

## FROM EQUITY REPORT

### Macro Strategy: Currency Conundrum

Bank Indonesia's stance has remained consistent with a continued emphasis on stabilizing the currency. BI views that the increasing inflation risks will be temporary and manageable. In addition, BI also foresees capital inflows post an expected peak in the Fed Funds Rate in the November meeting. With an ongoing commitment to safeguard currency volatility, we don't foresee any change in policy rates until year-end. Progress on the SRBI and TD DHE has been promising in providing a buffer on forex reserves.

To see the full version of this report, please [click here](#)

### Poultry: Poised for 4Q23 recovery despite ST headwinds (OVERWEIGHT)

While recent weak broiler prices and higher local corn prices may drive lower 3Q23 earnings (qoq), we maintain our Overweight view on the back of cheap valuation (at 9.2x EV/EBITDA, -1SD to 5-year average) in view of the potential earnings recovery in 4Q23 and FY24F (22% EPS growth).

To see the full version of this report, please [click here](#)

## MARKET NEWS

### MACROECONOMY

- Bank Indonesia Kept BI7DRR at 5.75%
- The 2024 Election Budget has been realized by 46.7% until August 2023

### CORPORATE

- EXCL Targets Mining Companies
- GOTO Strengthens GoCorp Services
- MDKA Held an Affiliate Transaction Worth IDR4.99 bn.
- PGAS to Build LNG Hub in Nusa Dua Bali

## PREVIOUS REPORT

- GoTo Gojek Tokopedia: [Positive EBITDA to sustain GOTO growth mode](#)
- Macro Strategy: [KTA: Meeting with BI on SRBI](#)
- Consumer: [Being selective in 4Q23 on a mixed outlook](#)
- AKR Corporindo: [Potential operational beat in 2H23](#)
- Macro Strategy & Flows Trackers: [Policy Rate in Focus](#)
- Nippon Indosari Corpindo: [Industry tailwinds to drive superior FY24F earnings growth](#)
- Ciputra Development: [Robust marketing sales have yet to be priced-in](#)
- Mitratel: [Attractive opportunities in infra sharing and fiber markets](#)
- Siloam Hospitals: [Well positioned in the middle-upper healthcare segment; initiate with Buy rating](#)
- Telkom Indonesia: [Potential upsides from low-hanging fruits FMC market and larger HDC market scope](#)

## KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
<b>Asean - 5</b>				
Indonesia				
Thailand	6,991	(0.3)	2.1	554
Philippines	1,514	0.4	(9.3)	1,162
Malaysia	6,095	0.9	(7.2)	97
Singapore	1,448	(0.2)	(3.2)	536
<b>Regional</b>				
China	3,085	(0.8)	(0.1)	45,378
Hong Kong	17,655	(1.3)	(10.7)	9,849
Japan	32,571	(1.4)	24.8	17,295
Korea	2,515	(1.7)	12.5	5,652
Taiwan	16,317	(1.3)	15.4	5,138
India	66,230	(0.9)	8.9	615
Nasdaq	13,224	(1.8)	26.3	241,342
Dow Jones	34,070	(1.1)	2.8	16,490

## CURRENCY AND INTEREST RATE

	Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah Rp/1US\$	15,375	(0.1)	(0.3)	1.2
BI7DRRR %	5.75	-	-	0.3
10y Gov Indo bond	6.79	0.1	0.1	(0.2)

## HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	161	(0.2)	7.5	(60.3)
Gold	US\$/toz	1,921	0.0	1.2	5.3
Nickel	US\$/mt.ton	18,869	(2.4)	(5.0)	(36.9)
Tin	US\$/mt.ton	25,366	(1.8)	(0.3)	2.5

