

Friday, September 22, 2023

FROM EQUITY REPORT

Macro Strategy: Currency Conundrum

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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).

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

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KEY INDEX

	Close	Chg	Ytd	Vol
	Close	(%)	(%)	(US\$ m)
Asean - 5				
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
Regional	.,	(0.2)	(0.2)	000
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

		Data	w-w	m-m	ytd
		Rate	(%)	(%)	(%)
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
	Offic	Frice	(%)	(%)	(%)
Coal	US\$/ton				(60.3
		161	(0.2)	7.5)
Gold	US\$/toz	1,921	0.0	1.2	5.3
Nickel	US\$/mt.ton				(36.9)
		18,869	(2.4)	(5.0))
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	USd/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		(12.3)	(6.5)
SoyBean	US\$/by	00	(1.7)	(12.3)	(14.8
55,20an	υ υ ψι ω <u>γ</u>	1.294	(2.0)	(5.6))



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YTD Currency performance (%)



Source: Bloomberg

IDR vs DXY



Source: Bloomberg

Capital Inflow/Outflow (IDRtn)



Source: Bloomberg



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 yearend. 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 2nd 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 promarket 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.



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OVERWEIGHT Maintain

YTD share price performance



Poultry sector EV/EBITDA band chart



Source: Bloomberg



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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.

			Target	Market					
			Price	Cap.	P/E (x)	P/BV ()	c)	ROE (%)
Company	Ticker	Rec	(Rp)	(RpBn)	2023F	2024F	2023F	2024F	2024F
Charoen Pokphand	CPIN IJ	BUY	6,700	80,514.2	25.9	23.3	2.9	2.7	12.0
Indonesia									
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



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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 Liquified 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)



