

FROM EQUITY RESEARCH DESK

IDEA OF THE DAY

Indosat Ooredoo Hutchison: KTAs from meeting with CFO: setting foundations for more revenue diversification (ISAT.IJ Rp 10,175; BUY; TP Rp 13,300)

- IOH aims to grow inline with its spectrum holdings and sees new merger to result in more efficiencies; Starlink will complement market.
- IOH key priority is the investments in distribution while it aims to improve profitability at the micro level amid its expansion in ex-Java.
- Maintain Buy rating with TP Rp13,300. IOH adds more growth layers with higher contribution from B2B investing in GPUs and 5G.

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

Siloam International Hospitals: Sustaining robust operational metrics in FY24F (SILO.IJ Rp 2,420 ; BUY; TP Rp2,900)

- SILO's 1Q24 performance continued to reflect its efforts in prioritizing higher intensity cases, a trend we expect to persist through 2Q-4Q24.
- We lower our FY24F net profit est. by 17% due to one-off expenses but expect FY24F core net profit growth to remain solid (+27%yoy).
- We maintain our Buy rating with a TP of Rp2,900; our gross estimate of possible future impairment risk should range between Rp102-153bn.

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

RESEARCH COMMENTARY

- BBNI Apr24 Results
- BMRI Apr24 Results
- BBYB Bank Only Apr24 Results
- HRUM 1Q24 headline earnings – net profit misses from other expenses, despite better-than-expected EBITDA
- Nickel update: Nornickel's biannual outlook is out with a more positive tone
- Seabank Apr24 Results

MARKET NEWS

MACROECONOMY

- BPS to Announce May's Inflation at 11am
- The Fed's Preferred Inflation Measure Rose 0.2% mom in Apr24

SECTOR

- National Food Agency to Extend Rice HET Relaxation
- Pertamina to Hold Non-Subsidized Fuel Prices in Jun24

CORPORATE

- MTEL Prepares Rp2.1tr for Tower and Fiber Optic Acquisition

PREVIOUS EQUITY RESEARCH REPORTS

- Bank Rakyat Indonesia: [4M24 earnings aided by other operating income, improving CoC should ease asset quality concerns](#)
- Metal Mining: FY24F outlook: [Better earnings prospect from possible price bottoming](#)
- Telco: [Poised to reap potential upside from the AI proliferation](#)

EQUITY MARKET INDICES

	Close	Chg (%)	Ytd (%)	Vol (US\$mn)
Asean - 5				
Indonesia	6.971	(0,9)	(4,2)	1.937
Thailand	1.346	(0,4)	(5,0)	2.039
Philippines	6.433	1,0	(0,3)	367
Malaysia	1.597	(0,5)	9,8	849
Singapore	3.337	0,4	3,0	3.198
Regional				
China	3.087	(0,2)	3,8	55.950
Hong Kong	18.080	(0,8)	6,1	24.509
Japan	38.488	1,1	15,0	36.168
Korea	2.637	0,0	(0,7)	8.038
Taiwan	21.174	(0,9)	18,1	n.a
India	73.961	0,1	2,4	1.165
Nasdaq	16.735	(0,0)	11,5	390.621
Dow Jones	38.686	1,5	2,6	48.590

CURRENCY AND INTEREST RATE

		Rate	wow (%)	mom (%)	ytd (%)
Rupiah	Rp/1US\$	16.250	(1,6)	0,1	(5,5)
BI7DRRR	%	6,25	-	0,3	0,3
10y Gov	Indo bond	6,92	(0,0)	(0,3)	0,4

HARD COMMODITIES

	Unit	Price	d-d (%)	mom (%)	ytd (%)
Coal	US\$/ton	141	0,4	(1,1)	(3,9)
Gold	US\$/toz	2.327	(0,7)	1,8	12,8
Nickel	US\$/mt.ton	19.456	(1,8)	2,0	18,8
Tin	US\$/mt.ton	32.775	(0,3)	4,8	30,2

SOFT COMMODITIES

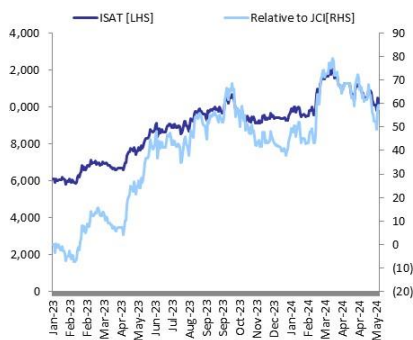
	Unit	Price	d-d (%)	mom (%)	ytd (%)
Cocoa	US\$/mt.ton	8.509	0,2	(0,7)	104,5
Corn	US\$/mt.ton	166	(0,0)	(1,0)	(3,5)
Oil (WTI)	US\$/barrel	77	(1,2)	(6,0)	7,5
Oil (Brent)	US\$/barrel	81	(0,9)	(7,7)	5,3
Palm oil	MYR/mt.ton	4.000	(0,5)	3,6	7,6
Rubber	US\$/kg	179	(2,3)	8,6	14,6
Pulp	US\$/tonne	1.205	n.a	2,8	20,5
Coffee	US\$/60kgbag	217	(1,7)	1,7	53,8
Sugar	US\$/MT	542	0,3	(4,8)	(9,1)
Wheat	US\$/ton	185	(0,4)	12,5	5,1
Soy Oil	US\$/lb	46	(0,4)	7,6	(4,8)
SoyBean	US\$/by	1.205	(0,4)	5,2	(6,8)

Buy

(Maintained)

Last Price (Rp)	10,175
Target Price (Rp)	13,300
Previous Target Price (Rp)	13,300
Upside/Downside	+51.6%
No. of Shares (mn)	8,063
Mkt Cap (Rpbn/US\$mn)	82,038/5,045
Avg, Daily T/O (Rpbn/US\$mn)	49.1/3.0
Free Float (%)	16.2
Major Shareholder (%)	
Ooredoo Asia Pte. Ltd.	65.6
PPA Investasi Efek	9.6
EPS Consensus (Rp)	
	2024F 2025F 2026F
BRIDS	658.1 795.6 919.0
Consensus	669.3 811.1 974.6
BRIDS/Cons (%)	(1.7) (1.9) (5.7)

ISAT relative to JCI Index



Source: Bloomberg

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Indosat Ooredoo Hutchison (ISAT IJ) KTAs from meeting with CFO: setting foundations for more revenue diversification

- IOH aims to grow inline with its spectrum holdings and sees new merger to result in more efficiencies; Starlink will complement market.
- IOH key priority is the investments in distribution while it aims to improve profitability at the micro level amid its expansion in ex-Java.
- Maintain Buy rating with TP Rp13,300. IOH adds more growth layers with higher contribution from B2B investing in GPUs and 5G.

Competing in sustainable manner in amenable competition landscape.

ISAT aims to grow subs/revenue market share (currently at 10% in many areas in ex-Java) to correspond with their cost of frequency license fees which equates to 30% of the available spectrum. Management sees the possible EXCL-FREN merger to foster a more efficient market conduct, referencing to its own ARPU improvements to close to Rp38k, from Rp33k, and the 3x price improvements in FY23. IOH has seen a positive performance so far in 2Q24 with possible Rp40k ARPU still in the cards. Management sees Starlink's satellite service as a market complementary to address service gaps in remote areas, to support backbone in the islands primarily in Indonesia's eastern parts.

