

FROM EQUITY RESEARCH

Cigarette: Brighter prospects (Overweight)

As the elections approach, the decision not to increase cigarette excise tax will pave the way for strong momentum in cigarette sales volume, as pressure to increase selling prices will ease. Besides this, the continuation of populist government policies translating to higher social aid in the 2019 state budget should help to maintain consumer purchasing power. Given this backdrop, the outlook for cigarette players looks bright. Maintain Overweight.

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Consumer: To receive an elections boost (Downgrade)

We believe the consumer sector stands to benefit the most in 2019 from stronger expected domestic demand ahead of 2019's presidential elections. Soft commodity prices and a stable currency will also provide upside for our 2019 earnings estimates. However, with limited upside to our TPs, we downgrade the sector to Neutral.

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Plantation: India Trimmed ASEAN Palm Import Duties (Overweight)

We believe that India's move to lower import duties on ASEAN crude and refined palm oil will be an overall positive for palm oil demand and prices. Lower duties will make palm oil products more competitive against other edible oils. However, we think Malaysia's refined palm oil products will benefit slightly more due to the lower import duty imposed (45% for Malaysia vs. 50% for other ASEAN countries). In Indonesia, the main beneficiaries will be pure upstream planters such as LSIP and SGRO. Maintain OVERWEIGHT.

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MARKET NEWS

Macroeconomy

- Government: Tax realization reaches 92.4% in December 2018
- Manufacturing strengthened in December 2018

Sector

- Loans grew 12.45% yoy in 2018
- BUKU III Banks plan to strengthen capital through IPOs
- Higher data traffic during the year-end festivities

Corporate

- Bekasi Fajar (BEST) obtained FY18 marketing sales of Rp1.04tn

PREVIOUS REPORT

- Coal Mining: Higher production to offset price consolidation [Click here](#)
- Bank Rakyat Indonesia: Still micro-driven [Click here](#)
- Construction: Construction continues apace [Click here](#)
- Property: Positive Sentiment Play [Click here](#)
- Surya Citra Media: Increasing its digital footprint [Click here](#)

KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
Asean - 5				
Indonesia	6.181	(0,2)	(0,2)	271
Thailand	1.566	0,1	0,1	991
Philippines	7.489	0,3	0,3	61
Malaysia	1.668	(1,3)	(1,3)	321
Singapore	3.039	(1,0)	(1,0)	548
Regional				
China	14.458	0,8	(1,5)	(0,5)
Hong Kong	6,00	-	-	1,8
Japan	8,05	0,0	0,2	0,0
Korea	14.458	0,8	(1,5)	(0,5)
Taiwan	6,00	-	-	1,8
India	8,05	0,0	0,2	0,0
NASDAQ	14.458	0,8	(1,5)	(0,5)
Dow Jones	6,00	-	-	1,8

CURRENCY AND INTEREST RATE

	Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah Rp/1US\$	101	(0,9)	(0,6)	(0,9)
SBI rate %	1.287	0,1	4,5	0,3
10y Gov Indo bond	10.791	1,8	(3,1)	1,8

HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	102	(0,5)	0,3	1,2
Gold	US\$/toz	1.281	0,3	4,8	(0,1)
Nickel	US\$/mt.ton	10.605	(0,4)	(4,8)	(16,5)
Tin	US\$/mt.ton	19.520	(0,0)	6,1	(2,9)

SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2.365	0,8	9,8	24,6
Corn	US\$/mt.ton	133	-	(0,9)	-
Oil (WTI)	US\$/barrel	46	(1,5)	(13,4)	0,9
Oil (Brent)	US\$/barrel	55	2,1	(6,5)	2,1
Palm oil	MYR/mt.ton	1.953	(1,5)	12,7	(18,3)
Rubber	US\$/kg	129	0,7	5,1	3,0
Pulp	US\$/tonne	1.205	N/A	2,8	20,5
Coffee	US\$/60kgbag	77	(0,4)	(7,3)	(0,4)
Sugar	US\$/MT	329	(1,1)	(5,6)	(1,1)
Wheat	US\$/ton	138	0,7	(1,7)	0,7
Soy Oil	US\$/lb	28	1,3	0,3	1,3
Soy Bean	US\$/by	895	1,4	-	1,4

