096	16,492
Prepaid expenses	8,092	6,354
Prepaid tax	61,166	18,181
TOTAL CURRENT ASSETS	2,795,010	2,294,976
NON-CURRENT ASSETS		
Deferred tax assets	62,513	55,632
Claims for tax refund	-	6,168
Investment in associates	30,970	29,865
Share investment	38,609	35,890
Fixed assets - net	712,476	681,047
Right-of-use assets - net	117,421	165,029
Advance for purchase of fixed assets	29,007	19,191
Investment properties	64,116	64,116
Other non-current assets	18,740	23,612
TOTAL NON-CURRENT ASSETS	1,073,852	1,080,550
TOTAL ASSETS	3,868,862	3,375,526
LIABILITIES	2021	2020
CURRENT LIABILITIES		
Short-term bank loans	100,636	26,081
Trade payables	245,590	154,589
- Third parties	24,677	30,046
- Related parties		
Other payables	9,232	5,136
- Third parties	1	1
- Related parties		
Taxes payable	106,454	74,588
Short-term employee benefits liability	67,033	27,398
Accrued expenses	40,003	30,113
Advance from customers	34,869	23,326
Current maturities of long-term debts:		
Long-term bank loans	22,839	11,769
Hire purchase payables	825	970
Long-term lease liabilities	17,260	14,375
TOTAL CURRENT LIABILITIES	669,419	398,392
NON-CURRENT LIABILITIES		
Long-term employee benefits liabilities	146,981	172,668
Long-term debts-net of current maturities:		
Long-term bank loans	53,351	25,986
Hire purchase payables	648	1,650
Long-term lease liabilities	86,830	128,320
TOTAL NON-CURRENT LIABILITIES	287,810	328,624
TOTAL LIABILITIES	957,229	727,016
EQUITY	2021	2020
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY ENTITY		
Share capital - Rp25 (full Rupiah) par value per share		
Authorized - 8,000,000,000 shares		
Issued and fully paid capital - 5,758,675,440 shares	143,967	143,967
Additional paid-in capital - net	49,899	49,899
Other equity components	29,037	31,295
Retained earnings		
Appropriated	28,993	28,993
Unappropriated	2,268,889	2,020,171
Total	2,520,785	2,274,325
NON-CONTROLLING INTERESTS	390,848	374,185
TOTAL EQUITY	2,911,633	2,648,510
TOTAL LIABILITIES AND EQUITY	3,868,862	3,375,526

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Expressed In Millions of Rupiah, Unless Otherwise Stated.

DESCRIPTION	2021	2020
NET SALES	4,162,931	3,233,693
COST OF GOODS SOLD	(2,825,555)	(2,196,408)
GROSS PROFIT	1,337,376	1,037,285
Selling expenses	(221,827)	(184,756)
General and administrative expenses	(209,757)	(174,015)
Other operating income	34,810	26,528
Other operating expenses	(9,762)	(11,598)
OPERATING PROFIT	930,840	693,444
Finance income	7,266	6,438
Finance charges	(19,040)	(18,553)
Equity in net income of associate	3,102	2,939
PROFIT BEFORE INCOME TAX	922,168	684,268
Income tax expenses	(193,905)	(145,152)
PROFIT FOR THE YEAR	728,263	539,116
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified to profit or loss:		
Remeasurement of employee benefits liability	(14,492)	12,122
Share of other comprehensive income of associate	(13)	(1)
Fair value of share investment	2,719	(3,283)
Related income tax	3,191	(2,666)
Item that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of the accounts of foreign operations	(9,920)	10,120
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	709,748	555,408
Profit for the Year Attributable to:		
Owners of the parent entity	662,041	487,742
Non-controlling interests	66,222	51,374
Total	728,263	539,116
Total comprehensive income for the year attributable to:		
Owners of the parent entity	649,568	501,369
Non-controlling interests	60,180	54,039
Total	709,748	555,408
Basic earnings per share attributable to owners of the parent entity (full Rupiah)	115	85

CONSOLIDATED STATEMENT OF CASH FLOWS

Expressed In Millions of Rupiah, Unless Otherwise Stated.