Aiming to achieve profitability at micro level amid its expansion mode.

IOH network is now 70-75% fiberized and it has added more core networks spread across country, hence improving network latency. Its capex plan is to roll out ~3,000 sites/year, (~50,000 total sites now), with objective to achieve profitability for each site. IOH's key priority is to improve product awareness, hence a) its investments in distribution/resellers b) policy for transparent pricing (no gimmicks and product T&Cs and product simplification).

Laying foundations for growth and higher contribution from B2B/enterprises.

IOH promises to increase dividend but concurrently plans to achieve 30-40% topline contribution from B2B/ enterprise segment in next 3-4yrs through several initiatives. First, IOH has become NVIDIA's eligible partner to source the latest version of GPU units, receiving big interest from clients (e.g., Pertamina and banks for AI products and IT security). Second, it holistically sees the upcoming spectrum auctions with the 700MHz to be useful for the propagation of 5G which will utilize the 3.5GHz and 2.5-2.6GHz spectrums due for auction too in FY25-26. IOH sees great potential from 5G use cases for enterprises.

Reiterate Buy rating and unchanged TP of Rp13,300.

We reiterate our view that ISAT has clear pathways to achieve superior growth in coming years (our FY24-26F forecast of 16% CAGR). Revenue upside from business clients shall sustain the outlook. Key risk is price competition.

Key Financials

Year to 31 Dec	2022A	2023A	2024F	2025F	2026F
Revenue (Rpbn)	46,752	51,229	55,576	60,813	66,434
EBITDA (Rpbn)	19,469	23,938	27,101	29,900	32,641
EBITDA Growth (%)	40.2	23.0	13.2	10.3	9.2
Net Profit (Rpbn)	4,723	4,739	5,306	6,415	7,410
EPS (Rp)	585.8	587.7	658.1	795.6	919.0
EPS Growth (%)	(30.0)	0.3	12.0	20.9	15.5
BVPS (Rp)	3,515.3	3,813.4	4,250.6	4,717.2	5,079.3
DPS (Rp)	255.7	220.8	329.1	556.9	643.3
PER (x)	17.4	17.3	15.5	12.8	11.1
PBV (x)	2.9	2.7	2.4	2.2	2.0
Dividen yield (%)	2.5	2.2	3.2	5.5	6.3
EV/EBITDA	4.8	3.8	3.3	2.7	2.3

Source: ISAT, BRIDS Estimates

See important disclosure at the back of this report

Buy

(Maintained)

Last Price (Rp)	2,420
Target Price (Rp)	2,900
Previous Target Price (Rp)	2,900
Upside/Downside	+19.8%
No. of Shares (mn)	12,987
Mkt Cap (Rpbn/US\$mn)	31,428/1,934
Avg, Daily T/O (Rpbn/US\$mn)	8.1/0.5
Free Float (%)	25.8
Major Shareholder (%)	
PT Lippo Karawaci Tbk	47.7
Prima Health Company	26.2
EPS Consensus (Rp)	
	2024F 2025F 2026F
BRIDS	87.4 131.0 171.6
Consensus	92.6 118.8 128.0
BRIDS/Cons (%)	(5.6) 10.3 34.1

SILO relative to JCI Index



Source: Bloomberg

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Siloam International Hospitals (SILO IJ)

Sustaining robust operational metrics in FY24F

- SILO's 1Q24 performance continued to reflect its efforts in prioritizing higher intensity cases, a trend we expect to persist through 2Q-4Q24.
- We lower our FY24F net profit est. by 17% due to one-off expenses but expect FY24F core net profit growth to remain solid (+27%yoy).
- We maintain our Buy rating with a TP of Rp2,900; our gross estimate of possible future impairment risk should range between Rp102-153bn.

Strong traffic volume to sustain earnings momentum in 2Q24 onwards

We believe SILO's 1Q24 performance reflects the management's continued efforts to prioritize higher-intensity cases. The decline in inpatient (IP) revenue per day, driven by seasonal viral and bacterial infections, remains manageable at -3% yoy, while outpatient revenue intensity continued to grow positively by 2% yoy. In terms of the payer mix, the private patient portion of revenue declined by 100 basis points to 82% (vs. 83% in 1Q23), yet remaining above the historical average of 81% (excluding the pandemic period). We expect that the steady growth in blended revenue intensity will continue in 2Q24-4Q24. Our recent discussion with the management suggests that patient traffic has returned to normal levels following the Idul Fitri holiday.

FY24F net profit est. cut due to 1Q24 one-off; still solid core profit growth

We cut our FY24F net profit forecast by Rp308bn (17% from the prev. est.) to account for the one-off expenses incurred in 1Q24. The company has indicated that the fixed asset write-downs for four hospitals in 1Q24 are the final adjustments within its pre-2019 development pipeline. While there are still three hospitals from the pre-2019 pipeline under review, the management believes that two of these (CITO Surabaya and Spondol Semarang) have the potential to commence operations, with CITO expected to open in early FY25. Our adjusted forecast implies a -6% yoy decline in FY24F net profit. Nevertheless, excluding the write-offs and other non-operating expenses, we project core profit to still grow by a robust +27% yoy.

We maintain our Buy rating with a TP of Rp2,900

We maintain our Buy rating on SILO with an unchanged DCF-based TP of Rp2,900, implying FY24F/FY25F EV/EBITDA of 13.6/9.8x, at a 24% discount to the regional average. We expect SILO's ongoing focus on personnel, cost management, and complex treatments to continue to drive stronger revenue intensity over the next 2-3 years. Key risks include: 1) execution of cost-control strategies, 2) soft growth in revenue intensity due to low purchasing power, and 3) potential impairments of additional hospitals from the pre-2019 development pipeline (see page 2 for our range estimates).

Key Financials

Year to 31 Dec	2022A	2023A	2024F	2025F	2026F
Revenue (Rpbn)	9,518	11,190	12,951	15,322	17,552
EBITDA (Rpbn)	1,984	2,671	2,755	3,716	4,658
EBITDA Growth (%)	0.9	35.7	(53.5)	44.3	25.8
Net Profit (Rpbn)	697	1,211	1,135	1,702	2,229
EPS (Rp)	53.6	93.3	87.4	131.0	171.6
EPS Growth (%)	3.3	73.9	(6.3)	49.9	31.0
BVPS (Rp)	535.6	609.5	662.5	761.4	884.7
DPS (Rp)	25.3	19.6	34.2	32.1	48.1
PER (x)	45.1	25.9	27.7	18.5	14.1
PBV (x)	4.5	4.0	3.7	3.2	2.7
Dividend yield (%)	1.0	0.8	1.4	1.3	2.0
EV/EBITDA	(3.0)	(2.9)	(6.4)	(4.4)	(3.5)

