BUY

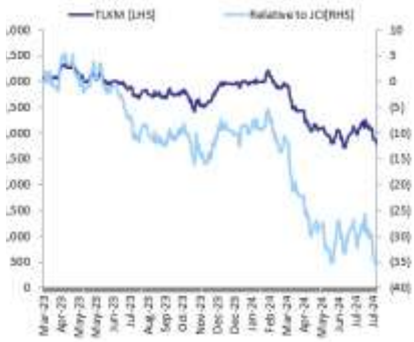
(Maintained)

Last Price (Rp)	**2,790**
Target Price (Rp)	**4,250**
Previous Target Price (Rp)	***4,400***
Upside/Downside	**+52.3%**
No. of Shares (mn)	**100,800**
Mkt Cap (Rpbn/US$mn)	**281,232/17,376**
Avg, Daily T/O (Rpbn/US$mn)	**501.3/31.0**
Free Float (%)	**47.8**
Major Shareholder (%)	
Indonesia Govt.	**52.1**

EPS Consensus (Rp)

	2024F	**2025F**	**2026F**
BRIDS	243.6	264.5	276.6
Consensus	255.5	271.7	286.1
BRIDS/Cons (%)	**(4.6)**	**(2.7)**	**(3.3)**

TLKM relative to JCI Index



Source: Bloomberg

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Telkom Indonesia (TLKM IJ)

Resilient 1H24 earnings (inline); diversified growth drivers to mitigate downside risks

- **Telkom 1H24 NP (Rp13tr, +4.2%yoy) was broadly in line, as TSEL fended off competition, while enterprise biz supported Telkom growth.**
- **We expect Indihome, through EZNet, to enhance TSEL's growth in 2H24, with improving performances from Enterprise & WIB segments.**
- **We adjusted our forecast with a more conservative approach for TSEL, deriving a lower TP of Rp4,250. Reiterate Buy rating on the stock.**

TSEL fends off competition with a more effective pricing strategy

Telkom 2Q24 core NP reached Rp6.7tr (+5.3%yoy), driven by revenue growth (Rp37.9tr, +1.2%yoy) and core EBITDA (Rp19.7tr, +1.4%yoy), attributing these earnings to TSEL's resilient execution and growth in the enterprise segment. TSEL's pricing strategy with Lite and ByU packages has helped shape TSEL's subscribers trend (158mn, +1%qoq, flattish ARPU of Rp45k in 2Q), pointing it to the right direction. The high-value-customers segment (60-70% of the base) will balance the potential pressures in ARPU (our forecast FY24: ~45k).

Fixed Broadband (BB) and enterprise segments to drive the growth

TSEL's Indihome take-up (9.1mn subs, +449k 1H net adds) is encouraging, and we expect momentum to carry on with EZNet penetrating the lower segments. We anticipate Indihome ARPU dilution to remain manageable (2Q24 Rp240k, -1.1%qoq). In addition, as B2B was the most robust segment, we expect wholesale segment (WIB) to support revenue in 2H24 and FY25.

A more gradual turnaround amid softer consumer sentiment

Telkom 1H24 core NP came in Rp13.0tr (+4.2%yoy) with revenue Rp75.3tr, (+2.5%yoy) and stable core EBITDA of Rp39.8tr (+1.9%yoy, EBITDA margin 51.9%), hence broadly inline. Nonetheless, we cut our FY24 revenue growth est. to ~2.7% yoy assuming a more gradual TSEL turnaround amid the soft consumers income. We expect lower core EBITDA margin in 2H24, inline with mgmt's revised guidance amid IT transformation efforts (billing, analytics).

Maintain BUY rating on TLKM but with a lower TP

We revise our TP to Rp4,250 based on our DCF adjustments, implying F24-25 5.7x EV/EBITDA. TLKM currently trades at an attractive level of 4.0x. We maintain BUY rating on Telkom due to its diversified revenue growth from enterprise and WIB, with TSEL levers to fend-off competition and establish growth pathway in FMC. Weak consumer sentiment and competition are key downside risks, but we largely incorporated these in our projections.

