

FROM EQUITY RESEARCH DESK

IDEA OF THE DAY

Metal Mining: 3Q24 preview: expect a slower quarter, but a majority beat in 9M24 due to low expectations (OVERWEIGHT)

- We estimate the sector's 3Q24 earnings to fall back on lower ASP, though they may still beat estimates due to low expectations.
- We expect TINS to be the best performer in 3Q24 amid stable ASP with improvements in volume, while NCKL could be the strongest nickel play.
- We reiterate our Overweight rating on the sector with TINS and NCKL as top picks due to a stronger earnings visibility. To see the full version of this report, please [click here](#).

RESEARCH COMMENTARY

- Property News: The Housing Development Task Force to Recommend the Abolition of 11% VAT and 5% BPHTB (asset-transfer duties) to Upcoming Administration
- SMRA (BUY, TP: Rp1,000) – 9M24 Marketing Sales Review
- TLKM IJ (BUY, TP: Rp4,250) to monetize its MDI Ventures portfolio?

MARKET NEWS

MACROECONOMY

- China's CPI Rose 0.4% Yoy in Sep24
- China's Ministry of Finance Unveils Comprehensive Stimulus

SECTOR

- Commodity Price Daily Update Oct 11, 2024
- Coal Production Rose to 624mn Tons in 9M24
- National Motorcycle Sales Grew 3.19% yoy as of Sep24

CORPORATE

- ASII Acquired Cardiac Hospital Heartology
- Due Diligence for the EXCL and FREN Merger is Targeted to be Completed by the End of 2024
- JPFA to Distribute Interim Dividend of Rp813.9bn
- INCO's Subsidiary, Sumbawa Timur Mining, to Develop New Copper Mine In NTB
- ISAT and UiPath Establish Partnership to Train 100k Digital Talents in Indonesia
- TOWR Lowers Rights Issue Target to Rp4.5tr

PREVIOUS EQUITY RESEARCH REPORTS

- Retail: 3Q24 preview: Solid growth, normalized margins; expect strong results from ACES and MIDI
- Wintermar Offshore Marine: Recently acquired WM Mentawai PSV to bolster earnings growth in 2H24 onwards
- Consumer: 3Q24 preview: sustained solid core profit growth on stable margins, in line with our and consensus
- Equity Strategy: Headwind from outflows may persist; a slight cut in consensus est. despite intact fundamentals
- Poultry: Good entry points amid low expectations on LB prices, mild fund positions, and cheap valuations
- Macro Strategy: The Travails of Resurgent Risk Catalysts

EQUITY MARKET INDICES

	Close	Chg (%)	Ytd (%)	Vol (US\$mn)
Asean - 5				
Indonesia	7,521	0.5	3.4	456
Thailand	1,470	0.1	3.8	1,800
Philippines	7,310	(1.4)	13.3	90
Malaysia	1,634	(0.5)	12.3	538
Singapore	3,574	(0.3)	10.3	808
Regional				
China	3,218	(2.5)	8.2	169,278
Hong Kong	21,252	3.0	24.7	41,848
Japan	39,606	0.6	18.4	19,545
Korea	2,597	(0.1)	(2.2)	10,265
Taiwan	22,902	1.1	27.7	n.a
India	81,381	(0.3)	12.7	676
Nasdaq	18,343	0.3	22.2	223,659
Dow Jones	42,864	1.0	13.7	16,250

CURRENCY AND INTEREST RATE

		Rate	wow (%)	mom (%)	ytd (%)
Rupiah	Rp/1US\$	15,580	(0.6)	(1.2)	(1.2)
BI7DRRR	%	6.00	(0.3)	(0.3)	-
10y Gov	Indo bond	6.68	0.0	0.1	0.2

HARD COMMODITIES

	Unit	Price	d-d (%)	mom (%)	ytd (%)
Coal	US\$/ton	147	(0.9)	5.5	0.2
Gold	US\$/toz	2,657	1.0	5.8	28.8
Nickel	US\$/mt.ton	17,615	1.9	11.0	7.6
Tin	US\$/mt.ton	33,000	1.1	7.1	31.1

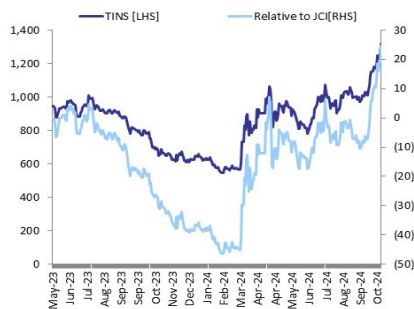
SOFT COMMODITIES

	Unit	Price	d-d (%)	mom (%)	ytd (%)
Cocoa	US\$/mt.ton	6,771	1.5	7.4	62.8
Corn	US\$/mt.ton	152	(0.7)	13.9	(11.6)
Oil (WTI)	US\$/barrel	76	(0.4)	12.3	5.5
Oil (Brent)	US\$/barrel	79	(0.5)	11.9	2.6
Palm oil	MYR/mt.ton	4,384	(0.0)	9.4	18.0
Rubber	US\$/kg	198	2.2	8.7	26.8
Pulp	US\$/tonne	1,205	n.a	2.8	20.5
Coffee	US\$/60kgbag	244	0.0	(7.7)	84.3
Sugar	US\$/MT	570	-	7.7	(4.4)
Wheat	US\$/ton	163	(0.8)	3.4	(10.5)
Soy Oil	US\$/lb	43	(1.0)	7.7	(9.2)
SoyBean	US\$/by	1,006	(0.9)	2.6	(22.3)

