

FROM EQUITY RESEARCH

Telco :Seeking to restore growth in 2019 (Overweight)

Telcos are allocating more resources to 4G, with the contenders seeking larger ex-Java coverage. These two factors feed into greater volumes but unavoidably exert pressure on data yields. The urgency to restore growth in 2019 and greater discipline to rationalize prices should prevail, we believe, holding up yields with signs of an inflection seen in 3Q18. Maintain OVERWEIGHT.

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Towers:2019 business volume boost from 4G (Overweight)

Users continue to migrate to 4G, and telcos continue to roll out 4G while penetrating ex-Java. This should feed to robust tower & infra demand as 4G requires network densification and towers are essential to provide new coverage. Pricing pressures and consolidation trends are expected to continue. We prefer tower-companies with scale and financial might

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MARKET NEWS

Sector

- Consumer: GOOD will operate additional production facilities in Java island

Corporate

- Bekasi Fajar (BEST) obtained FY18 marketing sales of Rp1.04tn
- BBRI targets general insurance company to support inorganic growth
- Bank Mandiri confirms IPO plan on Bank Syariah Mandiri
- Summarecon Agung (SMRA) sets Rp4.0tn for FY19 marketing sales
- Sat Nusapersada (PTSN) to commence operations of its 2 new factories
- WSBP targets FY19 new contracts of 10.4tn, +56% yoy
- Waskita Toll Road to divest 5 Toll Roads

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- Coal Mining: Higher production to offset price consolidation [Click here](#)

KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
Asean - 5				
Indonesia	6.221	0,6	0,4	406
Thailand	1.560	(0,4)	(0,2)	1.243
Philippines	7.681	2,6	2,9	135
Malaysia	1.676	0,5	(0,9)	230
Singapore	3.013	(0,9)	(1,8)	643
Regional				
China	2.464	(0,0)	(1,2)	18.783
Hong Kong	25.064	(0,3)	(3,0)	8.714
Japan	20.015	(0,3)	-	11.358
Korea	1.994	0,0	(2,3)	3.815
Taiwan	9.492	(0,6)	(2,4)	2.912
India	35.514	(1,1)	(1,5)	315
NASDAQ	6.464	(3,0)	(2,6)	136.593
Dow Jones	22.686	(2,8)	(2,7)	14.460

CURRENCY AND INTEREST RATE

	Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah Rp/1US\$	14.417	1,0	(1,2)	(0,2)
SBI rate %	6,00	-	-	1,8
10y Gov Indo bond	8,10	0,1	0,3	0,1

HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	100	(1,5)	(2,8)	(2,4)
Gold	US\$/toz	1.296	0,1	4,6	1,0
Nickel	US\$/mt.ton	10.796	0,0	(3,4)	1,8
Tin	US\$/mt.ton	19.601	0,5	3,9	0,4

SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2.342	(1,0)	8,7	(1,0)
Corn	US\$/mt.ton	135	1,2	(1,4)	1,2
Oil (WTI)	US\$/barrel	47	(0,4)	(11,9)	3,3
Oil (Brent)	US\$/barrel	56	1,9	(9,3)	4,0
Palm oil	MYR/mt.ton	2.021	3,5	14,7	3,5
Rubber	US\$/kg	133	3,1	6,7	6,3
Pulp	US\$/tonne	1.205	N/A	2,8	20,5
Coffee	US\$/60kgbag	78	0,6	(6,7)	0,2
Sugar	US\$/MT	324	(1,4)	(7,5)	(2,5)
Wheat	US\$/ton	140	1,4	(1,4)	2,1
Soy Oil	US\$/lb	28	1,0	(0,5)	2,3
Soy Bean	US\$/by	900	0,6	(0,6)	2,0

Friday, 04 January 2019

OVERWEIGHT

Telco

Seeking to restore growth in 2019

TLKM relative to JCI Index



EXCL relative to JCI Index



Source : Bloomberg

Telcos are allocating more resources to 4G, with the contenders seeking larger ex-Java coverage. These two factors feed into greater volumes but unavoidably exert pressure on data yields. The urgency to restore growth in 2019 and greater discipline to rationalize prices should prevail, we believe, holding up yields with signs of an inflection seen in 3Q18. Maintain OVERWEIGHT.

