

FROM EQUITY RESEARCH
Bank Rakyat Indonesia: Still the most profitable bank in Indonesia (Not Rated)

BBRI's 1H19 net profits of IDR16.1tn are slightly below the consensus (44%). Loans still grew at a strong pace of 11.8% yoy with higher micro lending exposure of 34.7% of the total loans portfolio as of June 2019. NIM declined to 6.8% owing to pressure on the blended CoF following a total of 175bps of policy rate hikes last year. Assets quality remains manageable with a gross NPLs ratio of 2.5% and 239bps credit costs. Going forward, BBRI's management will continue to focus on its micro lending business with KUR and Kupedes as its core products. BBRI's management therefore targets 40% micro lending exposure to the total loans book by the end of 2022.

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Indocement Tunggal Prakarsa: Cement sales normalized (INTP.IJ IDR. 21,850 HOLD TP IDR. 20,900)

INTP sold 1.71mn tons of cement in Jul19, the highest monthly sales this year. Sales grew by 0.8%yoy and 70.4%mom as demand normalized following the Lebaran Holidays in Jun19. Cumulatively, INTP's cement sales in 7M19 reached 9.42mn tons, or -1.4%yoy. This is in line with the domestic cement consumption which was -1.8%yoy to 35.82mn tons, dragged down by weak demand in 2Q19. As such, INTP managed to maintain its market share at 26.3% as of Jul19. Maintain HOLD.

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KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
Asean - 5				
Indonesia	6.267	0,9	1,2	492
Thailand	1.619	(0,0)	3,6	2.302
Philippines	7.859	0,9	5,3	123
Malaysia	1.600	0,5	(5,3)	403
Singapore	3.148	0,0	2,6	897
Regional				
China	2.809	0,4	12,6	26.571
Hong Kong	25.302	0,1	(2,1)	10.703
Japan	20.655	1,0	3,2	10.214
Korea	1.938	0,7	(5,0)	3.579
Taiwan	10.428	0,6	7,2	4.602
India	37.312	1,0	3,4	812
NASDAQ	7.774	(3,0)	17,2	126.236
Dow Jones	25.479	(3,0)	9,2	13.480

CURRENCY AND INTEREST RATE

		Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah	Rp/1US\$	14.245	(0,1)	(2,3)	1,0
BI7DRRR	%	5,75	(0,3)	(0,3)	(0,3)
10y Gov	Indo bond	7,47	0,1	0,4	(0,6)

HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	67	(0,4)	(10,4)	(34,5)
Gold	US\$/toz	1.518	0,1	7,3	18,4
Nickel	US\$/mt.ton	15.983	0,4	19,2	50,7
Tin	US\$/mt.ton	17.184	0,2	(5,4)	(12,0)

SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2.147	(1,9)	(12,7)	(9,2)
Corn	US\$/mt.ton	130	(2,1)	(24,0)	(2,4)
Oil (WTI)	US\$/barrel	55	(0,5)	(7,8)	21,0
Oil (Brent)	US\$/barrel	59	(3,0)	(10,9)	10,6
Palm oil	MYR/mt.ton	2.123	1,8	13,5	8,7
Rubber	US\$/kg	131	1,3	(6,0)	5,0
Pulp	US\$/tonne	1.205	N/A	2,8	20,5
Coffee	US\$/60kgbag	67	0,8	(1,0)	(7,4)
Sugar	US\$/MT	315	(0,8)	2,6	(5,4)
Wheat	US\$/ton	130	0,5	(10,6)	(11,8)
Soy Oil	US\$/lb	29	-	3,8	5,9
Soy Bean	US\$/by	866	(1,2)	(4,5)	(1,9)

Wednesday, 14 August 2019
Not Rated

Bank Rakyat Indonesia (BBRI IJ)

Still the most profitable bank in Indonesia

Last price (IDR)	4,280
Target Price (IDR)	N/A
Upside/Downside	N/A
Previous Target Price (IDR)	N/A

Stock Statistics

Sector	Banking
Bloomberg Ticker	BBRI IJ
No of Shrs (mn)	123,346
Mkt. Cap (IDRbn/USDmn)	527,920/36,853
Avg. daily T/O (IDRbn/USDmn)	460.4/32.1

