

## FROM EQUITY RESEARCH DESK

### IDEA OF THE DAY

#### Poultry: Concern on low livebird prices is overdone; Reaffirming robust FY24 earnings growth outlook (OVERWEIGHT)

- On the back of a drop in chicken prices in 3Q24, the poultry sector has underperformed since the end of Jul24.
- We reaffirm our view that lower feed costs and a potential rebound in 4Q24 chicken prices will support profitability in 2H24.
- We maintain our Overweight rating given: 1) robust FY24-25 earnings growth, 2) mild fund positioning, and 3) cheap valuations.

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

### Macro Strategy: The Prelude to Rate Cut

- BI appears to add IDR liquidity, consistent with historical pre-rate cut cycle trends, by reducing SRBI auction and adding to its SBN holdings.
- Still a balance job data, with NFP below expectation but unemployment rate down to 4.2% while average hourly earnings rising faster to 3.8%.
- A gradual and predictable FFR cut is primary for market stability, as a larger rate cut would risk the return of recession fears.

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

## MARKET NEWS

### MACROECONOMY

- China's Inflation Slightly Accelerates in Aug24
- Indonesia Consumer Confidence Rose to 124.4 In Aug24

### SECTOR

- Automotive: The Government Aims to Produce 600,000 Electric Vehicles by 2030

### CORPORATE

- HRTA to Issue Rp1tr Bonds with 6.75-7.5% Interest Rate
- KLBF Focuses on Strengthening its Market Presence in Southeast Asia
- MBMA is Conducting a Public Offering of Bonds worth Rp2tr

## PREVIOUS EQUITY RESEARCH REPORTS

- Property: [Riding on the Rate Cut Sentiment](#)
- Bumi Serpong Damai: [Well-Connected Township Remains Key Selling Points to Support FY24F-26F Core Marketing Sales](#)
- Jasa Marga: [Debunking JTT divestment payment delay risks and earnings impact from minority interest](#)
- Aneka Tambang: [Upbeat 3Q24 Operational Outlook](#)
- Coal Sector: [Rising Indonesia production, but demand and cost curve remain supportive for price](#)
- Bank Syariah Indonesia: [In line 1H24 net profit supported by financing growth and lower provisions](#)
- Sarana Menara Nusantara: [Navigating merger headwinds with strategic positioning in ex-Java](#)

## EQUITY MARKET INDICES

	Close	Chg (%)	Ytd (%)	Vol (US\$mn)
<b>Asean - 5</b>				
Indonesia	7,703	(0.2)	5.9	586
Thailand	1,431	0.2	1.1	2,563
Philippines	6,984	0.7	8.3	120
Malaysia	1,651	(0.1)	13.5	699
Singapore	3,497	1.2	7.9	922
<b>Regional</b>				
China	2,736	(1.1)	(8.0)	44,172
Hong Kong	17,197	(1.4)	0.9	16,992
Japan	36,216	(0.5)	8.2	21,598
Korea	2,536	(0.3)	(4.5)	6,472
Taiwan	21,144	(1.4)	17.9	n.a
India	81,560	0.5	12.9	898
Nasdaq	16,885	1.2	12.5	235,690
Dow Jones	40,830	1.2	8.3	19,550

## CURRENCY AND INTEREST RATE

		Rate	wow (%)	mom (%)	ytd (%)
Rupiah	Rp/1US\$	15,455	0.5	3.0	(0.4)
BI7DRRR	%	6.25	-	-	0.3
10y Gov	Indo bond	6.63	(0.0)	(0.1)	0.1

## HARD COMMODITIES

	Unit	Price	d-d (%)	mom (%)	ytd (%)
Coal	US\$/ton	142	0.1	(3.0)	(3.2)
Gold	US\$/toz	2,506	(0.0)	3.1	21.5
Nickel	US\$/mt.ton	15,657	0.1	(1.5)	(4.4)
Tin	US\$/mt.ton	30,679	(0.9)	(2.6)	21.9

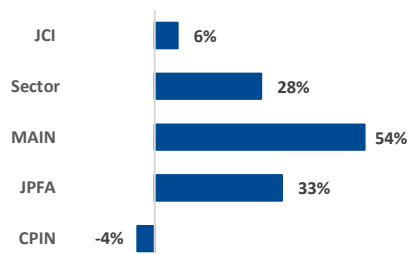
## SOFT COMMODITIES

	Unit	Price	d-d (%)	mom (%)	ytd (%)
Cocoa	US\$/mt.ton	6,245	(0.2)	(11.3)	50.1
Corn	US\$/mt.ton	149	0.3	6.1	(13.6)
Oil (WTI)	US\$/barrel	69	0.1	(10.5)	(4.0)
Oil (Brent)	US\$/barrel	72	1.1	(9.8)	(6.7)
Palm oil	MYR/mt.ton	4,006	(0.0)	2.6	7.8
Rubber	US\$/kg	184	1.4	8.0	17.6
Pulp	US\$/tonne	1,205	n.a	2.8	20.5
Coffee	US\$/60kgbag	261	1.2	14.5	96.8
Sugar	US\$/MT	526	(1.3)	0.1	(11.7)
Wheat	US\$/ton	155	0.3	0.5	(15.0)
Soy Oil	US\$/lb	42	2.1	(2.6)	(13.0)
SoyBean	US\$/by	1,000	1.1	(2.7)	(22.7)

# Overweight

(Maintained)

## YTD share price performance



## Sector EV/EBITDA band chart



Source: Bloomberg, BRIDS

## BRI Danareksa Sekuritas Analysts

### Victor Stefano

(62-21) 5091 4100 ext. 3503  
victor.stefano@brids.co.id

### Wilastita Muthia Sofi

(62-21) 5091 4100 ext. 3509  
wilastita.sofi@brids.co.id

# Poultry

## Concern on low livebird prices is overdone; Reaffirming robust FY24 earnings growth outlook

- On the back of a drop in chicken prices in 3Q24, the poultry sector has underperformed since the end of Jul24.
- We reaffirm our view that lower feed costs and a potential rebound in 4Q24 chicken prices will support profitability in 2H24.
- We maintain our Overweight rating given: 1) robust FY24-25 earnings growth, 2) mild fund positioning, and 3) cheap valuations.