Key Financials

Year to 31 Dec	2022A	2023A	2024F	2025F	2026F
Revenue (Rpbn)	147,306	149,216	153,307	159,468	167,551
EBITDA (Rpbn)	78,992	77,579	79,259	83,922	88,436
EBITDA Growth (%)	4.3	(1.8)	2.2	5.9	5.4
Net Profit (Rpbn)	20,753	24,560	24,136	26,204	27,400
EPS (Rp)	209.5	247.9	243.6	264.5	276.6
EPS Growth (%)	(14.3)	18.3	(1.7)	8.6	4.6
BVPS (Rp)	1,304.8	1,370.3	1,435.7	1,516.6	1,607.3
DPS (Rp)	150.0	181.9	178.5	183.5	186.0
PER (x)	13.3	11.3	11.5	10.5	10.1
PBV (x)	2.1	2.0	1.9	1.8	1.7
Dividen yield (%)	5.4	6.5	6.4	6.6	6.7
EV/EBITDA	4.2	4.3	4.2	3.9	3.7

Source: TLKM, BRIDS Estimates

Exhibit 1. Telkom Group 2Q/1H24 P&L & B/S items

Rp bn	2Q23	1Q24	2Q24	QoQ, %	YoY, %	1H23	1H24	YoY, %	2024F BRIDS	BRIDS Achiev, %	2024F Cons	Cons. Achiev, %
Operating Revenue	**37,388**	**37,429**	**37,863**	*1.2*	*1.3*	**73,478**	**75,292**	*2.5*	**156,528**	48.1%	**154,486**	*48.7%*
Total Cash OPEX	*(17,998)*	*(18,008)*	*(19,416)*	*7.8*	*7.9*	*(35,094)*	*(37,424)*	*6.6*				
Total Operating Expense	**(25,800)**	**(26,421)**	**(27,236)**	*3.1*	*5.6*	**(50,459)**	**(53,657)**	*6.3*				
O&M	(9,996)	(9,625)	(9,839)	*2.2*	*(1.6)*	(19,170)	(19,464)	*1.5*				
D&A	(8,067)	(8,085)	(8,044)	*(0.5)*	*(0.3)*	(15,948)	(16,129)	*1.1*				
Personnel	(4,105)	(4,128)	(5,357)	*29.8*	*30.5*	(7,844)	(9,485)	*20.9*				
Marketing	(893)	(794)	(777)	*(2.1)*	*(13.0)*	(1,656)	(1,571)	*(5.1)*				
G&A	(1,489)	(1,524)	(1,834)	*20.3*	*23.2*	(3,331)	(3,358)	*0.8*				
Interconnection	(1,515)	(1,937)	(1,609)	(16.9)	6.2	(3,093)	(3,546)	14.6				
Others	265	(328)	224	*(168.3)*	*(15.5)*	583	(104)	*(117.8)*				
Operating Profit	**11,588**	**11,008**	**10,627**	***(3.5)***	***(8.3)***	**23,019**	**21,635**	***(6.0)***				
Operating margin (%)	*31.0*	*29.4*	*28.1*	*(1.3)*	*(2.9)*	*31.3*	*28.7*	*(2.6)*				
EBITDA	19,390	19,421	18,447	*(5.0)*	*(4.9)*	38,384	37,868	*(1.3)*				
EBITDA margin (%)	*51.9*	*51.9*	*48.7*	*(3.2)*	*(3.1)*	*52.2*	*50.3*	*(1.9)*				
Normalized EBITDA	**19,390**	**19,421**	**19,687**	***1.4***	***1.5***	**38,384**	**39,108**	***1.9***	**82,190**	**47.6%**	**80,509**	***48.6%***
Normalized EBITDA margin (%)	*51.9*	*51.9*	*52.0*	*0.1*	*0.1*	*52.2*	*51.9*	*(0.3)*				
EBIT	**11,323**	**11,336**	**10,403**	***(8.2)***	***(8.1)***	**22,436**	**21,739**	***(3.1)***				
EBIT margin (%)	*30.3*	*30.3*	*27.5*	*(2.8)*	*(2.8)*	*30.5*	*28.9*	*(0.7)*				
Total other income (expenses)	**(883)**	**(865)**	**(847)**	***(2.1)***	***(4.1)***	**(1,717)**	**(1,712)**	***(0.3)***				
Pre-tax profit	**10,705**	**10,143**	**9,780**	***(3.6)***	***(8.6)***	**21,302**	**19,923**	***(6.5)***				
Tax	(2,332)	(2,323)	(2,176)	*(6.3)*	*(6.7)*	(4,481)	(4,499)	*0.4*				
Minority interest	(2,041)	(1,766)	(1,897)	*7.4*	*(7.1)*	(4,065)	(3,663)	*(9.9)*				
		-0.2290	-0.2225									
Net profit	6,332	6,054	5,707	*(5.7)*	*(9.9)*	12,756	11,761	*(7.8)*				
Net profit margin (%)	*16.9*	*16.2*	*15.1*	*(1.1)*	*(1.9)*	*17.4*	*15.6*	***0.6***				
Core net profit	**6,341**	**6,335**	**6,671**	***5.3***	***5.2***	**12,486**	**13,006**	***4.2***	**25,532**	50.9%	**26,000**	*50.0%*
Core Net profit margin (%)	*17.0*	*16.9*	*17.6*	*0.7*	*0.7*	*17.0*	*17.3*	*0.3*	*16.3*		*16.8*	
Total debt	74,350	61,302	79,116	*29.1*	*6.4*	74,350	79,116					
Net debt	*33,829*	*31,781*	*53,658*	*68.8*	*58.6*	*33,829*	*53,658*					
Net debt/EBITDA (x)	*0.4*	*0.4*	*0.7*	*32.0*	-	*0.4*	*0.7*					
Capex	7,620	5,102	6,598	-	-	15,040	11,700	-				
Capex intensity (%)	*20.4*	*13.6*	*17.4*	-	-	*20.5*	*15.5*	-				