## SOFT COMMODITY

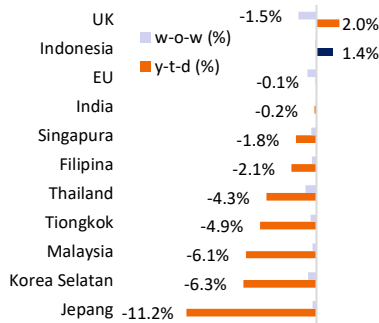
	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	3,596	(1.7)	4.7	38.2
Corn	US\$/mt.ton	163	(6.7)	(24.3)	(36.7)
Oil (WTI)	US\$/barrel	90	0.1	11.7	11.8
Oil (Brent)	US\$/barrel	93	(0.2)	10.5	8.6
Palm oil	MYR/mt.ton	3,690	1.6	(4.8)	(8.9)
Rubber	US\$/kg	140	(1.0)	8.6	7.2
Pulp	US\$/tonne	1,205	N/A	2.8	20.5
Coffee	US\$/60kgbag	129	(0.4)	0.3	(7.1)
Sugar	US\$/MT	733	0.9	7.5	32.2
Wheat	US\$/ton	157	(2.2)	(8.0)	(29.8)
Soy Oil	US\$/lb	60	(1.7)	(12.3)	(6.5)
SoyBean	US\$/by	1,294	(2.0)	(5.6)	(14.8)

Friday, 22 September 2023

# Macro Strategy

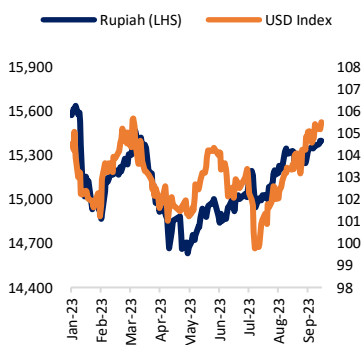
## Currency Conundrum

### YTD Currency performance (%)



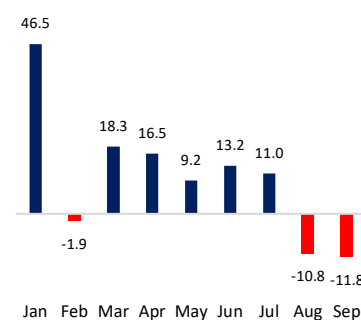
Source: Bloomberg

### IDR vs DXY



Source: Bloomberg

### Capital Inflow/Outflow (IDRtn)



Source: Bloomberg



**Helmy Kristanto**

(62-21) 2955 5888

[helmy.kristanto@brids.co.id](mailto:helmy.kristanto@brids.co.id)

Bank Indonesia's stance has remained consistent with a continued emphasis on stabilizing the currency. BI views that the increasing inflation risks will be temporary and manageable. In addition, BI also foresees capital inflows post an expected peak in the Fed Funds Rate in the November meeting. With an ongoing commitment to safeguard currency volatility, we don't foresee any change in policy rates until year-end. Progress on the SRBI and TD DHE has been promising in providing a buffer on forex reserves.

**Keeping the Policy Rate Intact.** After keeping the policy rate steady at 5.75% for eight consecutive months, BI announced its intention of maintaining the current rate to uphold IDR stability. BI also projected that inflation would remain stable for the rest of 2023 and 2024. The central bank identified other risks, including the increasing prices of rice and oil and emphasized that adjustments in oil prices would be temporary and apply solely to non-subsidized fuel, which would have a relatively minor impact on overall inflation. As government rice reserves continued to increase to the current 2 million tons level, such a buffer is deemed adequate until 1Q24, paving the way for more stable rice prices. According to BI's latest Price Monitoring Survey (SPH) as of the 2<sup>nd</sup> week of September, overall price growth stood at 0.15% m-m, translating to 2.2% y-y inflation. BI has reiterated its inflation forecasts for 2023 and 2024 at 2.9% and 2.8%, respectively. Tests on various scenarios with tailwinds also indicate that inflation will remain within BI's target range of 3% +/- 1% in 2023.