### QTD 3Q24 average LB price shows expected seasonal decline

Livebird (LB) prices have slightly increased to Rp17,500/kg, bringing the average price to Rp17,900/kg in the early week of Sep24. QTD in 3Q24, the average LB price stands at Rp18,400/kg, lower than the average prices of Rp20,600/kg in 2Q24 and Rp20,900/kg in 3Q23. We believe the lower prices in 3Q24 were expected due to the Suro month in Jul24 and the diminishing effect of supply adjustments. Although the average LB price in 3Q24 is lower compared to 2Q24, we believe that integrators can still achieve a positive overall margin, supported by lower feed costs.

### Local corn and SBM prices: downtrends persist into Sep24

The local corn price has recently continued its downtrend, reaching Rp4,900/kg and lowering its weekly average to Rp5,100/kg in the first week of Sep24. This represents a 2% wov decrease from Rp5,200/kg in the previous week. The average local corn price QTD in 3Q24 has remained relatively stable compared to 2Q24 but is much lower than in 3Q23 (-15% yoy). Additionally, the average soybean meal (SBM) price remained relatively stable and low at around US\$319/t in the first week of Sep24. In mid-Aug24, the SBM price hit a YTD low of US\$303/ton, bringing the average price QTD in 3Q24 to US\$338/t (-5% qoq, -20% qoq).

### Relatively light ownership with reduced position post 2Q24 results

In Aug24, domestic funds reduced their positions in CPIN and JPFA with the latter experiencing higher sell-off, from 0.08% OW to 0.02% UW. Although positioning is higher compared to the underweight in the past two years, we believe the sector is poised for a re-rating due to the strong earnings growth outlook in FY24-FY25F on the back of better supply-demand of chicken. We continue to expect integrators to book 76/15% earnings growth in FY24/FY25F driven by margins expansion stemming from lower feed costs and better chicken prices in FY25F from a lower GPS import quota.

### Maintain Overweight with CPIN as our top pick

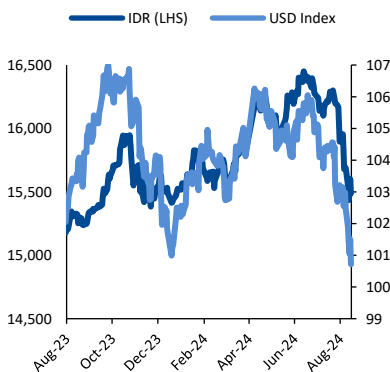
The weak chicken prices in 3Q24 are well in-line with our expectation and thus, we maintain our expectation for the integrators to book positive earnings in 3Q24, supported by the lower feed costs. We maintain our Overweight rating on the back of 1) strong earnings growth of 76-15% in FY24/25F, 2) mild local and foreign fund positioning, and 3) cheap valuations at below -1SD. Our top pick is CPIN given its YTD underperformance and potentially higher sequential earnings growth compared to its peers. Risks to our view are volatility in earnings and weaker purchasing power.

Company	Ticker	Rec	Target Price	Market Cap.	P/E (x)		P/BV (x)		ROE (%)
			(Rp)	(RpBn)	2024F	2025F	2024F	2025F	2025F
Charoen Pokphand Indonesia	CPIN IJ	BUY	6,400	80,350.2	22.7	19.2	2.7	2.5	13.6
Japfa Comfeed Indonesia	JPFA IJ	BUY	2,200	15,127.3	8.3	7.8	1.2	1.1	15.1
Malindo Feedmill Indonesia	MAIN IJ	BUY	850	1,309.7	13.8	8.3	0.7	0.6	7.8

## Macro Strategy

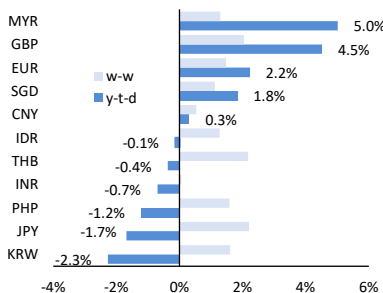
### The Prelude to Rate Cut

#### YTD Currency performance (%)



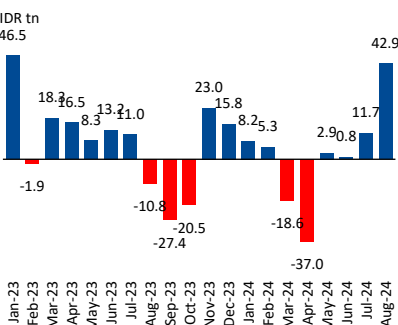
Source: Bloomberg

#### IDR vs DXY



Source: Bloomberg

#### Capital Inflow/Outflow (IDR tn)



Source: Bloomberg

#### BRI Danareksa Sekuritas Analysts

##### Helmy Kristanto

(62-21) 5091 4100 ext. 3400

helmy.kristanto@brids.co.id

##### Kefas Sidauruk

(62-21) 5091 4100

kefas.sidauruk@brids.co.id

- BI appears to add IDR liquidity, consistent with historical pre-rate cut cycle trends, by reducing SRBI auction and adding to its SBN holdings.
- Still a balance job data, with NFP below expectation but unemployment rate down to 4.2% while average hourly earnings rising faster to 3.8%.
- A gradual and predictable FFR cut is primary for market stability, as a larger rate cut would risk the return of recession fears.