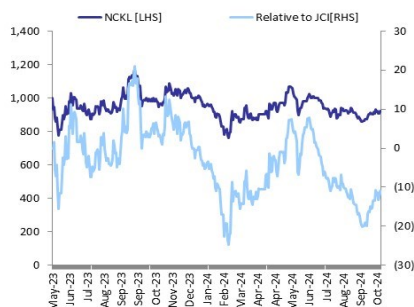
Overweight

(Maintained)

TINS relative to JCI Index



NCKL relative to JCI Index



Source: Bloomberg

BRI Danareksa Sekuritas Analysts

Timothy Wijaya

(62-21) 5091 4100 ext. 3504
timothy.wijaya@brids.co.id

Christian Sitorus

(62-21) 5091 4100 ext. 3506
christian.sitorus@brids.co.id

Metal Mining

3Q24 preview: expect a slower quarter, but a majority beat in 9M24 due to low expectations

- We estimate the sector's 3Q24 earnings to fall back on lower ASP, though they may still beat estimates due to low expectations.
- We expect TINS to be the best performer in 3Q24 amid stable ASP with improvements in volume, while NCKL could be the strongest nickel play.
- We reiterate our Overweight rating on the sector with TINS and NCKL as top picks due to a stronger earnings visibility.

3Q24 preview: an expected weaker quarter, but 9M24 may outperform

Throughout 3Q24, the majority of the base metal prices under our coverage have retreated due to the continued weak industrial and manufacturing activity in China. Notably, LME nickel prices have decreased by -12% qoq, while NPI prices have increased by +3% qoq. As a result, we anticipate a challenging quarter for the sector, with estimated revenue and net profits changes of +11%/-21% qoq. Consequently, our forecasts for 9M24 suggest yoy growth of +23% in revenue, but a decrease of -21% in net profit. Yet, we believe our/cons estimate has been conservative, which resulted in an outperformance in 9M24 where our estimates have reached c.80%/80% of our and c.79%/79% of cons estimates, respectively.

3Q24 earnings potential outperformers: TINS, NCKL

We continue to expect an outperformance from TINS amid 3Q24 LME Tin price average of US\$31,700/t, -1.9% qoq. Sales volume for TINS is expected to increase to c.5 kt, +5% qoq, bolstered by improved production output and stronger profitability due to reduced cash costs from the operation of TSL Ausmelt. In the nickel sector, we forecast NCKL to achieve solid earnings of c. Rp1.7tr, -5% qoq. While this reflects a slight decrease, it positions NCKL more favorably compared to the sector average, which we expect to experience declines of -21% qoq. Based on our projections, NCKL's earnings for 9M24 could reach Rp4.5tr, amounting to 86%/85% of our/cons estimate which would warrant a potential earnings upgrade. Despite a decline in MHP and sulfate prices of -7%/-9% over the quarter, NCKL's performance should still remain robust as NPI price had improved by +3% qoq, alongside increased limonite sales to ONC that commenced between May and Aug24.

Maintain Overweight on the sector with unchanged top pick of TINS/NCKL

Following subdued demand in 3Q24 from the stainless-steel sector and an uptick in domestic ore supply, we anticipate a temporary correction in NPI prices as we approach year-end where demand for restocking has subsided. Consequently, we expect the benchmark NPI price to remain rangebound between US\$11,500 and US\$12,000/t. Nonetheless, we maintain an **Overweight** rating on the sector. Our preferences are as follows: TINS> NCKL> ANTM> MBMA> MDKA> INCO. NCKL remains our top pick in the nickel category due to its strong operational performance and robust earnings visibility. Additionally, we favor TINS, which is supported by a tightening global supply resulting from decreased ore exports from Myanmar to China. Furthermore, we have upgraded ANTM on our pecking order due to the anticipation of a stronger nickel contribution in 4Q24 from improved ore ASP.

Company	Ticker	Rec	Target Price (Rp)	Market Cap. (RpBn)	P/E (x)		P/BV (x)		ROE (%)
					2024F	2025F	2024F	2025F	
Timah	TINS IJ	BUY	1,400	9,793.8	11.3	10.2	1.4	1.3	13.1
Trimegah Bangun Persada	NCKL IJ	BUY	1,300	58,050.7	11.4	8.8	2.2	1.8	22.4
Aneka Tambang	ANTM IJ	BUY	2,000	37,608.1	13.0	14.5	1.2	1.2	8.3
Merdeka Battery Materials	MBMA IJ	BUY	650	58,317.5	98.7	32.6	2.4	2.2	7.1
Merdeka Copper Gold	MDKA IJ	BUY	3,000	62,161.4	940.5	39.5	3.7	3.4	9.0
Vale	INCO IJ	BUY	5,700	43,845.5	28.1	28.8	1.0	1.0	3.6

RESEARCH COMMENTARY

Property News: The Housing Development Task Force to Recommend the Abolition of 11% VAT and 5% BPHTB (asset-transfer duties) to Upcoming Administration

<https://www.cnnindonesia.com/ekonomi/20241010173457-532-1153957/prabowo-bakal-hapus-pajak-rumah-16-persen>

- According to Head of Housing Development Task Force (Satgas Perumahan), Mr. Hashim Djojohadikusumo, the task force is receiving inputs to recommend abolition of 11% VAT and 5% BPHTB (asset-transfer duties) on property purchase. Mr. Hashim conveyed that the task force will try to convince the upcoming government to roll-out the program, with ultimate goal to alleviate poverty.
- The Head of Task Force is said to study the case of potential tax-revenue losses, involving experts including Bank Tabungan Negara Directors.