Source: SILO, BRIDS Estimates

RESEARCH COMMENTARY

BBNI Apr24 Results

- BBNI reported net profit of Rp6.9tr in 4M24 (+2% yoy), supported by 19% lower provisions offsetting the 6% decline in PPOP. The NP forms 31% of our FY24F and the consensus, similar to the 33% achievement in 4M23.
- PPOP declined 6% despite the 13% increase in other operating income and manageable opex at 1%. This is mainly due to the 10% lower NII amid the 13% yoy loans growth, as the NIM declined 83bps yoy to 4.0% in 4M24.
- In Apr24, sequential CoF remained flat at 3.3%, but the EA yield declined by 32bps, causing the NIM to drop to sub 4%. Compared to last year, Apr24's NIM compression mainly came from a higher CoF (+63bps yoy) while the EA yield remained relatively flat.
- The 19% lower provisions in 4M24 and the 13% increase in loans resulted in a lower CoC of 1.0% (-33bps yoy). The CIR rose 160bps due to the lower NII, although the opex was flat.
- BBNI's Apr24 NP of Rp1.6tr was 30% mom lower (from Mar24's high base) but still grew by 2% yoy thanks to the lower provisions.
- Loans grew by 2% mom to Rp702tr (+13% yoy) while deposits grew by 6% mom to Rp819tr (+12% yoy) driven by CA, which grew by 11% mom (c. Rp32tr). (Victor Stefano & Naura Reyhan Muchlis – BRIDS)

BBNI - Bank Only	Apr-23	Mar-24	Apr-24	mom, %	yoy, %	4M23	4M24	yoy, %	FY23	% to FY23	FY24F	% to FY24F	FY24C	% to FY24C
Interest income	4,826	5,354	5,205	-3%	8%	19,686	20,761	5%	60,520	34%	66,516	31%	67,225	31%
Interest expense	(1,627)	(2,144)	(2,197)	2%	-35%	(6,182)	(8,554)	-38%	(19,851)	43%	(22,259)	38%		
Net interest income	3,199	3,210	3,008	-6%	-6%	13,504	12,207	-10%	40,670	30%	44,257	28%		
Other operating income	1,393	2,074	1,521	-27%	9%	5,749	6,491	13%	19,481	33%	24,227	27%	22,200	-29%
Operating expenses	(2,118)	(2,081)	(2,135)	3%	1%	(8,208)	(8,271)	1%	(25,636)	32%	(30,564)	27%		
PPOP	2,474	3,203	2,395	-25%	-3%	11,045	10,427	-6%	34,515	30%	37,920	27%	34,892	-30%
Provision	(592)	(489)	(532)	9%	-10%	(2,750)	(2,228)	-19%	(9,238)	24%	(10,626)	21%	(7,182)	-31%
Pre-tax profit	1,879	2,723	1,885	-31%	0%	8,272	8,247	0%	25,256	33%	27,113	30%	27,710	30%
Net profit	1,549	2,248	1,575	-30%	2%	6,757	6,864	2%	20,784	33%	21,886	31%	22,382	31%
									YTD, %					
Loans	621,890	685,956	702,167	2%	13%	621,890	702,167	13%	687,913	2%	758,333			
Customer deposits	734,783	770,613	819,324	6%	12%	734,783	819,324	12%	801,709	2%	871,281		888,754	
Key Ratio				mom, bps	yoy, bps			yoy, bps	vs FY23, bps		vs FY24F, bps			
Earning Asset yield (%) - ann	6.9	7.1	6.8	(32)	(7)	7.1	6.9	(22)	7.2	(30)	6.6	(26)		
Cost of fund (%) - ann	2.7	3.3	3.3	(3)	66	2.5	3.2	73	2.6	(58)	2.4	(80)		
NIM (%) - ann	4.6	4.5	3.9	(34)	(63)	4.9	4.0	(83)	4.8	(78)	4.4	(56)		
CIR (%) - ann	46.1	39.4	47.1	775	102	42.6	44.2	160	42.6	161	44.6	(39)		
Cost of credit (%) - ann	1.1	0.9	0.9	6	(21)	1.3	1.0	(33)	1.4	(45)	1.5	(49)		

BMRI Apr24 Results

- BMRI reported net profit of Rp15.1tr in 4M24 (+3% yoy) with 3% yoy PPOP growth and relatively flat (+1% yoy) provisions. The NP forms 27% of our FY24F and the consensus, similar to the 29% achievement in 4M23.
- NII grew by 5% yoy in 4M24, supported by brisk loans growth (+22%) and a slightly higher EA yield (+14bps), offsetting the 59bps increase in the 4M24 CoF. NIM stood at 5.0% in 4M24 (-31bps yoy) or at the lower end of the newly revised guidance of 5.0-5.3% (from 5.3-5.5% previously).
- Provisions were relatively low in Apr24 (-20% mom, -9% yoy), resulting in relatively flat 4M24 provisions (+1%). The CoC was down 16bps to 0.9% in 4M24 as loans grew by 22% yoy.
- CIR was slightly higher (+21bps) in 4M24 due to a modest increase in opex (+4% yoy) and marginally lower other operating income (-2%).
- Despite the mom slightly lower CoF to 2.7% (-7bps mom), Apr24's NIM was 11bps lower compared to the previous month due to the 16bps decrease in the EA yield.
- In Apr24, BMRI reported net profits of Rp3.9tr (-1% mom, +10% yoy), relatively inline with the PPOP growth of -4% mom but +8% yoy.
- From the 1Q24 high base, loans still grew by 2% mom to Rp1,134tr (+22% yoy) while deposits remained flat mom at Rp1,235tr (+15% yoy). (Victor Stefano & Naura Reyhan Muchlis – BRIDS)

BBYB - Bank Only	Apr-23	Mar-24	Apr-24	mom, %	yoy, %	4M23	4M24	yoy, %	FY23	% to FY23	FY24F	% to FY24F	FY24C	% to FY24C
Interest income	7,854	9,047	8,924	-1%	14%	30,903	35,131	14%	97,831	36%	146,792	24%		
Interest expense	(1,851)	(2,857)	(2,814)	-2%	52%	(7,968)	(11,057)	39%	(26,804)	42%	(45,231)	24%		
Net interest income	6,003	6,190	6,109	-1%	2%	22,935	24,074	5%	71,227	34%	101,561	24%	102,177	24%
Other operating income	1,812	2,520	2,115	-16%	17%	9,165	9,011	-2%	32,452	28%	42,963	22%	44,675	
Operating expenses	(2,591)	(2,857)	(2,586)	-9%	0%	(10,716)	(11,115)	4%	(35,623)	31%	(56,762)	20%		
PPOP	5,224	5,853	5,640	-4%	8%	21,384	21,970	3%	68,056	32%	91,810	24%	90,234	24%
Provision	(835)	(944)	(756)	-20%	-9%	(3,261)	(3,309)	1%	(5,367)	62%	(14,219)	23%	(14,446)	23%
Pre-tax profit	4,392	4,919	4,883	-1%	11%	18,134	18,679	3%	62,787	30%	77,634	24%	75,788	25%
Net profit	3,575	3,968	3,947	-1%	10%	14,670	15,073	3%	51,097	29%	56,876	27%	55,385	27%
YTD, %														
Loans	933,367	1,113,886	1,134,431	2%	22%	933,367	1,134,431	22%	1,085,787	4%	1,343,271		1,523,449	
Customer deposits	1,072,941	1,232,522	1,234,746	0%	15%	1,072,941	1,234,746	15%	1,242,146	-1%	1,713,435		1,730,102	
Key Ratio														
Earning Asset yield (%) - ann	7.3	7.5	7.3	↓ (26)	↓ (4)	7.1	7.2	↓ (14)	7.3	↓ (8)	7.1	↓ (9)		
Cost of fund (%) - ann	2.1	2.8	2.7	↓ (7)	↓ (6)	2.1	2.7	↓ (59)	2.3	↓ (39)	2.4	↓ (23)		
NIM (%) - ann	5.6	5.1	5.0	↓ (11)	↓ (61)	5.3	5.0	↓ (31)	5.3	↓ (57)	4.9	↓ (1)		
CIR (%) - ann	39.2	32.8	31.4	↓ (136)	↓ (172)	39.4	33.6	↓ (21)	34.4	↓ (76)	38.2	↓ (461)		
Cost of credit (%) - ann	1.1	1.0	0.8	↓ (22)	↓ (27)	1.1	0.9	↓ (18)	0.5	↓ (33)	1.0	↓ (8)		