**Impetus for IDR stability.** While the Rupiah remains volatile, it still stands out as one of the best-performing currencies. BI anticipates that capital inflows will commence in November, coinciding with the expected peak of the Federal Reserve's federal funds rate (FFR). Despite successfully managing inflation, BI has announced its intention to retain the prevailing interest policy rate, intervention in forex markets (both spot and DNDF), as well as to further enhance the efficiency of SRBI and TD DHE instruments to stabilize the Rupiah.

Concerning SRBI, BI noted that the secondary market is still in its nascent stage and requires time to mature. Nevertheless, the SRBI auctions held on Wednesday and Friday were oversubscribed by 3.12x and 4.12x, respectively. BI has indicated flexibility in increasing the awarded nominal amount, aligning with SRBI's pro-market stance, despite initial indicative targets of IDR 5-7tn. In the secondary market, SRBI transactions have been active at IDR2.13tn, representing 5% of the combined awarded nominal amount from both auctions, with 82% of participants being foreign entities. Such a trajectory is expected to further accelerate going forward.

With BI's commitment to maintaining these auctions, we believe that the long-term goals of deepening the financial market and stabilizing the Rupiah can be realized. Progress with TD DHE is also promising, as recent data from Bank Indonesia reveals September inflows of USD 1.3bn mtd, compared to Aug's USD 568m. These substantial inflows will bolster forex reserves and be supportive for greater IDR stability. In addition, BI is also contemplating the introduction of another instrument to monetize TD DHE as an underlying asset.

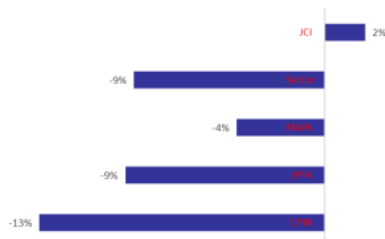
**Further improvements on banking intermediary growth.** Loans growth accelerated further to 9.06% in Aug from July's 8.54%. With macro-prudential incentives introduced in October and interest subsidies for working capital loans to SMSE, BI maintains its loans growth target of 9-11%. Elsewhere, BI has released a consultative paper on the digital Rupiah and plans to share feedback in October. The Central Bank Digital Currency (CBDC) is currently undergoing proof-of-concept testing, with an expected completion date in March 2024.

Friday, 22 September 2023

### OVERWEIGHT

### Maintain

YTD share price performance



Poultry sector EV/EBITDA band chart



Source : Bloomberg



**Victor Stefano**

(62-21) 5091 4100 ext. 3503

victor.stefano@brids.co.id

## Poultry

### Poised for 4Q23 recovery despite ST headwinds

While recent weak broiler prices and higher local corn prices may drive lower 3Q23 earnings (qoq), we maintain our Overweight view on the back of cheap valuation (at 9.2x EV/EBITDA, -1SD to 5-year average) in view of the potential earnings recovery in 4Q23 and FY24F (22% EPS growth).

**Weak broiler prices in the second week of September, DOC remained robust.** Despite the ongoing supply adjustment mechanism through culling, livebird (LB) prices in West Java dropped to IDR18k/kg in mid-September from IDR21k in the early month. In the past two years, LB prices have been weak during September. Meanwhile, DOC prices remained high at around IDR 7,500/chick signaling a tighter supply due to the culling programs. Hence, the pressure on LB prices is coming from the demand side, in our view.

**Local corn prices surged amid El-Nino.** Despite having reversed their uptrend in mid-September, the rising local corn prices, which have reached c. IDR 6,300 in early September, will affect the feed costs in 3Q23. We note that corn purchases by feedmiller declined 37% y-o-y/ 16% q-o-q in Aug23 indicating a tight supply or production. In Aug-23, the average water content of purchased corn came in lower at 15.97% (Aug-22/Jul-23: 16.60%/16.44%) which was attributed to less rainfall or hotter temperatures, in our view. Despite the ongoing El-Nino, government project corn demand for feedmill industry in 4Q23 to be 12% qoq lower, which should provide some cap for corn prices in 4Q23.

