

FROM EQUITY RESEARCH DESK

IDEA OF THE DAY

Metal Mining: 2Q24 preview: Strong qoq earnings growth on higher ASP, expect 1H24 to be mixed (OVERWEIGHT)

- We estimate the sector's 2Q earnings to proliferate on the back of a stronger ASP and volume, yet still leading to a slightly below 1H.
- We expect TINS to be the best performer in 2Q24 as its ASP and volume improve, while NCKL has the least growth as it already had a solid 1Q24
- We reiterate our Overweight rating on the sector with TINS and NCKL as our top picks due to their stronger earnings visibility.

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

MARKET NEWS

MACROECONOMY

- China's Annual Inflation Rate Edged Down to 0.2% in Jun24
- Chair Jerome H. Powell Signals Possible Interest Rate Cuts Before Inflation Hits the 2% Target

CORPORATE

- ASII Expects Positive Impact from GIIAS 2024
- JSMR Purchased 10% of JKC Shares from Synergy Quest
- KLBF Collaborates with RSUD Dr. Moewardi to Launch Cell Therapy Services
- MEDC Accelerates Dayung Facility Optimization (DFO) Gas Project
- PTPP Earned New Contracts Worth Rp9.65tr in 1H24

PREVIOUS EQUITY RESEARCH REPORTS

- Cement: 2Q24 preview: [a weak quarter yet inline 1H24 NP, expecting turnaround in 2H24E](#)
- Poultry: [Potential re-rating intact from strong FY24-25F earnings growth and light funds' positioning](#)
- Consumer: 2Q24 preview: [expect solid core profit growth on better margins, revenue growth may remain soft](#)
- Vale Indonesia: [Lowering our FY24-25F post 1Q24 earnings miss; maintain Buy rating on upside from HPAI projects](#)
- Equity Strategy: [Still soft growth outlook, but improving versus EM peers; potential tailwind for liquidity in 3Q24](#)
- Ciputra Development: [Expect Strong Marketing Sales Trend to Continue in 2H24 from Top-10 Key Projects](#)
- Banks: 5M24 Banks-Only Results: [Big banks outperformed on more resilient NIM despite higher provisions](#)
- Macro Strategy: [The Amalgam of Catalysts](#)
- Astra International: [KTA from analyst day: challenges from used 4W, but expect 2H24F sales to improve from 1H24](#)
- Telkom Indonesia: [Robust traffic growth on the cards for 2Q24; upside from WIB strategic positioning](#)
- Healthcare: [KTAs from IHC meeting: Potential operation of BIH by FY25F to potentially drive Med-Tourism growth](#)
- Banks: [Attractive entry point amid valuation derating, supported by the still robust asset quality](#)

EQUITY MARKET INDICES

	Close	Chg (%)	Ytd (%)	Vol (US\$mn)
Asean - 5				
Indonesia	7,287	0.2	0.2	507
Thailand	1,323	0.3	(6.5)	934
Philippines	6,489	(1.0)	0.6	63
Malaysia	1,618	0.2	11.3	818
Singapore	3,460	1.0	6.8	978
Regional				
China	2,939	(0.7)	(1.2)	55,578
Hong Kong	17,472	(0.3)	2.5	13,064
Japan	41,832	0.6	25.0	23,424
Korea	2,868	0.0	8.0	8,123
Taiwan	24,007	0.4	33.9	N/A
India	79,925	(0.5)	10.6	1,408
Nasdaq	18,647	1.2	24.2	266,618
Dow Jones	39,721	1.1	5.4	19,780

CURRENCY AND INTEREST RATE

		Rate	wow (%)	mom (%)	ytd (%)
Rupiah	Rp/1US\$	16,240	0.8	0.2	(5.5)
BI7DRRR	%	6.25	-	-	0.3
10y Gov	Indo bond	7.05	(0.0)	0.0	0.6

HARD COMMODITIES

	Unit	Price	d-d (%)	mom (%)	ytd (%)
Coal	US\$/ton	134	(1.1)	1.4	(8.6)
Gold	US\$/toz	2,372	0.1	2.4	15.0
Nickel	US\$/mt.ton	16,606	(1.5)	(5.9)	1.4
Tin	US\$/mt.ton	35,171	2.0	11.0	39.7