RIXY Equity	Valuation	Rating	Outstanding Shares	Price (Rp)	Price	Mkt Cap	Net Profit,	Rn hn	EPS (R	n) I	Core EPS (F	Rn)	EPS Gr	owth	PER	(v) I	EV / EBITE	1Δ (γ)	PBV	1	ROE
		Rating	Snares (Mn)	Price (Rp)	Target	Rp Bn	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
reksa Universe			3,002,587		rarget	4,608,045	287,891	322,758	35,096	31,358	LULL	2020	60.6%	-10.7%	16.0	14.3	11.0	10.3	2.3	2.1	15.1
inancials & Banks			344,035			2,016,326	110,082	130,933	2,332	2,733			46.6%	17.2%	18.3	15.4	N/A	N/A	3.0	2.7	17.1
BCA	BBCA	HOLD	123,275	9,125	10,000	1,124,885	40,736	48,726	330	395	330	395	29.6%	19.6%	27.6	23.1	N/A	N/A	5.1	4.5	19.2
BNI Bank Tabungan Negara	BBNI BBTN	BUY	18,649 14.034	9,600	12,000	179,027 17,262	18,312 3,045	21,824	982	1,170 226	982	1,170 226	68.0% 28.1%	19.2% 4.1%	9.8 5.7	8.2 5.4	N/A N/A	N/A N/A	1.3	1.2	14.1 12.9
Bank Nandiri	BBIN	BUY	14,034 93,333	1,230 6,000	7,500	17,262 560,000	3,045 41,179	3,171 48,755	217 441	522 522	217 441	522 522	28.1% 46.9%	4.1% 18.4%	5.7 13.6	11.5	N/A N/A	N/A N/A	0.7 2.4	0.6 2.2	12.9 19.0
Bank Jago	ARTO	BUY	13,856	2,220	6,600	30,761	16	40,755	1	7	1	7	-81.5%	519.4%	1,933.1	312.1	N/A	N/A	3.7	3.7	0.2
Bank Neo Commerce	BBYB	BUY	12,039	322	700	3,877	(789)	(654)	(66)	(54)	(66)	(54)	20.0%	17.1%	(4.9)	(5.9)	N/A	N/A	1.0	1.3	(23.8)
BPD Jatim	BJTM	BUY	15,016	640	900	9,610	1,543	1,591	103	106	103	106	1.3%	3.1%	6.2	6.0	N/A	N/A	0.8	0.8	13.8
Bank Syariah Indonesia	BRIS	BUY	46,129	1,650	2,000	76,113	4,260	5,577	92	121	92	121	40.7%	30.9%	17.9	13.6	N/A	N/A	2.3	2.0	14.6
Bank Tabungan Pensiunan Nasional S	Syariah BTPS	BUY	7,704	1,920	3,000	14,791	1,780	1,844	231	239	231	239	21.5%	3.6%	8.3	8.0	N/A	N/A	1.8	1.6	23.0
Cement			10,433			84,318	4,207	5,155	851	1,015			7.8%	19.3%	20.0	16.4	8.0	7.1	1.4	1.3	6.9
Indocement Semen Indonesia	INTP SMGR	BUY	3,681	10,250	13,300	37,733	1,842	2,036	500	553	500	553	3.0%	10.5%	20.5	18.5	9.9	8.9	1.9	1.9	9.2
Semen Indonesia	SMGR	BUY	6,752 118.242	6,900	10,000	46,586 150,458	2,365 9.103	3,119 13.787	350 1.499	462 3.429	350	462	15.5% -49.6%	31.9% 128.8%	19.7 16.5	14.9 10.9	7.2 9.8	6.3 6.4	1.1	1.1 1.6	5.8 10.4
Gudang Garam	GGRM	BUY	118,242	25,300	30.000	48.679	2,780	6,477	1,499	3,429	1,449	3,366	-49.6% -50.4%	133.0%	17.5	7.5	9.8 8.1	3.7	0.8	0.8	4.7
HM Sampoerna	HMSP	BUY	116.318	875	1,000	101.778	6.324	7.309	54	63	54	63	-11.4%	15.6%	16.1	13.9	11.1	9.5	3.6	3.5	22.0
Construction		501	30,835	0.0	1,000	44,596	3,040	2,293	425	327	0-1	00	49.1%	-23.2%	14.7	19.4	8.39	7.71	0.8	0.8	5.8
Wijaya Karya	WIKA	BUY	8,970	446	490	4,001	(60)	(174)	(7)	(19)	86	(4)	-150.6%	-192.8%	(67.1)	(22.9)	8.4	6.4	0.3	0.3	(0.5)
Pembangunan Perumahan	PTPP	BUY	6,200	765	750	4,743	272	301	44	48	92	74	2.1%	10.6%	17.5	15.8	7.0	5.9	0.4	0.4	2.5