**SBM prices fell to sub-USD 400/ton.** SBM prices fell to below USD400/ton in mid-Sep23 as the market is anticipating US crops to produce good yields. Yield potential for soybeans ticked up slightly after declining for weeks due to a historic dry stretch across the US corn belt. YTD SBM prices stood at USD 443/ton, slightly lower than our FY23F of USD 455.

**3Q23 outlook: lower q-o-q earnings.** Driven by the higher local corn average prices, though slightly offset by lower SBM prices, we see a lower q-o-q margin for the players in 3Q23. We estimate 3Q23 net profit to range at IDR 930-1,232 billion and IDR 105-353 billion in 3Q23 for CPIN and JPFA respectively. As the consensus is expecting CPIN/JPFA FY23F earnings at IDR 3.2/1.2 trillion, we opine there could be some pressure on JPFA as our higher end 3Q23 forecast will put its 9M23 achievement at 36% of FY23F (CPIN is safer at 74%).

**Overweight the sector.** After recent underperformance, the sector now trades at attractive valuation at 9.2x (vs. 11.0x for 5-year average) with intact potential earnings growth post the elections in 2024 (our FY24F EPS growth of 22% and EBITDA at 17%) from moderation in raw material costs, a lower cost of culling, and more stable chicken prices. Our top pick is CPIN given the high contribution of its commercial farming business and underperformance YTD.

Company	Ticker	Rec	Target Price (Rp)	Market Cap. (RpBn)	P/E (x)		P/BV (x)		ROE (%) 2024F
					2023F	2024F	2023F	2024F	
Charoen Pokphand Indonesia	CPIN IJ	BUY	6,700	80,514.2	25.9	23.3	2.9	2.7	12.0
Japfa Comfeed Indonesia	JPFA IJ	BUY	1,500	13,720.1	13.2	8.6	1.0	0.9	11.5
Malindo Feedmill Indonesia	MAIN IJ	BUY	550	1,052.2	n/m	8.2	0.5	0.4	5.4

**MACROECONOMY****Bank Indonesia Kept BI7DRR at 5.75%**

Bank Indonesia kept BI7DRR at 5.75% for eight consecutive months. BI's stance has remained consistent with continued emphasis on stabilizing the currency. They anticipate that the increasing inflation risks will be temporary and manageable. BI also foresees capital inflows post Fed Fund Rate reaches its peak in the November meeting. With ongoing commitment to safeguard currency volatility, we don't foresee any change in policy rate until year end. Progress on SRBI and TD DHE has been promising to provide buffer on the forex reserve. (Bank Indonesia)

**The 2024 Election Budget has been realized by 46.7% until August 2023**

The realization of the 2024 election budget has reached IDR14 tn until 31 August 2023. This figure has reached 46.7% of the total allocation that has been prepared this year of IDR30 tn. According to the Ministry of Finance, the government budget since 2022 with realization of IDR3.1 tn. In 2023, the allocation will reach IDR30 tn, and in 2024 it will amount to IDR37.4 tn. So, the total election budget from 2022 to 2024 reaches IDR 70.6 tn. (Kontan)

**CORPORATE****EXCL Targets Mining Companies**

EXCL is expanding the enterprise segment by targeting mining companies with green mining principles through XL Axiata Business Solutions (XLABS). According to EXCL, implementing this private network would increase the efficiency of using electrical and gas energy to potentially reduce carbon emissions by up to 20%. Furthermore, according to EXCL, private networks may support green mining operations, increase productivity through automation, and lower costs through IoT technology. (Kontan)

**GOTO Strengthens GoCorp Services**

GOTO strengthens GoCorp Services, a technology solution from Gojek for business actors in managing various company expenses for employee operational activities, such as transportation allowances, food, and delivery of goods. According to GOTO, companies that adopt end-to-end technology systems can reduce management concerns related to efficiency issues, time-consuming process simplification, and a lack of company visibility. (Kontan)

