Buy

(Maintained)

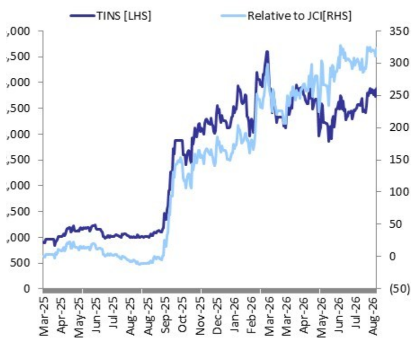
Tactical (3M): **N**

Last Price (Rp)	3,890
Target Price (Rp)	4,800
Previous TP (Rp)	*4,500*
Upside/Downside	+23.4%
No. of Shares (mn)	7,448
Mkt Cap (Rpbn/US$mn)	28,972/1,625
Avg, Daily T/O (Rpbn/US$mn)	199.3/11.2
Free Float (%)	33.7
Major Shareholder (%)	
Mind ID	65.0

EPS Consensus (Rp)

	2026F	**2027F**	**2028F**
BRIDS	605.6	667.7	703.2
Consensus	603.0	657.6	778.6
BRIDS/Cons (%)	**0.4**	**1.5**	**(9.7)**

TINS relative to JCI Index



Source: Bloomberg

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Operational Comeback Drives 1H26 Beat; Firm ASP to Support 2H26 Earnings

- **Stellar 1H26 beat: net profit jumped +804.7% y-y to Rp2.7tr (81%/93% of our/cons. FY26F) on strong operational recovery.**
- **Raise FY26F net profit estimates by +34.1% to Rp4.51tr as firmer tin ASP lifts gross margin to 34.3%, despite lower sales volume.**
- **Maintain Buy with higher TP of Rp4,800, based on 8.0x FY26F P/E (+1 s.d. 3-year mean) amid structural global tin deficits.**

1H26 Results: Strong Earnings Despite 2Q26 Disruptions.
TINS delivered 1H26 net profit of Rp2.7tr (+804.7% y-y), supported by higher refined tin sales and US$49.8k/t ASP. 2Q26 production was affected by off-schedule Ausmelt compressor maintenance and export rescheduling, while the feedstock supply chain remained challenging. With the compressor issue resolved and no major maintenance scheduled in 2H26F, operational disruption risk should ease.

Cost Pressure Remains, but Ore Procurement Should Stay Stable.
1H26 cash cost rose 11% y-y to US$22.4k/t, mainly due to higher fuel, PBB, partner fees, consumables, spare parts and shipping costs. While some cost pressures will persist, spare-parts purchases should be less intensive in 2H26F as TINS has already built inventory. Importantly, the partner purchase price remains at Rp300k/kg, limiting further pressure from ore procurement. We therefore see fuel costs and royalty as the key cost variables going forward.

Higher ASP More Than Offsets Lower Volumes and Higher Costs
We raised FY26F net profit by 34.1% to Rp4.51tr, despite lowering production and sales assumptions to 23.7kt and 22.5kt, respectively. The upgrade is driven by our higher US$53k/t ASP, lifting gross margin to 34.3%, while FY26F cash cost rises to US$24.7k/t, implying a healthy ~US$28.3k/t cash margin. With no major smelter maintenance expected in 2H26F and four additional offshore vessels potentially entering by 3Q26F or, at the latest, 4Q26F, we see room for production recovery toward year-end. We forecast Rp22.8tr revenue and Rp4.51tr net profit for FY26F.

Maintain Buy with Higher TP of Rp4,800.
We maintain Buy with a higher TP of Rp4,800/share, based on 8.0x FY26F P/E, around +1 s.d. above TINS' three-year mean. We exclude the proposed royalty revision from our base case as management indicated that the increase remains on hold and is not expected to be implemented for tin in 2026. With elevated tin prices, resilient cash margins and improving 2H26F operational visibility, we see attractive upside despite more conservative volume assumptions.