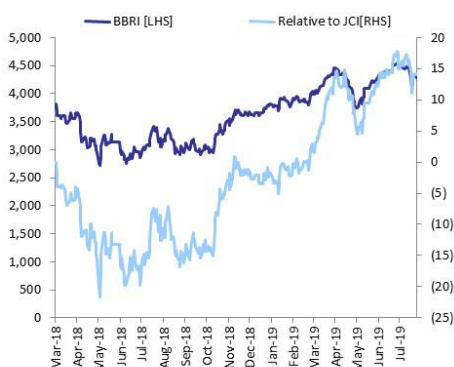
Major shareholders (%)

Government of Indonesia	56.8
Estimated free float	43.2

EPS Consensus (IDR)

	2019F	2020F	2021F
Consensus	298.8	343.7	390.3

BBRI relative to JCI Index



Source : Bloomberg



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BBRI's 1H19 net profits of IDR16.1tn are slightly below the consensus (44%). Loans still grew at a strong pace of 11.8% yoy with higher micro lending exposure of 34.7% of the total loans portfolio as of June 2019. NIM declined to 6.8% owing to pressure on the blended CoF following a total of 175bps of policy rate hikes last year. Assets quality remains manageable with a gross NPLs ratio of 2.5% and 239bps credit costs. Going forward, BBRI's management will continue to focus on its micro lending business with KUR and Kupedes as its core products. BBRI's management therefore targets 40% micro lending exposure to the total loans book by the end of 2022.

1H19/2Q19 highlights. The IDR16.1tn of 1H19 net profits are slightly below the consensus (44% of FY19F), supported by 11.8% yoy loans growth and a credit cost of 239bps. The NIM, meanwhile, dropped to 6.8% from 7.5% in 1H18, owing to higher pressure on the blended CoF. Nonetheless, 2Q19's NIM already expanded by c.40bps to 7.2% from 6.8% in 1Q19. This is a good indication that pressure on the blended CoF is already easing. And going forward, BBRI's management has indicated that it will seek to lower the bank's exposure to TD customers with preferential rates.

Expect no major bump in assets quality. On a quarterly basis, the credit cost rose to 254bps in 2Q19 (compared to 1Q19's 220bps) as the bank's management sought to maintain an ample loans loss coverage (LLC) ratio. As such, the LLC ratio hovered around 194.6% with a gross NPLs ratio of 2.5% as of June 2019, or above the management's comfortable level of 170%. BBRI already provides 20% coverage on Duniatex's loans of IDR1.8tn as of June 2019 due to a subsequent events procedure by the external auditor. Thus, we do not expect more provisions on Duniatex in 2H19. Additionally, the potential implementation of PSAK 71 should be manageable with a limited downward impact on the bank's CAR by only 150bps at max from its current level of 21.0% as of June 2019.

Normalised margins. The bank's significant exposure to micro lending at 34.7% of its total loans book as of June 2019 should provide an adequate buffer for its asset yields in our view. Going forward, BBRI targets 40% micro lending exposure and a maximum of 20% corporate lending exposure by 2022. BBRI's management highlighted that it had already repriced the micro lending rate with tenors of more than two years and corporate segment loans after last year's policy rate hikes of 175bps. All in all, the 7.2-7.4% NIM target for this year should be achievable at the lower range in our view.

Key Financials

Year to 31 Dec	2014A	2015A	2016A	2017A	2018A
PPOP (IDRbn)	34,081	39,413	47,755	54,040	60,047
Net profit (IDRbn)	24,254	25,411	26,196	28,997	32,351
EPS (IDR)	196.2	206.1	212.4	235.1	262.3
EPS growth (%)	14.1	4.8	3.1	10.7	11.6
BVPS (IDR)	792.4	914.8	1,187.1	1,351.9	1,483.4
PER (x)	21.8	20.8	20.1	18.2	16.3
PBV (x)	5.4	4.7	3.6	3.2	2.9
Dividend yield (%)	1.4	1.4	2.0	2.2	2.1
ROAE (%)	27.4	24.1	20.2	18.5	18.5