SOFT COMMODITIES

	Unit	Price	d-d (%)	mom (%)	ytd (%)
Cocoa	US\$/mt.ton	7,319	4.7	(19.9)	75.9
Corn	US\$/mt.ton	152	1.2	(11.7)	(11.6)
Oil (WTI)	US\$/barrel	82	0.4	5.8	15.0
Oil (Brent)	US\$/barrel	85	0.5	4.2	10.4
Palm oil	MYR/mt.ton	4,015	(2.4)	0.4	8.0
Rubber	US\$/kg	163	(0.2)	(11.0)	4.2
Pulp	US\$/tonne	1,205	N/A	2.8	20.5
Coffee	US\$/60kgbag	230	(2.2)	4.7	68.1
Sugar	US\$/MT	558	0.7	2.5	(6.4)
Wheat	US\$/ton	153	(1.8)	(11.0)	(14.4)
Soy Oil	US\$/lb	46	(1.3)	6.0	(3.3)
SoyBean	US\$/by	1,141	(1.7)	(4.0)	(11.8)

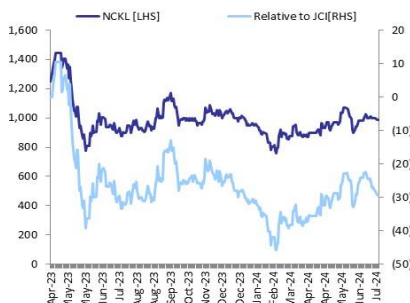
Overweight

(Maintained)

TINS relative to JCI Index



NCKL relative to JCI Index



Source: Bloomberg

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Metal Mining

2Q24 preview: Strong qoq earnings growth on higher ASP, expect 1H24 to be mixed

- We estimate the sector's 2Q earnings to proliferate on the back of a stronger ASP and volume, yet still leading to a slightly below 1H.
- We expect TINS to be the best performer in 2Q24 as its ASP and volume improve, while NCKL has the least growth as it already had a solid 1Q24
- We reiterate our Overweight rating on the sector with TINS and NCKL as our top picks due to their stronger earnings visibility.

2Q24 preview: a solid quarter in the cards

We expect metal companies under our coverage to benefit from higher commodity prices, with tin, copper, gold, and nickel up by +23%/+16%/+13%/+11% qoq, respectively. Improved sales volumes following a slow first quarter (e.g., ANTM, MBMA) should also bolster revenue growth. Overall, we anticipate 2Q24 revenue growth to be in line with expectations at +33% yoy/+18% qoq, achieving 51%/50% of our/cons estimates. On the cost side, we have observed increases in saprolite ore/coal/oil prices of +17%/+7%/+2% qoq, which may slightly elevate overall cash costs. We estimate 2Q24 net profit to rise by +94% yoy/+183% qoq, slightly below our/cons FY24F estimate at 41%. Despite this, we expect our 2Q24 NP estimate to contribute c.30% to the FY24F.

2Q24 earnings potential outperformers: TINS, ANTM, INCO

We expect TINS to show stronger earnings growth than its peers as we estimate its 2Q24 net profit to reach c. Rp370bn, +11.5x qoq, driven by stable cash costs and rising tin prices. We anticipate ANTM and INCO to deliver solid 2Q24 results driven by ANTM's FeNi inventory sales from 1Q24 (2Q24 vol: 7-7.5kt) combined with improved ore sales (3.5Mt) in 2Q24, and INCO should see expanding cash margins (to US\$4.5-5k/t) from higher LME price (2Q24 avg. :US\$18.5k/t), despite challenges such as fuel costs and maintenance affecting sales volume (see our report [here](#)). Conversely, we expect NCKL to report moderate earnings growth of +17% qoq post a solid 1Q24. However, potential upsides may arise from HPL's contribution, driven by a significant +22% qoq increase in MHP price. Overall, we estimate 1H24 earnings for TINS/ANTM/INCO to form 69%/59%/33% of cons. est. while MBMA/MDKA should show an expected qoq improvement but are likely to still be below cons. estimate at 26%/-72%.

Maintain Overweight on the sector with unchanged top pick of NCKL

We anticipate a quiet nickel market in 2H24 as demand growth for stainless steel is expected to have peaked during the summer season. Thus, we expect the benchmark price to be rangebound with lower volatility as the ongoing increase in exchange inventory levels should limit further price increases. We maintain our Overweight rating for the sector, with pecking orders as follows: TINS>NCKL>MBMA> MDKA>ANTM>INCO. NCKL remains our nickel top pick due to its strong operational performance and robust earnings visibility. Additionally, we favor TINS given the tight global supply stemming from reduced Vietnam exports to China and limited Indonesian exports.