**MDKA Held an Affiliate Transaction Worth IDR4.99 bn.**

MDKA's controlled company, PT Merdeka Mining Indonesia (MMI), conducted an affiliate transaction amounting to IDR4.99 bn. The affiliation transaction is a conditional share acquisition and purchase agreement between MMI, PT Pani Bersama Jaya (PBJ), and MDKA. PBJ will become the controller of MMI after the transaction becomes effective. From this transaction, MDKA management hopes that there will be an increase in the efficiency and development of MMI's heavy equipment rental activities. (Kontan)

**PGAS to Build LNG Hub in Nusa Dua Bali**

PGAS plans to build a small LNG hub in Nusa Dua, Bali, which will supply Liquefied Natural Gas (LNG) supplies to hotels and restaurants. Each hotel will be connected to one LNG pipeline as a Pipeline network that supplies LNG to various hotels and restaurants will be built in Nusa Dua, Bali. The availability of this LNG hub is expected to attract more hotels and restaurants in Nusa Dua and surrounding areas to switch to using LNG, as there are currently less than 10 hotels that use LNG. (Bisnis)



## COVERAGE PERFORMANCE

### LEADERS

	Code	Price as on					YTD, %	Rating
		21-Sep-23	20-Sep-23	Chg, %	w-w, %	m-m, %		
Pertamina Geothermal Energy	PGEO	1,570	1,505	4.3	27.6	49.5	N/A	BUY
Bekasi Fajar	BEST	158	152	3.9	1.9	(2.5)	18.8	HOLD
Unilever	UNVR	3,770	3,630	3.9	5.9	1.6	(19.8)	HOLD
Mitra Adi Perkasa	MAPI	1,895	1,825	3.8	3.8	(3.8)	31.1	BUY
Kalbe Farma	KLBF	1,815	1,750	3.7	1.7	(2.2)	(13.2)	BUY
Indofood CBP	ICBP	11,200	10,850	3.2	1.8	(2.8)	12.0	BUY
Barito Pacific	BRPT	1,480	1,445	2.4	15.6	66.3	96.0	BUY
Gudang Garam	GGRM	25,300	24,725	2.3	4.3	0.8	40.6	BUY
Integra Indocabinet	WOOD	466	456	2.2	6.9	3.1	28.7	BUY
Matahari Department Store	LPPF	2,390	2,350	1.7	(2.8)	(9.8)	(49.7)	BUY

Sources: Bloomberg

### LAGGARDS

	Code	Price as on					YTD, %	Rating
		21-Sep-23	20-Sep-23	Chg, %	w-w, %	m-m, %		
Bank Neo Commerce	BBYB	322	336	(4.2)	3.9	(10.1)	(50.1)	BUY
Bank Syariah Indonesia	BRIS	1,650	1,715	(3.8)	(0.6)	(1.2)	27.9	BUY
Pembangunan Perumahan	PTPP	765	795	(3.8)	(0.6)	30.8	7.0	BUY
Medco Energi Internasional	MEDC	1,515	1,570	(3.5)	(2.6)	37.7	49.3	BUY
Wijaya Karya	WIKA	446	462	(3.5)	(3.9)	18.6	(44.3)	BUY
Adhi Karya	ADHI	466	482	(3.3)	(2.1)	11.0	(3.7)	BUY
Elang Mahkota Teknologi	EMTK	545	560	(2.7)	(5.2)	(10.7)	(47.1)	BUY
Gojek Tokopedia	GOTO	88	90	(2.2)	-	-	(3.3)	BUY
Bank Jago	ARTO	2,220	2,270	(2.2)	(4.7)	(11.9)	(40.3)	BUY
Mitra Telekomunikasi Indonesia	MTEL	675	690	(2.2)	(8.2)	(6.9)	(15.6)	BUY