Key Financials

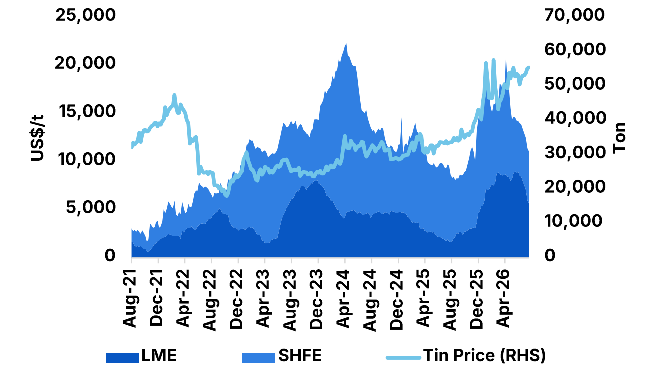
Year to 31 Dec	2024A	2025A	2026F	2027F	2028F
Revenue (IDRbn)	10,856	11,553	22,827	24,374	25,592
EBITDA (IDRbn)	2,671	2,567	6,807	7,448	7,819
EBITDA Growth (%)	552.2	(3.9)	165.2	9.4	5.0
Net profit (IDRbn)	1,249	1,314	4,511	4,973	5,237
EPS (IDR)	167.8	176.4	605.6	667.7	703.2
EPS growth (%)	(377.9)	5.1	243.4	10.2	5.3
BVPS (IDR)	1,018.6	1,129.0	1,672.4	2,158.3	2,661.2
PER (x)	23.2	22.1	6.4	5.8	5.5
EV/EBITDA (x)	10.8	11.2	4.0	3.2	2.6

Source: TINS, BRIDS Estimates

Tin Outlook and Company Takeaways

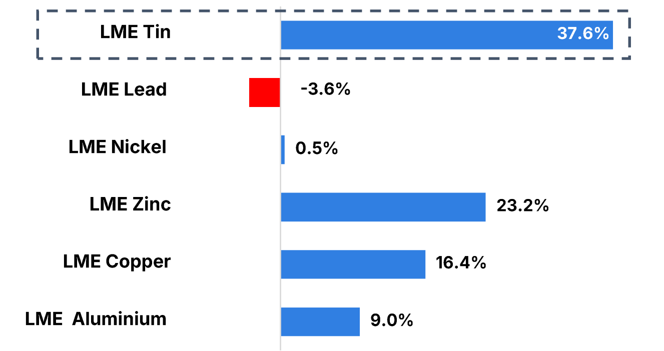
We remain constructive on the global tin outlook as structural supply tightness continues to outweigh demand moderation. LME tin has outperformed every major base metal in 2026, rallying 37.6% YTD and reflecting its superior supply-driven pricing dynamic (Exh. 2). Despite macro concerns around weaker Chinese manufacturing demand, inventories across LME and SHFE remain historically low, indicating limited metal availability and keeping tin prices anchored above US$50k/t (Exh. 1). Indonesia, as the world's second-largest refined tin producer, remains the key marginal supplier, making the recovery of domestic ore production increasingly important in balancing the persistent global supply deficit.

Exhibit 1. Tight Inventories Continue to Support Elevated Tin Prices



Source: Bloomberg, BRIDS

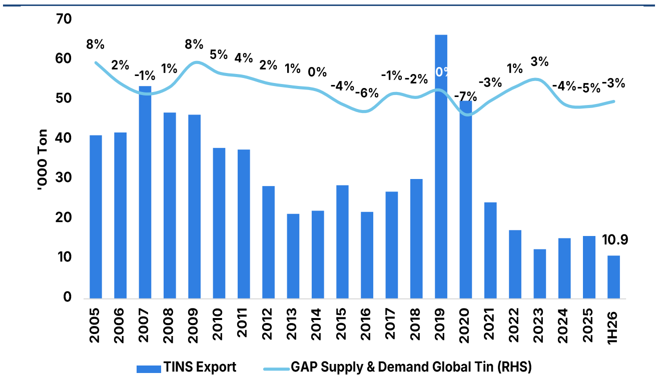
Exhibit 2. LME Tin Outperforms Major Base Metals in 2026 YTD