Comment:

- At present, the 11% VAT abolition has been implemented (until Dec24) and has proven to help spur demand in the sector, as reflected in the developers' marketing sales this year, with 25-60% of pre-sales contributed by VAT-eligible products.
- Meanwhile, we believe the abolition of BPHTB should remain under study, as the revenue collected is shared, with 80% allocated to regional governments and 20% to the central government (according to Permenkeu No. 03/PMK.07/2007).
- Regardless, we maintain a positive view on the abolition of taxes related to property purchase. As we highlighted in our last sector report, affordability remains a key issue. Our simple simulation suggests that monthly installments fall within the expenditure bracket of the upper-middle class for obtaining residences within a reasonable distance to work and schools districts in Indonesia. Thus, lowering the burden of high initial investment costs will surely incentivize the demand-side
- Beyond the tax incentives, we believe that catering to the market demand of entry-level end-users (Rp1-2bn) with the Indonesian preference for landed residences, along with a comprehensive township infrastructure, will remain crucial factors in generating higher-than-expected marketing sales.
- Maintain OW rating with CTRA as our top picks.
- Our latest view on the sector (with key criterias to look for picking developers stocks):

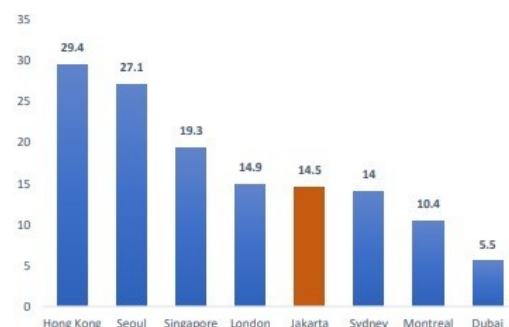
<https://link.brights.id/brids/storage/34430/20240909-Property.pdf> (Ismail Fakhri Suweleh – BRIDS)

Exhibit 13. Mortgage Simulation of a Rp1.3bn houses

House Price Assumption (Rp)	1,300,000,000
% Fixed Rate - 3yr.	3.7%
% Floating Rate	11.0%
% Down Payment	10.0%
Tenor	15 Yr.
Monthly Installment during Fixed Rate	8,479,509
Monthly Installment during Floating Rate	12,345,068
Minimum Required Income/month	16,959,019
Estimates of other Initial Costs	
Mortgage Insurance (1%)	13,000,000
Provision Costs (1%)	11,700,000
Administration & Appraisal	2,000,000
Notary (~1%)	13,000,000
VAT (11%)	143,000,000
Total Other Costs	182,700,000
Other Costs as % of Property Price	14%

Source: BRIDS

Exhibit 14. Property Price-to-Income Ratio



Source: Numbeo

Exhibit 15. Expenditures Grouping (Rp/month)

Expenditure Group	2014	2019	2021	2024
Upper Class	>5,146,495	>7,229,250	>8,032,925	>9,909,844
Middle Class	1,059,573 - 5,146,495	1,488,375 - 7,229,250	1,653,838 - 8,032,925	2,040,262 - 9,909,844
Aspiring Middle Class	454,103 - 1,059,573	637,875 - 1,488,375	708,788 - 1,653,838	874,398 - 2,040,262
Vulnerable	302,735 - 454,103	425,250 - 637,875	472,525 - 708,788	582,932 - 874,398
Poor	<302,735	<425,250	<472,525	<582,932

Source: WorldBank

SMRA (BUY, TP: Rp1,000) – 9M24 Marketing Sales Review

- SMRA booked marketing sales of Rp939bn in 3Q24 (+3%qoq, -35%yoy), bringing its cumulative 9M24 to Rp2.66tr (-13%yoy), with running rate to ours and company's FY24F target still came below expectations (to ours 58% and to company's target 53%).
- Tangerang Bitung project will determine the overall FY24F achievement, with our channel check indicate that the township has been on the stage of product knowledge currently. There will be also a new launching of houses-shophouses in Bogor and Bandung in 4Q24.
- Sep24 marketing sales of Rp307bn mainly contributed by Bandung project (29% contribution), which we believe should come from the launching of Cluster Hillary in Aug24.
- VAT marketing sales booked at Rp105bn in Sep24, bringing 9M24 achievement at Rp1.4tr (54% to total marketing sales, in-line with our estimates); which we expect to contribute to FY24F net profit ranging Rp400-500bn (50% to ours FY24F).
- Company maintained its FY24F marketing sales target at Rp5.0tr. (*Ismail Fakhri Suweleh – BRIDS*)



TLKM IJ (BUY, TP: Rp4,250) to monetize its MDI Ventures portfolio?