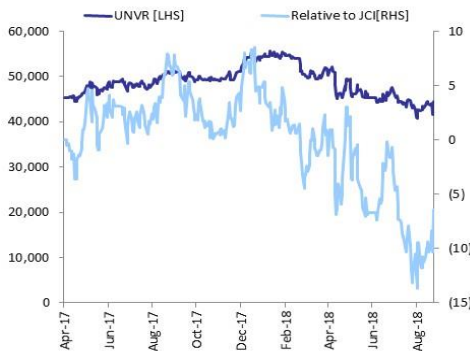
Thursday, 3 January 2019

NEUTRAL Downgrade

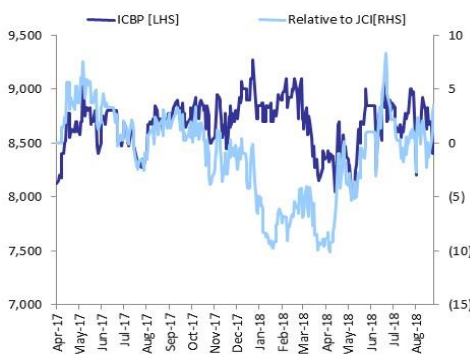
Consumer

To receive an elections boost

UNVR relative to JCI Index



ICBP relative to JCI Index



Source : Bloomberg



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We believe the consumer sector stands to benefit the most in 2019 from stronger expected domestic demand ahead of 2019's presidential elections. Soft commodity prices and a stable currency will also provide upside for our 2019 earnings estimates. However, with limited upside to our TPs, we downgrade the sector to Neutral.

Government policies to sustain domestic demand amid manageable inflation. Over the past 4 years, the government has distributed a total of IDR187tn of village funds. These funds have supported infrastructure development and encouraged economic activities. Combined with social aid including non-cash subsidies on food and rice (BPNT), education and health, income per capita has increased in rural areas and the poverty rate has declined. Many populist government policies have supported household consumption growth which reached 5-5.1% in 2Q-3Q18 amid manageable inflation of 2.88% yoy in September 2018. For 2019, the government will increase the 2019 social fund budget by 33% yoy to IDR387.3tn. Specifically, the budget for the Indonesia Conditional Cash Transfer Programme (Program Keluarga Harapan – PKH) soared 98% yoy to IDR34.3tn, with the budget for food vouchers up 54% yoy. Village funds, which are used to support development in rural areas, are up by 17% yoy to IDR70tn.

Signs of improvement in the sector. Within our coverage, we see signs of improvement with strong 3Q18 noodles sales and dairy volume and positive growth of 1.5% yoy in cigarette sales in the same period. Among the listed consumer companies under our coverage, many improvements and efficiencies have been made to sustain revenues and earnings growth amid increasing competition. Data from other sectors also shows stronger buying power, namely: higher domestic car sales volume (10M18: +7.1% yoy) & higher cement sales (10M18: +5.1% yoy).

Expect a better 4Q18, continuing into 2019. In the last two presidential elections, consumer companies recorded brisker growth in the 4 quarters before the election quarter. In 2018, the improvement began in 2Q18 followed by higher growth in 3Q18. And in 4Q18, we estimate double-digit growth of 10.6% yoy in consumer sector revenues. For 2019, we estimate top line growth for the sector of 8.1% yoy, higher than FY18F's growth of 7.1% yoy. We also expect consumer sector margins to be maintained, a lower oil price, soft commodity prices and a stable currency, which, we believe, should benefit consumer companies in 2019. We estimate FY19F earnings growth of 8.3%yoy.

Our Top Pick is INDF. We continue to like INDF for its attractive valuation and as a proxy to ICBP. Among the small caps with less liquidity, we continue to like SIDO on potentially higher revenues from additional capacity. With less upside to our TP, we downgrade the sector to Neutral.

Company	Ticker	Rec	Target Price (Rp)	Market Cap. (RpBn)	P/E (x)		P/BV (x)		ROE (%)
					2018F	2019F	2018F	2019F	2019F
Unilever Indonesia	UNVR IJ	SELL	38,900	354,032	39.6	49.0	48.4	48.2	98.5%
Indofood CBP	ICBP IJ	HOLD	11,000	121,284	29.0	27.2	5.6	5.0	19.4%
Kalbe Farma	KLBF IJ	HOLD	1,400	71,485	29.1	27.5	4.8	4.4	16.7%
Mayora Indah	MYOR IJ	HOLD	2,730	59,251	37.7	34.5	7.2	6.3	19.4%
Indofood Sukses	INDF IJ	BUY	8,200	63,878	16.6	14.9	1.9	1.8	12.5%
Kimia Farma	KAEF IJ	SELL	2,310	13,996	39.4	32.5	5.1	4.5	14.6%
Sido Muncul	SIDO IJ	BUY	1,000	12,675	18.5	15.6	4.1	3.9	25.8%
Kino Indonesia	KINO IJ	HOLD	2,800	4,000	28.1	23.0	1.9	1.8	7.9%

