

FROM EQUITY RESEARCH

Plantation: Jan 19 Inventory: First Signs of a Decline (Overweight)

Malaysia's palm oil inventory fell to 3.00mn tons in Jan 19 (+17.8% YoY, -6.7% MoM), below consensus estimates of 3.03mn tons, mostly due to higher-than-expected exports. We expect short-term support from the ongoing low crop season while slower supply growth, higher demand from the B20 mandate and higher exports to India and China will be key drivers in keeping the CPO price firm in the longer-term. Maintain OVERWEIGHT.

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

Adaro Energy: Coal production target maintained for 2019 (ADRO IJ. IDR 1,260 BUY.TP IDR 2,000)

Adaro Energy (ADRO) reported coal production of 15.1mn tons in 4Q18 (+0.9% qoq, +21.2% yoy), translating into cumulative coal production of 54.0mn tons in 2018. For 2019, the company has provided guidance for flat growth in coal production at 54 – 56mn tons with operational EBITDA expected to reach USD1.0 – 1.2bn. The coal production and EBITDA are broadly inline with our assumptions. Maintain BUY.

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

Buyung Poetra Sembada: Room for Growth (Not Rated)

HOKI has reported steady quarterly sales following the implementation of HET (minimum retail selling prices). Also encouragingly, the gross and operating margins showed an improvement thanks to easing competition and less opex spending on marketing/promotions. Additional capacity and a new partnership with Alfa should help to drive growth this year.

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

MARKET NEWS

MACROECONOMY

- Bank Indonesia: Real sales index grew by 7.7%yoy in December 2018

SECTOR

- Pharmaceutical: KAEF dan KLBF targets higher export revenue in 2019
- Toll Road: 15 toll roads will have tariff adjustment in 2019

CORPORATE

- Adhi Karya: Booked IDR892bn of new contracts in 1M19
- BSDE FY18 Marketing Sales Achievement and Target
- SMRA 1M19 Marketing Sales Achievement
- Semen Indonesia: Will boost profitability of SMCB

PREVIOUS REPORT

- Strategy: BoP Turned Surplus [Click here](#)
- Poultry: Risk on Supply-Demand Balancing [Click here](#)
- Malindo Feedmill Indonesia: The last one to catch up [Click here](#)
- Poultry: Key Meeting Takeaways with Pinsar [Click here](#)
- Strategy: 2018 GDP: Highest growth pace since 2013 [Click here](#)

KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
Asean - 5				
Indonesia	6.495	(0,4)	4,9	425
Thailand	1.638	(0,8)	4,7	1.304
Philippines	8.062	(0,1)	8,0	104
Malaysia	1.689	0,1	(0,1)	422
Singapore	3.206	0,1	4,5	770
Regional				
China	2.654	1,4	6,4	22.196
Hong Kong	28.144	0,7	8,9	11.226
Japan	20.333	(2,0)	1,6	16.709
Korea	2.181	0,2	6,8	5.094
Taiwan	10.004	0,7	2,8	4.296
India	36.395	(0,4)	0,9	328
NASDAQ	7.308	0,1	10,1	92.882
Dow Jones	25.053	(0,2)	7,4	9.230

CURRENCY AND INTEREST RATE

	Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah Rp/1US\$	14.034	(0,5)	0,1	2,5
BI7DRRR %	6,00	-	-	-
10y Gov Indo bond	7,95	0,1	(0,0)	(0,1)

HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	97	(0,5)	(1,4)	(5,2)
Gold	US\$/toz	1.308	(0,0)	1,6	2,0
Nickel	US\$/mt.ton	12.492	(3,2)	12,4	17,8
Tin	US\$/mt.ton	21.097	0,5	5,8	8,1

SOFT COMMODITY

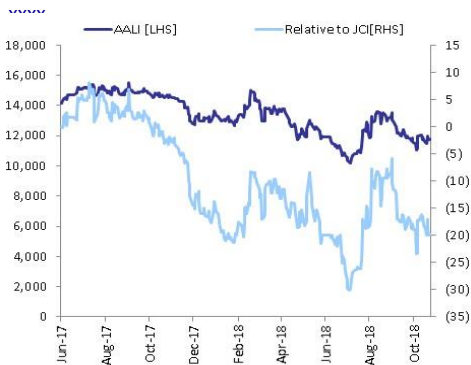
	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2.204	(0,8)	(5,4)	(6,8)
Corn	US\$/mt.ton	133	(0,9)	0,3	0,3
Oil (WTI)	US\$/barrel	52	(0,1)	1,5	15,3
Oil (Brent)	US\$/barrel	62	(1,0)	1,7	14,3
Palm oil	MYR/mt.ton	2.134	(1,1)	4,5	9,3
Rubber	US\$/kg	131	(0,1)	(3,2)	4,8
Pulp	US\$/tonne	1.205	N/A	2,8	20,5
Coffee	US\$/60kgbag	79	(0,1)	1,0	1,2
Sugar	US\$/MT	326	(2,3)	(5,4)	(1,9)
Wheat	US\$/ton	141	0,2	(0,2)	3,0
Soy Oil	US\$/lb	30	(2,0)	7,3	9,8
Soy Bean	US\$/by	905	(1,0)	0,6	2,5