Source: Bloomberg, BRIDS

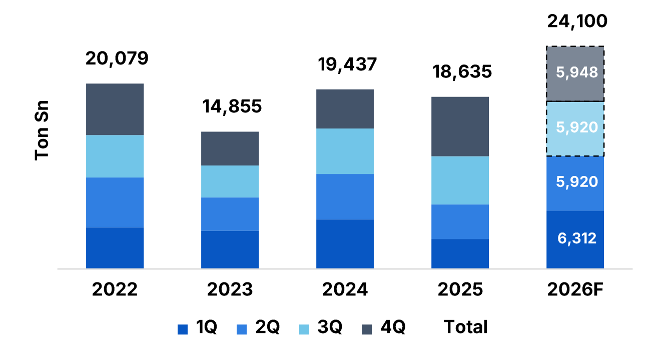
TINS is entering a stronger operational phase, with 2H26F expected to be driven by production recovery rather than additional price upside. Management expects no further unplanned maintenance after compressor issues previously disrupted concentrate feedstock to the Mentok smelter, allowing smelter utilization to normalize. In addition, four new production vessels are scheduled to begin operating by 4Q26F, supporting higher offshore ore mining capacity. Consequently, we expect a meaningful production acceleration in 4Q26F, leading FY26F ore output to recover to 24.1kt (+29.3% YoY), with the strongest quarterly contribution coming from 4Q26F as operational capacity fully ramps up (Exh. 4).

Exhibit 3. Indonesia's Tin Exports Reflect the Structural Supply Tightness



Source: CRU Tin, TINS, BRIDS

Exhibit 4. 4Q26F Expected Drive TINS' Production Recovery



Source: BRIDS Estimates

Exhibit 5. TINS 1H26 Result

TINS	2Q26	1Q26	2Q25	q-q (%)	y-y (%)	1H26	1H25	y-y (%)	A/E	A/C
PROFIT & LOSS (Rpbn)										
Revenue	**4,955**	**5,465**	**2,122**	**(9.3)**	**133.5**	**10,420**	**4,220**	**146.9**	**43.1%**	**53.9%**
Cost of revenue	(3,005)	(3,356)	(1,659)	(10.4)	81.2	(6,361)	(3,374)	88.5		
Gross profit	**1,950**	**2,109**	**463**	**(7.6)**	**320.7**	**4,059**	**846**	**379.9**		
Operating expenses	(364)	(231)	(231)	57.4	57.8	(596)	(466)	28.0		
Operating profit	**1,585**	**1,878**	**233**	**(15.6)**	**581.8**	**3,463**	**380**	**810.9**	**78.2%**	**87.5%**
EBITDA	**1,735**	**2,035**	**418**	**(14.8)**	**315.1**	**3,770**	**758**	**397.3**	**71.7%**	**90.9%**
Other income/(expense)	(25)	(58)	(9)	(57.0)	173.6	(83)	(24)	254.0		
Pre-tax profit	**1,610**	**1,936**	**242**	**(16.8)**	**566.3**	**3,546**	**404**	**778.5**		
Taxes	(396)	(435)	(58)	(9.0)	577.9	(832)	(104)	702.5		
Net profit	**1,214**	**1,501**	**183**	**(19.1)**	**562.6**	**2,715**	**300**	**804.7**	**80.7%**	**92.6%**
Core profit	**1,207**	**1,435**	**166**	**(15.9)**	**625.0**	**2,642**	**260**	**917.0**		
Margins (%)										
Gross	39.3	38.6	21.8			39.0	20.0			
EBIT	32.0	34.4	11.0			33.2	9.0			
EBITDA	35.0	37.2	19.7			36.2	18.0			
Net	24.5	27.5	8.6			26.1	7.1			

Source: TINS, BRIDS

Exhibit 6. TINS 1H26 Operational Data

Operational data	2Q26	1Q26	2Q25	q-q (%)	y-y (%)	1H26	1H25	y-y (%)
Tin ore production								
Onshore (Ton Sn)	1,675	3,041	786	(44.9)	113.1	4,716	2,397	96.7
Offshore (Ton Sn)	4,245	3,271	2,986	29.8	42.2	7,516	4,600	63.4
Total	5,920	6,312	3,772	(6.2)	56.9	12,232	6,997	74.8
Refined tin production (Mt)	5,235	5,630	3,775	(7.0)	38.7	10,865	6,870	58.2
Refined tin sales (Mt)	4,975	6,009	3,109	(17.2)	60.0	10,984	5,933	85.1
ASP (US$/Mt)	50,486	49,221	33,108	2.6	52.5	49,794	32,816	51.7
Cash cost (US$/Mt)	22,758	21,813	15,674	4.3	45.2	22,449	15,195	47.7
Cash margin (US$/Mt)	**27,728**	**27,408**	**17,433**	**1.2**	**59.1**	**27,345**	**17,621**	**55.2**