Company	Ticker	Rec	Target Price (Rp)	Market Cap. (RpBn)	P/E (x)		P/BV (x)		ROE (%) 2025F
					2024F	2025F	2024F	2025F	
Timah	TINS IJ	BUY	1,400	7,224.3	8.3	7.5	1.0	0.9	13.1
Trimegah Bangun Persada	NCKL IJ	BUY	1,300	62,152.1	12.2	9.4	2.3	1.9	22.4
Merdeka Battery Materials	MBMA IJ	BUY	700	68,037.1	87.6	37.1	2.7	2.5	6.9
Merdeka Copper Gold	MDKA IJ	BUY	3,100	59,224.6	250.6	140.4	3.4	3.3	2.4
Aneka Tambang	ANTM IJ	BUY	2,000	32,321.4	11.2	12.5	1.1	1.0	8.3
Vale Indonesia	INCO IJ	BUY	5,700	39,545.3	25.8	26.4	1.0	0.9	3.6

MACROECONOMY**China's Annual Inflation Rate Edged Down to 0.2% in Jun24**

China's annual inflation rate edged down to 0.2% in June 2024 from 0.3% in the prior two months, falling short of market estimates of 0.4%. It was the fifth straight month of consumer inflation but the lowest figure since March amid a fragile economic recovery. (Trading Economics)

Chair Jerome H. Powell Signals Possible Interest Rate Cuts Before Inflation Hits the 2% Target

Jerome Powell concluded his visit to Capitol Hill as part of his twice-yearly report on the state of the economy, stating that the Federal Reserve doesn't need to see inflation return to its 2% annual target to consider lowering interest rates; waiting that long would risk pushing the economy into a recession. Powell stated that the Fed is committed to returning inflation to a 2% annual rate but could be ready to cut interest rates sooner, once officials are sufficiently confident that inflation will return to the target level. (Barron's)

CORPORATE**ASII Expects Positive Impact from GIIAS 2024**

ASII remains hopeful about the positive effects of the 2024 Gaikindo Indonesia International Auto Show (GIIAS). They believe this event will help revitalise the sluggish car sales experienced throughout the year. According to ASII, the challenges in the automotive market, particularly in car sales, are attributed to the weakening purchasing power of consumers. (Bisnis)

JSMR Purchased 10% of JKC Shares from Synergy Quest

JSMR and Synergy Quest International Limited (SQIL) officially signed the Share Sale and Purchase Agreement (SPA) for 10% of PT Jasamarga Kunciran Cengkareng (PT JKC), a subsidiary of Jasa Marga that manages the Cengkareng-Batucapeur-Kunciran Toll Road. After the signing, JSMR owns 88.67% of JKC, while PT Triputra Utama Selaras owns 11.01% and PT Nindya Karya owns 0.32%. (Kontan)

KLBF Collaborates with RSUD Dr. Moewardi to Launch Cell Therapy Services

KLBF officially collaborates with Dr. Moewardi Hospital, Solo, in the field of cell therapy and derivative products such as stem cells, secretomes and exosomes. The collaboration was carried out by Regenic Stem Cell, a production facility owned by KLBF's subsidiary, PT Bifarma Adiluhung (BFA). This move will expand the use of stem cell and secretome therapy, stimulate stem cell research, and create future medical breakthroughs. (Kontan)

MEDC Accelerates Dayung Facility Optimization (DFO) Gas Project

The Special Task Force for Upstream Oil and Gas Business Activities (SKK Migas), together with the Cooperation Contract Contractors (KKKS) Medco E&P Grissik (MEPG), successfully accelerated the completion of the Dayung Facility Optimization (DFO) project at the Dayung Gas Gathering Station. The DFO project was originally planned to start operations at the end of July 2024, but it achieved start-up on June 30, 2024. (Investor Daily)

PTPP Earned New Contracts Worth Rp9.65tr in 1H24

PTPP earned new contracts worth Rp9.65tr in 1H24, an increase of nearly 102% compared to the contract value in 1Q24. Most of these new contracts were still derived from infrastructure projects and building construction. As of June 2024, PTPP has 105 ongoing projects. (Kontan)