Tuesday, 12 February 2019
OVERWEIGHT

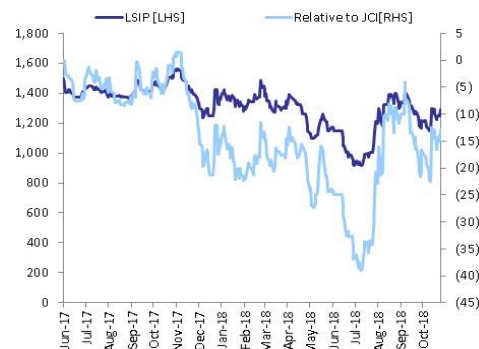
Plantation

Jan 19 Inventory: First Signs of a Decline

AALI relative to JCI Index



LSIP relative to JCI Index



Source : Bloomberg

Malaysia's palm oil inventory fell to 3.00mn tons in Jan 19 (+17.8% YoY, -6.7% MoM), below consensus estimates of 3.03mn tons, mostly due to higher-than-expected exports. We expect short-term support from the ongoing low crop season while slower supply growth, higher demand from the B20 mandate and higher exports to India and China will be key drivers in keeping the CPO price firm in the longer-term. **Maintain OVERWEIGHT.**

Malaysia's palm oil inventory fell for the first time in 8 months. According to the latest data released by MPOB, Malaysia's palm oil inventory fell to 3.00mn tons in Jan-19 (+17.8% YoY, -6.7% MoM). The 3.00mn tons figure is below consensus expectations of 3.03mn tons, mainly due to higher-than-expected exports performance (+13.8% YoY, +21.2% MoM).

Jan 19 output was above the street's estimate. Palm oil output was reported at 1.74mn tons (+9.5% YoY, -3.9% MoM), higher than the street's estimate of 1.63mn tons, although the MoM decline reflects the seasonal trend. Lower output numbers were seen in Sabah/Sarawak (+2.8% YoY/-8.6% MoM) in comparison to Peninsula Malaysia (+15.7% YoY/+0.3% YoY). We expect output to continue to show a MoM downtrend in 1Q19 at least.

Jan 19's exports performance was a positive surprise. Palm oil exports started the year strongly with exports volume of 1.68mn tons (+13.8% YoY, +21.2% MoM), exceeding consensus estimates of 1.56mn tons. The strong exports performance was boosted by exports to China (+102.3% YoY, +17.9% MoM), Europe (+33.6% YoY, +160.9% MoM) and India (+57.9% YoY, +12.0% MoM). We believe that the higher exports to China were mainly boosted by Chinese New Year demand while the strong exports to India were driven by the recent reduction in palm oil import duties on palm oil originated from ASEAN. We expect better exports performance throughout FY19 driven by lower Indian palm oil import duties and higher Chinese palm oil imports as we expect palm oil exports to benefit from the impact of the ongoing US-China trade dispute.

The soyoil-CPO price spread remained at USD122/ton at the end of Jan 19 (close to the average of USD130/ton). We believe that the recent pick-up in CPO prices was on the back of the rally in soyoil prices. The rebound in soyoil prices throughout Jan-19 mostly stemmed from concerns on lower output in Brazil and Argentina as a result of unfavourable weather conditions.

Maintain OVERWEIGHT. We maintain our OVERWEIGHT call on the plantation sector with LSIP as our top pick. We expect the CPO price to get short-term support in 1Q19 from the ongoing low crop season. Throughout FY19, we expect firmer CPO prices supported by the expectation of lower global supply growth, the realization of the B20 mandate and an improvement in exports to India and China. We maintain our FY19 CPO price assumption of MYR2,550/ton.



Yudha Gautama

(62-21) 2955 5888 ext 3509

yudha.gautama@danareksa.com

Company	Ticker	Rec	Target Price	Market Cap.	P/E (x)		P/BV (x)		ROE (%)
			(Rp)	(RpBn)	2018F	2019F	2018F	2019F	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

Tuesday, 12 February 2019

BUY
Maintain

Last price (IDR) 1,260
Target Price (IDR) 2,000
Upside/Downside +58.7%
Previous Target Price (IDR) 2,000

Stock Statistics

Sector Coal Mining
Bloomberg Ticker ADRO IJ
No of Shrs (mn) 31,986
Mkt. Cap (IDRbn/USDmn) 40,302/2,872
Avg. daily T/O (IDRbn/USDmn) 96.2/6.9

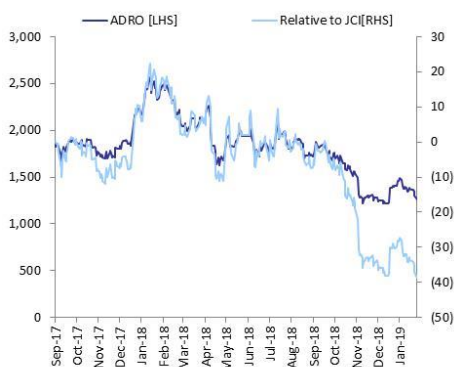
Major shareholders (%)

Adaro Strat. Inv. 43.9
Estimated Free Float 42.9

EPS Consensus (USDcents)

	2018F	2019F	2020F
Danareksa	1.4	1.3	1.3
Consensus	1.4	1.4	1.4
Danareksa/Cons	(0.9)	(5.4)	(8.4)

ADRO relative to JCI Index



Source : Bloomberg



Stefanus Darmagiri

(62-21) 29 555 831

stefanus.darmagiri@danareksa.com

Adaro Energy (ADRO IJ)

Coal production target maintained for 2019

Adaro Energy (ADRO) reported coal production of 15.1mn tons in 4Q18 (+0.9% qoq, +21.2% yoy), translating into cumulative coal production of 54.0mn tons in 2018. For 2019, the company has provided guidance for flat growth in coal production at 54 – 56mn tons with operational EBITDA expected to reach USD1.0 – 1.2bn. The coal production and EBITDA are broadly inline with our assumptions. Maintain BUY.