Source : BBRI, Danareksa Estimates

Thursday, 15 August 2019

HOLD
Maintain

Last price (IDR) 21,850
Target Price (IDR) 20,900
Upside/Downside -4.3%
Previous Target Price (IDR) 20,900

Stock Statistics

Sector Cement
Bloomberg Ticker INTP IJ
No of Shrs (mn) 3,681
Mkt. Cap (IDRbn/USDmn) 80,435/5,647
Avg. daily T/O (IDRbn/USDmn) 40.0/2.8

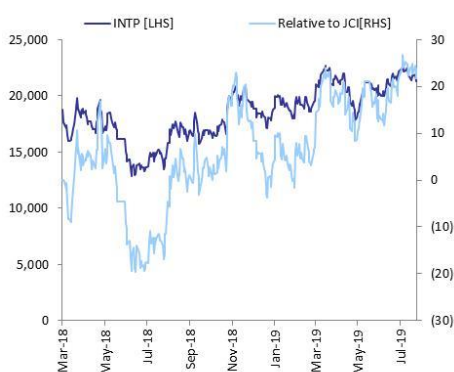
Major shareholders (%)

Birchwood Omnia Limited 51.0
Estimated free float 13.0

EPS Consensus (IDR)

	2019F	2020F	2021F
Danareksa	443.0	528.3	592.0
Consensus	447.7	592.4	712.0
Danareksa/Cons	(1.0)	(10.8)	(16.9)

INTP relative to JCI Index



Source : Bloomberg



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Indocement Tunggal Prakarsa (INTP IJ)

Cement sales normalized

INTP sold 1.71mn tons of cement in Jul19, the highest monthly sales this year. Sales grew by 0.8%yoy and 70.4%mom as demand normalized following the Lebaran Holidays in Jun19. Cumulatively, INTP's cement sales in 7M19 reached 9.42mn tons, or -1.4%yoy. This is in line with the domestic cement consumption which was -1.8%yoy to 35.82mn tons, dragged down by weak demand in 2Q19. As such, INTP managed to maintain its market share at 26.3% as of Jul19. Maintain HOLD.

Highest monthly sales so far this year. INTP booked cement sales in Jul19 of 1.71mn tons, the highest monthly sales so far this year. Sales grew by 0.8%yoy (Jul18: 1.70mn tons) and by 70.4%mom (Jun19: 1.00mn tons). Cement sales in West Java, INTP's main market with a 32% contribution, grew by 15.3%yoy and 86.0%mom. The strongest sales growth was seen in East Java (+24.2%yoy, +81.1%mom). East Java contributed 6.5% of the sales. INTP's sales in Jul19 accounted for 26.5% of the domestic market (Jun19: 26.9%), i.e. relatively stable.

Sales in 7M19 were -1.4%yoy. Cumulatively, INTP recorded sales of 9.42mn tons of cement in 7M19, or -1.4%yoy (7M18: 9.56mn tons), hit by weak sales in 2Q19. By region, only Nusa Tenggara and East Indonesia booked higher sales. Sales in Nusa Tenggara were +10.3%yoy, while East Indonesia sales grew by 47.1%yoy. These two regions only contributed 8.9% and 1.3% to sales, respectively. Sales in Java as INTP's main market were flattish at -0.4%yoy, while sales in Sumatra and Kalimantan were -5.9%yoy and -6.6%yoy, respectively. Java contributed 72.9% of the sales, while Sumatra and Kalimantan contributed 9.0% and 5.5%, respectively. INTP's market share as of Jul19 reached 26.3% (7M18: 26.2%).

Domestic cement consumption in 7M19 was -1.8%yoy. Indonesia cement consumption in 7M19 reached 35.82mn tons, or -1.8%yoy, dragged down by soft demand in 2Q19. Cement consumption in Jul19 reached 6.45mn tons, or +0.5%yoy and +73.0%mom underpinned by normalizing demand post the Lebaran Holidays in Jun19. Cement demand in Java, the largest market (58.3%) was +3.0%yoy and +89.0%mom.