Source: Company, BRIDS Estimates

Exhibit 2. Telkomsel 2Q/1H24 P&L

(Rp bn)	2Q23	1Q24	2Q24	QoQ, %	YoY, %	1H23	1H24	YoY, %
Revenues (Rp bn)	**22,510**	**28,530**	**28,636**	***0.4***	***27.2***	**44,009**	**57,166**	***29.9***
Legacy business	*2,967*	*2,220*	*2,199*	*(0.9)*	*(25.9)*	*6,316*	*4,419*	*(30.0)*
Digital business	*19,543*	*19,714*	*19,822*	*0.5*	*1.4*	*37,693*	*39,536*	*4.9*
Indihome	*6,408*	*6,596*	*6,615*	*0.3*	*3.2*	*12,847*	*13,211*	*2.8*
					5.0			
EBITDA	**12,693**	**13,405**	**13,348**	***(0.4)***	***5.2***	**24,662**	**26,753**	***8.5***
EBITDA margin (%)	*56.4*	*47.0*	*46.6*	*(0.4)*	*(9.8)*	*56.0*	*46.8*	*(9.2)*
Net income	***5,409***	***5,375***	***5,702***	***6.1***	***5.4***	**10,736**	**11,076**	***3.2***
Net income margin (%)	*24.0*	*18.8*	*19.9*	*1.1*	*(4.1)*	*24.4*	*19.4*	*(5.0)*
Core Net income	***5,385***	***5,777***	***5,777***	***0.0***	***7.3***	**10,285**	**11,468**	***11.5***
(%)	*23.9%*	*20.2%*	*20.2%*	*(0.1)*	*(3.7)*	*23.4%*	*20.1%*	*(3.3)*