Accelerated subscriber growth/migration to data and higher usage in 2019. EXCL's data services generated 64% of total revenues (73% of service revenues) whereas ISAT's Data contributed 42% of its total revenues (53% of its cellular revenues) in 3Q18 whereas Telkom's cellular data was 54% of TSEL's topline (34% for the group). BTS installations are still skewed to 3G but BTS additions are now mostly 4G. This raises the prospect of stronger growth in 2019, as we expect 4G to spur consumption.

Prospective ex-Java markets to maintain growth in volumes. The incumbent's presence in ex-Java areas has paved the way for data services, allowing the contenders to ride on that footprint. The contenders are enlarging their coverage, looking to benefit from rising internet penetration as users still make relatively heavy use of voice services. We think this dynamic will accelerate the migration to data usage and offer contender telcos new sustainable growth pockets. Contenders though may risk spreading their network a bit too thin.

Looking to turnaround in 2019. Realized yields hit the bottom in 2018 owing largely to the fallout from the sim reregistration process in 2017-18. Expansion of network coverage and 4G technology unavoidably puts pressures on data yields, thus requiring greater discipline from telcos to rationalize pricing and prevent data yields from trending down. Given the poor earnings in 2018, there is greater urgency to shore up yields and restore growth.

CAPEX commitments getting larger in 4G – the medium term catalyst. Many data package offerings by telcos are geared for 4G data consumption since using 4G is more efficient than previous technologies. The faster transition to 4G will imply less reliance on costlier 2G and 3G technologies and help to lift margins. Increased investments in 4G and fiber optic networks work towards this end. In Dec 18 Opensignal claimed improvements in 4G availability and overall speed albeit marginal. TSEL as the frontrunner with the best network and its peers will have another reason to increase prices. Over the medium term, volume growth rates will moderate, providing more reason to increase prices.

Maintain OVERWEIGHT on the sector: Telco stocks have been undervalued on concerns for data revenues and yield exacerbated during sim reregistration. 4G technology and ex-Java expansion provide room for industry recovery and growth in 2019. We still like Telkom for its diversified sources of growth and since its legacy services handicap is bound to decline. ISAT, by comparison, is aiming for a turnaround, with elevated capex spending the key catalyst. EXCL has plenty of potential going forward with limited downside risks and is our top pick in the sector.



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Company	Ticker	Rec	Target Price	Market Cap.	P/E (x)		P/BV (x)		ROE (%)
			(Rp)	(RpBn)	2018F	2019F	2018F	2019F	2019F
Telkom	TLKM IJ	BUY	4,300	375,984.0	18.1	15.9	3.9	3.6	23.4
XL Axiata	EXCL IJ	BUY	3,800	21,162.2	1,801.9	35.9	1.0	1.0	2.7
Indosat Ooredoo	ISAT IJ	BUY	3,100	8,938.8	n/m	n/m	0.8	0.4	(8.8)

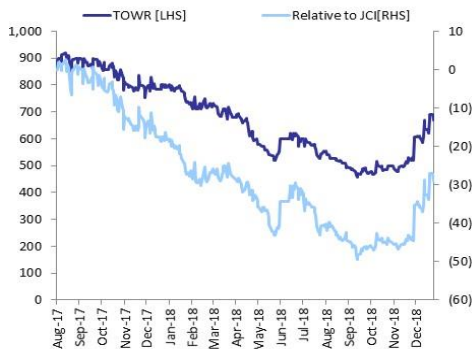
Friday, 04 January 2019

OVERWEIGHT

Towers

2019 business volume boost from 4G

TOWR relative to JCI Index



TBIG relative to JCI Index



Source : Bloomberg

Users continue to migrate to 4G, and telcos continue to roll out 4G while penetrating ex-Java. This should feed to robust tower & infra demand as 4G requires network densification and towers are essential to provide new coverage. Pricing pressures and consolidation trends are expected to continue. We prefer tower-companies with scale and financial might.