**Prelude to BI's Rate Cut.** The weakening DXY on FFR cut prospect has led to stronger IDR performance in recent weeks, with BI rate cut is also expected to follow. The sensible next move for BI would be to first scale back the level of contractionary measures before proceeding with any rate cuts. There are 4 points to note which points that BI has been relaxing its contractionary stance on IDR liquidity despite very minimal decline on overall OMO level:

1. SRBI issuance starting in Sep-23 has become the main tools within BI's contractionary policy, replacing RR SBN, whereby SRBI has longer maturities (6, 9, and 12 months) compared to the previous RR SBN, which had shorter terms (7, 14, 28 days, and 3 months). As such, while SRBI auction has gone down considerably, OMO outstanding only move down gradually (Exh. 1 and 2), unlike the previous easing cycle.
2. BI's increased activity in purchasing government bonds (SBN) in the secondary market is supporting liquidity in the system. Despite recent strong foreign inflows, BI continues to grow its SBN holdings. This move, in our opinion, helps inject IDR liquidity back into the system, particularly as banks have been the largest sellers of SBN.
3. In Aug-24, BI's purchases of SBN exceeded SRBI issuances for the first time since Feb-24. Last week also marked the lowest SRBI issuance since May and extended BI's rising SBN purchases trend to 5-consecutive months.
4. Through macroprudential incentives, BI has also provided liquidity support to the banking system. We note the near-full utilization of the Reserve Requirement (GWM) reduction incentive of c. 3.5%.

In conclusion, we believe that BI has been actively increasing IDR liquidity in the system, consistent with previous trends prior to a rate cut. The IDR has appreciated to below the 15.4k level, bolstered by a weaker DXY and a recent increase in FX reserves to USD150bn. We anticipate FX reserves will remain elevated, particularly following the successful issuance of INDOGB: 10-year USD1.15bn, 30-year USD650m, and 8-year EUR750m (settlement date 10 Sept), which would underpin stronger IDR and the start of BI's rate cut cycle.

**Still A-Mixed Bags.** In the U.S., while nonfarm payrolls (NFP) data were below expectation, unemployment rate was down. The labor market has shown signs of slowing down since July 2024, with August NFP adding 142K jobs, falling short of the expected 160K and below the 12-month average of 200K. Additionally, July's NFP figure was revised down to 89K, marking the smallest job gains since 2021. While the service sectors remained strong, the manufacturing sector underperformed among goods-producing industries. This trend mirrors U.S. PMI data, with the service PMI staying in expansion territory while the manufacturing PMI has been in contraction for several months. The unemployment rate fell to 4.2%, as many workers temporarily laid off in July returned to their jobs. Average Hourly Earnings also increased at a faster rate, rising to 3.8% y-y (vs 3.6% in July), offering some balance to the overall labor market slowdown from a demand perspective. While the data appears still balance, UST yields dipped below the levels reached in early August 2024, when the unwinding of the Yen carry-trade and recession fears converged. At this level, the spread between the 2-year UST yield and the FFR widened significantly, reminiscent of previous crises, with the market now expecting larger FFR cuts at Nov and Dec FOMC meeting.

**Gradual and Predictable Rate Cut is Key.** The latest Federal Reserve Beige Book confirms that layoffs remain uncommon, with employment levels generally steady or slightly increasing across districts. Employee turnover has declined, easing wage pressures as companies face less competition for talent. However, businesses are becoming more cautious in their hiring practices due to ongoing economic uncertainty. On the inflation front, pressures are moderate, with rising freight and insurance costs while other commodity prices have stabilized. (Exh. 5) Expectations for price easing and a gradual slowdown in the job market support our forecast of a 25 bps rate cut at each of the remaining Federal Reserve meetings, bringing the Federal Funds Rate (FFR) to 4.75% by year-end. In our view, larger cut of 50bps would introduce recession fear, potentially triggering bear case for the overall market trajectory (please refer to our report: [The Time Has Come](#)), and would be ominous to emerging market trend.

This policy certainty and predictability in the U.S. could help mitigate cross-currency risks associated with the Bank of Japan (BoJ). The BoJ has signaled it may continue raising rates if domestic economic conditions justify further tightening. This is reflected in the recent growth in real wages for a second consecutive month and base pay increases at the fastest pace in nearly 32 years. The BoJ will closely monitor these indicators to inform future policy decisions. The risk of a Yen Carry Trade unwind seems to be diminishing, as CFTC data shows that speculative trades have been in a Yen net long position for the past four weeks (Exh. 6).

#### **Capital Market – A Pause in Foreign Flows**

Amid growing concerns about economic growth after weaker-than-expected job data, the 10-year U.S. Treasury (UST) yield declined by 15 bps to 3.72% last week, while the 2-year yield fell by 21 bps to 3.66%. This drop pushed UST yields below the levels reached in early August 2024, when the unwinding of the Yen carry-trade and recession fears converged. The 10-year Indonesian Government Bond yield edged down by 1 basis point to 6.62%.