- The news: MDI Ventures (Telkom 100% owned) has been suggested to sell 80%+ of its start-up portfolio to Saudi VC.
- We roughly estimate that 80% of MDI book value is~ Rp4.8tr/ USD310mn.
- MDI Ventures' VP said they are looking to monetize its aging investments (Dealstreet), including Kredivo, koinworks, Cermati, Paxel etc.
- We add that Telkom possibly sees limited upside for further meaningful value creation. Total injections in MDI could be as much USD800mn through the years. (*Niko Margaronis – BRIDS*)

Telkom FS 2Q24	FY23	1H24
Total investments	8.162	7.31
<i>Includes:</i>		
GOTO	2.04	1.19
Associates	0.11	0.11
We assume MDI @	6.01	6.02
80% in IDR tr	4.81	
80% in USD mn	310	

MACROECONOMY
China's CPI Rose 0.4% Yoy in Sep24

China's CPI rose 0.4% yoy in Sep24, softer than the consensus of 0.6%, with core inflation dropping to 0.1% yoy, the lowest since Feb-21. The PPI has declined annually for 24 consecutive months. (Bloomberg)

China's Ministry of Finance Unveils Comprehensive Stimulus

China's MoF announce a string of stimulus such as issuing bond issuance to help local gov't finance the off-balance sheet debt and replenish core tier-1 capita in major state banks, and also allowing local gov't to use special bond receipt to absorb unsold existing home. The MoF emphasized that the central gov't has significant room to increase the fiscal deficit. China's major banks have announced a rate cut for existing mortgages as of Oct 25, with a reduction of no less than 30bps below the current Loan Prime Rate. (Bloomberg)

SECTOR
Commodity Price Daily Update Oct 11, 2024

	Units	10-Oct-24	11-Oct-24	Chg %	WoW %	2023	3Q24	Ytd 2023	Ytd 2024	YoY%
Copper	US\$/t	9,723	9,792	0.7%	-1.7%	8,523	9,339	8,590	9,277	8.0%
Brent Oil	US\$/bbl	79	79	-0.5%	4.9%	82	79	82	82	-0.7%
LME Tin	US\$/t	32,637	33,002	1.1%	-2.5%	25,895	31,712	26,287	30,218	15.0%
Cobalt	US\$/t	24,228	24,228	0.0%	0.2%	34,271	25,233	34,946	26,899	-23.0%
Gold Spot	US\$/oz	2,630	2,657	1.0%	-0.8%	1,943	2,477	1,928	2,312	19.9%
LME Nickel	US\$/t	17,292	17,618	1.9%	-0.6%	21,544	16,308	22,803	17,162	-24.7%
NPI Indonesia (Ni>14%)	US\$/t	12,417	12,417	0.0%	0.5%	14,007	12,083	14,578	11,777	-19.2%
Nickel Sulphate	US\$/t	15,670	15,694	0.1%	-0.2%	17,377	15,449	17,995	14,344	-20.3%
Indonesia NPI	US\$/t				0.9%	113	120	-	117	n.a
Indo 1.6% Nickel Ore	US\$/wmt				-0.5%	37	51	-	45	n.a
Coal Price - ICI3	US\$/t				0.1%	84	72	86	74	-13.0%
Coal Price - ICI4	US\$/t				0.5%	63	52	65	54	-15.8%
Coal Price - Newcastle	US\$/t	148	147	-0.9%	-0.1%	173	140	183	135	-26.3%

Source: Bloomberg, SMM, BRIDS

Coal Production Rose to 624Mt in 9M24

National coal production for 9M24 increased by 0.7% to 624.16Mt compared to 619.57 Mt in 9M23. This production level for 9M24 is equivalent to 87% of the national production target outlined in the 2024 Work Plan and Budget (RKAB), which is set at 922.14Mt. The 2024 production target comes from 587 mining business license holders. Meanwhile, coal production targets for 2025 and 2026 have been set lower, at 917.16 Mt and 902.97 Mt, respectively. (Kontan)

National Motorcycle Sales Grew 3.19% yoy as of Sep24

According to data from the Indonesian Motorcycle Industry Association (AISII), national motorcycle sales reached 4,872,496 units in 9M24 (+3.19% yoy). PT Suzuki Indomobil Sales (SIS) experienced a 40% increase in sales by the end of 3Q24. The best-selling motorcycle was the Suzuki Burgman Street 125EX. (Kontan)

CORPORATE
ASII Acquired Cardiac Hospital Heartology

Astra signed a deal to buy Heartology Cardiovascular Hospital, one of the private hospitals in Jakarta specializing in cardiology, for Rp643bn. No further disclosures yet on this transaction.

About Heartology Cardiovascular Hospital:

The initial team of doctors was established in 2020, consisting of a team of 8 doctors specializing in cardiology treatment. The hospital building itself was completed in 2023 and is located in Kebayoran Baru. Heartology has handled more than 1,500 heart cases, including 1,000 intervention cases and 400 heart arrhythmia cases. (Dealstreetasia)

Due Diligence for the EXCL and FREN Merger is Targeted to be Completed by the End of 2024

The due diligence process for the planned merger of EXCL and FREN is reported to be nearing completion. According to FREN, this aligns with the established merger schedule, where FREN's management aims to complete the due diligence phase by the end of 2024. (Kontan)

JPFA to Distribute Interim Dividend of Rp813.9bn

JPFA has announced the distribution of an interim cash dividend for FY24, amounting to a total of Rp813.93bn. Shareholders will receive Rp70/share (yield: 4.7%), with the dividend payment scheduled for October 29, 2024. This interim dividend distribution is in accordance with the decision made by the company's board of directors, which was approved by the board of commissioners on October 9, 2024. (Emiten News)