Source: Company, BRIDS

Exhibit 3. Telkom Group 2Q/1H24 Operational KPIs

Operating KPIs	2Q23	1Q24	2Q24	QoQ, %	YoY, %	1H23	1H24	YoY, %
Mobile segment (mn)								
Cellular Subscribers (mn)	153.3	159.7	159.8	*0.1*	*4.2*	153.3	159.8	*4.2*
TSEL Prepaid	*145.9*	*152.1*	*152.4*	*0.1*	*4.4*	*145.9*	*152.4*	*4.4*
TSEL Hallo	*7.4*	*7.5*	*7.4*	*(1.7)*	*0.0*	*7.4*	*7.4*	*0.0*
Data users	118.0	130.4	130.5	*0.1*	*10.6*	118.0	130.5	*10.6*
Data KPIs								
Data Traffic (Petabytes)	4,512	4,824	4,930	*2.2*	*9.3*	8,729	9,754	*11.7*
Average data usage (in gb)	12.8	12.5	12.6	*0.9*	*(1.3)*	12.2	12.6	*3.6*
Data Yield Rp('000)	4.3	4.1	4.0	*(1.6)*	*(7.2)*	4.3	4.1	*(6.1)*
ARPU Blended (Rp'000/month)	**49.7**	**45.3**	**45.0**	***(0.7)***	***(9.5)***	**47.5**	**45.2**	***(4.8)***
Fixed broadband segment								
Indihome subs (mn)	9.5	10.3	10.6	*2.5*	*10.9*	9.5	10.6	*10.9*
Indihome B2C subs (mn)	8.5	8.9	9.1	*2.7*	*7.5*	8.3	9.1	*10.6*
Indihome B2C ARPU	*n/a*	242.7	240.0	*(1.1)*	*n/a*			

Source: Company, BRIDS

Exhibit 4. Telkom Group 2Q/1H24 Revenue breakdown by service

(Rp bn)	2Q23	1Q24	2Q24	QoQ, %	YoY, %	1H23	1H24	YoY, %
Operating Revenue	**37,388**	**37,429**	**37,863**	***1.2***	***1.3***	**73,478**	**75,292**	***2.5***
Legacy business (voice, SMS)	3,476	2,509	2,716	*8.3*	*(21.9)*	7,506	5,225	*(30.4)*
Interconnection	*2,244*	*2,575*	*2,271*	*(11.8)*	*1.2*	4,463	4,846	*8.6*
Data, Internet & IT	21,738	22,148	23,307	*5.2*	*7.2*	41,630	45,455	*9.2*
Cellular	*18,318*	*17,702*	*18,993*	*7.3*	*3.7*	*35,209*	*36,695*	*4.2*
IT	*2,598*	*3,101*	*3,901*	*25.8*	*50.2*	*4,837*	*7,002*	*44.8*
Other	*822*	*1,345*	*413*	*(69.3)*	*(49.8)*	*1,584*	*1,758*	*11.0*
Indihome	*7,197*	*6,863*	*6,109*	(11.0)	(15.1)	14,389	12,972	*(9.8)*
All other	2,733	3,334	3,460	*3.8*	*26.6*	5,490	6,794	*23.8*
Network	*578*	*685*	852	*24.4*	*47.4*	1,216	1,537	*26.4*
Other	1,457	1,854	1,841	*(0.7)*	*26.4*	2,921	3,695	*26.5*
Manage service	*145*	*291*	254	*(12.7)*	*75.2*	434	545	*25.6*
Call center service	*336*	*374*	335	*(10.4)*	*(0.3)*	660	709	*7.4*
E-Health	*180*	*182*	180	*(1.1)*	*0.0*	354	362	*2.3*
E-payment	*132*	*249*	314	*26.1*	*137.9*	239	563	*135.6*
Others	*664*	*758*	758	*0.0*	*14.2*	1,234	1,516	*22.9*
Revenue from lease transactions	698	795	767	*(3.5)*	*9.9*	1,353	1,562	*15.4*