BBYB Bank Only Apr24 Results

- BBYB reported net losses of Rp25bn in Apr24, wiping out its 1Q24 net profits. In 4M24, BBYB NP turned to negative Rp11bn (still a huge improvement from net losses of Rp137bn in 4M23).
- The improvement in 4M24 profitability was driven by a higher NIM, which stood at 20.1% in 4M24 (+238bps yoy), supported by both higher yields and a lower CoF in addition to lower opex (-6%), partly offset by 17% higher provisions.
- The monthly reversal to net losses in Apr24 reflects 16% mom lower NII (from both a lower loan balance and lower EA yield) offsetting the lower CoF and lower opex.
- Despite the improvement in the CoF to 6.1% in Apr24 (-20bps mom, -14bps yoy), the NIM was lower due to the lower EA yield and lower LDR from declining loan balances.
- Loans declined 5% mom to Rp8.9tr (-17% yoy) as the bank's disbursement through Akulaku Finance is still on pause (inline with our previous expectation). *(Victor Stefano & Naura Reyhan Muchlis – BRIDS)*

BBYB (in Rpbn)	Apr-23	Mar-24	Apr-24	mom, %	yoy, %	4M23	4M24	yoy, %	FY23	% to FY23	FY24F	% to FY24F	FY24C	% to FY24C
Interest income	307,243	350,138	306,027	-12%	0%	1,239,869	1,348,384	9%	4,047,592	13%	3,724,691	36%		
Interest expense	(78,453)	(74,612)	(74,027)	-1%	-6%	(319,474)	(250,869)	-8%	(944,568)	11%	(1,028,900)	28%		
Net interest income	228,790	275,726	232,000	-16%	1%	920,395	1,097,515	18%	3,103,024	34%	2,695,791	39%		
Other operating income	38,787	68,428	51,477	-25%	33%	115,455	209,786	82%	637,286	33%	745,843	27%		
Operating expenses	(116,508)	(114,963)	(81,295)	-29%	-30%	(419,480)	(394,039)	-6%	(1,626,745)	24%	(1,017,999)	39%		
PPOP	151,069	229,191	202,182	-12%	34%	616,370	873,262	42%	2,113,565	41%	1,992,916	44%		
Provision	(219,976)	(225,855)	(226,945)	0%	3%	(753,352)	(883,912)	17%	(2,688,479)	31%	(2,113,316)	42%		
Pre-tax profit	(68,966)	1,177	(24,851)	n/a	-64%	(137,279)	(10,820)	-92%	(573,872)	2%	(139,358)	9%		
Net profit	(68,850)	8,176	(24,995)	n/a	-64%	(137,253)	(10,762)	-92%	(579,180)	2%	(119,358)	8%	(24,000)	43%
YTD, %														
Loans	10,695,558	9,395,650	8,920,571	-5%	-17%	10,695,558	8,920,571	-17%	10,783,341	-17%	12,909,289			
Customer deposits	15,100,299	14,346,176	14,542,723	1%	-4%	15,190,299	14,542,723	-4%	13,672,270	5%	15,857,540			
Key Ratio														
Earning Asset yield (%) - ann	23.7	26.7	22.8	↓ (392)	↓ (92)	23.9	25.7	↓ (175)	25.6	↓ (10)	21.5	↓ (415)		
Cost of fund (%) - ann	6.3	6.4	6.1	↓ (20)	↓ (14)	6.3	6.1	↓ (17)	6.2	↓ (15)	6.8	↓ (69)		
NIM (%) - ann	17.6	21.0	17.3	↓ (375)	↓ (38)	17.8	20.1	↓ (238)	19.6	↓ (53)	15.6	↓ (456)		
CIR (%) - ann	43.5	33.4	28.7	↓ (473)	↓ (1,486)	40.5	31.1	↓ (940)	43.5	↓ (1,240)	33.8	↓ (272)		
Cost of credit (%) - ann	24.4	28.3	29.7	↓ (144)	↓ (530)	21.6	27.1	↓ (545)	25.4	↓ (166)	17.8	↓ (922)		

HRUM 1Q24 headline earnings – net profit misses from other expenses, despite better-than-expected EBITDA

- HRUM reported 1Q24 Net Profit of US\$1mn (-99% yoy/ -98% qoq), forming only 0.5%/ 1% of BRIDS' and consensus estimates. The sharp decline in earnings reflects the impact of -US\$38.5mn in other expenses, which mainly comprise of a -US\$30.7mn change in the fair value of WMI and a -US\$5.5mn change in the fair value of investments (REPT Battero, Sunny Metals).
- 1Q24 EBITDA came in at US\$92mn (-45% yoy/+20% qoq), forming 33% of BRIDS' and 29% of the consensus forecast, hence above expectations (vs. the average 1Q achievement of 19%).
- 1Q24 revenues reached US\$266 million (-10% yoy/ -6% QoQ), forming 19% of the consensus forecast (inline).
- Overall, better-than-expected 1Q24 EBITDA and revenue suggests resilient operational performance (pending operational data), but this is clouded by the additional negative surprises in other expenses.