INCO's Subsidiary, Sumbawa Timur Mining, to Develop New Copper Mine In NTB

INCO's subsidiary, PT Sumbawa Timur Mining (STM), is working on a mining exploration project in Hu'u District, NTB. The total resource is estimated at 2.1bn tonnes, each tonne containing 0.86% copper and 0.48 g of gold. The company said it is currently in the process of completing the Pre-Feasibility Study and is targeted to enter the Feasibility Study stage in 2025, with production operations expected to start after 2030. (Kontan)

ISAT and UiPath Establish Partnership to Train 100k Digital Talents in Indonesia

ISAT has established a strategic partnership with UiPath, a provider of automation and artificial intelligence (AI) solutions for the business-to-business segment, to equip 100k digital talents in Indonesia with automation skills (Enterprise Automation) by 2027. This initiative aims to prepare digital talents to support Indonesia's transformation into a global hub for AI and automation talent. (Investor Daily)

TOWR Lowers Rights Issue Target to Rp4.5tr

TOWR plans to conduct a Capital Increase with Pre-emptive Rights (PMHMETD) or Rights Issue by issuing 5bn new shares at an offering price of Rp900/share. TOWR aims to raise Rp4.5tr, this amount has been reduced from TOWR's previous plan to raise Rp9tr through the rights issue. The execution of the rights issue will take place after obtaining approval from the company's extraordinary general meeting of shareholders (EGMS) on Oct. 25, 2024. (Emiten News)

TOWR to conduct RI at higher price Rp900		
Exercise price		900
No. of new shares		5,000,000,000
Total max. proceeds (Rp)		4,500,000,000,000
		No. of shares
Others	36.4%	20,399,575,201
Djarum	54.7%	30,615,049,799
New investor	8.93%	5,000,000,000
Total	100.0%	56,014,625,000
		Value
Others	36.4%	18,359,617,681,013
Djarum	54.7%	27,553,544,818,988
New investor	8.93%	4,500,000,000,000
Total	100.0%	50,413,162,500,000