Maintain HOLD. Our current FY19F cement sales target is 18.49mn tons, implying 3.9%yoy growth. As such, cement sales in the period of Aug-Dec19 would need to grow by +10.0%yoy, translating into 1.81mn tons/month. Based on 0% to 3%yoy growth, cement sales in the remaining 5 months of the year should grow by 1.5% to 8.0%yoy. HOLD maintained on INTP.

Key Financials

Year to 31 Dec	2017A	2018A	2019F	2020F	2021F
Revenue (IDRbn)	14,431	15,190	16,559	17,906	19,570
EBITDA (IDRbn)	3,106	2,006	2,964	3,520	3,799
EBITDA Growth (%)	(32.6)	(35.4)	47.8	18.8	7.9
Net profit (IDRbn)	1,860	1,146	1,631	1,945	2,179
EPS (IDR)	505.2	311.3	443.0	528.3	592.0
EPS growth (%)	(51.9)	(38.4)	42.3	19.2	12.1
BVPS (IDR)	6,670.7	6,308.1	6,439.8	6,525.1	6,588.8
DPS (IDR)	928.7	700.0	311.3	443.0	528.3
PER (x)	43.2	70.2	49.3	41.4	36.9
PBV (x)	3.3	3.5	3.4	3.3	3.3
Dividend yield (%)	4.3	3.2	1.4	2.0	2.4
EV/EBITDA (x)	23.2	36.5	24.4	20.3	18.6

Source : INTP, Danareksa Estimates

MARKET NEWS

MACROECONOMY

Government: The digital economy boosts economic growth

According to the National Development Planning Board (Bappenas), the digital economy will improve economic growth up to 2% above the baseline of 5% growth. By utilizing industry 4.0, the national economy will experience job losses while creating new job opportunities from the increasing number of technology-based startups with up to 10 million new jobs expected to be created by 2030. The utilization of blockchain technology in the financial and manufacturing sectors will also help the national economy to become more efficient and competitive over the next few years. (Investor Daily)

SECTOR

Retail: Modern retailers achieved IDR150tn of turnover in 1H19

Modern retailers achieved 50% growth yoy in sales revenues, translating into IDR150tn of turnover. Better purchasing power due to realization of regional government expenditures and positive sentiment during the general elections were the main contributors behind the strong growth in sales. Demand for food and beverages was lifted during the campaign period ahead of the general elections while retailers also recorded stronger sales during the Lebaran period. The turnover of retailers is projected to reach IDR260tn by the end of 2019. (Investor Daily)

CORPORATE

Ace Hardware: To open 10 new outlets

Ace Hardware Indonesia (ACES) plans to open 10 new outlets in 2H19 to achieve its sales growth target of 15% in 2019. IDR250bn of capex is needed to build the new outlets, using internal cash flow. The company currently has 187 outlets. This year the company plans to open 20-25 new outlets. In 1H19, SSSG reached 6.9%. For full year 2019, the company targets 6% SSSG. (Bisnis Indonesia)

Adhi Karya: Awarded IDR1.3tn of contracts to develop Jakarta Inner toll road section 1B

Adhi Karya (ADHI) will be one of the participant contractors for the development of Jakarta Inner toll road section 1, Semaman – Sunter – Pulogebang. For this project, ADHI has won the construction works in the B segment, Semaman – Grogol (9.5km), worth IDR1.28tn. ADHI will have 30% of the works on the B segment, while the remaining works will be carried out by its JV partners, Jaya Konstruksi Manggala Pratama (JKON) and Wijaya Karya (WIKA). The total contracts for section B are IDR4.0tn, and construction is targeted to start in Sep19. (Bisnis Indonesia)