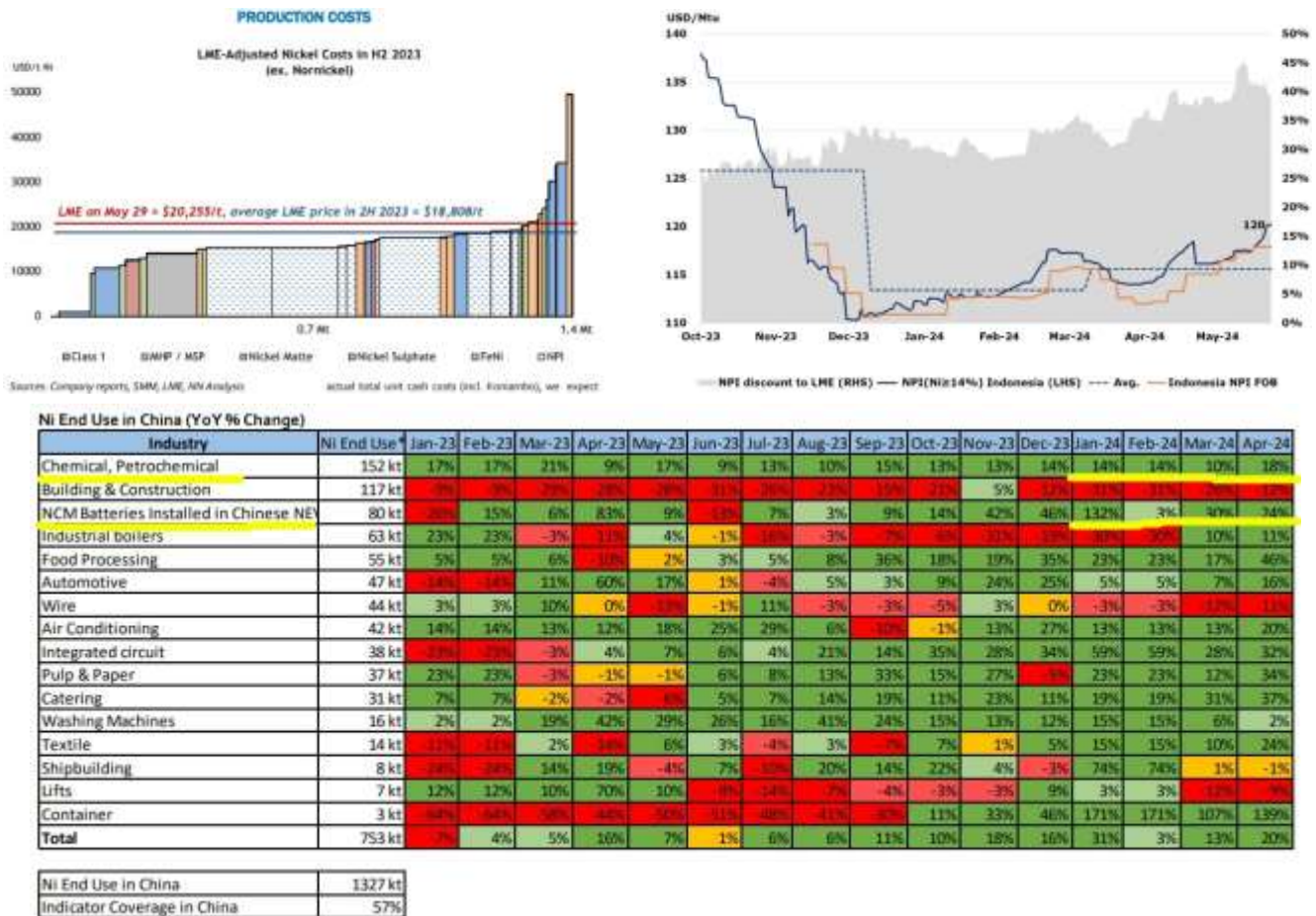
(Erindra Krisnawan – BRIDS)

HRUM (US\$ mn)	1Q24	1Q23	yoy%	4Q23	qoq%	vs. BRIDS	%	vs. cons	%
Revenues	266	295	-10%	283	-6%	605	44%	1,416	19%
COGS	-196	-132	49%	-200	-2%	-243	81%	-1,033	19%
Gross profit	70	163	-57%	83	-16%	362	19%	383	18%
Gross profit margin	26%	55%		29%		60%		27%	
Opex	-2	-19	-90%	-30	-94%	-100			
EBIT	68	144	-53%	53	28%	262	26%	233	29%
EBIT margin	26%	49%		19%		43%			
EBITDA	92	168	-45%	77	20%	280	33%	320	29%
EBITDA margin	35%	57%		27%		46%			
Interest income	2	2	-32%	11	-86%	5			
Interest expenses	-4	-1	206%	-3	39%	0			
Others	-38	14	-361%	3	-1251%	65			
Profit before tax	29	160	-82%	65	-56%	332		255	11%
Tax expenses	-18	-32	-43%	-14	30%	-66			
Tax rate	64%	20%		22%		20%			
Minority interests	-9	-25	-63%	-7	33%	-60			
Net profit	1	103	-99%	44	-98%	205	0.5%	176	1%

Nickel update: Nornickel's biannual outlook is out with a more positive tone

- Cutting oversupply expectations from 190kt to 100kt in FY24-25 due to a significant underestimation of nickel use in China and Indonesia's stainless-steel demand.
- Higher nickel use driven by SS (+6% yoy), alloys (+9% yoy), special steel (+10% yoy), and batteries (+11% yoy), with PCAM demand rising +15% yoy.
- Noticeably, demand in the petrochemical segment has been very resilient, with YTD growth at c.+14% yoy, while the battery segment continues to provide significant demand growth.
- LME's COTR has shifted to a net long position for the first time in April 2024 since May 2023.
- China has been underreporting actual SS production (e.g., Tsingshan's 2023 output was +500kt above expectation), suggesting other major producers might have done the same as NPI inventories are lower than estimates.
- A robust SS market is seen through higher 1Q24 exports from China (+17% yoy to 1.1Mt) and imports (+32% yoy to 0.6Mt) from higher Indonesian output.
- Meanwhile, domestic production of SS 200 and 300 series grew +4%/+11% yoy.
- Indonesian SS production rose +26% yoy and exports grew +33% yoy driven by Tsingshan and Delong's production recovery.
- Indonesian NPI production is expected to grow to 1.6Mt (+13% yoy) and 1.7Mt (+9%yoy) in FY24-25, while Chinese output is expected to fall to 330kt (-15% yoy) and 270kt (-18% yoy) in FY24-25.
- China's class-1 output is expected to grow to 341kt (+37% yoy) and 378kt (+11% yoy) in FY24-25, while Indonesia could see output of 46kt and 58kt in FY24-25.

Comment: Nor Nickel has become more positive on its outlook compared to its last report in December, inline with our view as the SS market seems to be stronger than expected which we believe should be the main catalyst moving forward. A key point to watch out for is the NPI price as it has recently broken above US\$12,000/ton. Reiterate our OW rating on the sector. (Timothy Wijaya - BRIDS)



Seabank Apr24 Results

- In 4M24, Seabank recorded net profits of Rp73.9bn (+358% yoy) due to a significant 35% fall in provisions and 21% yoy loans growth, which also lowered its CoC to 19.2% (-1,566bps yoy).
- The CoF improved to 4.6% (-88bps yoy) as the bank lowered its deposit rates. Although it resulted in a 15% yoy decline in customer deposits, the LDR was still reported at a healthy level of 75%.
- Despite the improvement in the CoF, NIM fell to 17.7% (-372bps yoy) as the EA yield declined to 21.6% (-458bps yoy), which coupled with a CIR of 30.4% (+1,245bps yoy) resulted in a 31% yoy decrease in PPOP.
- In Apr24, NP grew to Rp22.3bn (+27% mom, +741% yoy), driven by a lower CoC of 17.6% (-235bps mom, -1,790bps yoy).
- NIM was recorded at 17.0% (-15bps mom, -296bps yoy) in Apr24, due to a decline in the EA yield to 20.7% (-45bps mom, -392bps yoy) and despite the decline in the CoF to 4.4% (-28bps mom, -85bps yoy).
- The CIR surged to 35.3% (+714bps mom, +1,721bps yoy) due to an increase in opex to Rp157.7bn (+25% mom, +63% yoy).
- On a monthly basis, loans and customer deposits declined 3% and 4%, respectively.
- Compared to FY23, the CoF improved 53bps. However, this did not offset the 321bps lower EA yield, which resulted in a 269bps lower NIM in 4M24. On the other hand, the CoC improved by 914bps in 4M24.