Source: BRIDS Estimates

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
BRI-Danareksa Universe			3,173,644				4,900,861	18.1	13.8	11.7	11.0	2.4	2.2	13.5	16.8
Auto			40,484				205,454	6.1	6.8	4.3	4.6	1.0	1.0	17.3	14.7
	Astra International	ASII	BUY	40,484	5,075	5,700	205,454	6.1	6.8	4.3	4.6	1.0	1.0	17.3	14.7
Financials & Banks			333,995				2,318,504	17.7	16.7	N/A	N/A	3.3	3.0	19.3	18.7
	BCA	BBCA	BUY	123,275	10,375	12,400	1,278,979	26.3	24.2	N/A	N/A	5.3	4.8	21.0	20.9
	BNI	BBNI	BUY	37,297	5,375	7,600	200,473	9.6	9.2	N/A	N/A	1.3	1.2	14.6	13.8
	Bank Mandiri	BMRI	BUY	93,333	6,950	8,200	648,667	11.8	11.4	N/A	N/A	2.5	2.3	22.4	20.9
	Bank Jago	ARTO	BUY	13,857	2,860	3,800	39,631	547.7	317.4	N/A	N/A	4.7	4.7	0.9	1.5
	Bank Neo Commerce	BBYB	BUY	12,399	258	600	3,199	(5.6)	(51.1)	N/A	N/A	1.0	1.0	(16.2)	(1.9)
	Bank Syariah Indonesia	BRIS	HOLD	46,129	3,000	2,800	138,388	24.3	21.0	N/A	N/A	3.6	3.1	15.8	15.9
	Bank Tabungan Pensiunan Nasional Syariah	BTPS	HOLD	7,704	1,190	1,300	9,167	8.5	8.7	N/A	N/A	1.0	1.0	12.6	11.5
Cement			10,433				55,696	13.5	17.2	5.6	6.1	0.9	0.9	6.5	5.0
	Indocement	INTP	BUY	3,681	7,225	8,800	26,597	13.6	16.5	7.2	7.3	1.3	1.2	9.6	7.5
	Semen Indonesia	SMGR	HOLD	6,752	4,310	4,100	29,099	13.4	17.8	4.9	5.4	0.7	0.7	5.0	3.8
Cigarettes			118,242				115,120	8.6	9.4	5.9	5.9	1.3	1.2	15.2	13.1
	Gudang Garam	GGRM	HOLD	1,924	15,700	17,500	30,208	5.7	7.6	3.8	4.1	0.5	0.5	9.0	6.3
	HM Sampoerna	HMSP	HOLD	116,318	730	730	84,912	10.5	10.3	8.2	7.3	2.8	2.7	27.9	26.9
Construction			22,115				41,199	5.8	9.2	8.87	6.96	0.9	0.7	16.0	8.3
	Pembangunan Perumahan	PTPP	BUY	6,450	462	750	2,980	9.9	6.3	5.4	5.0	0.3	0.2	2.6	4.0
	Adhi Karya	ADHI	BUY	8,408	290	500	2,438	44.6	62.2	6.3	6.6	0.3	0.3	0.6	0.5
	Jasa Marga	JSMR	BUY	7,258	4,930	6,500	35,781	5.3	9.0	10.4	7.7	1.3	0.9	27.2	11.8
Consumer			87,138				356,073	15.2	12.9	8.1	7.1	3.0	2.7	20.8	21.9
	Indofood CBP	ICBP	BUY	11,662	12,250	12,900	142,858	20.4	14.6	10.4	9.4	3.5	3.0	18.1	22.3
	Indofood	INDF	BUY	8,780	7,000	8,000	61,463	7.5	6.2	4.2	3.3	1.0	0.9	14.4	15.7
	Unilever	UNVR	SELL	38,150	2,270	2,300	86,601	18.0	19.0	12.2	13.1	25.6	25.5	130.1	134.2
	Mayora Indah	MYOR	BUY	22,359	2,640	3,350	59,027	18.5	17.7	11.5	11.3	3.9	3.5	23.1	20.9
	Nippon Indosari Corpindo	ROTI	BUY	6,186	990	1,400	6,125	18.4	16.0	9.1	8.2	2.6	2.3	13.1	15.3
Pharmaceutical			76,875				100,125	26.9	22.4	17.4	14.8	4.0	3.7	15.3	17.3
	Sido Muncul	SIDO	BUY	30,000	650	810	19,500	20.5	16.3	16.4	13.6	5.8	5.6	27.6	34.8
	Kalbe Farma	KLBF	BUY	46,875	1,720	1,800	80,625	29.1	24.7	17.6	15.1	3.8	3.5	13.2	14.6
Healthcare			43,556				110,615	37.3	51.0	31.3	26.3	8.5	7.7	24.5	15.8
	Medikaloka Hermina	HEAL	BUY	15,366	1,595	1,800	24,509	50.6	41.0	17.6	15.2	5.2	4.7	11.9	12.1
	Mitra Keluarga	MKA	BUY	14,246	3,130	3,400	44,591	48.7	37.1	29.1	23.2	7.7	6.7	16.3	19.3
	Prodia Widyahusada	PRDA	BUY	938	3,080	6,400	2,888	8.2	7.9	3.4	3.1	1.2	1.1	14.8	14.6
	Siloam Hospital	SILO	BUY	13,006	2,970	3,000	38,628	31.9	34.0	14.2	13.9	4.9	4.5	16.3	13.7
Heavy Equipment			3,730				97,543	4.7	5.0	2.5	2.8	1.2	1.1	25.1	22.7
	United Tractors	UNTR	BUY	3,730	26,150	29,200	97,543	4.7	5.0	2.5	2.8	1.2	1.1	25.1	22.7
Industrial Estate			52,903				13,287	11.0	11.4	7.2	6.7	1.4	1.3	12.7	11.9
	Puradelta Lestari	DMAS	BUY	48,198	160	220	7,712	6.5	8.3	5.5	6.7	1.3	1.3	20.5	16.0
	Surya Semesta	SSIA	BUY	4,705	1,185	700	5,576	178.3	23.3	10.3	6.6	1.5	1.4	0.8	6.1
Media			89,020				14,566	5.1	5.9	2.1	1.9	0.5	0.5	10.3	8.2
	Media Nusantara Citra	MNCN	BUY	15,050	324	800	4,876	2.5	3.1	1.1	0.7	0.2	0.2	9.8	7.2
	Surya Citra Media	SCMA	BUY	73,971	131	325	9,690	10.6	10.8	4.7	4.5	1.2	1.1	11.6	10.7
Mining			319,649				446,870	7.5	9.3	4.0	4.7	1.5	1.4	20.5	15.5
	Medco Energi	MEDC	BUY	25,136	1,355	1,700	34,060	6.9	6.9	2.4	4.3	1.2	1.1	19.5	16.9
	Adaro Energy	ADRO	BUY	30,759	3,870	3,770	119,036	4.8	6.8	2.1	2.6	1.2	1.2	25.7	17.2
	Timah	TINS	HOLD	7,448	1,315	2,100	9,794	25.2	78.6	7.0	30.9	1.4	1.4	5.3	1.7
	Vale Indonesia	INCO	BUY	10,540	4,160	5,700	43,845	10.7	31.0	4.5	8.4	1.1	1.1	11.2	3.7
	Aneka Tambang	ANTM	BUY	24,031	1,565	2,000	37,608	12.2	13.0	7.5	7.3	1.2	1.2	11.3	9.5
	Bukit Asam	PTBA	BUY	11,521	3,030	3,100	34,908	5.7	6.3	5.0	5.8	1.6	1.5	24.4	25.3
	Indo Tambangraya Megah	ITMG	BUY	1,130	25,925	31,300	29,293	3.9	3.9	1.7	1.3	1.1	1.1	26.7	28.0
	Harum Energy	HRUM	BUY	13,518	1,340	1,700	18,114	5.8	5.9	2.3	2.0	1.4	1.3	26.1	22.4
	Merdeka Copper Gold	MDKA	BUY	24,473	2,540	3,000	62,161	(188.1)	915.8	20.9	16.0	4.2	3.6	(2.1)	0.4
	Trimegah Bangun Persada	NCKL	BUY	63,099	920	1,300	58,051	10.3	11.4	8.6	8.3	2.5	2.2	34.1	20.1
	Merdeka Battery Materials	MBMA	BUY	107,995	540	650	58,318	526.0	96.1	39.5	23.1	2.4	2.3	0.6	2.4
	Wintermar Offshore Marine	WINS	BUY	4,365	498	760	2,174	325.7	87.0	107.3	44.0	16.1	13.6	5.1	17.0
Poultry			30,363				98,902	29.9	17.0	13.1	9.0	2.3	2.1	7.9	13.0
	Charoen Pokphand	CPIN	BUY	16,398	4,860	6,400	79,694	34.4	23.0	16.8	12.6	3.0	2.7	8.7	12.3
	Japfa Comfeed	JFFA	BUY	11,727	1,490	2,200	17,473	18.8	7.8	8.8	5.2	1.3	1.2	7.2	15.8
	Malindo Feedmill	MAIN	BUY	2,239	775	850	1,735	27.4	13.4	5.5	4.9	0.7	0.7	2.6	5.0
Property			104,375				89,243	13.4	9.7	7.5	5.5	1.0	0.9	8.1	10.2
	Bumi Serpong Damai	BSDE	BUY	21,171	1,275	1,550	26,993	13.9	7.0	8.3	4.8	0.7	0.7	5.5	10.0
	Ciptura Development	CTRA	BUY	18,536	1,405	1,700	26,043	14.1	11.4	7.5	5.7	1.3	1.2	9.6	10.9
	Pakuw on Jati	PWON	BUY	48,160	505	640	24,321	11.6	11.3	6.8	6.3	1.3	1.2	11.6	10.8
	Summarecon	SMRA	BUY	16,509	720	1,000	11,886	15.5	13.8	7.3	6.1	1.2	1.1	8.1	8.5
Utility			65,750				36,847	27.9	26.1	13.1	13.0	2.5	2.4	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	41,508	1,185	1,470	49,187	18.9	17.7	10.3	10.6	1.7	1.6	10.8	9.2
Retail			100,295				86,621	17.8	16.6	9.2	8.7	3.1	2.7	19.6	17.5
	Mitra Adi Perkasa	MAPI	BUY	16,600	1,710	2,000	28,386	15.0	14.4	6.6	6.5	2.8	2.3	20.9	17.9
	MAP Aktif Adiperkasa	MAPA	BUY	28,504	915	1,000	26,081	18.8	18.7	11.8	12.0	4.6	3.7	27.3	22.0
	Midi Utama Indonesia	MIDI	BUY	33,435	444	600	14,845	28.8	24.7	11.8	10.1	4.0	3.6	18.0	15.2
	Hartadinata Abadi	HRTA	BUY	4,605	444	600	2,045	6.7	5.2	5.4	4.4	1.0	0.9	16.6	18.5
	Ace Hardware	ACES	BUY	17,150	890	1,100	15,264	20.0	18.2	13.7	12.0	2.5	2.3	12.7	13.2
Technology			1,377,170				138,520	(1.5)	(19.3)	8.5	-	2.0	2.2	(81.4)	