Source: Bloomberg, Danareksa estimates

Thursday, 3 January 2019

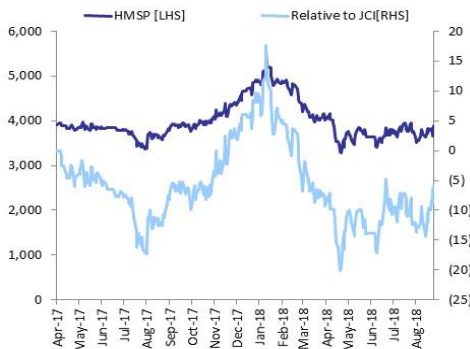
OVERWEIGHT

Maintain

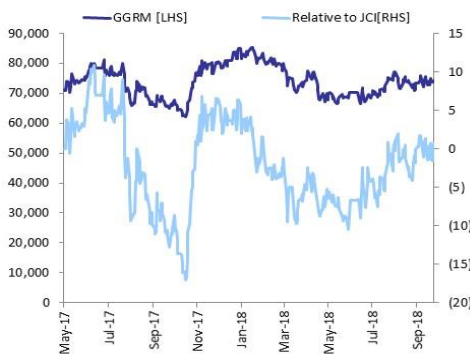
Cigarette

Brighter prospects

HMSP relative to JCI Index



GGRM relative to JCI Index



Source : Bloomberg



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As the elections approach, the decision not to increase cigarette excise tax will pave the way for strong momentum in cigarette sales volume, as pressure to increase selling prices will ease. Besides this, the continuation of populist government policies translating to higher social aid in the 2019 state budget should help to maintain consumer purchasing power. Given this backdrop, the outlook for cigarette players looks bright. **Maintain Overweight.**

2019: Take a breather. The government has issued an official regulation on cigarette excise tax (PMK No 156/PMK.010/2018) to reaffirm its decision to maintain the cigarette excise tax in 2019. Other key points are: (1) no further simplification for the excise tax structure in 2019 – previously it had been planned to simplify the excise tax structure to 8 from 10 in 2018; (2) the government also scrapped the regulation that combined the total production of SKM and SPM for the volume threshold of excise tax. This should provide some room for a further improvement in sales volume in 2019.

Positive outlook for 2019. In 3Q18, the domestic cigarette industry started to show an improvement with positive sales volume growth of 1.5% yoy. Both GGRM and HMSP posted better 2018 ytd sales volume. GGRM reported strong 9M18 sales volume growth of 7% yoy, while HMSP's growth was flattish at 0.1% yoy, an improvement from 1H18 (-0.5% yoy) and FY17 (-4% yoy). As such, with a more positive outlook for 2019, we estimate FY19F sales volume growth of 8.1% yoy for GGRM and 2.5% yoy for HMSP.

Expect higher margins. Based on our survey, HMSP increased retail selling prices by an average of 8.1% Ytd in Nov 2018, while GGRM raised prices by an average of 5.1% Ytd in Nov 2018. With the 2018 excise/stick growth ranging from 5.8% yoy (SKT) to 12.6% yoy (SKM), ASP needed to be raised at a similar pace to maintain profitability. Indeed, this was the common practice (exhibit 3-4). However, going into 2019, we expect HMSP and GGRM to implement minimal ASP increases given the absence of excise tax pressure. Therefore, we estimate improved gross margins to 25.6% (HMSP) and 21.9% (GGRM), respectively.

FY19F: 16.9% estimated earnings growth. We estimate that the cigarette sector will book 6.4% yoy top line growth in 2019, mostly supported by solid volume growth. With higher gross margins, we expect the sector to book robust FY19F earnings growth of 16.9% yoy. We expect GGRM to book higher growth of 21.6%, given its greater proportion of mature products with higher margins. For HMSP, we estimate 14% yoy earnings growth.

Maintain overweight, GGRM is our Top pick. Taking into account our new forecast, we upgrade GGRM's TP to IDR101,000 – based on DCF valuation, while we maintain our TP on HMSP. Ahead of the elections with higher social aid in the 2019 state budget, stronger purchasing power should positively impact cigarette sales volume. Therefore, we maintain our overweight stance with GGRM as our top pick given its attractive valuation and higher earnings growth on the back of solid expected sales.