(Victor Stefano & Naura Reyhan Muchlis – BRIDS)

Equity SNAPSHOT

Monday, 03 June 2024

Seabank (in Rpmn)	Apr-23	Mar-24	Apr-24	mom. %	yoy. %	4M23	4M24	yoy. %	FY23	% to FY23
Interest income	616,325	516,684	490,534	-5%	-20%	2,502,589	2,011,157	-20%	7,035,396	29%
Interest expense	(116,633)	(97,553)	(87,608)	-10%	-25%	(455,012)	(363,154)	-20%	(1,251,495)	29%
Net interest income	499,692	419,131	402,926	-4%	-19%	2,047,577	1,648,003	-20%	5,783,901	28%
Other operating income	35,019	30,614	43,927	43%	25%	124,901	131,981	6%	435,824	30%
Operating expenses	(96,716)	(126,623)	(157,706)	25%	63%	(389,492)	(540,812)	39%	(1,478,846)	37%
PPOP	437,995	323,122	289,147	-11%	-34%	1,782,986	1,239,172	-31%	4,740,879	26%
Provision	(435,525)	(301,901)	(262,586)	-13%	-40%	(1,765,589)	(1,150,112)	-35%	(4,451,908)	26%
Pre-tax profit	3,411	22,367	28,211	26%	727%	20,820	94,099	352%	308,785	30%
Net profit	2,650	17,515	22,275	27%	741%	16,120	73,863	358%	241,473	31%
									YTD, %	
Loans	14,548,560	18,230,288	17,645,670	-3%	21%	14,548,560	17,645,670	21%	17,889,027	-1%
Customer deposits	27,569,745	24,539,451	23,555,762	-4%	-15%	27,569,745	23,555,762	-15%	20,818,298	13%
Key Ratio				mom, bps	yoy, bps			yoy, bps		vsFY23, bps
Earning Asset yield (%) - ann	24.6	21.1	20.7	↓ (45)	↓ (392)	26.2	21.6	↓ (458)	24.8	↓ (321)
Cost of fund (%) - ann	5.2	4.6	4.4	↑ (28)	↑ (85)	5.5	4.6	↑ (88)	5.1	↑ (53)
NIM (%) - ann	19.9	17.1	17.0	↓ (15)	↓ (296)	21.4	17.7	↓ (372)	20.4	↓ (269)
CIR (%) - ann	18.1	28.2	35.3	↓ 714	↓ 1,721	17.9	30.4	↓ 1,245	23.8	↓ 661
Cost of credit (%) - ann	35.5	19.9	17.6	↑ (235)	↑ (1,790)	34.9	19.2	↑ (1,566)	28.4	↑ (914)

MACROECONOMY**BPS to Announce May's Inflation at 11am**

BPS will announce May's inflation at 11am. We expect the headline inflation rate to cool to 2.95% y-y on the back of lower volatile inflation. Core inflation is expected to accelerate to 1.95% y-y from 1.82%. (BRIDS)

The Fed's Preferred Inflation Measure Rose 0.2% mom in Apr24

US Core PCE, the Fed's preferred inflation gauge, rose 0.2% mom in Apr24, the lowest in 2024. On an annual basis, it rose 2.8% yoy. The overall PCE rose 0.3% mom/2.7% yoy. (Bloomberg)

SECTOR**National Food Agency to Extend Rice HET Relaxation**

The National Food Agency (NFA) has extended the Highest Retail Price (HET) for premium and medium rice in various regions to help overcome food supply and price challenges. The policy was stated in a letter to rice stakeholders Number 160/TS.02.02/K/5/2024 dated 31 May 2024. The relaxation is based on the region, with premium rice now costing in the range of Rp14,900-Rp15,800/kg (vs Rp13,900-Rp14,800/kg), medium rice in the range of Rp12,500-Rp13,100/kg (vs Rp10,900-11,800/kg). The relaxation is part of the government's efforts to combat global commodity price fluctuations and climate change. (Kontan)

Pertamina to Hold the Non-Subsidized Fuel Prices in Jun24

Pertamina decided not to change the selling price of non-subsidized fuel oil (BBM) for Jun24 due to rising world oil prices and a weakening rupiah exchange rate against the US dollar. The non-subsidized fuel prices are for Pertamina (Rp12,950/liter), Pertamina Green 95 (Rp13,900/liter), Pertamina Turbo (Rp14,400/liter), Delphi (Rp14,550/liter), and Pertamina Dex (Rp15,100/liter). (Kontan)

CORPORATE**MTEL Prepares Rp2.1tr for Tower and Fiber Optic Acquisition**

MTEL has prepared Rp2.1tr for inorganic expansion. The funds are for the acquisition of towers and fiber optics, but the largest will be in fiber optics because the towers are in a consolidation period. The expansion funds are included in the capital expenditure budget throughout 2024 of Rp5.4tr. (Kontan)