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	
						2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020
Danareksa Universe					3,966.688	227.158	249.822	253.1	278.4			9.4%	10.0%	17.5	15.9	18.1	16.7	3.0	2.7	18.2	18.1
Auto						270.228	25.429	477.6	511.4			9.6%	7.1%	11.4	10.6	8.7	8.0	1.8	1.7	16.7	16.2
Astra International	ASII	BUY	6.675	8.800	270.228	23.749	25.429	587	628			20.4%	7.1%	11.4	10.6	8.7	8.0	1.8	1.7	16.7	16.2
Banks					1,326.681	76.651	85.837	761.2	853.6			11.4%	12.1%	17.3	15.5			2.6	2.3	15.6	15.6
BCA	BBCA	HOLD	30.050	28.000	740.883	29.062	32.404	1.179	1.314	1.179	1.314	10.7%	11.5%	25.5	22.9	N/A	N/A	4.3	3.7	17.8	17.4
BNI	BBNI	BUY	8.100	10.500	151.054	16.937	19.256	908	1.033	908	1.033	12.8%	13.7%	8.9	7.8	N/A	N/A	1.2	1.1	14.7	14.9
Bank Tabungan Negara	BBTN	BUY	2.290	3.000	24.251	2.503	3.013	236	285	237	285	-28.4%	20.4%	9.7	8.0	N/A	N/A	0.9	0.9	10.0	11.1
Bank Mandiri	BMRI	BUY	7.500	8.700	350.000	28.049	31.164	601	668	601	668	14.7%	11.1%	12.5	11.2	N/A	N/A	1.8	1.6	14.9	15.1
BTPN	BTPN	HOLD	3.230	3.800	26.316	2.518	2.707	309	332	438	471	3.0%	7.5%	10.5	9.7	N/A	N/A	1.3	1.2	13.4	12.9
BTPS	BTPS	HOLD	3.220	3.100	24.806	1.234	1.501	160	195	160	195	23.4%	21.6%	20.1	16.5	N/A	N/A	5.0	4.1	27.7	27.4
BPD Jatim	BPTM	BUY	6.225	850	9.371	1.356	1.446	90	96	91	97	7.3%	6.6%	6.9	6.5	N/A	N/A	1.0	1.0	15.5	15.4
Cigarettes					471.532	24.145	26.773	204	226			13.2%	10.9%	19.5	17.6	13.6	12.0	5.4	4.9	28.3	29.1
Gudang Garam	GGRM	BUY	72.775	96.400	140.026	9.134	10.423	4.747	5.417	4.747	5.416	10.3%	14.1%	15.3	13.4	9.8	8.7	2.8	2.4	18.6	19.3
HM Sampoerna	HMSP	BUY	2.850	4.400	331.507	15.011	16.350	129	141	129	141	11.5%	8.9%	22.1	20.3	16.4	14.5	8.9	8.6	41.6	43.2
Construction					118.233	11.594	13.023	155	174			-0.3%	12.3%	10.2	9.1	8.84	10.88	1.3	1.2	13.8	13.7
Wijaya Karya	WKA	BUY	2.310	3.400	20.721	2.320	2.738	259	305	259	305	46.1%	18.0%	8.9	7.6	5.1	3.8	1.2	1.1	15.1	15.3
Pembangunan Perumahan	PTPP	BUY	1.920	2.900	11.904	1.703	1.965	275	317	275	317	-2.2%	15.4%	7.0	6.1	3.3	3.0	0.8	0.7	12.4	12.8
Adhi Karya	ADHI	BUY	1.385	2.300	4.932	733	847	206	238	206	238	-2.7%	15.6%	6.7	5.8	5.0	4.6	0.6	0.6	10.0	10.4
Waskita Karya	WSKT	BUY	1.845	2.900	25.044	2.903	3.215	214	237	214	237	-33.6%	10.7%	8.6	7.8	11.1	10.5	1.2	1.1	15.4	15.0
Waskita Beton	WSBP	BUY	354	500	9.332	1.189	1.335	45	51	49	54	-15.1%	12.3%	7.8	7.0	7.5	7.1	1.1	1.1	14.8	15.8
Wika Beton	WTON	BUY	545	730	4.750	554	651	64	75	66	78	25.3%	17.5%	8.6	7.3	5.7	5.0	1.4	1.2	16.9	17.5
Jasa Marga	JSMR	BUY	5.725	6.700	41.551	2.192	2.272	302	313	302	313	25.8%	3.6%	19.0	18.3	17.8	15.6	2.2	2.0	12.5	11.4
Consumer					677.360	18.844	20.603	282	308			-4.4%	9.3%	35.9	32.9	20.7	19.5	8.5	7.8	24.9	24.7
Indofood CBP	ICBP	BUY	11.350	11.000	132.363	4.620	4.885	396	419	396	419	10.6%	5.7%	28.6	27.1	22.7	22.6	5.5	5.0	20.2	19.4
Indofood	INDF	BUY	7.450	7.950	65.414	4.494	5.083	512	579	512	579	0.0%	13.1%	14.6	12.9	6.0	6.1	1.8	1.7	12.9	13.6
Unilever	UNVR	HOLD	44.900	44.000	342.587	7.532	8.041	987	1.054	987	1.054	-1.8%	6.8%	45.5	42.6	32.2	29.8	45.1	44.9	114.5	105.6