Source: Company, BRIDS

Exhibit 5. Telkom Group 2Q/1H24 Revenue breakdown by segment

(Rp bn)	2Q23	1Q24	2Q24	QoQ,%	YoY,%	1H23	1H24	YoY, %
Group Revenue	**37,388**	**37,429**	**37,863**	***1.2***	***1.3***	**73,478**	**75,292**	***2.5***
Mobile revenue	21,534	21,091	21,173	*0.4*	*(1.7)*	42,169	42,264	*0.2*
Consumer revenue	6,624	6,863	6,117	*(10.9)*	*(7.7)*	13,280	12,978	*(2.3)*
Enterprise revenue	4,784	4,467	5,687	*27.3*	*18.9*	9,279	10,161	*9.5*
Wholesale Int. (WIB) revenue	4,107	4,730	4,489	*(5.1)*	*9.3*	8,159	9,277	*13.7*
Other/eliminations revenue	339	278	397	*42.8*	*17.1*	591	612	*3.6*

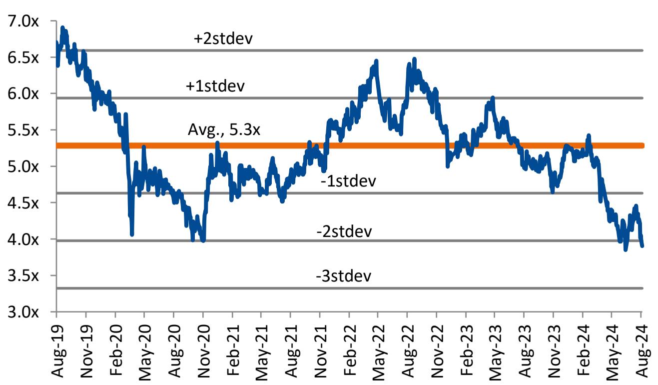
Source: Company, BRIDS

Exhibit 6. BRIDS Reforecast

	Previous BRIDS				New BRIDS			Δ% of BRIDS			Consensus			Δ% of Consensus		
(Rp bn)	2023E	2024F	2025F	2026F	2024F	2025F	2026F	2024F	2025F	2026F	2024F	2025F	2026F	2024F	2025F	2026F
Telkom Revenue	**149,216**	**156,528**	**164,446**	**173,339**	**153,307**	**159,468**	**167,551**	***-2.1***	***-3.0***	***-3.3***	**154,210**	**161,161**	**167,338**	***-0.6***	***-1.1***	***0.1***
growth (%)	*1.3*	*4.9*	*5.1*	*5.4*	*2.7*	*4.0*	*5.1*	*-2.2*	*-1.0*	*-0.3*	*3.3*	*4.5*	*3.8*			
Telkomsel revenue	**102,371**	**120,448**	**125,847**	**132,222**	**115,507**	**118,872**	**123,647**									
Telkomsel EBITDA	52,079	57,912	61,767	66,218	53,947	56,725	60,240									
	51%	48%	49%	50%	46.7%	47.7%	48.7%									
Telkom EBITDA	**77,579**	**82,190**	**86,229**	**91,007**	**79,259**	**83,922**	**88,436**	***-3.6***	***-2.7***	***-2.8***	**80,009**	**84,178**	**87,475**	***-0.9***	***-0.3***	***1.1***
EBITDA margin (%)	*52.0*	*52.5*	*52.4*	*52.5*	*51.7*	*52.6*	*52.8*	*-1.5*	*0.4*	*0.5*	*51.9*	*52.2*	*52.3*			
Telkom PATMI	**24,560**	**25,232**	**26,383**	**27,668**	**24,136**	**26,204**	**27,400**	***-4.3***	***-0.7***	***-1.0***	**25,631**	**27,602**	**28,857**	***-5.8***	***-5.1***	***-5.0***
PATMI margin (%)	*16.5*	*16.1*	*16.0*	*16.0*	*15.7*	*16.4*	*16.4*	*-2.3*	*2.4*	*2.5*	*16.6*	*17.1*	*17.2*			
Telkom Core PATMI	**25,150**	**25,232**	**26,383**	**27,668**	**25,853**	**26,204**	**27,400**	***2.5***	***-0.7***	***-1.0***						
Core PATMI margin (%)	*16.9*	*16.1*	*16.0*	*16.0*	*16.9*	*16.4*	*16.4*	*4.6*	*2.4*	*2.5*						
Mobile Subscribers ('000)	**159,340**	**160,933**	**162,543**	**164,168**	**160,933**	**162,543**	**164,168**	***0.0***	***0.0***	***0.0***						
growth (%)	1.6%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%									
Data Traffic (Petabytes)	**17,901**	**19,917**	**21,524**	**23,261**	**20,270**	**21,713**	**23,465**	***1.8***	***0.9***	***0.9***						
growth (%)	9.0%	11.3%	8.1%	8.1%	13.2%	7.1%	8.1%									
Avg. implied data yield (Rp/GB)	**4.4**	**4.3**	**4.2**	**4.1**	**3.9**	**3.9**	**3.8**	***-8.3***	***-8.3***	***-8.3***						
Mobile ARPU	**47.5**	**48.5**	**49.4**	**50.9**	**45.9**	**46.5**	**47.8**	***-5.2***	***-5.9***	***-5.9***						
Indihome Subscribers	**10,049**	**11,049**	**12,049**	**13,049**	**9,644**	**10,644**	**11,644**	***-12.7***	***-11.7***	***-10.8***						