Source: TINS, BRIDS

1H26 Earnings Beat Driven by Operational Recovery

In 1H26, TINS delivered another strong earnings beat, with revenue of Rp10.4tr (+146.9% y-y) and net profit of Rp2.7tr (+804.7% y-y), reaching 43.1% of FY26F revenue, 80.7% of our earnings forecast, and 92.6% of consensus. The outperformance was underpinned by operational normalization, with tin ore production of 12.2kt (+74.8% y-y) driving refined tin output of 10.9kt (+58.2% y-y) and sales of 11.0kt (+85.1% y-y). Supported by a higher ASP of US$49.8k/t (+51.7% y-y), cash margin expanded to US$27.3k/t (+55.2% y-y), reinforcing stronger operating leverage.

At 2Q26, Revenue came in at Rp4.96tn (-9.3% q-q) and net profit reached Rp1.21tn (-19.1% q-q), mainly due to lower export shipments following licensing adjustments and an off-schedule compressor failure that temporarily disrupted smelter operations. Despite softer volumes, gross margin improved to 39.3% (vs 1Q26: 38.6%; 2Q25: 21.8%), while higher seasonal G&A recognition weighed on EBIT and EBITDA.

Forecast Revision

We revised our FY26F net profit upward to Rp4.51tr (+34.1%), despite lowering revenue to Rp22.83trr (-5.5%) versus our previous estimate. The upgrade is primarily driven by firmer LME tin prices (US$53k/t), resilient cash margins, and better cost absorption following the operational recovery in 1H26. While we adopt more conservative production (23.7kt, -21.0%) and sales (22.5kt, -10.0%) assumptions to reflect shipment normalization, the stronger profitability lifts our EBITDA margin to 29.8%,

Exhibit 7. TINS Earnings Revision

TINS (RpBn)	2026F			2027F			2028F		
	Old	New	Change	Old	New	Change	Old	New	Change
Revenue	24,159	22,827	**-5.5%**	25,980	24,374	**-6.2%**	28,591	25,592	**-10.5%**
Gross margin	*26.5%*	*34.3%*		*26.0%*	*35.1%*		*26.4%*	*34.8%*	
EBITDA	5,258	6,807	**29.5%**	5,526	7,448	**34.8%**	6,218	7,819	**25.7%**
EBITDA margin	*21.8%*	*29.8%*		*21.3%*	*30.6%*		*21.7%*	*30.6%*	
Net profit	3,364	4,511	**34.1%**	3,482	4,973	**42.8%**	3,954	5,237	**32.4%**
Net margin	*13.9%*	*19.8%*		*13.4%*	*20.4%*		*13.8%*	*20.5%*	
Production (Ton)	30,000	23,694	**-21.0%**	32,080	24,498	**-23.6%**	35,276	25,714	**-27.1%**
Sales (Ton)	25,000	22,510	**-10.0%**	26,627	23,763	**-10.8%**	29,279	24,942	**-14.8%**
ASP (US$/Ton)	50,000	53,000	**6.0%**	50,000	53,000	**6.0%**	50,000	53,000	**6.0%**
Cash cost (US$/Ton)	23,053	24,682	**7.1%**	22,764	24,360	**7.0%**	22,356	24,352	**8.9%**

Source: TINS, BRIDS Estimates

Despite upgrading our FY26F net profit by 34.1% to Rp4.51tr, we maintain a disciplined valuation by applying 8.0x FY26F P/E (+1 s.d. avg 3 years), reflecting improved earnings quality while remaining below historical peak-cycle valuations. We avoid assigning a higher multiple as the upgrade is primarily ASP-driven rather than volume-driven, with our FY27F forecasts already incorporating earnings normalization as production and sales moderate. Based on our revised forecast, we derive a target price of Rp4,800/share (vs Rp4,500 previously). Meanwhile, although the proposed royalty revision remains a regulatory watchpoint, management does not expect the new royalty scheme to be implemented in FY26. Accordingly, we continue to exclude the revised royalty from our base-case forecast, consistent with our previous *1Q26 Company Update.*