DESCRIPTION	2021	2020
Net Cash Flows Provided by Operating Activities	489,407	944,368
Net Cash Flows Used in Investing Activities	(156,976)	(77,183)
Net Cash Flows Used in Financing Activities	(357,586)	(430,517)
Net increase (decrease) in cash and cash equivalents	(25,155)	436,668
Net effect of changes in exchange rates on cash and cash equivalents	1,280	7,100
Cash and cash equivalents at beginning of year	684,516	240,748
Cash and cash equivalents at end of year	660,641	684,516

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Expressed in Millions of Rupiah, Unless Otherwise Stated.

Description	Equity Attributable to Parent							Non-controlling Interests	Total	
	Issued and Fully Paid Capital	Additional Paid-in Capital	Other Components of Equity			Retained Earnings				Sub-total
			Exchange Difference on Translation of Accounts of Foreign Operation	Other Components of Equity	Appropriated	Unappropriated				
Balance December 31, 2019	143,967	49,899	1,217	899	28,993	1,864,172	2,089,147	353,156	2,442,303	
New accounting standards implementation effect	-	-	-	24,345	-	(775)	23,570	23,570	-	23,570
Balance December 31, 2019 as restated	143,967	49,899	1,217	25,244	28,993	1,863,397	2,112,717	353,156	2,465,873	
Profit for the year	-	-	-	-	-	487,742	487,742	51,374	539,116	
Other comprehensive income	-	-	8,117	(3,283)	-	8,793	13,627	2,665	16,292	
Total comprehensive income for the year	-	-	8,117	(3,283)	-	496,535	501,369	54,039	555,408	
Final cash dividends for 2019	-	-	-	-	-	(109,414)	(109,414)	-	(109,414)	
First interim cash dividends for 2020	-	-	-	-	-	(28,793)	(28,793)	-	(28,793)	
Second interim cash dividends for 2020	-	-	-	-	-	(86,380)	(86,380)	-	(86,380)	
Third interim cash dividends for 2020	-	-	-	-	-	(115,174)	(115,174)	-	(115,174)	
Additional paid-in capital	-	-	-	-	-	-	-	2,646	2,646	
Cash dividends by subsidiaries to their non-controlling interests	-	-	-	-	-	-	-	(35,656)	(35,656)	
Balance December 31, 2020	143,967	49,899	9,334	21,961	28,993	2,020,171	2,274,325	374,185	2,648,510	
Profit for the year	-	-	-	-	-	662,041	662,041	66,222	728,263	
Other comprehensive income	-	-	(4,977)	2,719	-	(10,215)	(12,473)	(6,042)	(18,515)	
Total comprehensive income for the year	-	-	(4,977)	2,719	-	651,826	649,568	60,180	709,748	
Final cash dividends for 2020	-	-	-	-	-	(115,174)	(115,174)	-	(115,174)	
First interim cash dividends for 2021	-	-	-	-	-	(57,586)	(57,586)	-	(57,586)	
Second interim cash dividends for 2021	-	-	-	-	-	(115,174)	(115,174)	-	(115,174)	
Third interim cash dividends for 2021	-	-	-	-	-	(115,174)	(115,174)	-	(115,174)	
Cash dividends by subsidiaries to their non-controlling interests	-	-	-	-	-	-	-	(43,517)	(43,517)	
Balance December 31, 2021	143,967	49,899	4,357	24,680	28,993	2,268,889	2,520,785	390,848	2,911,633	

SHAREHOLDER COMPOSITION

As of December 31, 2021

Shareholders	Number of Shares	%	Nominal Value (Rp)
PT Adrindo Intiperkasa	3,347,263,708	58.13%	83,681,592,700
Others (each with ownership interest below 5%)	2,411,411,732	41.87%	60,285,293,300
Total*	5,758,675,440	100%	143,966,886,000

* There was no change in number of floating shares during 2021.