Adhi Karya	ADHI	BUY	8,408	466	500	3,918	81	55	10	6	30	13	47.1%	-32.8%	48.2	71.7	6.1	7.4	0.5	0.5	1.2
Jasa Marga	JSMR	BUY	7,258	4,400	5,100	31,935	2,747	2,112	378	291	378	291	70.1%	-23.1%	11.6	15.1	9.4	9.1	1.5	1.3	12.9
Consumer			87,138			397,864	18,686	28,584	1,415	2,310			-12.9%	63.2%	21.3	13.9	10.0	9.0	3.7	3.2	18.2
Indofood CBP	ICBP	BUY	11,662	11,200	13,000	130,613	4,587	10,386	393	891	739	773	-28.3%	126.4%	28.5	12.6	11.7	9.6	3.6	3.0	13.0
Indofood	INDF	BUY	8,780	6,700	8,000	58,829	6,359	9,686	724	1,103	1,273	927	-17.0%	52.3%	9.3	6.1	4.5	4.3	1.1	1.0	12.4
Unilever	UNVR	HOLD	38,150	3,770	4,300	143,826	5,365	5,680	141	149	141	149	-6.8%	5.9%	26.8	25.3	18.3	17.4	36.0	35.8	129.0
Mayora Indah	MYOR	BUY	22,359	2,510	3,300	56,120	1,942	2,486	87	111	71	121	63.7%	28.0%	28.9	22.6	17.8	12.6	4.4	4.0	16.4
Nippon Indosari Corpindo Pharmaceutical	ROTI	BUY	6,186 76,875	1,370	1,700	8,475 102.778	432 4.487	346 4.362	70 109	56 105	70	56	52.4% -0.9%	-20.0% -3.3%	19.6 22.9	24.5 23.6	10.0 16.1	12.1 15.4	3.2 4.3	3.2 4.0	15.6 19.1
Sido Muncul	SIDO	HOLD	76,875 30,000	590	600	102,778 17.700	4,487 1,105	4,362 1,026	109 37	105 34	37	24	-0.9% -12.4%	-3.3% -7.1%	22.9 16.0	23.6 17.3	16.1 13.1	15.4 14.1	4.3 5.0	4.0 5.0	19.1 31.7
Kalbe Farma	KLBF	BUY	30,000 46.875	590 1.815	2.100	17,700 85.078	1,105 3.382	3,336	72	71	72	71	-12.4% 6.2%	-7.1%	16.0 25.2	17.3 25.5	13.1 16.9	14.1 15.7	5.0 4.2	3.8	31.7 16.9
ealthcare	REDI	ВОТ	40,075	1,010	2,100	90.354	2,375	2,790	541	568	12	/1	-33.9%	5.1%	38.0	32.4	27.8	25.4	8.1	6.9	21.5
Medikaloka Hermina	HEAL	BUY	14,968	1.325	1,600	19.832	299	478	20	32	20	32	-70.0%	60.0%	66.4	41.5	18.3	14.2	5.8	4.2	8.9
Mitra Keluarga	MIKA	BUY	14,246	2,740	3,300	39,035	1,008	962	71	68	71	68	-18.0%	-4.6%	38.7	40.6	25.5	25.7	7.2	6.5	18.8
Prodia Widyahusada	PRDA	BUY	938	6,325	6,700	5,930	372	369	396	393	396	393	-40.4%	-0.8%	16.0	16.1	8.2	8.2	2.6	2.4	16.1
Siloam Hospital	SILO	BUY	13,006	1,965	2,200	25,557	696	982	54	76	54	76	3.3%	41.0%	36.7	26.0	11.5	9.1	3.7	3.2	10.4
eavy Equipment			3,730			105,656	19,632	15,916	5,263	4,267			91.0%	-18.9%	5.4	6.6	2.4	2.5	1.3	1.2	26.7
United Tractors	UNTR	BUY	3,730	28,325	40,000	105,656	19,632	15,916	5,263	4,267	5,263	4,267	91.0%	-18.9%	5.4	6.6	2.4	2.5	1.3	1.2	26.7
ndustrial Estate			62,551			11,700	1,417	1,347	64	45			282.4%	-29.5%	8.3	8.7	6.6	6.0	0.8	0.8	10.5
Puradelta Lestari	DMAS	BUY	48,198	175	220	8,435	1,217	1,181	25	25	25	24	70.3%	-3.0%	6.9	7.1	6.3	6.1	1.5	1.5	22.0
Bekasi Fajar	BEST	HOLD	9,647	158	140	1,524	34	135	3	14	3	14	147.5%	298.8%	45.2	11.3	10.9	9.0	0.4	0.3	0.8
Surya Semesta Media	SSIA	BUY	4,705	370	700	1,741	166	31	35	7	35	7	182.8%	-81.1%	10.5 6.7	55.7	5.4	4.1	0.5	0.5	4.5
Media Nusantara Citra	MNCN	BUY	89,020	510	800	19,511	2,903	2,882	148	143	138	404	-17.6%	-3.2% -4.1%	6.7 3.7	6.8 3.9	2.9	2.7 1.3	0.7	0.7	11.5