Exhibit 8. FY26F Net Profit Sensitivity to Tin Price and Sales Volume

Net profit (Rpbn)		FY26F Production (Mt)				
		20,000	22,000	24,000	26,000	28,000
Avg. LME Tin price (US$)	49,000	3,536	3,874	4,211	4,548	4,885
	51,000	3,662	4,012	4,361	4,710	5,059
	53,000	3,788	4,150	4,511	4,872	5,233
	55,000	3,913	4,287	4,660	5,033	5,406
	57,000	4,039	4,425	4,810	5,195	5,580

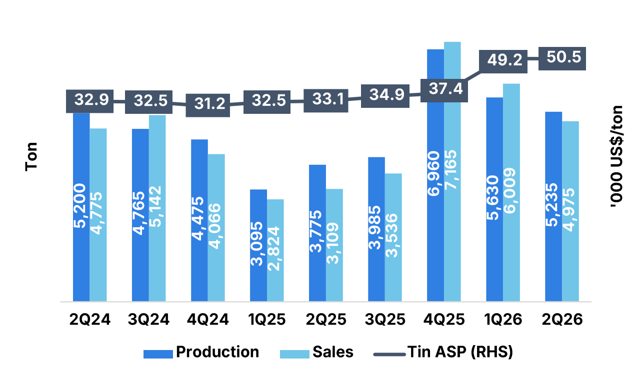
Source: BRIDS Estimates

Exhibit 9. Target Price Sensitivity to Tin Price and Sales Volume

Target Price (Rp)		FY26F Production (Mt)				
		20,000	22,000	24,000	26,000	28,000
Avg. LME Tin price (US$)	49,000	3,800	4,100	4,500	4,800	5,200
	51,000	3,900	4,300	4,600	5,000	5,400
	53,000	4,000	4,400	4,800	5,200	5,600
	55,000	4,200	4,500	4,900	5,300	5,700
	57,000	4,300	4,700	5,100	5,500	5,900

Source: BRIDS Estimates

Exhibit 10. Firm Tin ASP Supports Strong 1H26 Earnings Despite Softer 2Q26 Volumes

