

FINANCIAL HEALTH ANALYSIS OF PT Astra Agro Lestari Tbk (AALI)

A Comprehensive Balance Sheet Review (2020–2023)

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Introduction: PT Astra Agro Lestari Tbk (AALI)

PT Astra Agro Lestari Tbk is one of Indonesia's largest palm oil producers.

It is publicly listed on the Indonesian Stock Exchange (IDX: AALI).

The company operates across Sumatra, Kalimantan, and Sulawesi.

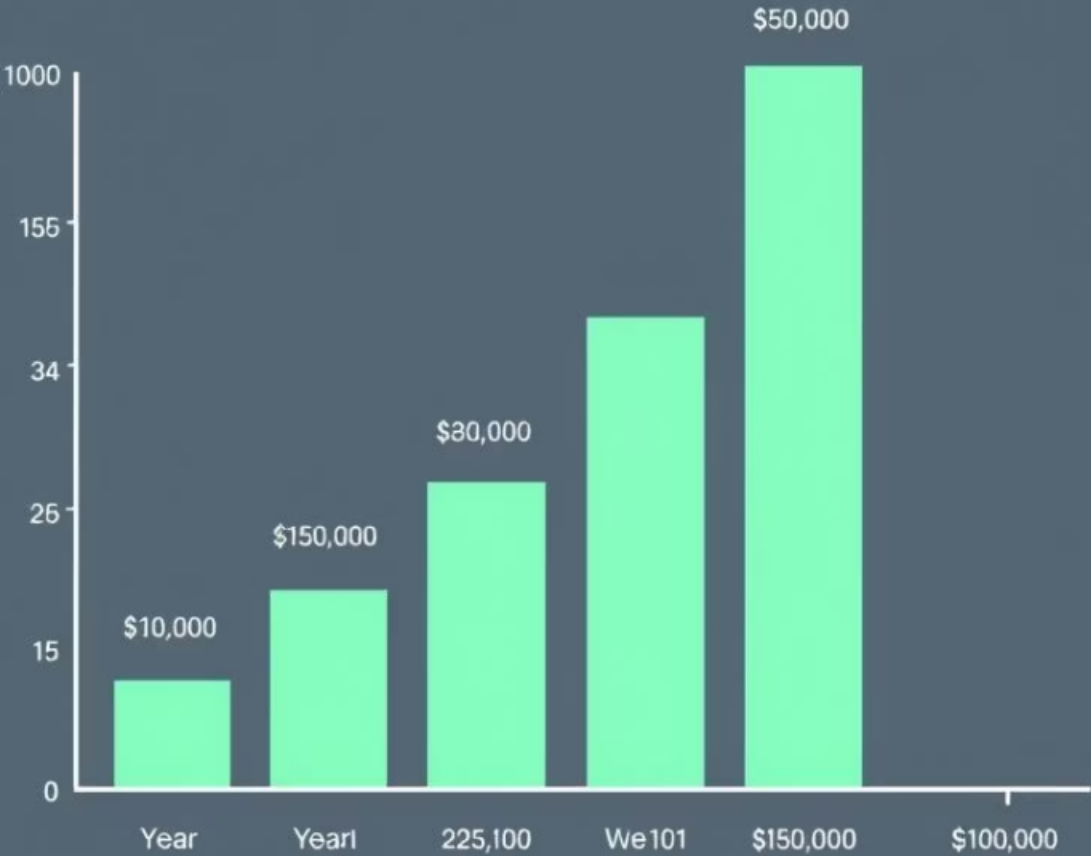
AALI focuses on sustainable plantation operations, as well as CPO and derivative product sales.



Overall Financial Performance: Balance Sheet Overview

Total Assets	7.39T	9.67T
Total Liabilities	0.77T	0.84T
Total Equity	4.84T	4.84T

AALI demonstrated consistent balance sheet strength from 2020 to 2023. Total Assets grew while Total Liabilities decreased. Total Equity steadily increased.





Asset Analysis: Stability and Strategic Investment



Strategic Capital Investment

ALI's long-term assets include **Buildings and Improvements**, offset by **Accumulated Depreciation**, highlighting continued investment in infrastructure and operational assets.



Strengthening Cash Position

Cash and Equivalents rose from approximately **IDR 872B in 2020 to IDR 1.87T in 2023**, indicating stronger liquidity and improved short-term flexibility.