Sources: Bloomberg

## PREVIOUS REPORTS

---

- GoTo Gojek Tokopedia: [Positive EBITDA to sustain GOTO growth mode](#)
- Macro Strategy: [KTA: Meeting with BI on SRBI](#)
- Consumer: [Being selective in 4Q23 on a mixed outlook](#)
- AKR Corporindo: [Potential operational beat in 2H23](#)
- Macro Strategy & Flows Trackers: [Policy Rate in Focus](#)
- Nippon Indosari Corpindo: [Industry tailwinds to drive superior FY24F earnings growth](#)
- Ciputra Development: [Robust marketing sales have yet to be priced-in](#)
- Mitratel: [Attractive opportunities in infra sharing and fiber markets](#)
- Siloam Hospitals: [Well positioned in the middle-upper healthcare segment; initiate with Buy rating](#)
- Telkom Indonesia: [Potential upsides from low-hanging fruits FMC market and larger HDC market scope](#)
- Macro Strategy & Flows Trackers: [More Signals](#)
- Healthcare: [Channel checks indicated rising respiratory cases in Greater Jakarta hospitals](#)
- Perusahaan Gas Negara: [Attractively valued amid subsiding overhangs](#)
- Telco: [Merger of #3 and #4 players to be potentially beneficial for EXCL and the sector](#)
- Macro Strategy: [KTA: Meeting with Bank Indonesia](#)
- Metal Mining: [Expect nickel price and margins to stabilize, but volume will be key drivers in 2H23](#)
- Pratama Abadi Nusa Industri: [Completing second asset injection, with possibility for more in the future](#)
- Macro Strategy & Flows Trackers: [Conflating Perspectives](#)
- Indofood CBP Sukses Makmur: [Enjoying higher margins](#)
- Indofood Sukses Makmur: [Still a sound proxy to the sector](#)
- Bank Rakyat Indonesia: [Better profitability on the horizon](#)
- Poultry: [Regulation remains supportive](#)
- Medco Energi International: [Expect a solid turnaround in 3Q23](#)
- Mitratel: [Bright outlook maintained](#)
- Macro and Flows Tracker: [The Angst of Rate Hike](#)
- Healthcare: [Worsening pollution hits the health of Jakartans](#)
- Strategy: [Expanding Policy Arsenal](#)
- PT Hillcon Tbk: [One of a kind](#)
- Cigarette: [Set to normalize](#)
- Kawasan Industri Jababeka: [What doesn't kill you, make you stronger](#)
- BTPN Syariah: [On the recovery path](#)
- Macro and Flow Tracker: [Rising External Risks](#)
- GoTo: [GTV to step-up, Gojek + Tokped upside revisited](#)
- XL Axiata: [Well placed to extend momentum](#)
- Strategy: 2024 Proposed Budget: [The Final Chapter](#)
- Prodia Widyahusada: [Resilient Amid Challenges](#)
- PT Pertamina Geothermal Energy: [Rapid Expansion](#)
- Kalbe Farma: [A soft quarter but better days ahead](#)
- Macro and Flow Tracker: [Stay Vigilant](#)
- Tower Bersama Infrastructure: [Leveraging core strengths](#)
- Property: [On track to remain high](#)
- Medikaloka Hermina: [Better Placed Amid Challenges](#)
- Indosat Ooredoo Hutchison: [Bigger fish to fry – significant upside](#)
- Mitra Adiperkasa: [Looking beyond the archipelago](#)
- Strategy: [Sustaining Growth](#)
- Mayora Indah: [Solid performance on the cards](#)
- Macro and Flow Tracker: [Not All Is Well](#)
- Telco: [Sector evolution intact](#)
- Japfa Comfeed Indonesia: [Back to profits driven by the broiler segment](#)
- Mitra Keluarga: [Remaining Competitive](#)
- Japfa Comfeed Indonesia: [Back to profits driven by the broiler segment](#)
- Bank Jago: [Improving credit quality, profits to follow](#)
- Bank Neo Commerce: [Higher provisions from deteriorating credit quality](#)