Surya Citra Media	SCMA	BUY	15,050 73,971	510 160	800 325	7,675 11,835	2,056 846	1,972 910	137 11	131 12	138	131 12	-15.4% -37.2%	-4.1% 7.6%	14.0	13.0	1.4 8.2	6.1	0.4 1.6	0.4 1.4	11.3 12.2
Mining	COMPT	DOI	220,535	100	323	480.053	93.198	70.487	19.554	13,678		12	140.4%	-30.1%	5.2	6.8	3.0	3.8	1.8	1.6	39.9
Medco Energi	MEDC	BUY	25,136	1,515	1,300	38,081	7,961	4,551	317	181	317	181	1034.9%	-42.8%	4.8	8.4	1.9	3.7	1.6	1.5	40.4
Adaro Energy	ADRO	BUY	31,986	2.950	4,500	94.359	36.198	23,180	1.132	725	1.132	725	158.5%	-36.0%	2.6	4.1	1.4	2.0	1.2	1.1	51.5
Timah	TINS	HOLD	7,448	815	2,100	6,070	1,092	389	147	52	153	52	-28.3%	-64.3%	5.6	15.6	3.2	4.8	0.8	0.8	15.9
Vale Indonesia	INCO	BUY	9,936	5,675	8,500	56,389	3,006	4,303	303	433	303	433	20.9%	43.2%	18.8	13.1	7.6	6.8	1.6	1.4	8.9
Aneka Tambang	ANTM	BUY	24,031	1,835	3,500	44,096	3,821	5,797	159	241	159	241	92.6%	51.7%	11.5	7.6	8.9	6.2	1.9	1.6	17.2
Bukit Asam	PTBA	BUY	11,521	2,820	4,600	32,488	12,568	9,854	1,091	855	1,091	855	58.9%	-21.6%	2.6	3.3	1.2	2.5	1.1	1.1	47.6
Indo Tambangraya Megah	ITMG	BUY	1,130	28,775	45,000	32,514	17,990	12,163	15,922	10,764	15,922	10,764	152.3%	-32.4%	1.8	2.7	0.4	0.2	1.1	0.9	75.8
Harum Energy	HRUM DOID	BUY	13,518	1,790	2,700	24,197	4,927	3,990	364	295	364	295	342.0%	-19.0%	4.9 41.1	6.1	3.3	2.4	2.1	1.8	53.8
Delta Dunia Makmur Merdeka Copper Gold	DOID	BUY	8,620	440	650 4.590	3,793 77,396	92 876	108	11 36	13 34	11	13	-32830.2%	16.8% -7.8%	41.1 88.3	35.2	13.4	12.1 20.6	10.6	8.1	29.6 6.6
Trimegah Bangun Persada	NCKL	BUY	24,111 63.099	3,210 1,120	4,590 1.400	77,396	4.667	5.345	36 74	34 85	36 74	34 85	75.0% 137.1%	-7.8% 14.5%	88.3 15.1	95.8 13.2	31.1 17.4	7.7	5.1 7.5	4.8 3.1	61.7
Poultry	INCINE	DUI	30,363	1,120	1,400	96.051	4,668	4,078	330	247	/**	60	-20.0%	-25.0%	20.6	23.6	17.4	12.6	2.3	2.2	11.5
Charoen Pokphand	CPIN	BUY	16.398	4.950	6.700	81.170	3.210	3,105	196	189	199	189	-20.0% -9.1%	-3.3%	25.3	26.1	16.5	15.5	3.1	2.2	12.5
Japfa Comfeed	JPFA	BUY	11,727	1.180	1,500	13.837	1,432	1,042	122	89	128	89	-28.0%	-27.2%	9.7	13.3	6.6	7.9	1.1	1.0	11.5
Malindo Feedmill	MAIN	BUY	2,239	466	550	1,043	26	(69)	12	(31)	(4)	(29)	-56.5%	-363.7%	39.8	(15.1)	7.5	10.8	0.4	0.4	1.1
Property			124,025			74,706	7,551	7,124	341	301	1.7	(=0)	59.7%	-11.7%	9.9	10.5	5.7	5.7	0.8	0.8	8.8
Alam Sutera	ASRI	BUY	19,649	180	240	3,537	1,086	732	55	37	69	51	645.5%	-32.6%	3.3	4.8	3.8	4.4	0.3	0.3	10.9
Bumi Serpong Damai	BSDE	BUY	21,171	1,025	1,300	21,701	2,433	2,033	115	96	158	132	80.4%	-16.4%	8.9	10.7	6.0	6.6	0.6	0.6	7.5
Ciputra Development	CTRA	BUY	18,536	1,015	1,600	18,814	1,863	1,644	101	89	123	112	7.4%	-11.8%	10.1	11.4	6.1	5.9	1.0	1.0	10.5