COVERAGE PERFORMANCE

LEADERS

	Code	Price as on		Chg, %	wow, %	mom, %	YTD, %	Rating
		11-Oct-24	10-Oct-24					
Bumi Serpong Damai	BSDE	1,275	1,185	7.6	9.0	9.4	18.1	BUY
Semen Indonesia	SMGR	4,310	4,050	6.4	6.9	9.1	(32.7)	HOLD
Ciputra Development	CTRA	1,405	1,330	5.6	8.1	7.3	20.1	BUY
Bukalapak	BUKA	136	129	5.4	18.3	15.3	(37.0)	BUY
Summarecon	SMRA	720	685	5.1	5.1	9.9	25.2	BUY
Mitra Telekomunikasi Indonesia	MTEL	645	615	4.9	6.6	(1.5)	(8.5)	BUY
Indocement	INTP	7,225	6,900	4.7	5.9	5.9	(23.1)	BUY
Pakuwon Jati	PWON	505	484	4.3	3.9	1.4	11.2	BUY
Kalbe Farma	KLBF	1,720	1,650	4.2	(1.1)	0.9	6.8	BUY
Media Nusantara Citra	MNCN	324	312	3.8	5.2	-	(16.1)	BUY

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	wow, %	mom, %	YTD, %	Rating
		11-Oct-24	10-Oct-24					
Digital Mediatama Maxima	DMMX	172	184	(6.5)	44.5	37.6	(45.2)	BUY
Wintermar Offshore Marine.	WINS	498	510	(2.4)	2.0	6.0	24.5	BUY
Ace Hardware	ACES	890	905	(1.7)	3.5	17.1	23.6	BUY
MAP Aktif Adiperkasa	MAPA	915	930	(1.6)	5.2	1.1	11.6	BUY
BCA	BBCA	10,375	10,500	(1.2)	(1.0)	(0.5)	10.4	BUY
Japfa Comfeed	JPFA	1,490	1,505	(1.0)	3.1	(3.2)	26.3	BUY
Bank Syariah Indonesia	BRIS	3,000	3,030	(1.0)	3.1	4.9	72.4	HOLD
Astra International	ASII	5,075	5,125	(1.0)	(1.5)	-	(10.2)	BUY
Merdeka Copper Gold	MDKA	2,540	2,560	(0.8)	(5.2)	10.9	(5.9)	BUY
Sido Muncul	SIDO	650	655	(0.8)	1.6	(4.4)	23.8	BUY