Company	Ticker	Rec	Target	Market	P/E (x)		P/BV (x)		ROE (%)
			Price (Rp)	Cap. (RpBn)	2018F	2019F	2018F	2019F	2019F
HM Sampoerna	HMSP IJ	BUY	4,200	438,519	32.6	28.6	12.5	11.8	42%
Gudang Garam	GGRM IJ	BUY	101,000	161,287	19.3	15.9	3.5	3.1	21%

Source: Bloomberg, Danareksa Sekuritas

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See important disclosure at the back of this report

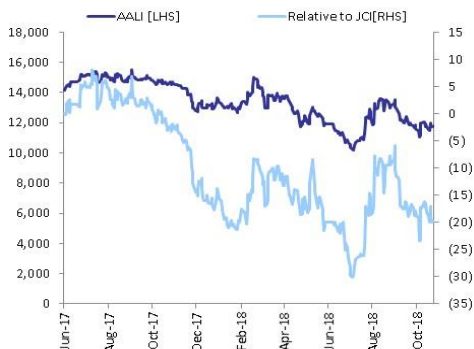
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OVERWEIGHT

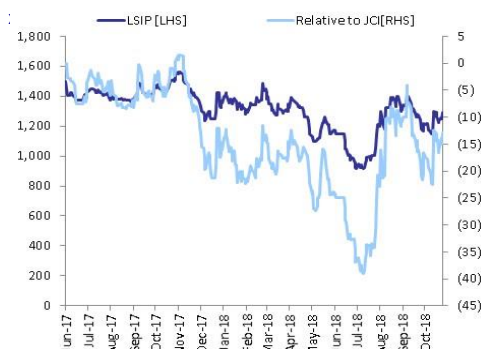
Plantation

India Trimmed ASEAN Palm Import Duties

AALI relative to JCI Index



LSIP relative to JCI Index



Source : Bloomberg

We believe that India's move to lower import duties on ASEAN crude and refined palm oil will be an overall positive for palm oil demand and prices. Lower duties will make palm oil products more competitive against other edible oils. However, we think Malaysia's refined palm oil products will benefit slightly more due to the lower import duty imposed (45% for Malaysia vs. 50% for other ASEAN countries). In Indonesia, the main beneficiaries will be pure upstream planters such as LSIP and SGRO. Maintain OVERWEIGHT.

India cut import duties on crude and refined palm oil. According to the latest news, the Indian government announced its decision to lower import duties on crude and refined palm oil from ASEAN countries. Based on India's bilateral agreement with Malaysia, the import duty on Malaysian crude palm oil (CPO) will be reduced to 40% (from 44%) while the import duty on Malaysian refined palm oil will be reduced to 45% (from 54%). Based on India's bilateral agreement with ASEAN (ex. Malaysia), the crude palm oil (CPO) import duty will be lowered to 40% (from 44%) while the import duty on refined palm oil will be lowered to 50% (from 54%). The change in import duties will be effective on 01 Jan 19.

The reduction in import duties will be positive for CPO prices and demand. We think India's move to lower palm oil import duties will be an overall positive for palm oil prices. Reduced duties will make palm oil products more competitive against other edible oils, whose import duties remain unchanged at 35% for crude soybean, rapeseed and sunflower oils and 45% for refined soybean, rapeseed and sunflower oils. As such, India's palm oil imports may increase going forward. Note that India is currently the world's largest palm oil importer, accounting for 21% of Indonesia's total palm oil exports and 15% of Malaysia's total palm oil exports.

Duty differential in refined palm oil will put Malaysia at a slight advantage. With the change in the import duty structure, we think Malaysia's refined palm oil products will have a slight advantage due to the lower import duty imposed. There is a 5% difference between the import duties imposed on Malaysia vs. the refined palm oil of other ASEAN nations (including Indonesia) with Malaysia's refined palm oil enjoying a 5% lower import duty at 45%. In addition, there is also a 5% duty differential (previously 10%) between the import duty on Malaysia's palm oil and refined palm oil, which may favour Malaysia's refined palm oil compared to crude palm oil (CPO).

Maintain OVERWEIGHT. At this juncture, we maintain our OVERWEIGHT call on the plantation sector with LSIP as our top pick. Among the companies under our coverage, we believe that pure upstream planters such as LSIP and SGRO will stand to benefit the most from higher CPO prices caused by India's move. AALI may only be slightly affected due to its exposure to refined palm product exports, particularly of those exported to India. We maintain our FY19 CPO price assumption at MYR2,550/ton.