Equity SNAPSHOT

Thursday, 11 July 2024

BRI danareksa sekuritas		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	2024
BRI-Danareksa Universe					3,205,257				4,667,038	17.4	13.1	11.1	10.4	2.3	2.1	13.2	16.7
Auto					40,484				183,795	5.4	6.1	4.4	4.2	0.9	0.9	17.3	14.7
	Astra International	ASII	BUY	40,484	4,540	5,100		183,795	5.4	6.1	4.4	4.2	0.9	0.9	17.3	14.7	
Financials & Banks					339,965				2,186,525	16.4	15.4	N/A	N/A	3.0	2.7	19.1	18.5
	BCA	BBCA	BUY	123,275	10,100	11,300		1,245,079	25.6	23.5	N/A	N/A	5.1	4.7	21.0	20.9	
	BNi	BBNI	BUY	37,297	4,820	6,800		179,773	8.6	8.2	N/A	N/A	1.2	1.1	14.6	14.0	
	Bank Tabungan Negara	BBTN	BUY	14,034	1,285	2,000		18,034	5.7	5.1	N/A	N/A	0.6	0.6	11.6	11.9	
	Bank Mandiri	BMRI	BUY	93,333	6,375	7,400		595,000	10.8	10.5	N/A	N/A	2.3	2.1	22.4	20.9	
	Bank Jago	ARTO	BUY	13,857	2,280	4,500		31,594	436.6	243.6	N/A	N/A	3.8	3.7	0.9	1.5	
	Bank Neo Commerce	BBYB	BUY	12,039	258	600		3,106	(5.4)	(26.0)	N/A	N/A	0.9	1.0	(16.2)	(3.7)	
	Bank Syariah Indonesia	BRIS	BUY	46,129	2,470	2,700		113,939	20.0	17.3	N/A	N/A	2.9	2.6	15.8	15.9	
Cement					10,433				54,309	13.2	14.2	5.5	5.4	0.8	0.8	6.5	5.9
	Indocement	INTP	BUY	3,681	7,325	8,400		26,965	13.8	15.6	7.3	7.1	1.3	1.2	9.6	8.0	
	Semen Indonesia	SMGR	BUY	6,752	4,050	6,700		27,344	12.6	13.0	4.7	4.6	0.6	0.6	5.0	4.8	
Cigarettes					118,242				117,617	8.4	7.6	5.1	4.7	1.3	1.2	15.8	16.7
	Gudang Garam	GGRM	BUY	1,924	17,300	24,000		33,287	5.5	5.2	3.1	2.9	0.5	0.5	10.1	10.3	
	HM Sampoerna	HMSP	BUY	116,318	725	1,100		84,331	10.5	9.3	7.3	6.4	2.8	2.7	27.6	29.8	
Construction					21,865				41,729	16.9	13.9	8.18	7.76	0.9	0.9	5.7	6.5
	Pembangunan Perumahan	PTPP	BUY	6,200	392	750		2,430	8.1	5.1	5.2	4.9	0.2	0.2	2.6	4.0	
	Adhi Karya	ADHI	BUY	8,408	250	500		2,102	38.5	53.6	6.0	6.4	0.2	0.2	0.6	0.5	
	Jasa Marga	JSMR	BUY	7,258	5,125	5,100		37,197	17.6	15.0	9.7	9.1	1.5	1.4	9.1	9.8	
Consumer					87,138				345,795	14.7	12.5	7.9	7.0	2.9	2.6	20.8	21.9
	Indofood CBP	ICBP	BUY	11,662	10,300	12,900		120,118	17.2	12.2	9.0	8.1	2.9	2.5	18.1	22.3	
	Indofood	INDF	BUY	8,780	6,000	8,000		52,683	6.5	5.3	3.8	3.0	0.9	0.8	14.4	15.7	
	Unilever	UNVR	SELL	38,150	2,960	2,300		112,924	23.5	24.9	16.0	17.2	33.4	33.2	130.1	133.8	
	Mayora Indah	MYOR	BUY	22,359	2,410	3,200		53,884	16.9	16.0	10.5	10.2	3.6	3.2	23.1	21.1	
	Nippon Indosari Corpindo	ROTI	BUY	6,186	1,000	1,400		6,186	18.6	16.2	9.2	8.3	2.6	2.4	13.1	15.3	
Pharmaceutical					76,875				94,069	25.3	23.9	16.3	15.6	3.8	3.6	15.3	15.4
	Sido Muncul	SIDO	HOLD	30,000	745	710		22,350	23.5	20.4	18.9	17.0	6.6	6.4	27.6	31.8	
	Kalbe Farma	KLBF	BUY	46,875	1,530	1,600		71,719	25.9	25.2	15.6	15.3	3.3	3.1	13.2	12.9	
Healthcare					43,556				101,527	34.3	48.1	28.7	24.5	7.8	7.1	24.5	15.4
	Medikaloka Hermina	HEAL	BUY	15,366	1,345	1,800		20,667	42.7	34.6	14.8	12.8	4.4	4.0	11.9	12.1	
	Mitra Keluarga	MKA	BUY	14,246	2,990	3,200		42,597	46.5	37.2	27.8	23.1	7.3	6.5	16.3	18.4	
	Prodia Widyahusada	PRDA	BUY	938	2,940	6,400		2,756	7.9	7.5	3.2	2.9	1.1	1.1	14.8	14.6	
	Siloam Hospital	SILO	BUY	13,006	2,730	2,900		35,507	29.3	31.3	13.0	12.8	4.5	4.1	16.3	13.7	