On stronger FFR cut, the US Dollar Index decreased by 0.71% w-w, while the Indonesian Rupiah strengthened by 0.58% to IDR 15,365 per USD. Indonesia's 5-year Credit Default Swap (CDS) rose by 4 bps to 72 basis points.

**Fixed Income Flows** – MoF data as of 4<sup>th</sup> Sept showed weekly foreign outflow of IDR0.81tn, with an overall position down to IDR 850tn. Meanwhile, the banking sector saw an inflow of IDR19.46tn, a reversal from previous trend. Bank Indonesia recorded an outflow of IDR 15.74tn (excluding repo transactions), while mutual funds and insurance and pension funds posted inflows of IDR 1.16tn and IDR 1.70tn, respectively.

**Equity Flows** - In the first week of September 2024, foreign inflows totaled IDR 3.5 trillion, contributing to a 0.7% week-on-week rise in the JCI. Thanks to strong foreign inflows over the past 4 weeks (totalling IDR15.0tn), the year-to-date (YTD) figure turned positive, with a net inflow of IDR 2.4tn in the regular market.

**MACROECONOMY****China's Inflation Slightly Accelerates in Aug24**

China reported a slight acceleration in inflation in Aug24. The headline inflation reached 0.6% yoy, lower than market expectations of 0.7%, but higher than July's 0.5%. On a monthly basis, the CPI rose 0.4%, extending the monthly inflation trend that started in Jul24. The core inflation rose 0.3% yoy, the lowest since Mar21. (Trading Economics)

**Indonesia Consumer Confidence Rose to 124.4 In Aug24**

Indonesia consumer confidence rose to 124.4 in Aug24, higher than July's 123.4. Confidence increased in all expenditure groups except the Rp3.1-4mn group. The Current Economic Perception also rose to 114 from 113.5, due to an increase in Current Income Index (122.9 vs. 121.4). Meanwhile, Job Availability slightly fell (107.6 vs. 107.7) and the Purchase of Durable Goods was unchanged (111.5). (Bank Indonesia)

**SECTOR****Automotive: The Government Aims to Produce 600,000 Electric Vehicles by 2030**

The government aims to produce 600,000 electric vehicles by 2030. However, many still doubt whether this target can be achieved due to the substantial production capacity required. According to data from Gaikindo, national production of electric vehicles was 15,659 units as of July 2024. (Kontan)

**CORPORATE****HRTA to Issue Rp1tr Bonds with 6.75-7.5% Interest Rate**

HRTA plans to issue its 2024 Sustainable Bonds I, valued at Rp1tr. The funds from this bond issuance will be used to expand its retail store network and gold bar sales, and to repay part of the principal of maturing bonds. The bonds will be issued in two series: Series A with a three-year tenor and Series B with a five-year tenor. The interest rates for Series A range from 6.75% to 7.50% per annum, while Series B rates range from 7% to 7.5% per annum. The public offering of these bonds is scheduled for October 22-24, 2024. (Emiten News)

**KLBF Focuses on Strengthening its Market Presence in Southeast Asia**

KLBF will focus on strengthening its market presence in Southeast Asia by adding new products that align with market needs. KLBF is taking steps to enhance its oncology drug penetration in Southeast Asia and is forming a strategic partnership with Alliance Pharma, an Indian company. The contribution of KLBF's exports is around 5-6% of the company's total sales. (Bisnis)

**MBMA is Conducting a Public Offering of Bonds worth Rp2tr**

MBMA is conducting a public offering of its II Merdeka Battery Materials Bonds 2024 with a principal amount of Rp2tr. There are two series being offered: Series A, with a tenor of 367 calendar days from the issuance date, and Series B, with a tenor of 3 years. Interest on the bonds will be paid quarterly. The first interest payment will be made on January 8, 2025, while the final interest payment and the redemption of the bonds will occur on October 15, 2025, for Series A, and October 8, 2027, for Series B. (Investor Daily)