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Company	Ticker	Rec	Target Price (Rp)	Market Cap. (RpBn)	P/E (x)		P/BV (x)		ROE (%)
					2018F	2019F	2018F	2019F	
Astra Agro Lestari	AALI IJ	BUY	16,500	25,983.3	17.3	13.9	1.4	1.3	9.5
London Sumatra	LSIP IJ	BUY	2,000	9,513.8	13.9	11.8	1.1	1.1	9.2
Sampoerna Agro	SGRO IJ	BUY	3,000	4,164.6	16.3	10.5	1.0	0.9	9.4

MARKET NEWS

MACROECONOMY

Government: Tax realization reaches 92.4% in December 2018

The Ministry of Finance recorded tax collection of IDR 1,351.9tn in December 2018 or 92.4% of the target. This figure is 14.3% higher than the tax collection in the previous year. Tax collection from nonoil and gas taxes reached 90.3% of the target. However, tax collection from income tax and oil and gas tax reached 169.6% of the target. (Investor Daily)

Manufacturing strengthened in December 2018

The Purchasing Managers Index reached 51.2 in December 2018, or higher than in the previous month (50.4). This indicates that manufacturing is being supported by stronger domestic demand. New orders rose in December 2018 after declining in the last four quarters. (Investor Daily)

SECTOR

Loans grew 12.45% yoy in 2018

The Financial Services Authority (OJK) said that Indonesian banks booked loans growth of 12.45% yoy in 2018. This is a brisker pace of growth than November 2018's 12.05% yoy. According to OJK, the loans growth in November 2018 was mostly driven by the wholesale trading, electricity, gas and infrastructure sectors. OJK also stated that the gross NPLs ratio could be managed at 2.2% with 1.1% net NPLs as of December 2018. (Investor Daily)

BUKU III Banks plan to strengthen capital through IPOs

Syariah Mandiri and Bank DKI are preparing to go public this year. Bank DKI, for example, is now in the process of going public after the elections in 2Q19. As of October 2018, Bank DKI had IDR46.1tn of assets (-8.0% yoy) with IDR3.3tn of loans. The bank's net profits reached IDR631.3bn. Syariah Mandiri plans to hold an IPO in early 2020. As of November 2018, Syariah Mandiri's assets stood at IDR93.1tn (+10.9% yoy) with IDR66.3tn of financing. The bank's net profits reached IDR547.4bn. (Kontan)

Higher data traffic during the year-end festivities

Telkomsel's data traffic during Christmas and at New Year 2019 reached 17.2 petabytes (+21.3% compared to the average traffic on normal days in 2018). When compared to New Year's day 2018, data traffic is 61.7% yoy higher. The regions which posted the biggest increase in data traffic were Yogyakarta (+27.6% compared to normal days) followed by West Java (+26.8%) and North Sumatra (+24.0%).

The Indosat Ooredoo (ISAT) network recorded data traffic of 6,730 TeraBytes, or 11.4% higher compared to traffic on regular days in FY18 and 71.7% higher compared to traffic on New Year's day 2018. (Kontan, Investor Daily)

CORPORATE

Bekasi Fajar (BEST) obtained FY18 marketing sales of Rp1.04tn

BEST has obtained FY18 industrial land sales of 34.5 Ha (vs. 42 Ha in FY17), with land ASP of ~Rp3.0mn/sqm or translating to Rp1.04tn. This figure is at the lower end of its target of 35-45 Ha. Buyers were mostly logistics, consumer goods, automotive, and metal-related companies. BEST also recorded an increase in land inquiries of 88 Ha as of the end of FY18 (vs. 78 Ha in FY17). In FY19, BEST will earmark Rp600bn on capex. The funds will come from internal cash and loans. (Bisnis Indonesia)