Heavy Equipment					3,730				87,845	4.3	5.1	2.3	2.1	1.1	0.8	25.1	18.4
	United Tractors	UNTR	HOLD	3,730	23,550	24,900		87,845	4.3	5.1	2.3	2.1	1.1	0.8	25.1	18.4	
Industrial Estate					62,551				13,499	10.0	9.9	6.8	6.2	1.0	0.9	9.6	9.5
	Puradelta Lestari	DMAS	BUY	48,198	155	220		7,471	6.3	8.1	5.3	6.4	1.3	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	1,070	700		5,035	161.0	21.0	9.4	6.0	1.3	1.2	0.8	6.1	
Media					89,020				15,780	5.5	6.4	2.3	2.1	0.5	0.5	10.3	8.2
	Media Nusantara Citra	MNCN	BUY	15,050	326	800		4,906	2.5	3.1	1.1	0.7	0.2	0.2	9.8	7.2	
	Surya Citra Media	SCMA	BUY	73,971	147	325		10,874	11.9	12.1	5.4	5.2	1.3	1.3	11.6	10.7	
Mining					320,876				404,050	7.0	8.7	3.8	4.2	1.3	1.3	19.9	15.2
	Medco Energi	MEDC	BUY	25,136	1,340	1,950		33,683	7.6	6.3	3.6	3.1	1.3	1.1	18.1	19.1	
	Adaro Energy	ADRO	BUY	31,986	2,900	2,850		92,759	3.8	5.3	1.4	1.9	0.9	0.9	25.7	17.4	
	Timah	TINS	HOLD	7,448	970	2,100		7,224	18.6	58.0	5.5	23.7	1.0	1.0	5.3	1.7	
	Vale Indonesia	INCO	BUY	10,540	3,980	5,700		41,948	10.2	29.6	4.2	8.0	1.1	1.1	11.2	3.7	
	Aneka Tambang	ANTM	BUY	24,031	1,345	2,000		32,321	10.5	11.2	6.2	6.1	1.1	1.1	11.3	9.5	
	Bukit Asam	PTBA	BUY	11,521	2,540	2,750		29,262	5.7	6.7	5.5	7.2	1.1	1.7	18.9	19.9	
	Indo Tambangraya Megah	ITMG	BUY	1,130	25,650	28,800		28,983	3.9	4.7	1.7	1.6	1.1	1.1	26.7	23.2	
	Harum Energy	HRUM	BUY	13,518	1,220	1,700		16,492	5.3	5.4	2.0	1.6	1.3	1.1	26.1	22.4	
	Merdeka Copper Gold	MDKA	BUY	24,473	2,420	3,100		59,225	(191.1)	71.8	21.1	16.5	4.3	3.7	(2.1)	5.5	
	Trimegah Bangun Persada	NCKL	BUY	63,099	985	1,300		62,152	11.1	12.2	9.2	8.9	2.6	2.3	34.1	20.1	
	Merdeka Battery Materials	MBMA	BUY	107,995	630	700		68,037	654.6	94.9	48.7	28.0	101.1	175.1	10.0	135.1	
Poultry					30,363				108,828	32.9	22.3	14.2	11.3	2.5	2.4	7.9	11.0
	Charoen Pokphand	CPN	BUY	16,398	5,425	5,900		88,959	38.4	30.2	18.6	16.1	3.3	3.1	8.7	10.6	
	Japfa Comfeed	JFPA	BUY	11,727	1,555	1,800		18,235	19.6	10.1	9.0	6.3	1.4	1.2	7.2	12.9	
	Malindo Feedmill	MAIN	BUY	2,239	730	850		1,634	25.8	12.7	5.4	4.8	0.7	0.6	2.6	5.0	
Property					124,025				74,211	10.4	9.5	5.7	4.8	0.8	0.7	7.7	7.9
	Alam Sutera	ASRI	BUY	19,649	134	240		2,633	3.6	6.6	4.0	4.9	0.2	0.2	6.7	3.5	
	Bumi Serpong Damai	BSDE	BUY	21,171	975	1,300		20,642	10.2	9.0	6.3	5.7	0.6	0.5	5.8	6.1	
	Cipta Development	CTRA	BUY	18,536	1,230	1,600		22,799	13.9	10.2	7.1	6.1	1.2	1.0	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	555	1,000		9,162	16.2	11.9	6.6	3.3	1.0	0.9	6.0	7.8	
Utility					65,737				36,847	29.1	27.2	13.7	13.6	2.6	2.5	16.0	15.5
	Perusahaan Gas Negara	PGAS	BUY	24,242	1,520	1,650		36,847	8.9	8.4	2.8	2.3	0.8	0.8	9.8	9.5	
	Pertamina Geothermal Energy	PGEO	BUY	41,495	1,260	1,470		52,284	20.1	18.8	10.9	11.2	1.8	1.7	10.8	9.2	
Retail					95,689				71,721	15.7	13.8	8.1	7.3	2.8	2.4	19.8	18.7
	Mitra Adi Perkasa	MAPI	BUY	16,600	1,405	2,200		23,323	12.3	10.8	5.5	5.1	2.3	1.9	20.9	19.4	
	MAP Aktif Adiperkasa	MAPA	BUY	28,504	730	1,100		20,808	15.0	13.3	9.6	8.8	3.7	2.9	27.3	24.4	
	Midi Utama Indonesia	MIDI	BUY	33,435	402	600		13,441	26.0	21.8	10.7	9.5	3.6	3.2	18.0	15.6	