BRI danareksa sekuritas		Equity Valuation		Rating	Outstanding		Mkt Cap Rp Bn	PER (x)		EV / EBITDA (x)		PBV		ROE		
					Shares (Mn)	Price (Rp) Target		2023	2024	2023	2024	2023	2024	2023	2024	
BRI-Danareksa Universe					3,175,350		4,852,367	17.8	13.5	11.6	10.8	2.4	2.2	13.5	16.9	
Auto					40,484		203,430	6.0	6.7	4.3	4.6	1.0	1.0	17.3	14.7	
Astra International					ASII	BUY	40,484	5,025	5,700	203,430	6.0	6.7	4.3	4.6	1.0	1.0
Financials & Banks					340,326		2,339,347	17.6	16.5	N/A	N/A	3.2	2.9	19.1	18.5	
BCA					BBCA	BUY	123,275	10,275	11,300	1,266,652	26.0	23.9	N/A	N/A	5.2	4.8
BNI					BBNI	BUY	37,297	5,725	6,700	213,527	10.2	9.8	N/A	N/A	1.4	1.3
Bank Tabungan Negara					BBTN	BUY	14,034	1,400	2,000	19,648	6.2	5.5	N/A	N/A	0.7	0.6
Bank Mandiri					BMRI	BUY	93,333	7,250	7,400	676,667	12.3	11.9	N/A	N/A	2.6	2.4
Bank Jago					ARTO	BUY	13,857	2,780	3,800	38,522	532.4	308.6	N/A	N/A	4.6	4.5
Bank Neo Commerce					BBYB	BUY	12,399	280	600	3,472	(6.1)	(55.5)	N/A	N/A	1.0	1.1
Bank Syariah Indonesia					BRIS	BUY	46,129	2,620	2,700	120,859	21.2	18.4	N/A	N/A	3.1	2.7
Cement					10,433		52,039	12.6	16.0	5.3	5.7	0.8	0.8	6.5	5.0	
Indocement					INTP	BUY	3,681	6,800	8,800	25,032	12.8	15.5	6.7	6.9	1.2	1.1
Semen Indonesia					SMGR	HOLD	6,752	4,000	4,100	27,006	12.4	16.5	4.6	5.1	0.6	0.6
Cigarettes					118,242		115,842	8.6	9.5	6.0	6.0	1.3	1.2	15.2	13.1	
Gudang Garam					GGRM	HOLD	1,924	16,075	17,500	30,930	5.8	7.8	3.9	4.2	0.5	0.5
HM Sampoerna					HMSP	HOLD	116,318	730	730	84,912	10.5	10.3	8.2	7.3	2.8	2.7
Construction					22,115		42,201	5.9	9.4	8.94	7.02	0.9	0.7	16.0	8.3	
Pembangunan Perumahan					PTPP	BUY	6,450	464	750	2,993	10.0	6.3	5.4	5.0	0.3	0.2
Adhi Karya					ADHI	BUY	8,408	304	500	2,556	46.8	65.2	6.4	6.6	0.3	0.3
Jasa Marga					JSMR	BUY	7,258	5,050	6,500	36,652	5.4	9.2	10.5	7.7	1.3	0.9
Consumer					87,138		344,999	14.7	12.5	7.9	7.0	2.9	2.6	20.8	21.9	
Indofood CBP					ICBP	BUY	11,662	11,600	12,900	135,278	19.4	13.8	9.9	9.0	3.3	2.9
n.a Indofood					INDF	BUY	8,780	6,925	8,000	60,804	7.5	6.2	4.2	3.3	1.0	0.9
Unilever					UNVR	SELL	38,150	2,190	2,300	83,549	17.4	18.4	11.8	12.6	24.7	24.6
Mayora Indah					MYOR	BUY	22,359	2,640	3,350	59,027	18.5	17.7	11.5	11.3	3.9	3.5
Nippon Indosari Corpindo					ROTI	BUY	6,186	1,025	1,400	6,341	19.0	16.6	9.4	8.5	2.6	2.4
Pharmaceutical					76,875		101,513	27.3	22.7	17.6	15.0	4.1	3.8	15.3	17.3	
Sido Muncul					SIDO	BUY	30,000	665	810	19,950	21.0	16.7	16.8	13.9	5.9	5.7
Kalbe Farma					KLBF	BUY	46,875	1,740	1,800	81,563	29.5	25.0	17.8	15.3	3.8	3.5
Healthcare					43,556		103,732	35.0	47.8	29.3	24.6	8.0	7.2	24.5	15.8	
Medikaloka Hermina					HEAL	BUY	15,366	1,295	1,800	19,899	41.1	33.3	14.3	12.3	4.2	3.8
Mitra Keluarga					MIKA	BUY	14,246	2,990	3,400	42,597	46.5	35.4	27.8	22.1	7.3	6.4
Prodia Widyahusada					PRDA	BUY	938	3,060	6,400	2,869	8.2	7.8	3.3	3.0	1.2	1.1
Siloam Hospital					SILO	BUY	13,006	2,950	3,000	38,368	31.7	33.8	14.1	13.9	4.8	4.5
Heavy Equipment					3,730		101,646	4.9	5.2	2.6	3.0	1.3	1.1	25.1	22.7	
United Tractors					UNTR	BUY	3,730	27,250	29,200	101,646	4.9	5.2	2.6	3.0	1.3	1.1
Industrial Estate					52,903		14,444	11.9	12.4	7.8	7.3	1.5	1.5	12.7	11.9	
Puradelta Lestari					DMAS	BUY	48,198	163	220	7,856	6.7	8.5	5.6	6.9	1.4	1.3
Surya Semesta					SSIA	BUY	4,705	1,400	700	6,587	210.6	27.5	11.9	7.8	1.7	1.6
Media					89,020		13,796	4.8	5.6	2.0	1.7	0.5	0.4	10.3	8.2	
Media Nusantara Citra					MNCN	BUY	15,050	322	800	4,846	2.5	3.1	1.1	0.7	0.2	0.2
Surya Citra Media					SCMA	BUY	73,971	121	325	8,950	9.8	9.9	4.2	4.0	1.1	1.0