Underlying trends to impact demand for infra. CISCO says Indonesia’s per capita IP data traffic will grow from 2GB in 2016 to 11GB by 2021, driven by usage for on-demand HD (Ultra) video, streaming, gaming and online devices that need to be mobile. Demand for new towers and fiber will be fuelled by network densification due to stronger cell signal needs to deliver seamless data to smartphone users. Surging data traffic and densification create more needs for backhaul which is treated with larger bandwidth in wireless antenna or cable/fiber. Telcos may opt for more fiber connections between tower sites and core mobile network due to ample capacity and 5G future requirements.

What telcos are doing. This year is a stepping stone for 4G, with more users shifting from 2G/3G to 4G. TSEL is going full throttle to bring subs to data and 4G. EXCL is strategically following TSEL’s footprint in ex-Java areas. ISAT and Hutch 3 with new spectrum have increased their focus on ex-Java too. ISAT has reiterated its USD2bn mid-term plans to enlarge its network almost two-fold with 4G. Hutch 3 has come back with a renewed focus in ex-Java to deploy reportedly 8,000 new 4G BTS in 2019. FREN goes to the market determined to fully utilize valuable spectrum for its only network in 4G. The downside risks lie in: a) BOLT switching off its BWA network, b) tower-companies making price concessions for new orders and telcos threatening to move tenancies, and c) the implications from ongoing KPK investigations.

Targeting Ex-Java where internet penetration is low. Internet penetration is lagging in ex-Java based on BPS statistics, and as local economies get stronger data consumption is bound to go up. EXCL is strategically following TSEL’s footprint by collocating at TSEL hotspots, and taking advantage of the fast rollout (only 2-3 weeks for collocation). These hotspots nurture data adoption and we think ISAT, Hutch 3 and FREN will also attempt to benefit from this.

Market dynamics favor those with financial might. Tower orders have gained steam but uncertainty in how tower prices develop has impacted tower-company valuations. EBITDA margin pressures for telcos can be alleviated with discounts in tower leases or even tower disposals. Indosat can achieve both by disposing of up to ~8,500 towers to a tower-company negotiating better lease terms while obtaining liquidity to finance its capex plans.

Tower-company consolidation likely to continue. In 2018 bigger tower-companies continued to absorb smaller players. KIN Komet (1,369 towers) is now controlled by TOWR; Gihon (GHON:IJ) (491 towers) and PT Visi (GOLD:IJ) (~300 towers) are now controlled by TBIG. Hence negotiating power over telcos may have more leverage with fewer alternatives for telcos. TOWR and TBIG generate net profits while the 3rd largest tower-company SUPR is often in the red, which leads us to conclude that more consolidation will follow. We prefer big players as they are in a better position to carry on organic and inorganic growth on a large scale.



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Company	Ticker	Rec	Target Price (Rp)	Market Cap. (RpBn)	P/E (x)		P/BV (x)		ROE (%)
					2018F	2019F	2018F	2019F	2019F
Sarana Menara Nusanatara	TOWR IJ	BUY	810	34,179.8	15.0	13.1	4.2	3.6	29.6
Tower Bersama	TBIG IJ	HOLD	4,500	15,483.7	17.3	14.4	5.5	4.8	35.4

MARKET NEWS

SECTOR

Consumer: GOOD will operate additional production facilities in Java island

Garudafood Putra Putri Jaya will operate additional production facilities in Rancaekek – West Java and Gresik – East Java. At present, the company is in progress to complete the construction in both location. By end of December 2018, the construction progress in Rancaekek' production facility reached 80% while the additional warehouse reached 50%. The construction of these factories were partially finance by 2018' capex of IDR800bn. (Bisnis Indonesia)