DANAREKSA VALUATION GUIDE

Equity Valuation	Rating	Price (Rp)	Price Target	Mkt Cap Rp Bn	Net profit, Rp bn		EPS (Rp)		Core EPS (Rp)		EPS Growth		PER (x)		EV / EBITDA (x)		PBV (x)		ROE			
					2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019
Danareksa Universe				4,451,746	247,314	274,276	242.3	268.7			24.1%	10.9%	18.0	21.3	21.3	19.6	3.2	2.9	19.0	19.0		
Auto				331,965	19,727	21,517	396.7	432.7			4.5%	9.1%	16.8	15.4	16.8	15.4	12.5	11.4	2.5	2.3	15.3	15.4
Astra International	BUY	8.200	8.600	331,965	19,727	21,517	487	532	488	522	4.5%	9.1%	16.8	15.4	16.8	15.4	12.5	11.4	2.5	2.3	15.3	15.4
Banks				1,668,078	102,408	114,046	457.4	509.3			14.3%	11.4%	26.3	14.6	26.3	14.6	2.5	2.3	16.5	16.3		
BCA	HOLD	26.200	28.000	645,961	26,269	29,738	1,065	1,206	1,065	1,206	12.6%	13.2%	16.6	21.7	N/A	N/A	4.2	3.6	18.5	17.9		
BNI	BUY	8.725	9.500	162,710	15,262	16,720	818	897	818	897	12.1%	9.6%	10.7	9.7	N/A	N/A	1.5	1.3	14.6	14.2		
BRI	BUY	3.610	4.300	445,278	32,924	37,100	267	301	267	301	13.5%	12.7%	13.5	12.0	N/A	N/A	2.4	2.1	18.6	18.5		
Bank Tabungan Negara	BUY	2.550	3.600	27,005	3,490	3,794	330	358	330	358	15.4%	8.5%	7.7	7.1	N/A	N/A	1.1	1.0	15.1	14.6		
Bank Mandiri	BUY	7.325	8.700	341,833	24,463	26,694	524	572	524	572	18.5%	9.1%	14.0	12.8	N/A	N/A	1.9	1.7	14.1	14.2		
BTPN	HOLD	3.500	3.900	20,475	1,723	2,011	300	350	300	350	41.1%	16.7%	11.7	10.0	N/A	N/A	1.2	1.1	10.1	10.9		
BTPS	BUY	1.870	2.100	14,406	906	1,174	118	152	118	152	21.6%	29.7%	15.9	12.3	N/A	N/A	3.7	3.1	29.4	27.3		
BPD Jatim	BUY	695	850	10,410	1,259	1,350	84	90	84	90	8.6%	6.7%	8.2	7.7	N/A	N/A	1.2	1.2	15.5	15.5		
Cigarettes				599,806	21,749	24,066	184	204			6.5%	10.7%	27.6	24.9	18.9	17.2	7.2	6.5	27.2	27.5		
Gudang Garam	BUY	83.825	80.800	161,287	8,282	9,133	4,304	4,747	4,304	4,747	6.8%	10.3%	19.5	17.7	12.4	11.4	3.3	2.9	18.3	17.7		
HM Sampoerna	BUY	3.770	4.200	438,519	13,468	14,933	116	128	116	128	6.3%	10.9%	32.6	29.4	24.0	21.5	12.5	11.9	38.9	41.5		
Construction				101,368	11,919	14,048	160	188			12.5%	17.9%	8.5	7.2	7.3	6.60	1.3	1.1	16.1	16.5		
Wijaya Karya	BUY	1.715	2.200	15,383	1,588	2,108	177	235	177	235	32.0%	32.7%	9.7	7.3	4.0	3.2	1.1	1.0	11.9	14.2		
Pembangunan Perumahan	BUY	1.910	2.800	11,842	1,741	2,140	281	345	281	345	19.8%	22.9%	6.8	5.5	3.8	3.2	0.9	0.8	14.2	15.2		
Adhi Karya	BUY	1.635	2.150	5,822	753	920	212	258	212	258	46.1%	22.2%	5.7	6.3	5.9	5.3	0.8	0.7	11.6	11.6		
Waskita Karya	BUY	1.760	2.300	23,890	4,369	5,038	322	371	322	371	13.3%	15.3%	7.5	4.7	7.5	6.6	1.4	1.1	27.6	25.5		
Waskita Beton	BUY	380	500	10,017	1,302	1,524	53	62	53	62	37.5%	17.0%	7.2	6.1	6.1	5.4	1.3	1.1	17.2	18.4		
Wika Beton	BUY	376	600	3,277	423	493	51	59	51	59	25.5%	16.6%	7.4	6.4	4.8	4.3	1.1	1.0	14.5	15.2		
Jasa Marga	BUY	4.290	5.300	31,136	1,742	1,825	240	251	240	251	-20.8%	4.8%	17.9	17.1	12.7	13.1	1.9	1.8	11.1	10.8		
Consumer				675,659	18,181	19,952	272	298			9.0%	9.7%	37.2	33.9	20.9	19.2	9.5	8.6	26.6	26.6		
Indodad CBP	BUY	10.400	10.100	121,284	4,175	4,466	358	383	358	383	10.0%	7.0%	29.0	27.2	17.3	16.4	5.6	5.0	20.2	19.4		
Indofood	BUY	7.275	8.000	63,878	4,493	4,968	512	566	510	548	7.8%	10.6%	14.2	12.9	6.5	6.0	1.9	1.8	13.9	14.2		