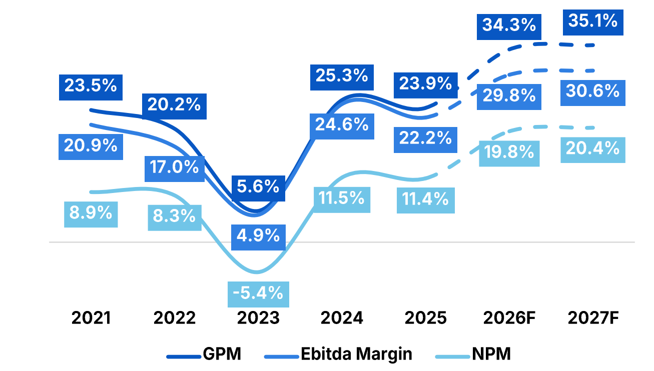


Source: TINS, BRIDS

Exhibit 11. TINS' Export Contribution Expected to Improve into 2H26F

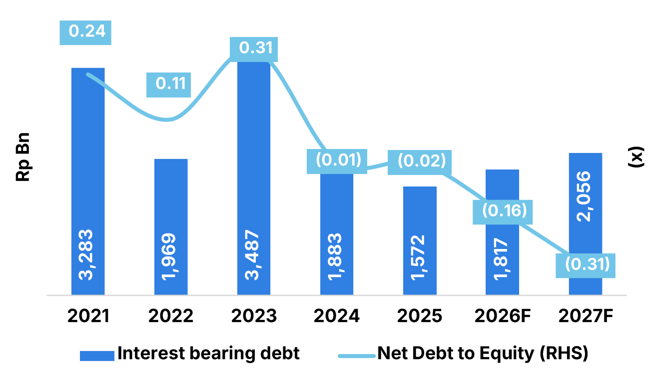
Source: TradeMap, TINS, BRIDS

Exhibit 12. Margins Rebounded Strongly on Higher ASP and Operating Leverage



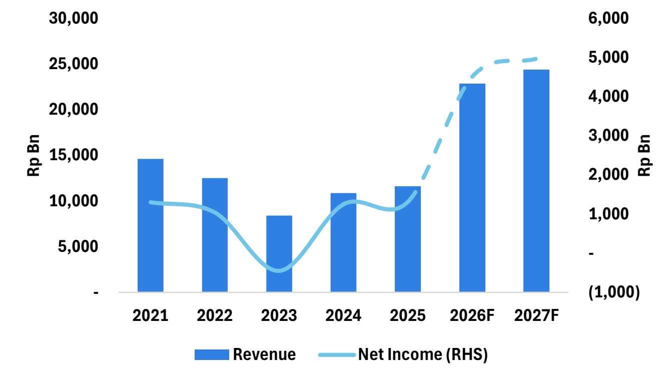
Source: TINS, BRIDS Estimates

Exhibit 13. Balance Sheet Strengthening with Lower Net Gearing



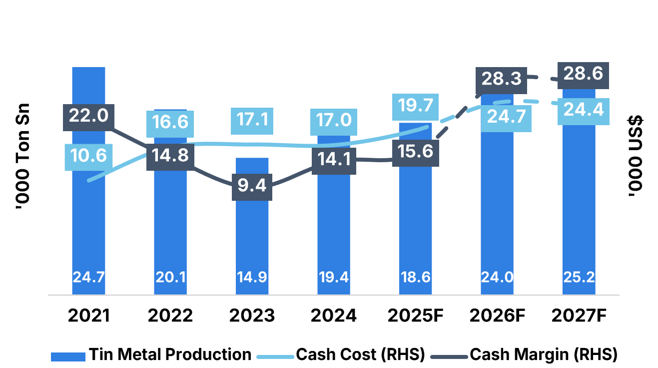
Source: TINS, BRIDS Estimates

Exhibit 14. Revenue and Earnings Set to Accelerate in FY26F



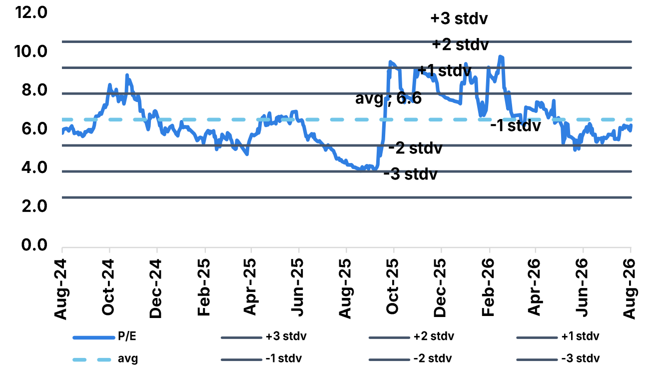
Source: TINS, BRIDS Estimates

Exhibit 15. Cash Margin Expands Despite Higher Cash Cost



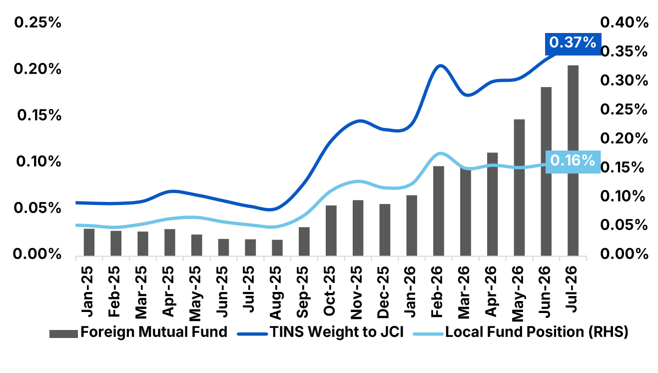
Source: TINS, BRIDS Estimates

Exhibit 16. TINS 3-year forward P/E



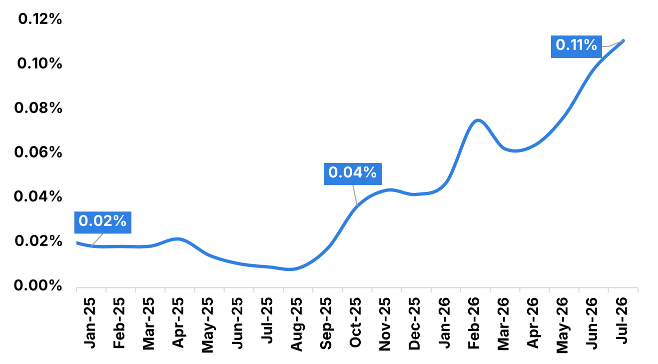
Source: Bloomberg, BRIDS

Exhibit 17. TINS's domestic fund positioning



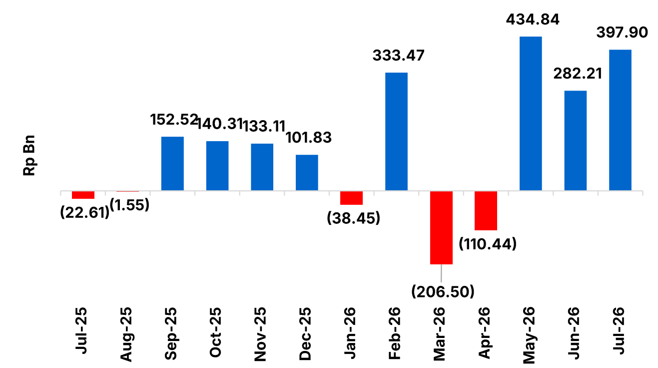
Source: KSEI, BRIDS

Exhibit 18. TINS's foreign ownership exc. corporate



Source: Bloomberg, BRIDS

Exhibit 19. TINS's monthly foreign flow (Rpbn)



Source: KSEI, BRIDS

Exhibit 20. Peers comparable