Sources: Bloomberg

PREVIOUS REPORTS

- Retail: 3Q24 preview: [Solid growth, normalized margins; expect strong results from ACES and MIDI](#)
- Wintermar Offshore Marine: [Recently acquired WM Mentawai PSV to bolster earnings growth in 2H24 onwards](#)
- Consumer: 3Q24 preview: [sustained solid core profit growth on stable margins, in line with our and consensus](#)
- Equity Strategy: [Headwind from outflows may persist; a slight cut in consensus est. despite intact fundamentals](#)
- Poultry: [Good entry points amid low expectations on LB prices, mild fund positions, and cheap valuations](#)
- Macro Strategy: [The Travails of Resurgent Risk Catalysts](#)
- Sarana Menara Nusantara: [Fiber-Driven Growth and Rate Cut Catalysts to Enhance Long-Term Value](#)
- Hartadinata Abadi: [Capitalizing on solid volume growth and robust gold price; initiate with a Buy rating](#)
- Merdeka Battery Materials: [Solid 2Q24 earnings, but 1H24 still a miss, downgrading numbers on weaker commodity prices](#)
- Merdeka Cooper Gold : [1H24 Earnings miss, a potential breakeven in FY24](#)
- Jasa Marga: [JTT divestment is signed and sealed](#)
- Bank BTPN Syariah: [NPL Cycle Hits Bottom, A Long Road to Recovery Ahead; Re-initiate with a Hold Rating](#)
- Macro Strategy: [The Fulcrum of China's Stimulus](#)
- Telkom Indonesia: [Strong and Visible Catalysts to boost FY25 Growth](#)
- Metal Mining: [Hope from China's latest stimulus, albeit more is needed](#)
- Bank Syariah Indonesia: [Aug24 results: Improved NIM and cost efficiency offsetting the higher CoC](#)
- Cement: [Divergence between SMGR and INTP sales volumes in Aug24; prices are improving in Sep24](#)
- Indosat Ooredoo Hutchison: [Aggressive Distribution Fuels Future Growth While Ensuring Short-Term Resilience with Price Hikes](#)
- Medikaloka Hermina: [On Track 9M24 Performance; Potential Upsides from COB implementation](#)
- Macro Strategy: [The Major Premise of Rate Cut](#)
- Aspirasi Hidup Indonesia: [Strong Aug24 SSSG; YTD Monthly Sales Surpass Pre-Pandemic Levels, in line with our FY24F](#)
- Equity Strategy: [Riding the Wave of Earnings Growth, Strong IDR and Liquidity Catalysts](#)
- Banks: [Better liquidity to support NIM amid the potential continuous tight competition in lending](#)
- Macro Strategy: [An Opportune Time to Initiate the Easing Cycle](#)
- Telco: [Navigating the 3Q24 Soft Season Challenges and Capitalizing on 4Q24 Opportunities](#)
- Retail: [Jul-Sep24 Retail Channel Checks: Sports brands drive promotions, Fashion discount end](#)
- Jasa Marga: [Debunking Investors' Concerns, Part Deux: Expect Interest expense to Remain Manageable](#)
- Medco Energi International: [No Surprises in FY24-25 guidance](#)
- PT Victoria Care Indonesia: [Adapting to shifts in consumers behavior](#)
- Poultry: [Concern on low livebird prices is overdone; Reaffirming robust FY24 earnings growth outlook](#)
- Macro Strategy: [The Prelude to Rate Cut](#)
- 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](#)

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

(62-21) 50914100 ext. 3500

Head of Equity Research, Strategy, Coal**Natalia Sutanto**natalia.sutanto@brids.co.id

(62-21) 50914100 ext.3508

Consumer, Tobacco, Pharmacy, Retail**Victor Stefano**victor.stefano@brids.co.id

(62-21) 50914100 ext.3503

Banks, Poultry**Niko Margaronis**niko.margaronis@brids.co.id

(62-21) 50914100 ext.3512

Telco, Tower, Technology, Media**Timothy Wijaya**timothy.wijaya@brids.co.id

(62-21) 50914100 ext.3530

Metal, Oil and Gas, Mining Service**Ismail Fakhri Suweleh**ismail.suweleh@brids.co.id

(62-21) 50914100 ext.3505

Healthcare, Property, Industrial Estate**Richard Jerry**richard.jerry@brids.co.id

(62-21) 50914100 ext.3511

Automotive, Cement, Infrastructure**Economic Research Team****Helmy Kristanto**helmy.kristanto@brids.co.id

(62-21) 50914100 ext. 3400

Chief Economist, Macro Strategy**Dr. Telisa Aulia Falianty**telisa.falianty@brids.co.id

(62-21) 50914100

Senior Advisor**Kefas Sidauruk**kefas.sidauruk@brids.co.id

(62-21) 50914100

Economist**Sales Team****Yofi Lasini**yofi.lasini@brids.co.id

(62-21) 50914100 ext. 3120

Ehrlicch Suhartoehrliech@brids.co.id

(62-21) 50914100 ext.3508

Yunita L. Nababanyunita@brids.co.id

(62-21) 50914100 ext.3503

Andreas Kennyandreas.kenny@brids.co.id

(62-21) 50914100 ext. 3500

Adeline Solaimanadeline.solaiman@brids.co.id

(62-21) 50914100 ext.3508

Novrita Endah Putriantinovrita.putrianti@brids.co.id

(62-21) 50914100 ext.3503

Christy Halimchristy.halim@brids.co.id

(62-21) 50914100 ext. 3500

Jason Josephjason.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.