CORPORATE

BBRI targets general insurance company to support inorganic growth

PT Bank Rakyat Indonesia (Persero) Tbk. (BBRI IJ, BUY, TP IDR4,300) is preparing strategy to grow inorganically by acquiring subsidiary this year. BBRI plans to acquire general insurance company with IDR1.5tn budget. Apart from that, the extraordinary AGM decided to appoint Sunarso as the deputy CEO while dismiss with respect Jeffry J. Wurangian as one of the commissioner and Kuswiyoto as the corporate banking director. (Bisnis Indonesia)

Bank Mandiri confirms IPO plan on Bank Syariah Mandiri

PT Bank Mandiri Tbk (BMRI IJ, BUY, TP IDR8,700) confirms the IPO plan on its sharia subsidiary, Bank Syariah Mandiri (BSM), in 2020. BSM will be the first subsidiary of BMRI to go public. Yet, BMRI's management still cannot disclose the target on both free float and IPO size from such plan. Currently, BRI Syariah (BRIS IJ, Not rated) is the only SOE's sharia subsidiary that already listing in IDX. (Investor Daily)

Summarecon Agung (SMRA) sets Rp4.0tn for FY19 marketing sales

SMRA is targeting FY19 marketing sales target at Rp4.0tn, similar to its FY18 marketing sales target. Marketing sales contribution will mostly come from Serpong (50%), Bekasi (18%), Bandung (15%), Kelapa Gading (7%), Makassar (6%) and Karawang (4%). As of 9M18, SMRA has landbank amounting to 2,048.07 Ha. (Bisnis Indonesia)

Sat Nusapersada (PTSN) to commence operations of its 2 new factories

PTSN is set to commence operations of its 2 newly built production facilities amounting to Rp193bn in Jan-19. The facilities will be used to support its co-operation with Pegatron in assembly of its smarthome products such as gateway, router, modem, smart speaker and internet protocol camera (IPCam). The co-operation agreement between PTSN and Pegatron will be valid for 3+1 years and renewable based on agreement between the two parties. (Kontan)

WSBP targets FY19 new contracts of 10.4tn, +56% yoy

WSBP reported FY18 new contract achievement of IDR6.66tn or 100% to the company's revised target. For FY19, the company targets new contracts of IDR10.4tn, +56% yoy. In January 2019, the company reported potential new contract of IDR2tn, stemming from the toll road projects. On separate news, the finance director of WSBP also stated that the company has received IDR1.6tn payment from the turn-key project (Krian – Legundi – Bunder – Manyar) by end of December 2018. (Bisnis Indonesia)

Waskita Toll Road to divest 5 Toll Roads

PT. Waskita Toll Road targets share divestments in five toll roads to be completed this year including Kayu Agung – Palembang – Betung (Kapal Betung), Bekasi – Cawang – Kampung Melayu (Becakayu) and 3 Toll Roads in Trans Java. Divestment is expected to bring fresh funds to the development of new toll roads (Bisnis Indonesia)