4Q18 coal production – within expectations: ADRO reported coal production of 15.1mn tons in 4Q18 (+0.9% qoq, +21.2% yoy). Quarterly coal production was relatively stable even though the company experienced more rainy days and rainfall in November and December 2018 compared to the long-term average. Cumulatively, coal production went up by 4.4% yoy to 54.0mn tons in 2018. This growth came from Balangan coal (+46.4% yoy), Adaro MetCoal (AMC – +12% yoy) as well as its main mining area, Adaro Indonesia (AI – +1% yoy). The coal production was within our expectations as well as the management’s guidance of 54 – 56mn tons.

Lower stripping ratio may help to sustain earnings in 4Q18. Although revenues are expected to be impacted by the widening gap between low-CV coal prices and Newcastle (NWC) coal which will reduce ADRO’s ASP in 4Q18 as well as the slight decline in coal sales volume (-2.3% qoq), we expect that the lower stripping ratio of 4.6x in 4Q18 (3Q18: 5.4x) and lower crude oil price will boost profitability and sustain earnings in 4Q18.

2019 guidance: to maintain coal production. ADRO has maintained its 2019 coal production target at 54 – 56mn tons with an indicated lower stripping ratio of 4.6x in 2019 from 5.1x in 2018. The management expects operational EBITDA to reach USD1.0 – 1.2bn in 2019 or similar to our estimate of USD1.2bn. For the recent acquisition of Kestrel Coal Resources, in which ADRO owns a 47.99% interest, saleable coal production is expected to increase by 40% yoy in 2019 thanks to a Change Program, which will improve efficiency and the production profile for 2019 and beyond.

Maintain BUY. While the low-CV quality coal price has increased slightly from its lowest levels - as reflected in the narrowing gap between the low-CV and Newcastle (NWC) coal prices - we expect consolidation in coal prices in 2019 and 2020 to impact on ADRO’s net profits. Nonetheless, diversification into coking coal and power plants will help to sustain the company’s earnings in the long-run. Maintain BUY with a TP of IDR2,000 (based on DCF valuation with WACC of 10.2%). Our target price implies 11.4x 2019F PE.

Key Financials

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
Revenue (USDmn)	2,524	3,258	3,547	3,408	3,460
EBITDA (USDmn)	869	1,293	1,300	1,177	1,171
EBITDA Growth (%)	18.2	48.8	0.5	(9.5)	(0.5)
Net profit (USDmn)	335	483	444	424	410
EPS (USDcents)	1.0	1.5	1.4	1.3	1.3
EPS growth (%)	119.5	44.4	(8.1)	(4.6)	(3.2)
BVPS (USDcents)	9.8	10.8	11.4	11.9	12.5
DPS (USDcents)	0.2	0.2	0.3	0.8	0.8
PER (x)	8.6	5.9	6.5	6.8	7.0
PBV (x)	0.9	0.8	0.8	0.8	0.7
Dividend yield (%)	2.6	2.6	3.5	9.3	8.5
EV/EBITDA (x)	3.7	2.4	2.3	2.5	2.4

Source : ADRO, Danareksa Estimates

Tuesday, 12 February 2019

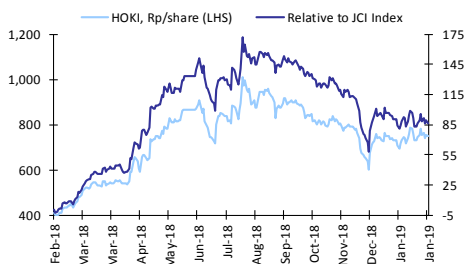
Not Rated

Last price (IDR) 695

Stock Statistics

Sector	Consumer
Bloomberg Ticker	HOKI IJ
No of Shrs (mn)	2,375
Mkt. Cap (IDRbn/USDmn)	1,651/118
Avg. daily T/O (IDRbn/USDmn)	6.1/0.4
Major shareholders (%)	
PT Buyung Invest G	66.17
Estimated free float	33.83

HOKI relative to JCI Index



Buyung Poetra Sembada (HOKI)

Room for Growth

HOKI has reported steady quarterly sales following the implementation of HET (minimum retail selling prices). Also encouragingly, the gross and operating margins showed an improvement thanks to easing competition and less opex spending on marketing/promotions. Additional capacity and a new partnership with Alfa should help to drive growth this year.

Guidance for FY18 revenues growth of 15.8% yoy. Post the implementation of HET (minimum retail selling prices for rice) effective on 1 September 2017, HOKI reported solid quarterly sales of IDR350bn on average in 2018. This should lead to estimated FY18 top line growth of 15.8% yoy. The key driver is higher volume growth on the back of stronger demand in modern trade amid easing competition and the change in preferences toward smaller and more conveniently sized packages (5 Kg) in modern trade (MT). With the implementation of HET, the company does not need to spend as much on marketing and promotions. All in all, the company is optimistic that it can maintain a 6% net margin in FY18.