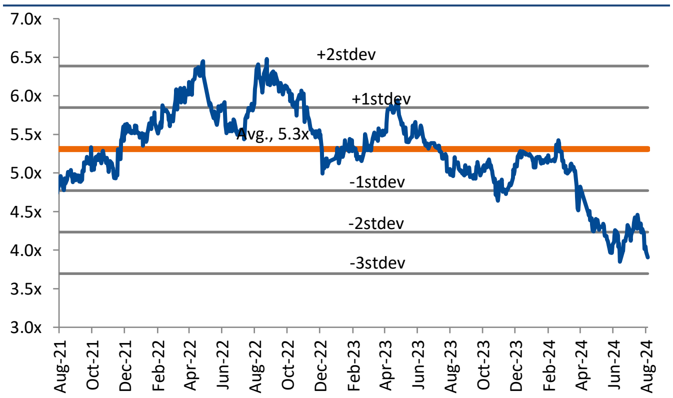
Source: Company, BRIDS Estimates, Bloomberg

Exhibit 7. TLKM forward EV/EBITDA (5 yrs)



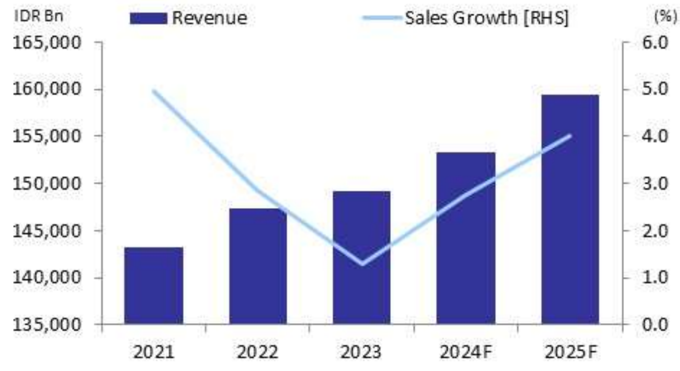
Source: Company, BRIDS Estimates

Exhibit 8. TLKM forward EV/EBITDA (3 yrs)