DANAREKSA VALUATION GUIDE

Danareksa Universe	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
Danareksa Universe					4,488.922	247.314	274.276	242,3	268,7			24,1%	10,9%	18,2	16,4	21,4	19,8	3,3	2,9	19,0	19,0
Auto					339.050	21.517	396,7	432,7				4,5%	9,1%	17,2	15,8	12,7	11,6	2,5	2,3	15,3	15,4
Astra International	BUY	8.375	8.600		339.050	19.727	21.517	487	532	488	522	4,5%	9,1%	17,2	15,8	12,7	11,6	2,5	2,3	15,3	15,4
Banks					1.655.185	102.408	114.046	457,4	509,3			14,3%	11,4%	16,2	14,5	2,5	2,2	2,5	2,2	16,5	16,3
BCA	HOLD	25.900	28.000		638.565	26.269	29.738	1.065	1.206	1.065	1.206	12,6%	13,2%	24,3	21,5	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	3.620	4.300		446.512	32.924	37.100	267	301	267	301	13,5%	12,7%	13,6	12,0	N/A	N/A	2,4	2,1	18,6	18,5
Bank Tabungan Negara	BUY	2.530	3.600		26.793	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	7.175	8.700		334.833	24.463	26.694	524	572	524	572	18,5%	9,1%	13,7	12,5	N/A	N/A	1,9	1,7	14,1	14,2
BTPN	HOLD	3.510	3.800		20.534	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	1.925	2.100		14.830	906	1.174	118	152	118	152	21,6%	29,7%	16,4	12,6	N/A	N/A	3,8	3,1	29,4	27,3
BFD 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					612.321	21.749	24.066	184	204			6,5%	10,7%	28,2	25,4	19,3	17,6	7,3	6,7	27,2	27,5
Gudang Garam	BUY	83.075	101.000		159.844	8.282	9.133	4.304	4.747	4.304	4.747	6,8%	10,3%	19,3	17,5	12,3	11,3	3,3	2,9	18,3	17,7
HM Sampoerna	BUY	3.890	4.200		452.477	13.468	14.933	116	128	116	128	6,3%	10,9%	33,6	30,3	24,7	22,1	12,9	12,3	38,9	41,5
Construction					106.817	11.919	14.048	160	188			12,5%	17,9%	9,0	7,6	7,5	6,77	1,4	1,2	16,1	16,5
Wijaya Karya	BUY	1.795	2.200		16.101	1.588	2.108	177	235	177	235	32,0%	32,7%	10,1	7,6	4,2	3,3	1,2	1,0	11,9	14,2
Pembangunan Perumahan	BUY	1.975	2.800		12.245	1.741	2.140	281	345	281	345	19,8%	22,9%	7,0	5,7	3,9	3,3	0,9	0,8	14,2	15,2
Adhi Karya	BUY	1.695	2.150		6.036	753	920	212	258	212	258	46,1%	22,2%	8,0	6,6	6,1	5,4	0,8	0,7	11,6	11,6
Waskita Karya	BUY	1.885	2.300		25.587	4.369	5.038	322	371	322	371	13,3%	15,3%	5,9	5,1	7,7	6,8	1,5	1,2	27,6	25,5
Waskita Beton	BUY	390	500		10.281	1.302	1.524	53	62	53	62	37,5%	17,0%	7,3	6,3	6,2	5,5	1,3	1,2	17,2	18,4
Wika Beton	BUY	390	600		3.399	423	493	51	59	51	59	25,5%	16,6%	7,7	6,6	4,9	4,4	1,1	1,0	14,5	15,2
Jasa Marga	BUY	4.570	5.300		33.688	1.742	1.825	240	251	240	251	-20,5%	-4,5%	19,0	13,4	2,1	18,2	1,9	1,9	11,1	11,4
Consumer					687.489	18.181	19.952	272	298			9,0%	9,7%	37,8	34,5	21,3	19,6	9,6	8,8	26,6	26,6
Indofood CBP	HOLD	10.575	11.000		123.325	4.175	4.466	358	383	358	383	10,0%	7,0%	29,5	27,6	17,6	16,7	5,6	5,1	20,2	19,4
Indofood	BUY	7.475	8.200		65.634	4.493	4.968	512	566	510	548	7,8%	10,6%	14,6	13,2	6,6	6,1	2,0	1,8	13,9	14,2