Compositions of Shareholders of the Company as of December 31, 2021 & December 31, 2020

Share Ownership - December 31, 2021	Number of Investors	%	Number of Shares	%
Foreign Institutions	104	2.738%	1,406,600,617	24.426%
Local Institutions	45	1.185%	3,409,906,688	59.213%
Foreign Individuals	11	0.290%	4,464,960	0.078%
Local Individuals	3,617	95.209%	930,630,652	16.160%
Pension Fund	8	0.211%	7,002,000	0.122%
Broker	14	0.369%	70,523	0.001%
Total	3,799	100%	5,758,675,440	100%

Share Ownership - December 31, 2020	Number of Investors	%	Number of Shares	%
Foreign Institutions	137	3.341%	1,340,414,047	23.276%
Local Institutions	69	1.683%	3,463,311,288	60.141%
Foreign Individuals	15	0.366%	4,495,560	0.078%
Local Individuals	3,853	93.976%	938,038,952	16.289%
Pension Fund	12	0.293%	12,345,100	0.214%
Broker	14	0.341%	70,493	0.001%
Total	4,100	100%	5,758,675,440	100%

SHARE OWNERSHIP OF THE BOARD

Position	Name	Number of Shares	%	Nominal Value (Rp)
President Commissioner	Surja Hartono	130,000,000	2.257 %	3,250,000,000
Independent Commissioner	Handi Hidajat Suwardi	-	-	-
President Director	Eddy Hartono	79,209,652	1.375 %	1,980,241,300
Director	Ang Andri Pribadi	118,000,000	2.049 %	2,950,000,000
Director	Djojo Hartono	132,360,000	2.298%	3,309,000,000
Independent Director	Aris Setyananarka	-	-	-

SHARE LISTING CHRONOLOGY

Description	Date	Stocks Accumulated (shares)	Nominal Value Accumulated (Rp)
Initial Public Offering	Sep 9, 1996	34,400,000	17,200,000,000
Bonus Shares	Nov 11, 1997	196,768,000	98,384,000,000
Bonus Shares	Aug 12, 1999	259,733,760	129,866,880,000
Stock Split (@ Rp100)	Jul 10, 2003	1,298,668,800	129,866,880,000
Merger	Dec 28, 2006	1,439,668,860	143,966,886,000
Stock Split (@ Rp25)	Nov 2, 2016	5,758,675,440	143,966,886,000

DIVIDEND CALENDAR

Year	Payment Date	Type	Financial Year	Dividend per Share (Rp)	Total Dividend in Billion Rp (Gross)
2021	15 July	Final	2020	20	115
	24 June	Interim 1	2021	10	58
	25 August	Interim 2	2021	20	115
	23 November	Interim 3	2021	20	115
Total					403
2020	25 August	Final	2019	19	109
	21 July	Interim 1	2020	5	29
	24 September	Interim 2	2020	15	86
	22 December	Interim 3	2020	20	115
Total					340

SHARE OWNED BY THE COMPANY

Direct Ownership	Main Activity	Year of Investment	Percentage of Ownership
Bradke Synergies Sdn Bhd	Holding Company	2015	100%
PT Hydraxle Perkasa	Body Maker Manufacture	2012	51%
PT Panata Jaya Mandiri	Filter Manufacture	1995	70%
PT POSCO Indonesia Jakarta Processing Center	Steel Processing Industry	2005	7.8%
PT Prapat Tunggul Cipta	Sole Distributor	2013	99.9999998%
PT Selamat Sempurna Perkasa	Rubber Manufacture	2013	99.9999998%
Sure Filter (Thailand) Co., Ltd	Sole Distributor	2018	44%
PT Tokyo Radiator Selamat Sempurna	Radiator Manufacture	2012	33%