Room for growth in 2019. This year, the company will have 20tons/hour of additional production capacity augmenting its existing 35tons/hour of capacity in 2 locations (Jakarta and Subang – West Java). This should provide plenty of room for further volume growth, we believe, given that the existing plants are already running at full capacity. Meanwhile, the company recently signed a co-branding partnership to distribute rice to the Alfamart network in Sumatera areas, scheduled for distribution in early 2019. Additional capacity with a bigger footprint in MT should sustain revenues growth this year – the company has provided conservative guidance for 15% top and bottom line growth in 2019.

Power plant with upstream integration. In 1H19, the company expects to commence the operation of its new power plant (3MW) in South Sumatera, which will be fueled by rice husks. In addition, HOKI is also constructing a new factory in Palembang, South Sumatera, with total capacity of 40tons/hour, expected to be completed in 2020. To secure the supply, there are also plans to acquire paddy fields. This should pave the way for sustainable revenues and earnings growth in the future. Nonetheless, we also see risks from unanticipated regulations concerning rice trading since the business is heavily regulated by the government. At the current share price, HOKI trades at FY19F PE of 16.9x (based on the company's guidance).

Key Financials

	2014	2015	2016	2017	9M18
Revenue, IDR bn	518	658	1,147	1,209	1,060
EBITDA, IDR bn	28	42	77	82	110
EBITDA Growth (%)	n/a	47.1	86.3	5.5	72.3
Net profit, IDR bn	14	53	44	48	71
EPS, IDR	n/a	n/a	n/a	24	30
EPS growth (%)	n/a	n/a	n/a	n/a	57.9
BVPS, IDR	n/a	n/a	n/a	203	228
DPS, IDR	n/a	n/a	n/a	6	n/a
PER (x)	n/a	n/a	n/a	28.9	17.4*
PBV (x)	n/a	n/a	n/a	3.7	3.3
Dividend yield (%)	n/a	n/a	n/a	0.8	n/a
EV/EBITDA (x)	68.8	46.8	25.1	23.8	16.3

Source : Company, Bloomberg *Annualized



Natalia Sutanto

(62-21) 2955 5888 ext.3508

natalia.sutanto@danareksa.com

MARKET NEWS

MACROECONOMY

Bank Indonesia: Real sales index grew by 7.7%yoy in December 2018

Bank Indonesia (BI) reported that real sales index (RSI) grew by 7.7%yoy, higher compared to previous month (3.4%yoy) and last year (2.9%yoy). This increase was supported by sales improvement in tobacco, food and beverage, that grew by 9.1%yoy and entertainment and cultural goods (14.4%yoy). Based on the result, BI sees that RSI growth in January 2019 may reach 4.8%yoy which mainly driven by fuel, cultural goods and entertainment, and clothing. (Kontan)

SECTOR

Pharmaceutical: KAEF dan KLBF targets higher export revenue in 2019

Both Kimia Farma (KAEF) and Kalbe Farma (KLBF) will push export revenue this year. In 2019, KAEF targets export revenue to reach IDR350bn (FY18: less than IDR300bn), which will be supported additional outlets in Middle East and also expansion to South East Asian. Meanwhile, KLBF targets FY19' export revenue to reach IDR1.2tn, higher than FY18' achievement of IDR 1tn or around 6% of total revenue. (Bisnis Indonesia)

Toll Road: 15 toll roads will have tariff adjustment in 2019

According to Indonesian Toll Road Authority (BPJT), there are 15 toll roads in Indonesia which will have tariff adjustment this year. The tariff adjustment for toll road occur every two years based on UU no.38/2004 on toll road. The toll roads are: Makassar Section IV, Gempol – Pandaan, Cikampek – Palimanan (Cipali), Bali Mandara, Jakarta Inner Urban Toll (JIUT), Surabaya – Gempol, Palimanan – Plumbon – Kanci (Palikanci), Belawan – Medan – Tanjung Morawa, Serpong – Pondok Aren, Tangerang – Merak, Ujung Pandang Tahap I and II, Jakarta – Tangerang, Jakarta – Bogor – Ciawi (Jagoraw), Padalarang – Cielunyi (Padaleunyi), and Cikampek – Puwarkarta – Padalarang (Cipularang). (Bisnis Indonesia)

Comment: For those toll roads, 11 of them are owned by JSMR. Furthermore, JSMR has received approval from BPJT to increase tariff in Soekarno Hatta Airport toll road by IDR500/car to IDR7,500/car or up by 7.1%. The new tariff for Soekarno Hatta Airport toll road will implement starting 14 Feb19. Around 80% of JSMR's revenues are coming from toll roads which tariff adjustment occur in the odd year and it will be reflected in the next year financial performance. (Maria Renata)

CORPORATE

Adhi Karya: Booked IDR892bn of new contracts in 1M19

Adhi Karya (ADHI) booked IDR891.8bn of new contracts in Jan19. The 1M19 new contracts accounted for ~2.54% of the full year target which set at IDR35.0tn. The major contract was coming from the development of power plant PLTA Asahaan of which ADHI forms a JO with Shimizu with a contract value of IDR808.4bn. (Bisnis Indonesia)

BSDE FY18 Marketing Sales Achievement and Target

Bumi Serpong Damai (BSDE) booked marketing sales of IDR 6.2 trillion in FY18, achieving 86% of its FY18 target of IDR 7.2 trillion. BSD City continue to be the major contributor (54%) to BSDE` s marketing sales. The four high rise residential combined, was only able to contribute c.13% of FY18 marketing sales figure. Almost all of its self-own projects marketing sales performance were under target while its two JV projects in BSD City (Nava Park and The Zora) were able to beat its target.