Unilever	HOLD	46.400	48.000	354,032	7,673	8,484	1,006	1,112	1,006	1,112	9.5%	10.6%	46.1	41.7	32.3	29.2	63.7	59.0	143.0	146.8		
Kino Indonesia	BUY	2.800	2.100	4,000	93	142	65	99	65	99	-16.1%	53.3%	43.2	28.2	18.0	13.5	1.9	1.8	4.5	6.6		
Mayora Indah	HOLD	2.650	2.790	59,251	1,747	1,892	78	85	76	85	9.5%	8.3%	33.9	31.3	18.4	16.9	7.1	6.1	22.4	21.0		
Sido Muncul	BUY	845	1.000	12,675	680	805	46	54	46	54	27.5%	18.3%	18.5	15.6	15.9	13.3	4.2	4.0	23.0	25.8		
Healthcare				85,481	2,806	3,083	102	121			-7.0%	18.5%	30.5	27.7	19.3	17.4	4.9	4.4	16.8	16.6		
Kalbe Farma	BUY	1.525	1.500	71,485	2,538	2,733	54	58	54	58	5.6%	7.7%	28.2	26.2	17.8	16.6	4.8	4.3	18.0	17.4		
Kimia Farma	HOLD	2.520	2.170	13,996	268	350	48	63	48	63	-18.0%	30.8%	52.2	39.9	30.5	21.7	5.2	4.6	10.2	12.2		
Heavy Equipment				101,926	8,783	9,714	2,355	2,604			18.6%	10.6%	11.6	10.5	4.9	4.2	2.1	1.8	18.9	18.6		
United Tractors	BUY	27.325	39.000	101,926	8,783	9,714	2,355	2,604	2,355	2,604	18.6%	10.6%	11.6	10.5	4.9	4.2	2.1	1.8	18.9	18.6		
Industrial Estate				11,766	1,052	1,237	17	20			-54.6%	17.6%	11.2	9.5	7.4	6.6	0.8	0.7	7.0	7.9		
Puradella Lestari	BUY	158	240	7,615	645	594	13	12	13	12	-1.8%	-7.9%	11.8	12.8	9.8	10.3	1.0	1.0	9.1	8.1		
Bekasi Fajar	BUY	200	300	1,929	498	581	52	60	52	60	3.0%	16.6%	3.9	3.3	4.6	4.1	0.4	0.4	12.2	12.7		
Surya Semesta	HOLD	472	540	2,221	(91)	62	(19)	13	(19)	13	-107.7%	168.5%	(24.4)	35.7	8.0	5.7	0.6	0.6	(2.4)	1.7		
Media				37,191	3,551	3,919	123	136			27.5%	10.4%	10.5	9.5	6.9	6.1	2.5	2.2	25.5	24.5		
Media Nusantara Citra	BUY	695	1.450	9,922	1,960	2,158	137	151	137	151	34.9%	10.1%	5.1	4.6	3.7	3.3	1.0	0.9	20.3	19.7		
Surya Citra Media	BUY	1.865	2.350	27,269	1,591	1,761	107	119	107	119	19.5%	10.7%	17.4	15.7	11.5	10.2	5.9	5.0	37.4	35.0		
Mining				169,232	18,825	19,111	212	215			24.1%	1.5%	9.0	8.9	3.9	3.9	1.3	1.2	14.7	14.1		
Adaro Energy	BUY	1.225	2.800	39,183	7,376	6,806	231	213	231	213	17.4%	-7.7%	5.3	5.8	2.1	2.0	0.8	0.8	16.0	14.2		
Timah	BUY	740	1.400	5,511	603	689	81	93	81	93	19.9%	14.4%	9.1	8.0	4.8	4.2	0.8	0.8	9.6	10.2		
Vale Indonesia	BUY	3.160	5.900	31,399	1,117	1,708	112	172	112	172	-662.5%	53.0%	28.1	18.4	8.9	7.0	1.3	1.3	4.7	7.1		
Aneka Tambang	HOLD	740	1.000	17,783	428	501	18	21	18	21	213.7%	17.0%	41.5	35.5	11.0	10.8	0.9	0.9	2.3	2.6		
Bukti Asam	BUY	4.240	5.000	48,848	4,735	5,028	436	463	436	463	5.8%	6.2%	9.7	9.2	6.4	6.2	2.9	2.4	31.2	27.2		
Indo Tambangraya Megah	BUY	20,075	33,200	22,683	3,903	3,669	3,455	3,247	3,455	3,247	15.3%	-8.0%	15.7	6.2	2.6	2.8	1.6	1.5	28.9	24.9		
Harum Energy	HOLD	1,415	3.100	3,826	663	709	245	262	245	262	12.7%	6.9%	5.8	5.4	0.3	0.6	0.9	0.8	15.8	16.1		
Plantation				35,627	2,811	3,094	264	291			-8.2%	10.1%	12.7	11.5	6.7	5.2	1.1	1.0	9.1	9.4		
Astra Agro Lestari	BUY	11,675	16,500	22,471	1,639	1,874	851	973	851	973	-18.5%	14.3%	13.7	12.0	6.8	5.9	1.2	1.1	8.8	9.5		
Sampoerna Agro	BUY	2,340	3.000	4,423	346	406	191	223	191	223	20.4%	17.1%	12.3	10.5	7.0	3.9	1.1	1.0	8.7	9.4		
PP London Sumatera	BUY	1,280	2.000	8,733	826	815	121	119	121	119	8.2%	-1.4%</										