Equity SNAPSHOT

Monday, 03 June 2024

BRI Danareksa Equity Valuation		Rating	Outstanding		Price (Rp)	Price Target	Mkt Cap Rp Bn	PER (x)		EV / EBITDA (x)		PBV		ROE		
			Shares (Mn)					2023	2024	2023	2024	2023	2024	2023	2024	2023
BRI-Danareksa Universe			3.171.218			4.422.941	16,6	12,4	10,6	9,9	2,1	2,0	13,2	16,7		
Auto			40.484			173.674	5,1	5,9	4,2	4,1	0,9	0,8	17,3	14,4		
Astra International			ASII	HOLD	40.484	4.290	5.100	173.674	5,1	5,9	4,2	4,1	0,9	0,8	17,3	14,4
Financials & Banks			339.965			2.010.318	15,1	14,2	N/A	N/A	2,7	2,5	19,1	18,5		
BCA			BBCA	BUY	123.275	9.250	11.300	1.140.295	23,4	21,5	N/A	N/A	4,7	4,3	21,0	20,9
BNI			BBNI	BUY	37.297	4.400	6.800	164.108	7,8	7,5	N/A	N/A	1,1	1,0	14,6	14,0
Bank Tabungan Negara			BBTN	BUY	14.034	1.225	2.000	17.192	5,4	4,8	N/A	N/A	0,6	0,5	11,6	11,9
Bank Mandiri			BMRI	BUY	93.333	5.900	7.400	550.667	10,0	9,7	N/A	N/A	2,1	1,9	22,5	20,9
Bank Jago			ARTO	BUY	13.856	2.410	4.500	33.394	461,5	257,5	N/A	N/A	4,0	3,9	0,9	1,5
Bank Neo Commerce			BBYB	BUY	12.039	264	600	3.178	(5,5)	(26,6)	N/A	N/A	1,0	1,0	(16,2)	(3,7)
Bank Syariah Indonesia			BRIS	BUY	46.129	2.200	2.700	101.484	17,8	15,4	N/A	N/A	2,6	2,3	15,8	15,9
Cement			10.433			47.399	11,5	12,4	4,9	4,8	0,7	0,7	6,5	5,9		
Indocement			INTP	BUY	3.681	6.475	8.400	23.836	12,2	13,8	6,4	6,2	1,1	1,1	9,6	8,0
Semen Indonesia			SMGR	BUY	6.752	3.490	6.700	23.563	10,9	11,2	4,2	4,1	0,5	0,5	5,0	4,8
Cigarettes			118.242			121.474	8,7	7,8	5,3	4,8	1,3	1,3	15,8	16,7		
Gudang Garam			GGRM	BUY	1.924	18.700	24.000	35.980	6,0	5,6	3,3	3,1	0,6	0,6	10,1	10,3
HM Sampoerna			HMSP	BUY	116.318	735	1.100	85.494	10,6	9,4	7,4	6,5	2,9	2,7	27,6	29,8
Construction			21.865			38.549	15,6	12,9	7,94	7,56	0,9	0,8	5,7	6,5		
Pembangunan Perumahan			PTPP	BUY	6.200	340	750	2.108	7,0	4,5	5,1	4,8	0,2	0,2	2,6	4,0
Adhi Karya			ADHI	BUY	8.408	208	500	1.749	32,0	44,6	5,8	6,2	0,2	0,2	0,6	0,5
Jasa Marga			JSMR	BUY	7.258	4.780	5.100	34.693	16,4	14,0	9,4	8,8	1,4	1,3	9,1	9,8
Consumer			87.138			341.350	14,5	12,4	7,8	6,9	2,9	2,6	20,8	21,8		
Indofood CBP			ICBP	BUY	11.662	9.750	12.900	113.704	16,3	11,6	8,6	7,8	2,8	2,4	18,1	22,3
Indofood			INDF	BUY	8.780	5.875	8.000	51.585	6,3	5,2	3,8	2,9	0,9	0,8	14,4	15,7
Unilever			UNVR	SELL	38.150	3.120	2.300	119.028	24,8	26,2	16,8	18,1	35,2	35,0	130,1	133,8
Mayora Indah			MYOR	BUY	22.359	2.270	3.200	50.754	15,9	15,8	9,9	9,8	3,4	3,0	23,1	20,3
Nippon Indosari Corpindo			ROTI	BUY	6.186	1.015	1.400	6.279	18,8	16,4	9,3	8,4	2,6	2,4	13,1	15,3
Pharmaceutical			76.875			91.144	24,5	23,1	15,7	15,1	3,7	3,5	15,3	15,4		
Sido Muncul			SIDO	HOLD	30.000	710	710	21.300	22,4	19,5	18,0	16,2	6,3	6,1	27,6	31,8
Kalbe Farma			KLBF	BUY	46.875	1.490	1.600	69.844	25,2	24,5	15,2	14,8	3,3	3,1	13,2	12,9
Healthcare			43.556			95.137	32,1	45,1	26,8	23,0	7,3	6,6	24,5	15,4		
Medikaloka Hermina			HEAL	BUY	15.366	1.280	1.800	19.668	40,6	32,9	14,1	12,2	4,2	3,8	11,9	12,1
Mitra Keluarga			MIKA	BUY	14.246	2.890	3.200	41.172	44,9	36,0	26,9	22,3	7,1	6,2	16,3	18,4
Prodia Widyahusada			PRDA	BUY	938	3.010	6.400	2.822	8,1	7,7	3,3	3,0	1,2	1,1	14,8	14,6
Siloam Hospital			SILO	BUY	13.006	2.420	2.900	31.475	26,0	23,0	10,9	9,2	4,0	3,4	16,3	15,9
Heavy Equipment			3.730			82.343	4,0	4,8	2,1	1,9	1,0	0,8	25,1	18,4		
United Tractors			UNTR	HOLD	3.730	22.075	24.900	82.343	4,0	4,8	2,1	1,9	1,0	0,8	25,1	18,4
Industrial Estate			62.551			14.449	10,7	10,6	7,3	6,6	1,0	1,0	9,6	9,5		
Puradelta Lestari			DMAS	BUY	48.198	163	220	7.856	6,7	8,5	5,6	6,9	1,4	1,3	20,5	16,0
Bekasi Fajar			BEST	HOLD	9.647	103	140	994	7,4	5,1	7,4	6,1	0,2	0,2	3,1	4,2
Surya Semesta			SSIA	BUY	4.705	1.190	700	5.599	179,0	23,4	10,3	6,7	1,5	1,4	0,8	6,1
Media			89.020			15.731	5,5	6,3	2,3	2,1	0,5	0,5	10,3	8,2		
Media Nusantara Citra			MNCN	BUY	15.050	308	800	4.635	2,4	2,9	1,0	0,6	0,2	0,2	9,8	7,2
Surya Citra Media			SCMA	BUY	73.971	150	325	11.096	12,2	12,3	5,6	5,4	1,4	1,3	11,6	10,7
Mining			320.273			420.243	7,3	8,9	4,0	4,3	1,4	1,4	19,9	15,4		
Medco Energi			MEDC	BUY	25.136	1.395	1.950	35.065	7,9	6,5	3,7	3,2	1,4	1,2	18,1	19,1
Adaro Energy			ADRO	BUY	31.986	2.770	2.850	88.601	3,6	5,1	1,3	1,7	0,9	0,9	25,7	17,4
Timah			TINS	HOLD	7.448	895	2.100	6.666	17,1	53,5	5,2	22,1	0,9	0,9	5,3	1,7
Vale Indonesia			NICO	BUY	9.936	4.970	6.100	49.384	12,0	24,0	5,2	8,0	1,3	1,3	11,2	5,3
Aneka Tambang			ANTM	BUY	24.031	1.465	2.000	35.205	11,4	12,2	6,9	6,8	1,1	1,2	11,3	9,5
Bukit Asam			PTBA	BUY	11.521	2.490	2.750	28.686	5,6	6,6	5,4	7,0	1,1	1,6	18,9	19,9
Indo Tambangraya Megah			ITMG	BUY	1.130	24.975	28.800	28.220	3,8	4,6	1,6	1,5	1,1	1,1	26,7	23,2
Harum Energy			HRUM	BUY	13.518	1.400	1.700	18.925	6,0	6,1	2,5	2,2	1,5	1,3	26,1	22,4
Merdeka Copper Gold			MDKA	BUY	24.473	2.700	3.100	66.077	(213,2)	80,2	23,0	17,9	4,8	4,1	(2,1)	5,5
Trimegah Bangun Persada			NCKL	BUY	63.099	1.005	1.300	63.414	11,3	12,5	9,4	9,0	2,7	2,4	34,1	20,1
Merdeka Battery Materials			MBMA	BUY	107.995	670	700	72.357	696,2	100,9	51,6	29,7	107,5	186,2	10,0	135,1
Poultry			30.363			102.768	31,0	22,8	13,5	11,4	2,4	2,3	7,9	10,2		
Charoen Pokphand			CPIN	BUY	16.398	5.200	5.900	85.270	36,8	28,9	17,9	15,5	3,2	3,0	8,7	10,6
Japfa Comfeed			JPPA	BUY	11.727	1.370	1.500	16.065	17,3	11,3	8,4	6,8	1,2	1,1	7,2	10,3
Malindo Feedmill			MAIN	BUY	2.239	640	850	1.433	22,6	11,1	5,1	4,5	0,6	0,5	2,6	5,0
Property			124.025			70.443	9,9	9,0	5,4	4,6	0,7	0,7	7,7	7,9		
Alam Sutera			ASRI	BUY	19.649	135	240	2.653	3,6	6,7	4,0	4,9	0,2	0,2	6,7	3,5
Bumi Serpong Damai			BSDE	BUY	21.171	945	1.300	20.007	9,8	8,8	6,2	5,5	0,6	0,5	5,8	6,1
Ciputra Development			CTRA	BUY	18.536	1.100	1.600	20.389	12,4	9,2	6,4	5,4	1,0	0,9	8,6	10,7
Pakuw on Jati			PWON	BUY	48.160	394	610	18.975	8,8	8,7	4,3	3,8	1,0	0,9	11,8	10,8
Summarecon			SMRA	BUY	16.509	510	1.000	8.419	14,9	11,0	6,2	3,0	0,9	0,8	6,0	7,8
Utility			65.737			38.302	28,2	26,4	13,2	13,0	2,5	2,4	16,0	15,5		
Perusahaan Gas Negara			PGAS	BUY	24.242	1.580	1.650	38.302	9,3	8,7	2,9	2,4	0,9	0,8	9,8	9,5
Pertamina Geothermal Energy			PGE0	BUY	41.495	1.185	1.470	49.172	18,9	17,7	10,3	10,6	1,7	1,6	10,8	9,2
Retail			62.254			57.236	14,1	12,5	7,5	6,8	2,6	2,2	20,1	19,2		
Mitra Adi Perkasa			MAPI	BUY	16.600	1.270	2.200	21.082	11,1	9,8	5,0	4,6	2,1	1,7	20,9	19,4
MAP Aktif Adiperkasa			MAPA	BUY	28.504	775	1.100	22.091	15,9	14,1	10,1	9,3	3,9	3,1	27,3	24,4
Ace Hardware			ACES	BUY	17.150	820	1.200	14.063	18,4	16,2	12,5	10,3	2,3	2,1	12,7	13,6
Technology			1.377.157			144.146	(1,5)	(20,1)	9,0	24,1	2,0	2,2	(81,4)	(10,6)		
Bukalapak			BUKA	BUY	103.109	130	340	13.404	(22,2)	46,9	10,7	116,2	0,5	0,5	(2,3)	1,1
Gojek Tokopedia			GOTO	BUY	1.150.838	65	120	74.804	(0,8)	(17,2)	td					