BSDE is targeting a marketing sales of IDR 6.2 trillion (flat y-o-y) with BSD City expected to contribute half of the target. Around 56% of marketing sales is targeted from residential segment, similar to FY18 marketing sales achievement. BSDE is targeting a marketing sales of IDR 200 billion the launch of Aerium, a high rise residential located in West Jakarta area.

Management expect Cibubur land value to catch up with Serpong` s on the back of infrastructure developments. Capital expenditure for land acquisition will be focused on Cibubur area in the next 2-3 year. (Company)

Comment: The underperformed of self-own projects and outperformed of JV project might put BSDE earnings under pressure. A weakness in high rise residential demand can be seen from the lack of sales from its existing project. Although the FY19 marketing sales target of IDR 6.2 trillion seems conservative, we see some downside risk to it coming in from the high contribution from its high rise residential, which we believe is still harder to sell. BSDE is targeting 18% of its FY19 marketing sales from high rise residential, up from c.13% in FY18. (Victor Stefano)

SMRA 1M19 Marketing Sales Achievement

Summarecon Agung (SMRA) booked marketing sales of IDR 456 billion in Jan-19 which forms 11% of its FY19F marketing sales target of IDR 4 trillion. Serpong contribute 56% (IDR 255 billion) of Jan-19 achievement from the launch of North Goldfinch and recurring sales of Rosini and Mozart. Makassar first launch hype is still in effect with the IDR 67 billion marketing sales booked in Jan-19 compared to IDR 160 billion in Dec-18. (Company)

Semen Indonesia: Will boost profitability of SMCB

Semen Indonesia (SMGR) plans to apply quick win strategy in its new subsidiary, Solusi Bangun Indonesia (SMCB), to boost its profitability. SMCB booked net loss since 2016. In 2016 SMCB's net loss reached IDR284.6bn and getting worse in 2017 to IDR758.0bn, while in 9M18 net loss reached IDR630.4bn. The strategy involve synergy within supply chain and lower raw materials price as SMCB is a member of Semen Indonesia Group. SMGR is on the preparation to conduct a tender offer to SMCB's minority shareholders, while it still waiting approval from the OJK.

Furthermore, in the EGM held by SMCB yesterday, the company has officially changed its name from Holcim Indonesia into Solusi Bangun Indonesia. Hence, two subsidiaries of SMCB also changed its name: 1) Holcim Beton become Solusi Bangunan Beton (SBB), and 2) Lafarge Cement Indonesia into Solusi Bangunan Andalas (SBA). (Bisnis Indonesia)