Ticker	Company	Mkt.Cap (USD mn.)	PE 26F	PE 27F	EV/EBITDA 26F	EV/EBITDA 27F	ROA 26F	ROA 27F	ROE 26F	ROE 27F
TINS	**PT TIMAH (PERSERO) TBK**	**1,625**	**6.4**	**5.8**	**4.0**	**3.2**	**28.2**	**24.6**	**43.2**	**34.9**
ANTM IJ	ANTAM PERSERO TBK PT	4,138	7.2	6.6	5.0	4.4	18.4	18.5	26.0	25.9
INCO IJ	VALE INDONESIA TBK	3,089	14.6	7.9	7.3	4.3	6.2	9.9	7.3	12.3
MBMA IJ	MERDEKA BATTERY MATERIALS TB	3,180	14.7	14.7	7.3	4.5	6.0	7.9	9.7	15.3
MDKA IJ	MERDEKA COPPER GOLD TBK PT	3,981	32.5	20.3	6.4	4.9	2.9	4.7	15.4	16.5
NCKL IJ	TRIMEGAH BANGUN PERSADA TBK	3,274	4.9	4.4	5.2	4.4	17.1	16.9	27.0	25.1
	Domestic Average		**14.8**	**10.8**	**6.3**	**4.5**	**10.1**	**11.5**	**17.1**	**19.0**
000960 CS	YUNNAN TIN CO LTD-A	9,669	19.1	16.8	N/A	N/A	9.1	9.5	14.5	14.6
600301 CH	GUANGXI HUAXI NONFERROUS M-A	4,785	23.6	19.7	N/A	N/A	N/A	N/A	24.1	23.0
SMELT MK	MALAYSIA SMELTING CORP BHD	408	11.8	10.0	N/A	N/A	8.5	10.9	18.1	20.0
AFM CN	ALPHAMIN RESOURCES CORP	1,393	5.2	10.7	1.9	N/A	62.8	65.7	86.7	107.4
MLX AU	METALS X LTD	1,185	9.2	12.0	5.0	5.6	26.0	15.0	28.1	17.8
	Global Average		**13.8**	**13.9**	**3.5**	**5.6**	**26.6**	**25.3**	**34.3**	**36.5**
		Average.	**14.3**	**12.3**	**5.5**	**4.7**	**17.4**	**17.6**	**25.7**	**27.8**