Unilever	SELL	47.500	38.900		362.425	7.673	8.484	1.006	1.112	1.006	1.112	9,5%	10,6%	47,2	42,7	33,0	29,9	65,2	60,4	143,0	146,8
Kino Indonesia	HOLD	2.860	2.800		4.086	93	142	65	99	65	99	-16,1%	53,3%	44,1	28,8	18,4	13,8	2,0	1,8	4,5	6,6
Mayora Indah	HOLD	2.620	2.730		58.580	1.747	1.892	78	85	76	85	9,5%	8,3%	33,5	31,0	18,2	16,7	7,0	6,0	22,4	21,0
Sido Muncul	BUY	860	1.000		12.900	680	805	46	54	46	54	27,5%	18,3%	18,8	15,9	16,2	13,6	4,3	4,1	23,0	25,8
Healthcare					86.017	2.806	3.083	102	121			-7,0%	18,5%	30,7	27,9	19,5	17,5	4,9	4,4	16,8	16,6
Kalbe Farma	HOLD	1.540	1.400		72.188	2.538	2.733	54	58	54	58	5,6%	7,7%	28,4	26,4	18,0	16,7	4,9	4,4	18,0	17,4
Kimia Farma	SELL	2.490	2.310		13.829	268	350	48	63	48	63	-18,0%	30,8%	51,6	39,5	30,2	21,5	5,1	4,6	10,2	12,2
Heavy Equipment					102.858	8.783	9.714	2.355	2.604			18,6%	10,6%	11,7	10,6	4,9	4,2	2,1	1,9	18,9	18,6
United Tractors	BUY	27.575	39.000		102.858	8.783	9.714	2.355	2.604	2.355	2.604	18,6%	10,6%	11,7	10,6	4,9	4,2	2,1	1,9	18,9	18,6
Industrial Estate					12.112	1.052	1.237	17	20			-54,6%	17,6%	11,5	9,8	7,6	6,8	0,8	0,8	7,0	7,9
Puradelta Lestari	BUY	163	240		7.856	645	594	13	12	13	12	-1,8%	-7,9%	12,2	13,2	10,2	10,7	1,1	1,1	9,1	8,1
Bekasi Fajar	BUY	208	300		2.007	498	581	52	60	52	60	3,0%	16,6%	4,0	3,5	4,7	4,0	0,5	0,4	12,2	12,7
Surya Semesta	HOLD	478	540		2.249	(91)	62	(19)	13	(19)	13	-107,7%	168,5%	(24,7)	36,2	8,0	5,7	0,6	0,6	(2,4)	1,7
Media					37.985	3.551	3.919	123	136			27,5%	10,4%	10,7	9,7	7,0	6,3	2,5	2,2	25,5	24,5
Media Nusantara Citra	BUY	725	1.450		10.350	1.960	2.158	137	151	137	151	34,9%	10,1%	5,3	4,8	3,8	3,4	1,0	0,9	20,3	19,7
Surya Citra Media	BUY	1.890	2.350		27.635	1.591	1.761	107	119	107	119	19,5%	10,7%	17,6	15,9	11,7	10,4	6,0	5,1	37,4	35,0
Mining					167.568	18.825	19.111	212	215			24,1%	1,5%	8,9	8,8	3,9	3,8	1,3	1,2	14,7	14,1
Adaro Energy	BUY	1.230	2.800		39.343	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	735	1.400		5.474	603	689	81	93	81	93	19,9%	14,4%	9,1	7,9	4,8	4,2	0,8	0,8	9,6	10,2
Vale Indonesia	BUY	3.070	5.900		30.505	1.117	1.708	112	172	112	172	-662,5%	53,0%	27,3	17,9	8,6	6,7	1,3	1,3	4,7	7,1
Aneka Tambang	HOLD	750	1.000		18.023	428	501	18	21	18	21	213,7%	17,0%	42,1	36,0	11,1	10,9	1,0	0,9	2,3	2,6
Bukit Asam	BUY	4.160	5.000		47.926	4.735	5.028	436	463	436	463	5,8%	6,2%	9,6	9,0	6,3	6,1	2,9	2,4	31,2	27,2
Indo Tambangraya Megah	BUY	19.900	33.200		22.486	3.903	3.669	3.455	3.247	3.455	3.247	15,3%	-6,0%	5,8	6,1	2,5	2,8	1,6	1,5	28,9	24,9
Harum Energy	HOLD	1.410	3.100		3.812	663	709	245	262	245	262	12,7%	6,9%	5,7	5,4	0,3	0,3	0,6	0,8	15,8	16,1
Plantation					36.901	2.811	3.094	264	291			-8,2%	10,1%	13,1	11,9	6,9	5,4	1,2	1,1	9,1	9,4
Astra Agro Lestari	BUY	12.225	16.500		23.529	1.639	1.874	851	973	851	973	-18,5%	14,3%	14,4	12,6	7,1	6,2	1,2	1,1	8,8	9,5
Sampoerna Agro	BUY	2.400	3.000		4.536	346	406	191	223	191											