Danareksa	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																						
Auto																						
Astra International BUY 8.000 9.500 323.868 19.727 21.517 396,7 432,7 4,5% 9,1% 16,4 15,1 12,2 11,1 2,4 2,2 15,3 15,4																						
Banks																						
BCA HOLD 27.475 28.000 677.396 26.269 29.738 1.065 1.206 1.065 1.206 12,6% 13,2% 25,8 22,8 N/A N/A 4,4 3,8 18,5 17,9																						
BNI BUY 9.050 9.500 168.770 15.262 16.720 818 897 818 897 12,1% 9,6% 11,1 10,1 N/A N/A 1,5 1,4 14,6 14,2																						
BRI BUY 3.870 4.300 477.348 32.924 37.100 267 301 267 301 13,5% 12,7% 14,5 12,9 N/A N/A 2,5 2,2 18,6 18,5																						
Bank Tabungan Negara BUY 2.650 3.600 28.064 3.490 3.794 330 358 330 358 15,4% 8,5% 8,0 7,4 N/A N/A 1,1 1,0 15,1 14,6																						
Bank Mandiri BUY 7.625 8.700 355.833 24.463 26.694 524 572 524 572 18,5% 9,1% 14,5 13,3 N/A N/A 2,0 1,8 14,1 14,2																						
BTPN HOLD 3.880 3.800 31.612 1.723 2.011 300 350 300 350 41,1% 16,7% 12,9 11,1 N/A N/A 1,8 1,6 10,1 10,9																						
BTPS BUY 1.975 2.100 15.215 906 1.174 118 152 118 152 21,6% 29,7% 16,8 13,0 N/A N/A 3,9 3,2 29,4 27,3																						
BPD Jatim BUY 750 850 11.234 1.259 1.350 84 90 84 90 8,6% 6,7% 8,9 8,3 N/A N/A 1,3 1,2 15,5 15,5																						
Cigarettes																						
Gudang Garam BUY 81.000 101.000 155.851 8.282 9.133 4.304 4.747 4.304 4.747 6,5% 10,7% 27,0 24,4 18,5 16,8 7,0 6,4 27,2 27,5																						
HM Sampoerna BUY 3.700 4.200 430.377 13.468 14.933 116 128 116 128 6,3% 10,9% 32,0 28,8 23,5 21,0 12,2 11,7 38,9 41,5																						
Construction																						
Wijaya Karya BUY 1.825 2.200 16.370 1.588 2.108 177 235 177 235 32,0% 32,7% 10,3 7,8 4,3 3,4 1,2 1,0 11,9 14,2																						
Pembangunan Perumahan BUY 2.240 2.700 13.888 1.741 2.140 281 345 281 345 19,8% 22,9% 8,0 6,5 4,4 3,7 1,1 0,9 14,2 15,2																						
Adhi Karya BUY 1.630 2.150 5.804 753 920 212 258 212 258 46,1% 22,2% 7,7 6,3 5,9 5,3 0,8 0,7 11,6 11,6																						
Waskita Karya BUY 1.945 2.400 26.401 4.369 5.038 322 371 322 371 13,3% 15,3% 6,0 5,2 7,8 6,8 1,5 1,2 27,6 25,5																						
Waskita Beton BUY 400 600 10.544 1.302 1.524 53 62 53 62 37,5% 17,0% 7,5 6,4 6,3 5,6 1,3 1,2 17,2 18,4																						
Wika Beton BUY 470 480 4.096 423 493 51 59 51 59 25,5% 16,6% 9,3 7,9 5,7 5,1 1,3 1,2 14,5 15,2																						
Jasa Marga BUY 4.960 5.400 35.989 1.742 1.925 240 251 240 251 -20,8% -4,8% 20,7 19,7 13,6 13,9 2,2 2,1 11,1 10,9																						
Consumer																						
Indofood CBP HOLD 10.500 11.000 122.450 4.175 4.466 358 383 358 383 10,0% 9,7% 38,5 35,1 21,7 19,9 9,8 8,9 26,6 26,6																						
Indofood BUY 7.750 8.200 68.048 4.493 4.968 512 566 510 548 7,8% 10,6% 15,1 13,7 6,8 6,3 2,0 1,9 13,9 14,2																						
Unilever SELL 48.875 38.900 372.916 7.673 8.484 1.006 1.112 1.006 1.112 9,5% 10,6% 48,6 44,0 34,0 30,7 67,1 62,1 143,0 146,8																						
Kino Indonesia HOLD 3.040 2.800 4.343 93 142 65 99 65 99 -16,1% 53,3% 46,9 30,6 19,5 14,7 2,1 2,0 4,5 6,6																						
Mayora Indah HOLD 2.680 2.730 59.921 1.747 1.892 78 85 78 85 9,5% 8,3% 34,3 31,7 18,6 17,1 7,2 6,2 22,4 21,0																						
Sido Muncul BUY 825 1.000 12.375 680 805 46 54 46 54 27,5% 18,3% 18,0 15,3 15,5 13,0 4,1 3,9 23,0 25,8																						
Healthcare																						
Kalbe Farma HOLD 1.595 1.400 74.766 2.538 2.733 54 58 54 58 5,6% 7,7% 29,5 27,4 18,7 17,4 5,0 4,5 18,0 17,4																						
Kinia Farma SELL 2.950 2.310 16.384 268 350 48 63 48 63 -18,0% 30,8% 61,1 46,8 35,0 24,8 6,0 5,4 10,2 12,2																						
Heavy Equipment																						
United Tractors BUY 25.375 43.000 94.652 8.783 9.714 2.355 2.604 2.355 2.604 18,6% 10,6% 10,8 9,7 4,4 3,8 1,9 1,7 18,9 18,6																						
Industrial Estate																						
Puradelta Lestari BUY 206 240 9.929 645 594 13 12 13 12 -1,8% -7,9% 13,2 13,8 15,4 16,3 1,4 1,3 9,1 8,1																						
Bekasi Fajar BUY 264 300 2.547 498 581 52 60 52 60 3,0% 16,8% 5,1 4,4 5,5 4,9 0,6 0,5 12,2 12,7																						