COVERAGE PERFORMANCE

LEADERS

	Code	Price as on		Chg, %	wow, %	mom, %	YTD, %	Rating
		31-May-24	30-May-24					
Surya Citra Media	SCMA	150	135	11,1	6,4	22,0	(11,8)	BUY
Bank Jago	ARTO	2.410	2.270	6,2	0,8	17,0	(16,9)	BUY
Digital Mediatama Maxima	DMMX	109	103	5,8	28,2	28,2	(65,3)	BUY
BTPS	BTPS	1.165	1.110	5,0	(2,5)	(0,9)	(31,1)	BUY
Sawit Sumbermas	SSMS	1.040	1.005	3,5	3,5	(1,0)	(0,5)	BUY
Telekomunikasi Indonesia	TLKM	2.900	2.810	3,2	(1,4)	(7,1)	(26,6)	BUY
Surya Semesta	SSIA	1.190	1.155	3,0	20,8	10,2	174,2	BUY
BCA	BBCA	9.250	9.000	2,8	(1,9)	(3,1)	(1,6)	BUY
Harum Energy	HRUM	1.400	1.365	2,6	5,3	3,7	4,9	BUY
Bank Neo Commerce	BBYB	264	258	2,3	(5,0)	8,2	(39,4)	BUY

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	wow, %	mom, %	YTD, %	Rating
		31-May-24	30-May-24					
Media Nusantara Citra	MNCN	308	338	(8,9)	(15,4)	(8,3)	(20,2)	BUY
Mitra Keluarga Karyasehat	MIKA	2.890	3.100	(6,8)	(6,5)	1,4	1,4	BUY
Wijaya Karya	WIKA	112	120	(6,7)	(0,9)	(31,3)	(45,1)	BUY
BPD Jatim	BJTM	500	535	(6,5)	(12,3)	(13,8)	(20,0)	BUY
Ciputra Development	CTRA	1.100	1.170	(6,0)	(3,5)	(2,7)	(6,0)	BUY
Semen Indonesia	SMGR	3.490	3.690	(5,4)	(11,6)	(26,4)	(45,5)	BUY
XL Axiata	EXCL	2.310	2.430	(4,9)	(6,5)	(4,5)	15,5	BUY
Dharma Satya	DSNG	635	665	(4,5)	(2,3)	(6,6)	14,4	BUY
PP London Sumatra	LSIP	800	835	(4,2)	(7,0)	(9,6)	(10,1)	BUY
Sarana Menara Nusantara	TOWR	690	720	(4,2)	(9,8)	(12,7)	(30,3)	BUY

Sources: Bloomberg

PREVIOUS REPORTS

- Bank Rakyat Indonesia: [4M24 earnings aided by other operating income, improving CoC should ease asset quality concerns](#)
- Metal Mining: [FY24F outlook: Better earnings prospect from possible price bottoming](#)
- Telco: [Poised to reap potential upside from the AI proliferation](#)
- Astra International: [KTA from call with the CFO](#)
- Macro Strategy: [Insights from Monetary and Fiscal Policies](#)
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- Bank Syariah Indonesia: [Inline 4M24 net profit supported by financing growth and lower provisions](#)
- Macro Strategy: [The Growth & Liquidity Buffer](#)
- Poultry: [Lower production and an extreme climate are favorable for higher DOC and livebird prices](#)
- MAP Aktif Adiperkasa: [Solid growth outlook is intact despite FY24-25F est. cuts; reaffirm Buy rating with lower TP](#)
- Mitra Adiperkasa: [Specialty stores and store expansion to support FY24 earnings growth; reaffirm Buy with lower TP](#)
- Medikaloka Hermina: [Expect volume growth and efficiency effort to sustain earnings momentum in 2Q24 onwards](#)
- XL Axiata: [Merger plan to offer upside; reiterate Buy rating as we see deal risks to be manageable](#)
- Bank Syariah Indonesia: [Better entry point emerges as growth prospects and asset quality are intact](#)
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- Astra International: [KTA from meeting with FIF: steady growth and asset quality in FY24](#)
- Kalbe Farma: [Resilient growth outlook at reasonable valuation](#)
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- Equity Strategy: [Growth headwinds priced in, but we prefer defensive and 'quality' amid lingering uncertainties](#)
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- Indofood CBP: [Inline 1Q24 earnings; FY24 growth outlook intact from solid volumes and soft RM prices](#)
- Telkom Indonesia: [KTA from call with Telkomsel Directors: optimizing its market position to drive FMC monetization](#)
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- Bank Syariah Indonesia: [In-line 1Q24 earnings: strong growth intact, driven by improving asset quality, offsetting lower NIM](#)
- Bank Mandiri: [1Q24 earnings slight miss on lower NIM and other operating income, offsetting strong loans growth](#)
- Indosat Ooredoo Hutchison: [Inline 1Q24 earnings; well-positioned for more ex-Java monetization and operating leverage upside](#)
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- Bank Jago: [1Q24 earnings below; expect steadier NIM and faster growth amid robust asset quality](#)
- Sido Muncul: [1Q24 earnings beat on solid volume and margins, but headwind from weak purchasing power](#)
- Unilever Indonesia: [Broadly inline 1Q24 earnings, but still challenging outlook in 2Q24 onwards](#)
- Astra International: [1Q24 preview: possible decent headline figures, as strong expected UNTR earnings to offset weak auto](#)
- Timah: [Expect a major turnaround in FY24F from improving tin mining practices](#)

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