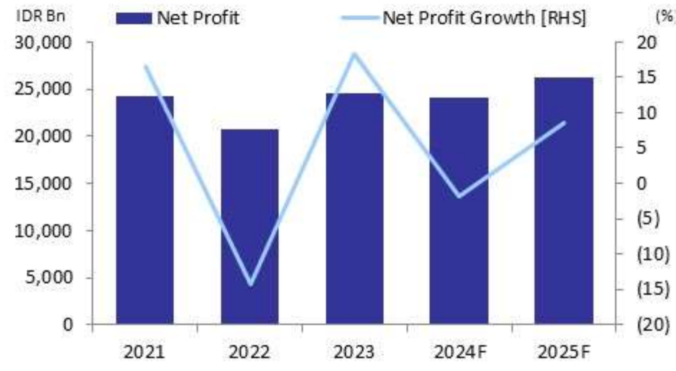
Source: Company, BRIDS Estimates

Exhibit 9. Revenue and Growth



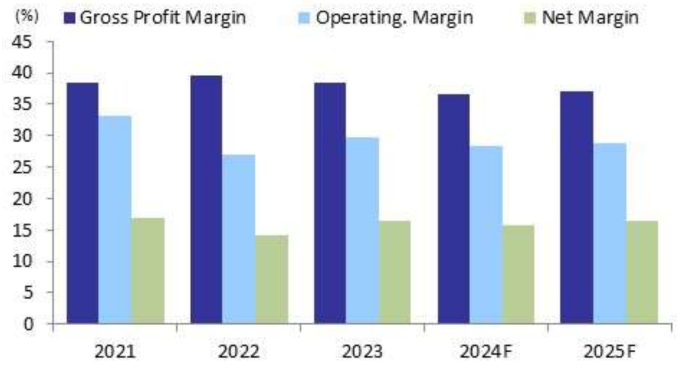
Source: Company, BRIDS Estimates

Exhibit 10. Net Profit and Growth



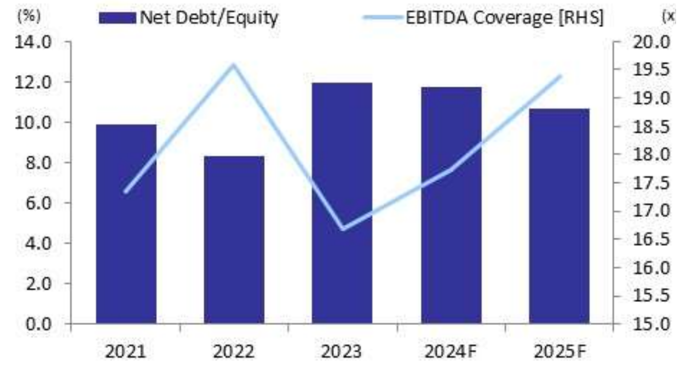
Source: Company, BRIDS Estimates

Exhibit 11. Margins



Source: Company, BRIDS Estimates

Exhibit 12. Gearing Level



Source: Company, BRIDS Estimates

Exhibit 13. Income Statement

Year to 31 Dec (Rpbn)	2022A	2023A	2024F	2025F	2026F
Revenue	**147,306**	**149,216**	**153,307**	**159,468**	**167,551**
COGS	(89,055)	(91,918)	(97,151)	(100,307)	(105,282)
Gross profit	**58,251**	**57,298**	**56,157**	**59,162**	**62,269**
EBITDA	**78,992**	**77,579**	**79,259**	**83,922**	**88,436**
Oper. profit	**39,581**	**44,384**	**43,370**	**46,006**	**48,261**
Interest income	878	1,061	1,185	1,148	1,164
Interest expense	(4,033)	(4,652)	(4,470)	(4,330)	(4,389)
Forex Gain/(Loss)	0	0	0	0	0
Income From Assoc. Co’s	(87)	1	2	0	0
Other Income (Expenses)	0	0	0	0	0
Pre-tax profit	**36,339**	**40,794**	**40,088**	**42,824**	**45,036**
Income tax	(8,659)	(8,586)	(9,053)	(9,671)	(10,170)
Minority interest	(6,927)	(7,648)	(6,899)	(6,950)	(7,466)
Net profit	**20,753**	**24,560**	**24,136**	**26,204**	**27,400**
Core Net Profit	**20,753**	**24,560**	**24,136**	**26,204**	**27,400**