Pakuw on Jati	PWON	BUY	48,160	436	610	20,998	1,543	2,148	32	45	40	46	10.5%	39.2%	13.6	9.8	6.1	4.8	1.2	1.1	9.3
Summarecon	SMRA	BUY	16,509	585	1,000	9,658	625	567	38	34	38	34	93.2%	-9.4%	15.4	17.0	6.3	6.9	1.1	1.0	7.0
Hility	2040	B1.57	65,638			33,332	7,656	6,708	283	233			99.5%	7.0%	39.8	33.3	19.1	16.0	4.3	3.0	19.8
Perusahaan Gas Negara Pertamina Geothermal Energy	PGAS PGEO	BUY	24,242 41,396	1,375 1,570	1,800 1,170	33,332 64,992	5,746 1,909	4,126	237 46	170	241 46	170	49.7% 49.7%	-28.2%	5.8	8.1 25.2	2.7	2.6	0.8	0.7	14.8
Pertamina Geothermai Energy	FUEU	BUY	41,396 43.106	1,570	1,170	64,992 54.553	1,909 4.496	2,581 4.845	827	62 936	46	62	49.7% 68.8%	35.2% 13.3%	34.0 12.1	25.2 11.3	16.4 6.8	13.5 6.1	3.5	2.2 2.6	10.2 26.2
Mitra Adi Perkasa	MAPI	BUY	16.600	1.895	2.300	31,457	2.096	2,236	126	135	127	135	377.5%	6.7%	12.1	11.3	6.8 8.0	7.2	3.0	3.0	30.0
Ramavana	RALS	HOLD	7.096	560	620	3,974	352	359	50	51	50	51	111.8%	1.8%	11.3	11.1	2.3	2.7	1.1	1.1	9.6
Matahari Department Store	LPPF	BUY	2,260	2,390	6,600	5,402	1,383	1,614	612	714	612	714	51.5%	16.7%	3.9	3.3	2.7	2.3	9.3	5.1	174.4
Ace Hardware	ACES	BUY	17,150	800	840	13,720	665	637	39	37	39	37	8.1%	-4.2%	20.6	21.6	14.0	13.4	2.3	2.2	11.7
echnology			1,355,366			176,423	(41,463)	(19,042)	(46)	(67)			26.9%	-45.0%	(4.3)	(9.3)	2.7 -	8.0	1.1	1.2	(24.7)
Bukalapak	BUKA	BUY	103,080	224	800	23,090	3,644	(1,286)	35	(12)	(17)	(12)	317.8%	-135.3%	6.3	(18.0)	1.9	1.2	0.9	0.9	14.4
Gojek Tokopedia	GOTO	BUY	1,133,792	88	150	99,774	(39,571)	(12,601)	(35)	(11)	(35)	(11)	-86.5%	68.2%	(2.5)	(7.9)	1.9 -	7.5	0.8	0.9	(29.8)
Blibli (Global Digital Niaga)	BELI	BUY	118,493	452	600	53,559	(5,536)	(5,155)	(47)	(44)	(47)	(44)	-64.9%	6.9%	(9.7)	(10.4)	11.2 -	12.3	5.3	10.6	(55.5)
elco			277,464			640,259	33,450	37,532	1,041	940			-22.2%	-9.7%	19.1	17.1	5.6	5.3	2.6	2.5	14.9
Telekomunikasi Indonesia	TLKM	BUY	99,062	3,810	4,600	377,427	20,753	25,308	209	255	209	255	-16.2%	21.9%	18.2	14.9	4.9	4.9	2.9	2.7	16.5
Indosat	ISAT	BUY	8,063	9,750	11,100	78,611	4,723	3,289	586	408	564	408	-30.0%	-30.4%	16.6	23.9	4.6	4.1	2.8	2.7	25.2
XL Axiata	EXCL	BUY	13,128	2,350	3,900	30,852	1,109	1,386	85	106	89	108	-13.9%	24.9%	27.8	22.3	2.7	2.4	1.2	1.2	4.9
Tower Bersama	TBIG	BUY	22,657	2,040	2,500	46,220	1,638	1,622	72	72	72	72	5.7%	-1.0%	28.2	28.5	13.1	12.9	4.5	4.1	16.7
Sarana Menara Nusantara	TOWR	BUY	51,015	995	1,500	50,760	3,442	3,685	67	72	67	72	0.4%	7.1%	14.7	13.8	9.8	9.2	3.5	3.0	26.0
Mitra Telekomunikasi Indonesia	MTEL	BUY	83,539	675	960	56,389	1,785	2,242	21	27	21	27	29.2%	25.6%	31.6	25.1	11.0	10.0	1.7	1.6	5.3
			20.073			29,107	2,403	2.978	120	148			116.2%	23.9%	12.1	9.8	7.9	6.1	2.6	2.3	23.2
rade AKR Corporindo	AKRA	BUY	20,073	1.450	2.000	29,107	2,403	2,978	120	148	120	148	116.2%	23.9%	12.1	9.8	7.9	6.1	2.6	2.3	23.2