Kino Indonesia	KIND	BUY	3.100	3.400	4.429	188	232	132	162	131	163	102.9%	23.4%	23.6	19.1	13.2	11.8	1.9	1.8	8.5	9.6
Mayora Indah	MYOR	BUY	2.460	3.050	55.002	2.010	2.362	90	106	90	106	15.1%	17.5%	27.4	23.3	15.2	13.2	5.6	4.7	22.1	22.0
Sido Muncul	SIDO	BUY	1.135	1.250	17.025	803	928	54	62	54	62	17.1%	15.6%	21.2	18.3	18.8	16.0	5.5	5.2	26.3	29.3
Healthcare					86.593	3.074	3.398	141	159			37.5%	13.0%	28.2	25.5	18.3	16.7	4.4	3.9	16.4	16.2
Kalbe Farma	KLBF	HOLD	1.480	1.400	69.375	2.600	2.852	55	61	56	61	2.4%	9.7%	26.7	24.3	17.1	15.6	4.3	3.8	16.7	16.6
Kimia Farma	KALF	HOLD	3.100	3.120	17.217	474	546	85	98	85	98	76.9%	15.2%	36.3	31.5	24.0	21.5	4.8	4.3	15.0	14.3
Heavy Equipment					80.478	11.749	12.266	3.150	3.288			5.6%	4.4%	6.8	6.6	3.3	3.0	1.3	1.2	21.4	19.0
United Tractors	UNTR	BUY	21.575	36.000	80.478	11.749	12.266	3.150	3.288	3.150	3.288	33.8%	4.4%	6.8	6.6	3.3	3.0	1.3	1.2	21.4	19.0
Industrial Estate					21.461	1.311	1.836	21	29			35.1%	40.0%	16.4	11.7	11.5	8.1	1.3	1.2	8.2	10.7
Puradelta Lestari	DMAS	BUY	308	310	14.845	697	907	14	19	15	19	8.0%	30.1%	21.3	16.4	21.0	15.0	2.0	1.9	9.5	12.0
Bekasi Fajar	BEST	BUY	298	370	2.875	561	668	58	69	58	69	12.7%	19.1%	5.1	4.3	5.5	3.7	0.6	0.6	12.5	13.6
Surya Semesta	SSIA	BUY	795	950	3.741	53	261	11	55	11	56	-158.3%	392.5%	70.6	14.3	8.2	5.0	0.8	0.8	1.3	5.5
Media					36.503	3.409	3.736	117	129			10.3%	9.6%	10.7	9.8	6.4	5.8	2.3	2.0	21.9	21.8
Media Nusantara Citra	MNCN	BUY	1.300	1.200	18.559	1.613	1.761	113	123	113	123	-17.7%	9.2%	11.5	10.5	6.3	5.9	1.7	1.6	15.3	15.6
Surya Citra Media	SCMA	BUY	1.215	2.350	17.944	1.796	1.975	122	134	123	135	13.2%	10.0%	10.0	9.1	6.5	5.7	3.3	2.9	35.9	33.9
Mining					149.561	17.334	18.039	195	203			-0.5%	4.1%	8.6	8.3	3.9	3.8	1.0	1.0	12.5	12.1
Adaro Energy	ADRO	BUY	1.050	2.000	33.585	6.135	5.881	192	184	198	184	-16.8%	-4.1%	5.5	5.7	2.4	2.3	0.6	0.6	12.0	10.5
Timah	TINS	BUY	1.070	1.700	7.969	721	835	97	112	97	112	19.6%	15.8%	11.1	9.5	5.5	5.1	1.1	1.1	10.6	11.5
Vale Indonesia	INCO	BUY	3.410	4.400	33.893	679	1.315	68	132	71	127	-39.2%	93.6%	49.9	25.8	10.6	7.9	1.2	1.2	2.7	4.7
Vale Tambang	ANTM	BUY	1.110	1.000	26.674	607	856	34	36	34	36	88.5%	6.1%	33.1	31.2	11.6	11.5	1.3	1.3	4.1	4.2
Bukit Asam	FTSA	BUY	2.430	5.200	27.995	5.161	5.321	448	462	462	475	2.8%	3.1%	5.4	5.3	3.6	3.9	1.6	1.4	30.2	28.3
Indo Tambangraya Megah	ITMG	BUY	13.975	30.000	15.791	3.350	3.294	2.965	2.915	2.969	2.912	-14.2%	-1.7%	4.7	4.8	2.1	2.0	1.2	1.2	24.1	24.3
Harum Energy	HRUM	BUY	1.355	2.000	3.663	481	537	178	199	184	198	-27.5%	11.8%	7.6	6.8	0.6	1.1	0.8	0.8	10.9	11.6
Plantation					34.319	3.068	2.995	288	282			9.1%	-2.4%	11.2	11.5	5.5	5.4	1.0	1.0	9.3	8.6
Astra Agro Lestari	AALI	BUY	11.175	16.500	21.508	1.868	1.761	971	915	970	915	14.0%	-5.7%	11.5	12.2	5.7	5.6	1.1	1.0	9.5	8.4
Sampoerna Agro	SGRO	BUY	2.320	3.000	4.385	397	402	210	213	218	221	10.3%	1.3%	11.0	10.9	6.5	6.4	1.0	0.9	9.3	8.8
PP London Sumatra	LSIP	BUY	1.235	2.000	8.426	803	832	118	122	118	122	-2.8%	3.6%	10.5	10.1	4.2	3.8	0.9	0.9	9.1	9.0
Poultry					97.758	6.029	7.087	40	47			-14.0%	17.5%	16.2	13.8						