## PT BRI Danareksa Sekuritas

Gedung BRI II Lt.23, Jl. Jenderal Sudirman Kav.44-46  
Bendungan Hilir, Tanah Abang – Jakarta Pusat 10210  
Indonesia  
Tel (62 21) 50914100  
Fax (62 21) 2520990

## Equity Research Team

### Erindra Krisnawan

erindra.krisnawan@brids.co.id  
(62-21) 50914100  
**Head of Equity Research**

### Niko Margaronis

niko.margaronis@brids.co.id  
(62-21) 50914100 ext.3512  
**Telco, Tower, Technology, Media**

### Natalia Sutanto

natalia.sutanto@brids.co.id  
(62-21) 50914100 ext.3508  
**Consumer, Tobacco, Pharmacy**

### Hasan Barakwan

hasan.barakwan@brids.co.id  
(62-21) 50914100 ext.3530  
**Coal, Metal Mining, Oil and Gas,  
Mining Service**

### Victor Stefano

victor.stefano@brids.co.id  
(62-21) 50914100 ext.3503  
**Poultry, Property, Industrial Estate,  
Digital Banks**

### Ismail Fakhri Suweleh

ismail.suweleh@brids.co.id  
(62-21) 50914100 ext.3505  
**Healthcare**

## Economic Research Team

### Helmy Kristanto

helmy.kristanto@brids.co.id  
(62-21) 50914100 ext 3500  
**Chief Economist, Macro Strategy**

### Dr. Telisa Aulia Falianty

telisa.falianty@brids.co.id  
(62-21) 50914100  
**Senior Advisor**

### Kefas Sidauruk

kefas.sidauruk@brids.co.id  
(62-21) 50914100  
**Economist**

## Sales team

### Yofi Lasini

yofi.lasini@brids.co.id  
(62-21) 50914100 ext. 3120

### Ehrlich Suhartono

ehrliech@brids.co.id  
(62-21) 50914100 ext. 3132

### Yunita L. Nababan

yunita@brids.co.id  
(62-21) 50914100 ext. 3145

### Andreas Kenny

andreas.kenny@brids.co.id  
(62-21) 50914100 ext. 3124

### Adeline Solaiman

adeline.solaiman@brids.co.id  
(62-21) 50914100 ext. 3503

### Novrita Endah Putrianti

novrita.putrianti@brids.co.id  
(62-21) 50914100 ext. 3124

### Christy Halim

christy.halim@brids.co.id  
(62-21) 50914100 ext 3913



## Disclaimer

The information contained in this report has been taken from sources which we deem reliable. However, none of P.T. Danareksa Sekuritas and/or its affiliated companies and/or their respective employees and/or agents makes any representation or warranty (express or implied) or accepts any responsibility or liability as to, or in relation to, the accuracy or completeness of the information and opinions contained in this report or as to any information contained in this report or any other such information or opinions remaining unchanged after the issue thereof.

We expressly disclaim any responsibility or liability (express or implied) of P.T. Danareksa Sekuritas, its affiliated companies and their respective employees and agents whatsoever and howsoever arising (including, without limitation for any claims, proceedings, action, suits, losses, expenses, damages or costs) which may be brought against or suffered by any person as a result of acting in reliance upon the whole or any part of the contents of this report and neither P.T. Danareksa Sekuritas, its affiliated companies or their respective employees or agents accepts liability for any errors, omissions or misstatements, negligent or otherwise, in the report and any liability in respect of the report or any inaccuracy therein or omission there from which might otherwise arise is hereby expressly disclaimed.

The information contained in this report is not to be taken as any recommendation made by P.T. Danareksa Sekuritas or any other person to enter into any agreement with regard to any investment mentioned in this document. This report is prepared for general circulation. It does not have regard to the specific person who may receive this report. In considering any investments you should make your own independent assessment and seek your own professional financial and legal advice.