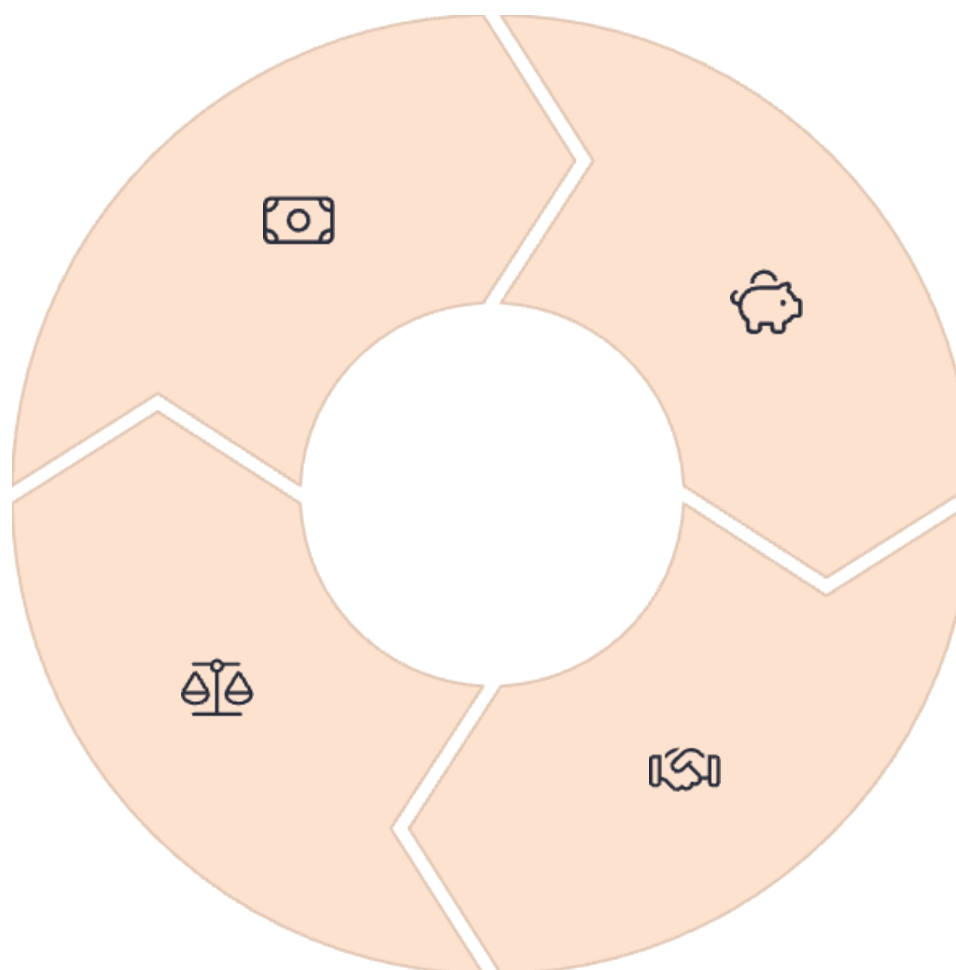
Sound Asset Structure

The presence of **cash, receivables, and physical infrastructure** suggests a balanced asset base — supporting both day-to-day operations and long-term capacity.

Liability Analysis: Prudent Financial Management

Significant Liability Reduction
Total liabilities showed a downward trend.

Strong Liquidity
This indicates a healthy liquidity position and minimal reliance on short-term funding.



Decreased Short-Term Loans
Short-term bank loans were reduced to IDR 260B in 2023, supporting short-term financial stability.

Manageable Long-Term Debt
Long-term debt stood at IDR 1.69T (2023), reflecting conservative debt management and long-term leverage

Equity Analysis: Robust Shareholder Foundation

1

Equity Remained Stable

Total equity unchanged by au IDR 4.84T since 2020.

2

High Equity-to-Asset Ratio

Reached 22.0% in 2023, signaling a moderate financial stability.

3

Retained Earnings

The majority of equity, reflecting consistent profitability and reinvestment strategy.

4

Strong Financial Base

Supports future expansion and enhances resilience.

Key Financial Ratios: Indicator of Health



Debt-to-Equity Ratio

0.17x in 2023 (slightly up from 0.16x in), indicating very healthy Conservative leverage.



Current Ratio

3.03x in 2023 (vs. 1.0x in 2020), ensuring sufficient short-term liquidity.



Equity Ratio

0.22 in 2023, confirming moderate leverage and a strong ownership stake.

AALI's strong balance sheet structure provides a solid foundation for sustainable operations and strategic growth initiatives.



Conclusion & Outlook: Solid Financial Position



Highly Stable Balance Sheet

AALI maintains a robust financial standing.



Prudent Debt Management

Key strength and robust equity growth.



Resilience to Market Fluctuations

Strong liquidity supports market stability.



Focus on Sustainability

Continued operational efficiency and sustainable practices are expected.