Surya Semesta HOLD 595 540 2.800 (91) 62 (19) 13 (19) 13 -107,7% 168,5% (30,8) 45,0 9,6 6,7 0,8 0,7 (2,4) 1,7																						
Media																						
Media Nusantara Citra BUY 850 1.450 12.135 1.960 2.158 137 151 137 151 34,9% 10,1% 6,2 5,6 4,3 3,9 1,2 1,0 20,3 19,7																						
Surya Citra Media BUY 1.810 2.350 26.465 1.591 1.761 107 119 107 119 19,5% 10,7% 16,9 15,2 11,2 9,9 5,7 4,8 37,4 35,0																						
Mining																						
Adaro Energy BUY 1.260 2.000 40.302 7.376 6.806 231 213 231 213 17,4% -7,7% 5,5 5,9 2,1 2,0 0,9 0,8 16,0 14,2																						
Timah BUY 1.325 900 9.868 603 689 81 93 81 93 19,9% 14,4% 16,4 14,3 7,5 6,7 1,5 1,4 9,6 10,2																						
Vale Indonesia BUY 3.610 4.700 35.870 1.117 1.708 112 172 112 172 -662,5% 53,0% 32,1 21,0 10,3 8,1 1,5 1,5 4,7 7,1																						
Aneka Tambang HOLD 980 1.000 23.550 428 501 18 21 18 21 213,7% 17,0% 55,0 47,0 13,6 13,3 1,2 1,2 2,3 2,6																						
Bukit Asam BUY 4.260 5.400 49.078 4.735 5.028 436 463 436 463 5,8% 6,2% 9,8 9,2 6,4 6,2 2,9 2,4 31,2 27,2																						
Indo Tambangraya Megah BUY 21.275 30.000 24.039 3.903 3.669 3.455 3.247 3.455 3.247 15,3% -6,0% 6,2 6,6 2,8 3,1 1,7 1,6 28,9 24,9																						
Harum Energy HOLD 1.550 2.000 4.191 663 709 245 262 245 262 12,7% 6,9% 6,3 5,9 0,1 0,3 1,0 0,9 15,8 16,1																						
Plantation																						
Astra Agro Lestari BUY 13.550 16.500 26.080 1.639 1.874 851 973 851 973 -18,5% 14,3% 15,9 13,9 7,8 6,8 1,4 1,3 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 Sumatra BUY 1.405 2.000 9.586 826 815 121 119 121 119 8,2% -1,4% 11,6 11,8 6,7 5,0 1,1 1,1 9,9 9,2																						
Poultry																						
Charoen Pokphand SELL 7.400 5.700 121.345 3.987 4.636 208 283 208 283 32,2% 36,1% 35,6 26,2 18,8 16,5 6,5 5,6 23,3 23,1																						
Japfa Comfeed HOLD 2.770 2.950 32.483 1.739 1.947 152 171 152 171 74,4% 12,0% 18,2 16,2 10,6 9,4 3,1 2,7 17,6 17,3																						
Property																						
Alam Sutera HOLD 352 340 6.917 1.805 1.576 82 80 83 80 -1,1% -5,0% 11,5 12,1 8,6 8,5 1,3 1,2 12,3 10,5																						
Bumi Serpong Damai BUY 1.380 1.930 26.176 2.842 2.126 148 110 147 110 -42,2% -25,2% 9,2 12,3 7,2 8,5 0,9 0,9 10,7 7,4																						
Cipta Development BUY 930 1.220 17.261 1.171 1.216 63 66 63 66 30,9% 3,9% 14,7 14,2 10,4 9,6 1,2 1,1 8,4 8,1																						
Pakuw on Jati BUY 660 710 31.785 2.327 2.652 48 55 49 55 24,2% 14,0% 13,7 12,0 9,2 8,0 2,6 2,2 20,5 19,5																						
Summarecon BUY 950 1.000 13.705 383 343 27 24 27 24 5,8% -10,5% 35,8 40,0 11,4 11,5 2,0 1,9 5,7 4,9																						
Retail																						
Mitra Adi Perkasa BUY 1.020 1.050 16.932 874 824 528 498 528 498 161,0% -5,7% 1,9 2,0 9,0 7,6 3,8 3,3 20,0 17,1																						
Ramayana HOLD 1.720 1.800 12.205 452 497 66 73 66 73 11,2% 9,9% 25,9 23,6 18,7 17,1 3,3 3,0 12,5 12,8																						
Matahari Department Store BUY 7.000 1.100 20.425 2.037 2.150 698 737 698 737 6,8% 5,6% 10,0 9,5 6,3 5,8 6,7 5,4 75,9 63,0																						
Matahari Putra Prima SELL 252 200 1.897 (760) (188) (141) (35) (141) (35) -38,9% 75,3% (1,8) (7,2) 6,5 15,5 4,6 8,4 (95,7) (58,7)																						
Ace Hardware BUY 1.790 1.600 30.699 953 1.053 56 62 56 62 22,5% 10,6% 32,0 29,0 25,2 22,4 7,5 6,6 25,1 24,1																						
Erajaya Sw Sembada BUY 2.140 4.000 6.827 634 711 219 245 219 245 86,7% 12,1% 9,8 8,7 5,6 5,2 1,6 1,4 15,9 15,6																						
Telco																						
Telekomunikasi Indonesia BUY 3.930 4.300 389.133 20.783 23.624 206 234 206 234 -6,2% 13,7% 19,1 16,8 6,3 5,6 4,0 3,7 21,9 23,4																						
Indosat HOLD 3.520 3.100 19.127 (360) 73 (66) 13 (67) 13 -131,7% 120,2% (53,2) 263,0 3,7 3,1 1,5 1,5 (2,7) 0,6																						
XL Axiata BUY 2.130 3.800 22.765 450 1.031 66 96 66 96 19,8% 129,3% 50,6 22,1 4,1 3,6 1,0 1,0 2,1 4,6																						
Tower Bersama BUY 4.720 4.500 21.388 938 1.154 215 265 215 265 -59,5% 23,1% 22,0 17,8 11,5 10,5 7,2 6,2 30,5 35,9																						
Sarana Menara Nusantara BUY 835 810 42.597 2.297 2.618 45 51 45 51 9,4% 13,9% 18,5 16,3 10,0 10,9 6,2 4,5 30,0 29,7																						