Exhibit 14. Balance Sheet

Year to 31 Dec (Rpbn)	2022A	2023A	2024F	2025F	2026F
Cash & cash equivalent	31,947	29,007	24,667	26,259	30,287
Receivables	8,634	10,667	9,915	10,314	10,836
Inventory	1,144	997	1,100	1,144	1,202
Other Curr. Asset	11,983	13,281	12,978	13,500	14,184
Fixed assets - Net	201,967	212,070	223,941	234,648	242,987
Other non-curr.asset	18,168	19,359	18,764	19,061	18,912
Total asset	**275,192**	**287,042**	**292,332**	**305,852**	**319,525**
ST Debt	17,049	19,926	15,769	16,216	16,133
Payables	18,457	24,871	22,258	23,153	24,326
Other Curr. Liabilities	34,882	26,771	31,672	32,945	34,614
Long Term Debt	27,331	27,773	28,190	28,612	29,042
Other LT. Liabilities	28,211	31,139	29,675	30,407	30,041
Total Liabilities	**125,930**	**130,480**	**127,563**	**131,333**	**134,156**
Shareholder'sFunds	129,258	135,744	142,226	150,239	159,222
Minority interests	20,004	20,818	22,543	24,280	26,147
Total Equity & Liabilities	**275,192**	**287,042**	**292,332**	**305,852**	**319,525**

Exhibit 15. Cash Flow

Year to 31 Dec (Rpbn)	2022A	2023A	2024F	2025F	2026F
Net income	20,753	24,560	24,136	26,204	27,400
Depreciation and Amort.	33,255	32,663	35,785	37,916	40,175
Change in Working Capital	436	(5,193)	3,933	1,245	1,387
OtherOper. Cash Flow	3,155	3,591	3,285	3,182	3,225
Operating Cash Flow	**57,599**	**55,621**	**67,138**	**68,547**	**72,187**
Capex	(35,381)	(28,977)	(47,656)	(48,623)	(48,513)
Others Inv. Cash Flow	7,616	(130)	1,781	850	1,312
Investing Cash Flow	**(27,765)**	**(29,107)**	**(45,875)**	**(47,773)**	**(47,201)**
Net change in debt	(6,435)	6,247	(5,205)	1,602	(20)
New Capital	0	0	0	0	0
Dividend payment	(14,860)	(18,016)	(17,683)	(18,177)	(18,424)
Other Fin. Cash Flow	(7,480)	(3,896)	(2,716)	(2,607)	(2,515)
Financing Cash Flow	**(28,775)**	**(15,665)**	**(25,603)**	**(19,181)**	**(20,959)**
Net Change in Cash	**1,059**	**10,849**	**(4,340)**	**1,592**	**4,028**
Cash - begin of the year	38,311	31,947	29,007	24,667	26,259
Cash - end of the year	31,947	29,007	24,667	26,259	30,287

Exhibit 16. Key Ratio

Year to 31 Dec	2022A	2023A	2024F	2025F	2026F
Growth (%)					
Sales	2.9	1.3	2.7	4.0	5.1
EBITDA	4.3	(1.8)	2.2	5.9	5.4
Operating profit	(16.8)	12.1	(2.3)	6.1	4.9
Net profit	(14.3)	18.3	(1.7)	8.6	4.6
Profitability (%)					
Gross margin	39.5	38.4	36.6	37.1	37.2
EBITDA margin	53.6	52.0	51.7	52.6	52.8
Operating margin	26.9	29.7	28.3	28.8	28.8
Net margin	14.1	16.5	15.7	16.4	16.4
ROAA	7.5	8.7	8.3	8.8	8.8
ROAE	16.5	18.5	17.4	17.9	17.7
Leverage					
Net Gearing (x)	0.1	0.1	0.1	0.1	0.1
Interest Coverage (x)	9.8	9.5	9.7	10.6	11.0

Source : TLKM, BRIDS Estimates

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INVESTMENT RATING	
BUY	Expected total return of 10% or more within a 12-month period
HOLD	Expected total return between -10% and 10% within a 12-month period
SELL	Expected total return of -10% or worse within a 12-month period