Source: Bloomberg, BRIDS

Exhibit 21. Income Statement

Year to 31 Dec (Rpbn)	2024A	2025A	2026F	2027F	2028F
Revenue	**10,856**	**11,553**	**22,827**	**24,374**	**25,592**
COGS	(8,107)	(8,789)	(14,990)	(15,816)	(16,678)
Gross profit	**2,750**	**2,764**	**7,838**	**8,558**	**8,913**
EBITDA	**2,671**	**2,567**	**6,807**	**7,448**	**7,819**
Oper. profit	**1,810**	**1,824**	**5,984**	**6,540**	**6,820**
Interest income	52	56	45	112	198
Interest expense	(206)	(201)	(232)	(263)	(290)
Forex Gain/(Loss)	0	0	0	0	0
Income From Assoc. Co's	20	19	19	19	19
Other Income (Expenses)	(19)	57	(33)	(33)	(33)
Pre-tax profit	**1,657**	**1,754**	**5,783**	**6,375**	**6,714**
Income tax	(408)	(440)	(1,272)	(1,403)	(1,477)
Minority interest	0	0	0	0	0
Net profit	**1,249**	**1,314**	**4,511**	**4,973**	**5,237**
Core Net Profit	**1,249**	**1,314**	**4,511**	**4,973**	**5,237**

Exhibit 22. Balance Sheet

Year to 31 Dec (Rpbn)	2024A	2025A	2026F	2027F	2028F
Cash & cash equivalent	1,988	1,712	3,810	7,107	10,693
Receivables	903	1,674	2,093	2,437	2,559
Inventory	2,678	2,801	4,580	4,393	4,633
Other Curr. Asset	312	596	602	608	614
Fixed assets - Net	2,589	2,040	2,358	2,668	2,949
Other non-curr.asset	4,310	4,821	4,869	4,918	4,967
Total asset	**12,780**	**13,643**	**18,311**	**22,131**	**26,415**
ST Debt	650	767	627	710	784
Payables	756	820	1,166	1,098	1,390
Other Curr. Liabilities	1,112	1,239	1,252	1,266	1,279
Long Term Debt	1,233	805	1,190	1,346	1,488
Other LT. Liabilities	1,443	1,604	1,620	1,636	1,653
Total Liabilities	**5,193**	**5,235**	**5,855**	**6,056**	**6,594**
Shareholder's Funds	7,587	8,408	12,455	16,075	19,820
Minority interests	0	0	0	0	0
Total Equity & Liabilities	**12,780**	**13,643**	**18,311**	**22,131**	**26,415**

Exhibit 23. Cash Flow

Year to 31 Dec (Rpbn)	2024A	2025A	2026F	2027F	2028F
Net income	1,249	1,314	4,511	4,973	5,237
Depreciation and Amort.	860	743	823	909	999
Change in Working Capital	(418)	(831)	(1,851)	(226)	(70)
OtherOper. Cash Flow	598	(149)	7	7	7
Operating Cash Flow	**2,289**	**1,076**	**3,490**	**5,663**	**6,173**
Capex	(280)	(297)	(1,141)	(1,219)	(1,280)
Others Inv. Cash Flow	(23)	(414)	(48)	(49)	(49)
Investing Cash Flow	**(303)**	**(711)**	**(1,190)**	**(1,267)**	**(1,329)**
Net change in debt	(1,604)	(311)	245	239	217
New Capital	0	0	0	0	0
Dividend payment	0	0	0	0	0
Other Fin. Cash Flow	80	144	(54)	16	16
Financing Cash Flow	**(1,524)**	**(166)**	**192**	**255**	**233**
Net Change in Cash	**462**	**198**	**2,492**	**4,651**	**5,077**
Cash - begin of the year	1,527	1,988	1,712	3,810	7,107
Cash - end of the year	1,988	1,712	3,810	7,107	10,693

Exhibit 24. Key Ratio

Year to 31 Dec	2024A	2025A	2026F	2027F	2028F
Growth (%)					
Sales	29.4	6.4	97.6	6.8	5.0
EBITDA	552.2	(3.9)	165.2	9.4	5.0
Operating profit	(444.1)	0.8	228.0	9.3	4.3
Net profit	(377.9)	5.1	243.4	10.2	5.3
Profitability (%)					
Gross margin	25.3	23.9	34.3	35.1	34.8
EBITDA margin	24.6	22.2	29.8	30.6	30.6
Operating margin	16.7	15.8	26.2	26.8	26.7
Net margin	11.5	11.4	19.8	20.4	20.5
ROAA	9.8	9.9	28.2	24.6	21.6
ROAE	18.0	16.4	43.2	34.9	29.2
Leverage					
Net Gearing (x)	0.0	0.0	(0.2)	(0.3)	(0.4)
Interest Coverage (x)	8.8	9.1	25.8	24.9	23.5

Source: TINS, 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