COVERAGE PERFORMANCE
LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		11-Feb-19	08-Feb-19					
Matahari Department Store	LPPF	7.000	6.700	4,5	2,2	16,7	25,0	BUY
Mitra Adi Perkasa	MAPI	1.020	990	3,0	4,6	12,1	26,7	BUY
Malindo Feedmill	MAIN	1.700	1.650	3,0	(4,0)	21,4	21,9	HOLD
Ramayana	RALS	1.720	1.675	2,7	1,2	13,2	21,1	HOLD
Ace Hardware	ACES	1.790	1.755	2,0	0,8	5,9	20,1	BUY
Japfa Comfeed	JPFA	2.770	2.740	1,1	(6,1)	24,8	28,8	HOLD
Puradelta Lestari	DMAS	206	204	1,0	(6,4)	10,2	29,6	BUY
Bank Negara Indonesia	BBNI	9.050	8.975	0,8	(2,2)	1,4	2,8	BUY
Mayora Indah	MYOR	2.680	2.660	0,8	4,3	-	2,3	HOLD
BPD Jatim	BJTM	750	745	0,7	1,4	5,6	8,7	BUY

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		11-Feb-19	08-Feb-19					
Aneka Tambang	ANTM	980	1.025	(4,4)	2,1	24,1	28,1	HOLD
Wika Beton	WTON	470	490	(4,1)	16,9	15,2	25,0	BUY
Harum Energy	HRUM	1.550	1.615	(4,0)	(9,9)	(7,7)	10,7	HOLD
Vale Indonesia	INCO	3.610	3.740	(3,5)	(4,5)	4,9	10,7	BUY
Adaro Energy	ADRO	1.260	1.305	(3,4)	(8,4)	(10,3)	3,7	BUY
Semen Baturaja	SMBR	1.555	1.610	(3,4)	(0,3)	(9,3)	(11,1)	SELL
Charoen Pokphand	CPIN	7.400	7.650	(3,3)	(4,2)	(7,2)	2,4	SELL
Waskita Karya	WSKT	1.945	2.010	(3,2)	(1,5)	(0,8)	15,8	BUY
Matahari Putra Prima	MPPA	252	260	(3,1)	37,0	45,7	65,8	SELL
Adhi Karya	ADHI	1.630	1.680	(3,0)	(0,6)	(5,8)	2,8	BUY

Sources: Bloomberg

PREVIOUS REPORTS

- Strategy : BoP Turned Surplus, Poultry : Risk on Supply-Demand Balancing, Malindo Feedmill Indonesia: The last one to catch up [SnapShot20190211](#)
- Poultry: Key Meeting Takeaways with Pinsar [SnapShot20190208](#)
- Strategy : 2018 GDP: Highest growth pace since 2013, Media: MNCN has begun the year well, Telco Price Tracker: January heralds more product revisions [SnapShot20190207](#)
- Vale Indonesia: 4Q18: Weak profit on lower ASP and higher costs [SnapShot20190206](#)
- Japfa Comfeed Indonesia : Take a break, Unilever Indonesia: Profits boosted by one-off gains [SnapShot20190201](#)
- Bank Rakyat Indonesia: Still a very profitable bank [SnapShot20190131](#)
- Charoen Pokphand Indonesia: Thank you, next, Danareksa Consumer Confidence: More Optimistic at the Beginning of the Year [SnapShot20190130](#)
- Bank Mandiri: Standing firm [SnapShot20190129](#)

PT Danareksa Sekuritas

Jl. Medan Merdeka Selatan No. 14
Jakarta 10110
Indonesia
Tel (62 21) 29 555 888
Fax (62 21) 350 1709

Equity Research Team

Helmy Kristanto

helmy.kristanto@danareksa.co.id
(62-21) 2955 888 ext. 3500
Head of Research, Strategy

Stefanus Darmagiri

stefanus.darmagiri@danareksa.co.id
(62-21) 2955 888 ext. 3530
Auto, Coal, Heavy Equip, Metal

Natalia Sutanto

natalia.sutanto@danareksa.com
(62-21) 29555 888 ext.3508
Consumer, Tobacco, Property

Maria Renata

maria.renata@danareksa.co.id
(62-21) 29555 888 ext.3513
Construction

Eka Savitri

Eka.savitri@danareksa.co.id
(62-21) 29555 888 ext.3506
Banking

Niko Margaronis

niko.margaronis@danareksa.co.id
(62-21) 29555 888 ext.3512
Telco, Tower

Yudha Gautama

yudha.gautama@danareksa.co.id
(62-21) 29555 888 ext.3509
Plantation, Property

Victor Stefano

victor.stefano@danareksa.co.id
(62-21) 29555 888 ext.3503
Poultry, Property

Ignatius Teguh Prayoga

ignatius.prayoga@danareksa.co.id
(62-21) 29555 888 ext.3511
Media, Research Associate

Sales team

Vera Ongyono

vera.ongyono@danareksa.co.id
(62-21) 29555 888 ext. 3120

Ehrlich Suhartono

ehrliech@danareksa.co.id
(62-21) 29555 888 ext. 3132

Laksmi Armandani

laksmi@danareksa.co.id
(62-21) 29555 888 ext. 3125

Tuty Sutopo

tuty@danareksa.co.id
(62-21) 29555 888 ext. 3121

Upik Yuzarni

upik_y@danareksa.co.id
(62-21) 29555 888 ext. 3137

Wisnu Budhiargo

Wisnu.budhiargo@danareksa.co.id
(62-21) 29555 888 ext. 3117

Rendy Ben Philips

rendy.philips@danareksa.co.id
(62-21) 29555 888 ext. 3148

Adeline Solaiman

adeline.solaiman@danareksa.co.id
(62-21) 29555 888 ext. 3503

Thalia Kadharusman

thalia.kadharusman@danareksa.co.id
(62-21) 29555 888 ext. 3124

Disclaimer

The information contained in this report has been taken from sources which we deem reliable. However, none of P.T. 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. 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. 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 there from 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. 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.