COVERAGE PERFORMANCE
LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		03-Jan-19	02-Jan-19					
Waskita Karya	WSKT	1.885	1.760	7,1	7,7	9,3	12,2	BUY
Jasa Marga	JSMR	4.570	4.290	6,5	5,8	(0,7)	6,8	BUY
Alam Sutera	ASRI	330	310	6,5	3,8	(6,8)	5,8	HOLD
Ciputra Development	CTRA	1.045	990	5,6	5,0	(2,3)	3,5	BUY
Bumi Serpong Damai	BSDE	1.320	1.255	5,2	7,3	(2,2)	5,2	BUY
Astra Agro Lestari	AALI	12.225	11.675	4,7	(2,2)	8,2	3,4	BUY
Wijaya Karya	WIKA	1.795	1.715	4,7	4,4	17,3	8,5	BUY
Ace Hardware	ACES	1.580	1.510	4,6	7,1	(1,3)	6,0	BUY
Summarecon Agung	SMRA	840	805	4,3	2,4	(1,8)	4,3	BUY
Media Nusantara Citra	MNCN	725	695	4,3	(2,7)	(6,5)	5,1	BUY

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		03-Jan-19	02-Jan-19					
Vale Indonesia	INCO	3.070	3.160	(2,8)	(2,5)	(5,8)	(5,8)	BUY
Bank Mandiri	BMRI	7.175	7.325	(2,0)	(0,7)	(6,2)	(2,7)	BUY
Bukit Asam	PTBA	4.160	4.240	(1,9)	(1,7)	4,0	(3,3)	BUY
Semen Baturaja	SMBR	1.675	1.705	(1,8)	(6,7)	(10,7)	(4,3)	SELL
Kimia Farma	KAEF	2.490	2.520	(1,2)	(6,7)	(0,4)	(4,2)	SELL
Bank Central Asia	BBCA	25.900	26.200	(1,1)	0,2	(1,1)	(0,4)	HOLD
Mayora Indah	MYOR	2.620	2.650	(1,1)	0,8	4,0	-	HOLD
Gudang Garam	GGRM	83.075	83.825	(0,9)	0,3	3,9	(0,7)	BUY
Indo Tambangraya Megah	ITMG	19.900	20.075	(0,9)	-	(7,1)	(1,7)	BUY
Bank Tabungan Negara	BBTN	2.530	2.550	(0,8)	(1,9)	(8,0)	(0,4)	BUY

Sources: Bloomberg

PREVIOUS REPORTS

- Cigarette: Brighter prospects, Consumer: To receive an elections boost, Plantation: India Trimmed ASEAN Palm Import Duties [SnapShot20190103](#)
- Coal Mining: Higher production to offset price consolidation [SnapShot20190102](#)
- Bank Rakyat Indonesia: Still micro-driven [SnapShot20181226](#)
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- BPD Jatim: A sound dividend play, SIDO MUNCUL: Healthy growth ahead [SnapShot20181213](#)
- Indo Tambangraya: A dividend play [SnapShot20181212](#)

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