COVERAGE PERFORMANCE
LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		02-Jan-19	28-Dec-18					
Pembangunan Perumahan	PTPP	1.910	1.805	5,8	0,3	(3,5)	5,8	BUY
Waskita Karya	WSKT	1.760	1.680	4,8	0,6	0,6	4,8	BUY
BTPS	BTPS	1.870	1.795	4,2	3,3	7,8	4,2	BUY
Wijaya Karya	WIKA	1.715	1.655	3,6	0,9	9,9	3,6	BUY
Adhi Karya	ADHI	1.635	1.585	3,2	0,3	1,6	3,2	BUY
PP London Sumatra	LSIP	1.280	1.250	2,4	(3,8)	5,3	2,4	BUY
Unilever	UNVR	46.400	45.400	2,2	2,5	5,9	2,2	HOLD
Japfa Comfeed	JPFA	2.190	2.150	1,9	0,5	8,4	1,9	BUY
BTPN	BTPN	3.500	3.440	1,7	-	0,3	1,7	HOLD
HM Sampoerna	HMSP	3.770	3.710	1,6	(1,8)	1,6	1,6	BUY

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		02-Jan-19	28-Dec-18					
Surya Semesta	SSIA	472	500	(5,6)	0,4	(0,4)	(5,6)	HOLD
Bekasi Fajar	BEST	200	208	(3,8)	(6,5)	2,0	(3,8)	BUY
Charoen Pokphand	CPIN	6.950	7.225	(3,8)	1,8	15,8	(3,8)	HOLD
Aneka Tambang	ANTM	740	765	(3,3)	(3,3)	0,7	(3,3)	HOLD
Kimia Farma	KAEF	2.520	2.600	(3,1)	(5,6)	0,8	(3,1)	HOLD
Vale Indonesia	INCO	3.160	3.260	(3,1)	(0,3)	(5,1)	(3,1)	BUY
Semen Baturaja	SMBR	1.705	1.750	(2,6)	(6,8)	(10,5)	(2,6)	SELL
Indofood	INDF	7.275	7.450	(2,3)	(1,0)	9,4	(2,3)	BUY
Timah	TINS	740	755	(2,0)	(1,3)	9,6	(2,0)	BUY
Ciputra Development	CTRA	990	1.010	(2,0)	1,0	(10,0)	(2,0)	BUY

Sources: Bloomberg

PREVIOUS REPORTS

- Coal Mining: Higher production to offset price consolidation [SnapShot20190102](#)
- Bank Rakyat Indonesia: Still micro-driven [SnapShot20181226](#)
- Construction: Construction continues apace [SnapShot20181221](#)
- Property: Positive Sentiment Play, Surya Citra Media: Increasing its digital footprint [SnapShot20181220](#)
- Telco price tracker: Striking a balance among heterogeneous players [SnapShot20181219](#)
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- Automotive: Solid car sales in 11M18 [SnapShot20181217](#)
- BPD Jatim: A sound dividend play, SIDO MUNCUL: Healthy growth ahead [SnapShot20181213](#)
- Indo Tambangraya: A dividend play [SnapShot20181212](#)
- Plantation: Nov 18 Inventory: Reaching a Record High [SnapShot20181211](#)

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