COVERAGE PERFORMANCE

LEADERS

	Code	Price as on		Chg, %	wow, %	mom, %	YTD, %	Rating
		10-Jul-24	09-Jul-24					
Sawit Sumbermas	SSMS	1,245	1,180	5.5	9.2	26.4	19.1	BUY
Prodia Widyahusada	PRDA	2,940	2,820	4.3	3.2	(3.0)	(45.6)	BUY
Indosat	ISAT	11,000	10,575	4.0	5.0	5.5	17.3	BUY
M-Cash Integrasi	MCAS	1,005	970	3.6	25.6	11.7	(76.9)	BUY
Pertamina Geothermal Energy	PGEO	1,260	1,220	3.3	5.0	7.7	7.7	BUY
Chandra Asri Petrochemical	TPIA	9,500	9,200	3.3	3.3	11.1	81.0	BUY
Telekomunikasi Indonesia	TLKM	3,160	3,080	2.6	4.3	9.7	(20.0)	BUY
Charoen Pokphand	CPIN	5,425	5,300	2.4	5.3	6.4	8.0	BUY
Surya Citra Media	SCMA	147	144	2.1	4.3	13.1	(13.5)	BUY
Metrodata Electronics	MTDL	650	640	1.6	16.1	14.0	21.5	BUY