Mining					319,649		405,553	6.8	8.3	3.6	4.3	1.3	1.3	20.5	15.8	
Medco Energi					MEDC	BUY	25,136	1,215	1,700	30,541	6.2	6.2	2.2	4.1	1.1	1.0
Adaro Energy					ADRO	BUY	30,759	3,490	3,770	107,348	4.4	6.2	1.8	2.2	1.1	1.1
Timah					TINS	HOLD	7,448	970	2,100	7,224	18.6	58.0	5.5	23.7	1.0	1.0
Vale Indonesia					INCO	BUY	10,540	3,650	5,700	38,470	9.3	27.2	3.7	7.1	1.0	1.0
Aneka Tambang					ANTM	BUY	24,031	1,320	2,000	31,721	10.3	11.0	6.1	5.9	1.0	1.0
Bukit Asam					PTBA	BUY	11,521	2,680	3,100	30,875	5.1	5.5	4.4	5.2	1.4	1.4
Indo Tambangraya Megah					ITMG	BUY	1,130	27,225	31,300	30,762	4.1	4.1	1.9	1.4	1.1	1.1
Harum Energy					HRUM	BUY	13,518	1,315	1,700	17,776	5.7	5.8	2.2	1.9	1.4	1.2
Merdeka Copper Gold					MDKA	BUY	24,473	2,260	3,100	55,309	(178.5)	67.1	20.1	15.6	4.0	3.4
Trimegah Bangun Persada					NCKL	BUY	63,099	880	1,300	55,527	9.9	10.9	8.3	7.9	2.4	2.1
Merdeka Battery Materials					MBMA	BUY	107,995	525	700	56,698	545.5	79.1	40.9	23.7	84.2	145.9
Wintermar Offshore Marine					WINS	BUY	4,365	478	760	2,086	312.6	83.5	103.0	42.2	15.5	13.1
Poultry					30,363		99,135	29.9	17.0	13.1	9.0	2.3	2.1	7.9	13.0	
Charoen Pokphand					CPN	BUY	16,398	4,800	6,400	78,710	34.0	22.7	16.6	12.4	2.9	2.7
Japfa Comfeed					JPPA	BUY	11,727	1,590	2,200	18,645	20.1	8.3	9.2	5.4	1.4	1.2
Malindo Feedmill					MAIN	BUY	2,239	795	850	1,780	28.1	13.8	5.6	5.0	0.7	0.7
Property					104,375		86,609	13.6	11.7	7.5	6.1	1.0	1.0	7.8	8.5	
Burni Serpong Damai					BSDE	BUY	21,171	1,310	1,550	27,734	13.6	12.1	8.1	7.3	0.8	0.7
Ciptura Development					CTRA	BUY	18,536	1,325	1,600	24,560	14.9	11.0	7.7	6.5	1.2	1.1
Pakuw on Jati					PWON	BUY	48,160	500	640	24,080	11.4	11.2	6.7	6.2	1.3	1.2
Summarecon					SMRA	BUY	16,509	620	1,000	10,235	18.1	13.3	7.2	3.7	1.1	1.0
Utility					65,744		36,605	26.9	25.2	12.6	12.5	2.4	2.3	16.0	15.5	
Perusahaan Gas Negara					PGAS	BUY	24,242	1,510	1,650	36,605	8.9	8.3	2.8	2.3	0.8	0.8
Pertamina Geothermal Energy					PGE0	BUY	41,502	1,130	1,470	46,897	18.1	16.9	9.8	10.2	1.6	1.5
Retail					95,689		76,544	16.8	15.9	8.6	8.2	3.0	2.6	19.8	17.4	
Mitra Adi Perkasa					MAPI	BUY	16,600	1,505	2,000	24,983	13.2	12.6	5.9	5.8	2.5	2.1
MAP Aktif Adiperkasa					MAPA	BUY	28,504	865	1,000	24,656	17.8	17.7	11.2	11.4	4.3	3.5
Midi Utama Indonesia					MIDI	BUY	33,435	420	600	14,043	27.2	23.4	11.2	9.6	3.8	3.4
Ace Hardware					ACES	BUY	17,150	750	1,100	12,863	16.8	15.3	11.3	9.8	2.1	2.0
Technology					1,377,157		128,194	(1.4)	(17.9)	7.6	20.4	1.8	2.0	(81.4)	(10.6)	
Bukalapak					BUKA	BUY	103,109	114	340	11,754	(19.5)	41.1	13.2	142.1	0.5	0.4
Gojek Tokopedia					GOTO	BUY	1,150,838	53	120	60,994	(0.7)	(14.0)	5.0	17.7	1.6	1.8
Bilibili (Global Digital Niaga)					BELI	BUY	123,211	450	520	55,445	(15.9)	(17.8)	19.2	27.7	8.3	15.5
Telco					277,478		558,435	14.9	13.7	4.9	4.4	2.2	2.0	15.1	15.4	
Telekomunikasi Indonesia					TLKM	BUY	99,062	3,030	4,400	300,159	12.2	11.9	4.1	3.9	2.2	2.1
Indosat					ISAT	BUY	8,063	10,900	13,300	87,883	18.5	16.6	4.1	3.5	2.9	2.6
XL Axiata					EXCL	BUY	13,128	2,250	3,300	29,539	23.2	14.1	2.2	2.0	1.1	1.1
Tower Bersama					TBIG	BUY	22,657	1,910	3,200	43,275	29.6	25.2	12.4	11.8	3.9	3.4
Sarana Menara Nusantara					TOWR	BUY	51,015	840	1,300	42,852	12.6	10.4	8.5	7.8	2.6	2.2
Mitra Telekomunikasi Indonesia					MTEL	BUY	83,553	655	960	54,727	27.2	25.0	10.4	9.4	1.6	1.6
Trade					20,073		28,304	10.2	10.3	6.6	6.3	2.5	2.1	24.5	22.1	
AKR Corporindo					AKRA	HOLD	20,073	1,410	1,700	28,304	10.2	10.3	6.6	6.3	2.5	2.1