Equity SNAPSHOT Friday, September 22, 2023

COVERAGE PERFORMANCE

LEADERS

		Price	as on					
	Code	21-Sep-23	20-Sep-23	Chg, %	w-w, %	m-m, %	YTD, %	Rating
Pertamina Geothermal	PGEO							BUY
Energy		1,570	1,505	4.3	27.6	49.5	N/A	
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

	Price as on													
	Code	21-Sep-23	20-Sep-23	Chg, %	w-w, %	m-m, %	YTD, %	Rating						
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



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PREVIOUS REPORTS

- GoTo Gojek Tokopedia: Positive EBITDA to sustain GOTO growth mode
- Macro Strategy: <u>KTA: Meeting with BI on SRBI</u>
- Consumer: Being selective in 4Q23 on a mixed outlook
- AKR Corporindo: Potential operational beat in 2H23
- Macro Strategy & Flows Trackers: <u>Policy Rate in Focus</u>
- Nippon Indosari Corpindo: <u>Industry tailwinds to drive superior FY24F earnings growth</u>
- 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: <u>Potential upsides from low-hanging fruits FMC market and larger HDC market scope</u>
- Macro Strategy & Flows Trackers: <u>More Signals</u>
- Healthcare: <u>Channel checks indicated rising respiratory cases in Greater Jakarta hospitals</u>
- Perusahaan Gas Negara: <u>Attractively valued amid subsiding overhangs</u>
- 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: <u>Conflating Perspectives</u>
- Indofood CBP Sukses Makmur: <u>Enjoying higher margins</u>
- Indofood Sukses Makmur: <u>Still a sound proxy to the sector</u>
- Bank Rakyat Indonesia: Better profitability on the horizon
- Poultry: Regulation remains supportive
- Medco Energi International: Expect a solid turnaround in 3Q23
- Mitratel: <u>Bright outlook maintained</u>
- Macro and Flows Tracker: <u>The Angst of Rate Hike</u>
- Healthcare: Worsening pollution hits the health of Jakartans
- Strategy: <u>Expanding Policy Arsenal</u>
- PT Hillcon Tbk: One of a kind
- Cigarette: <u>Set to normalize</u>
- Kawasan Industri Jababeka: What doesn`t kill you, make you stronger
- BTPN Syariah: On the recovery path
- Macro and Flow Tracker: <u>Rising External Risks</u>
- 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: <u>Resilient Amid Challenges</u>
- PT Pertamina Geothermal Energy: <u>Rapid Expansion</u>
- Kalbe Farma: A soft quarter but better days ahead
- Macro and Flow Tracker: <u>Stay Vigilant</u>
- Tower Bersama Infrastructure: <u>Leveraging core strengths</u>
- Property: On track to remain high
- Medikaloka Hermina: <u>Better Placed Amid Challenges</u>
- Indosat Ooredoo Hutchison: <u>Bigger fish to fry significant upside</u>
- Mitra Adiperkasa: Looking beyond the archipelago
- Strategy: <u>Sustaining Growth</u>
- Mayora Indah: <u>Solid performance on the cards</u>
- Macro and Flow Tracker: <u>Not All Is Well</u>
- Telco: <u>Sector evolution intact</u>
- Japfa Comfeed Indonesia: <u>Back to profits driven by the broiler segment</u>
- Mitra Keluarga: Remaining Competitive
- Japfa Comfeed Indonesia: <u>Back to profits driven by the broiler segment</u>
- Bank Jago: <u>Improving credit quality</u>, <u>profits to follow</u>
- Bank Neo Commerce: <u>Higher provisions from deteriorating credit quality</u>



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