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	wow, %	mom, %	YTD, %	Rating
		10-Jul-24	09-Jul-24					
Bukalapak	BUKA	133	140	(5.0)	2.3	7.3	(38.4)	BUY
Adhi Karya	ADHI	250	260	(3.8)	7.8	21.4	(19.9)	BUY
Indocement	INTP	7,325	7,600	(3.6)	(4.2)	(7.0)	(22.1)	BUY
Bank Jago	ARTO	2,280	2,360	(3.4)	(4.6)	6.5	(21.4)	BUY
Semen Indonesia	SMGR	4,050	4,180	(3.1)	0.2	4.4	(36.7)	BUY
Jasa Marga	JSMR	5,125	5,250	(2.4)	(2.4)	1.5	5.2	BUY
Elang Mahkota Teknologi	EMTK	430	440	(2.3)	8.6	14.4	(27.1)	BUY
Pembangunan Perumahan	PTPP	392	400	(2.0)	14.6	14.6	(8.4)	BUY
Bank Syariah Indonesia	BRIS	2,470	2,520	(2.0)	(1.2)	13.8	42.0	BUY
Ace Hardware	ACES	825	840	(1.8)	-	(4.6)	14.6	BUY

Sources: Bloomberg

PREVIOUS REPORTS

- Cement: 2Q24 preview: a weak quarter yet inline 1H24 NP, expecting turnaround in 2H24E
- Poultry: Potential re-rating intact from strong FY24-25F earnings growth and light funds' positioning
- Consumer: 2Q24 preview: expect solid core profit growth on better margins, revenue growth may remain soft
- Vale Indonesia: Lowering our FY24-25F post 1Q24 earnings miss; maintain Buy rating on upside from HPAL projects
- Equity Strategy: Still soft growth outlook, but improving versus EM peers; potential tailwind for liquidity in 3Q24
- Ciputra Development: Expect Strong Marketing Sales Trend to Continue in 2H24 from Top-10 Key Projects
- Banks: 5M24 Banks-Only Results: Big banks outperformed on more resilient NIM despite higher provisions
- Macro Strategy: The Amalgam of Catalysts
- Astra International: KTA from analyst day: challenges from used 4W, but expect 2H24F sales to improve from 1H24
- Telkom Indonesia: Robust traffic growth on the cards for 2Q24; upside from WIB strategic positioning
- Healthcare: KTAs from IHC meeting: Potential operation of BIH by FY25F to potentially drive Med-Tourism growth
- Banks: Attractive entry point amid valuation derating, supported by the still robust asset quality
- AKR Corporindo: Expect a better 2H24 land sales; resume coverage with a Buy rating and TP of Rp1,850
- Macro Strategy Still No Utopia
- Healthcare: KTAs from the meeting with ARSSI: KRIS and Single-Tariff JKN Still Awaits Further Regulation
- Ace Hardware Indonesia: Solid SSSG in May24, expect the positive trend to continue in Jun24
- Mayora Indah: Steady indicative 2Q24 sales growth, with intact margin outlook
- Poultry: Encouraging chicken and raw material prices to support the sector's growth and re-rating potential
- Macro Strategy: The Conflation of Currency Risk and Fiscal Frailty
- Astra International: Expect new models to boost 2H24F sales; upgrade rating to Buy with an unchanged TP of Rp5,100
- Indocement Tunggal Prakarsa: May24 sales volume: solid industry and INTP sales
- Summarecon Agung: Strategically Located Projects in High-Density Areas, the cheapest in the sector
- Midi Utama Indonesia: Tapping into local demand; Forecast 20.5% FY24-26F Net Profit CAGR, Initiate with Buy rating
- Merdeka Copper Gold: Lowering our FY24-25F estimates on higher interest expenses; possible upside for TB Copper
- Macro Strategy: Navigating Market Inertia
- Banks: 4M24 Banks-Only Results: Pressure on CoF not yet out of the woods, but asset quality remains safe
- Telkom Indonesia: KTA from meeting with TSEL CFO: reaffirmed defensive mode with profitability as top priority
- Retail: May24 channel check: sustaining decent traffic, higher promotions but in-line with seasonality
- Aneka Tambang: Positive update from the meeting with ANTM's CFO
- Telco: Selective competition and limited Starlink threat implies still constructive outlook; maintain OW
- Semen Indonesia: KTA from Analyst Meeting: a better optimism following the May24 price hikes
- Merdeka Battery Materials: 1Q24 earnings miss, but better prospect in 2Q24 from expanding Matte margin
- Mayora Indah: Expect 1Q24 sales momentum to continue
- Cement: Downgrade sector to Neutral on weak ASP and lower demand; cut our FY24F/25F EPS by 20%-21%
- 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
- Bank Neo Commerce: 1Q24 earnings beat: a profitable 1Q from lower provisions, ST challenges on NIM and disbursement
- 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

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