## COVERAGE PERFORMANCE

### LEADERS

	Code	Price as on		Chg, %	wow, %	mom, %	YTD, %	Rating
		09-Sep-24	06-Sep-24					
M-Cash Integrasi	MCAS	1,210	1,085	11.5	16.3	16.3	(72.2)	BUY
Alam Sutera	ASRI	256	242	5.8	29.9	86.9	56.1	BUY
Surya Semesta	SSIA	1,400	1,340	4.5	12.4	29.0	222.6	BUY
Bumi Serpong Damai	BSDE	1,310	1,280	2.3	4.0	18.0	21.3	BUY
Bekasi Fajar	BEST	133	130	2.3	3.1	26.7	(2.9)	HOLD
Medikaloka Hermina	HEAL	1,295	1,270	2.0	-	(2.6)	(13.1)	BUY
Kalbe Farma	KLBF	1,740	1,710	1.8	3.6	4.5	8.1	BUY
BNI	BBNI	5,725	5,650	1.3	7.0	11.7	6.5	BUY
Indofood CBP	ICBP	11,600	11,450	1.3	0.9	3.6	9.7	BUY
Mitra Keluarga Karyasehat	MIKA	2,990	2,960	1.0	1.7	(0.3)	4.9	BUY

Sources: Bloomberg

### LAGGARDS

	Code	Price as on		Chg, %	wow, %	mom, %	YTD, %	Rating
		09-Sep-24	06-Sep-24					
Silloam Hospital	SILO	2,950	3,450	(14.5)	1.7	8.5	35.3	BUY
Dharma Satya	DSNG	805	850	(5.3)	0.6	4.5	45.0	BUY
XL Axiata	EXCL	2,250	2,330	(3.4)	(0.9)	4.2	12.5	BUY
Jasa Marga	JSMR	5,050	5,225	(3.3)	(4.3)	(7.8)	3.7	BUY
Sawit Sumbermas	SSMS	1,095	1,130	(3.1)	6.3	4.8	4.8	BUY
PP London Sumatra	LSIP	990	1,020	(2.9)	11.2	17.2	11.2	BUY
BTPS	BTPS	1,235	1,270	(2.8)	(3.1)	7.9	(26.9)	BUY
Astra Agro Lestari	AALI	6,450	6,625	(2.6)	4.9	10.7	(8.2)	BUY
Ace Hardware	ACES	750	770	(2.6)	4.9	4.2	4.2	BUY
Bank Neo Commerce	BBYB	280	286	(2.1)	(11.9)	16.7	(35.8)	BUY

Sources: Bloomberg

---

**PREVIOUS REPORTS**

---

- [Property: Riding on the Rate Cut Sentiment](#)
- [Bumi Serpong Damai: Well-Connected Township Remains Key Selling Points to Support FY24F-26F Core Marketing Sales](#)
- [Jasa Marga: Debunking JTT divestment payment delay risks and earnings impact from minority interest](#)
- [Aneka Tambang: Upbeat 3Q24 Operational Outlook](#)
- [Coal Sector: Rising Indonesia production, but demand and cost curve remain supportive for price](#)
- [Bank Syariah Indonesia: In line 1H24 net profit supported by financing growth and lower provisions](#)
- [Sarana Menara Nusantara: Navigating merger headwinds with strategic positioning in ex-Java](#)
- [Macro Strategy: Fact Check: Expectation vs Reality](#)
- [Oil and Gas: Supply-driven Price Movement; Offshore Investment Appetite Remains Promising](#)
- [Cement: Jul24 Sales: Strong 14% mom vol growth, but risk from fighting brand pricing of Merdeka](#)
- [Technology: E-commerce Players Raise Commissions; A Potential Positive Implications for GOTO](#)
- [Consumer: Sticking with the Winners Amid Lingerin Challenges](#)
- [Healthcare: FY25 Budget: Continuation of The Reform Agenda](#)
- [GOTO Gojek Tokopedia: Diversified growth drivers to unlock potentials for further expansion in margins](#)
- [Macro Strategy: The Time Has Come](#)
- [MAP Aktif : 2H24 recovery expected, but overseas expansion remains a risk; maintain Buy rating with a lower TP](#)
- [Mitra Adiperkasa FY24-25 estimates cut, but expect a stronger recovery in 2H24 and FY25](#)
- [Metal Mining: Aug24 Metal Sector Update: supports for tin price; nickel ore tightness persists](#)
- [Bank Negara Indonesia: Inline 2Q24 results: improving NIM supported by strong loan growth, higher LDR, and contained CoC](#)
- [Astra International: Valuation discount implies auto business is still underappreciated; maintain Buy with a higher TP](#)
- [Aspirasi Hidup Indonesia: Growth Momentum Intact Despite a Normalized Jul24 SSSG](#)
- [Equity Strategy: Potential Tailwind from a Smooth Govt. Transition](#)
- [Kalbe Farma: Improving growth outlook from higher margins and steady revenue; reiterate Buy rating](#)
- [Pakuwon Jati: Investment Property Remains an Underappreciated Growth Driver; Resume Coverage with a Buy Rating](#)
- [Macro Strategy : 2025 Proposed Budget: The Groundwork for Transition](#)
- [Digital Banks: Still Robust Earnings Growth Potentials Despite Increasing Competition](#)
- [Midi Utama Indonesia: Strong 1H24 Earnings Bolster FY24 Guidance; Focus on Profitability Enhances Outlook](#)
- [Mitratel: Resilient Growth and Strategic Advantages Amid Telco Consolidation](#)
- [Wintermar Offshore Marine: Riding the charter rates upcycle; initiate with Buy](#)
- [Macro Strategy: What's Priced In and What's Not](#)
- [Jasa Marga: Reinitiate with Buy rating; Attractive FY24-25 28%-33% EPS growth from deleveraging and tariff hikes](#)
- [Property: KTA from meeting with JLL: Landed Housing and Retails as Key Growth Driver in Greater Jakarta](#)
- [XL Axiata : Inline earnings on robust operational; potential catalysts ahead](#)
- [Bank Neo Commerce : Turning into net loss in 2Q24 on loans and NIM contraction \(inline 1H24\); maintain FY24F net losses](#)
- [Aspirasi Hidup Indonesia: Steady SSSG, but Challenges Loom; reaffirm Buy Rating with a lower TP](#)
- [Charoen Pokphand Indonesia: Strong 2Q24 earnings on higher sales and margin; 1H24 beat estimates](#)
- [Indocement Tunggal Prakarsa: Lowering FY24E/FY25E EPS est by 7%-8%; reiterate Buy on Better ASP Management](#)
- [Telkom Indonesia: Resilient 1H24 earnings \(inline\); diversified growth drivers to mitigate downside risks](#)
- [Semen Indonesia: Lowering FY24E/FY25E est. EPS by 20%-22 on weak ASP; downgrade rating to Hold](#)
- [Macro Strategy: Anathema to Growth](#)
- [Mayora Indah: Expect solid 2Q24 volume growth to sustain in 2H24](#)
- [Astra International: Upgrading est. and TP on better 4W market share and more upbeat UNTR earnings post 1H24 beat](#)
- [Indofood CBP Sukses Makmur: 1H24 Earnings Beat from Solid Volume Growth Across Markets](#)
- [Indosat Ooredoo Hutchison: Solid 1H24 earnings \(inline\); further upsides in ARPU and EBITDA margins are still in the cards](#)
- [Medikaloka Hermina: Expect volume growth and efficiency efforts to continue sustain 2H24 earnings momentum](#)



## Equity SNAPSHOT

### PT BRI Danareksa Sekuritas

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

### Equity Research Team

#### Erindra Krisnawan

[erindra.krisnawan@brids.co.id](mailto:erindra.krisnawan@brids.co.id)

(62-21) 50914100 ext. 3500

**Head of Equity Research, Strategy, Coal**

#### Natalia Sutanto

[natalia.sutanto@brids.co.id](mailto:natalia.sutanto@brids.co.id)

(62-21) 50914100 ext.3508

**Consumer, Tobacco, Pharmacy, Retail**

#### Victor Stefano

[victor.stefano@brids.co.id](mailto:victor.stefano@brids.co.id)

(62-21) 50914100 ext.3503

**Banks, Poultry**

#### Niko Margaronis

[niko.margaronis@brids.co.id](mailto:niko.margaronis@brids.co.id)

(62-21) 50914100 ext.3512

**Telco, Tower, Technology, Media**

#### Timothy Wijaya

[timothy.wijaya@brids.co.id](mailto:timothy.wijaya@brids.co.id)

(62-21) 50914100 ext.3530

**Metal, Oil and Gas, Mining Service**

#### Ismail Fakhri Suweleh

[ismail.suweleh@brids.co.id](mailto:ismail.suweleh@brids.co.id)

(62-21) 50914100 ext.3505

**Healthcare, Property, Industrial Estate**

#### Richard Jerry

[richard.jerry@brids.co.id](mailto:richard.jerry@brids.co.id)

(62-21) 50914100 ext.3511

**Automotive, Cement**

### Economic Research Team

#### Helmy Kristanto

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

(62-21) 50914100 ext. 3400

**Chief Economist, Macro Strategy**

#### Dr. Telisa Aulia Falianty

[telisa.falianty@brids.co.id](mailto:telisa.falianty@brids.co.id)

(62-21) 50914100

**Senior Advisor**

#### Kefas Sidauruk

[kefas.sidauruk@brids.co.id](mailto:kefas.sidauruk@brids.co.id)

(62-21) 50914100

**Economist**

### Sales Team

#### Yofi Lasini

[yofi.lasini@brids.co.id](mailto:yofi.lasini@brids.co.id)

(62-21) 50914100 ext. 3120

#### Ehrlicch Suharto

[ehrliech@brids.co.id](mailto:ehrliech@brids.co.id)

(62-21) 50914100 ext.3508

#### Yunita L. Nababan

[yunita@brids.co.id](mailto:yunita@brids.co.id)

(62-21) 50914100 ext.3503

#### Andreas Kenny

[andreas.kenny@brids.co.id](mailto:andreas.kenny@brids.co.id)

(62-21) 50914100 ext. 3500

#### Adeline Solaiman

[adeline.solaiman@brids.co.id](mailto:adeline.solaiman@brids.co.id)

(62-21) 50914100 ext.3508

#### Novrita Endah Putrianti

[novrita.putrianti@brids.co.id](mailto:novrita.putrianti@brids.co.id)

(62-21) 50914100 ext.3503

#### Christy Halim

[christy.halim@brids.co.id](mailto:christy.halim@brids.co.id)

(62-21) 50914100 ext. 3500

#### Jason Joseph

[jason.joseph@brids.co.id](mailto:jason.joseph@brids.co.id)

(62-21) 50914100 ext.3508

## Disclaimer

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

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

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