COVERAGE PERFORMANCE
LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		07-Aug-19	06-Aug-19					
Timah	TINS	1.070	990	8,1	7,0	4,4	41,7	BUY
Waskita Karya	WSKT	1.845	1.750	5,4	2,2	(14,2)	9,8	BUY
Pembangunan Perumahan	PTPP	1.920	1.825	5,2	3,2	(14,7)	6,4	BUY
Aneka Tambang	ANTM	1.110	1.065	4,2	10,4	26,1	45,1	BUY
Bekasi Fajar	BEST	298	286	4,2	2,1	(7,5)	43,3	BUY
Semen Baturaja	SMBR	910	875	4,0	7,1	(21,9)	(48,0)	SELL
Wika Beton	WTON	545	525	3,8	-	(12,1)	44,9	BUY
Semen Indonesia	SMGR	12.850	12.400	3,6	1,0	2,8	11,7	BUY
Sido Muncul	SIDO	1.135	1.100	3,2	5,6	15,8	35,1	BUY
Waskita Beton	WSBP	354	344	2,9	1,1	(17,3)	(5,9)	BUY

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		07-Aug-19	06-Aug-19					
Harum Energy	HRUM	1.355	1.375	(1,5)	(0,7)	(0,4)	(3,2)	BUY
Surya Citra Media	SCMA	1.215	1.230	(1,2)	(4,0)	(19,5)	(35,0)	BUY
Erajaya Swasembada	ERAA	2.160	2.180	(0,9)	14,6	9,1	(1,8)	BUY
BTPS	BTPS	3.220	3.240	(0,6)	(2,4)	(10,6)	79,4	HOLD
Jasa Marga	JSMR	5.725	5.750	(0,4)	0,4	(1,7)	33,8	BUY
PP London Sumatra	LSIP	1.235	1.240	(0,4)	21,1	9,8	(1,2)	BUY
Summarecon Agung	SMRA	1.255	1.260	(0,4)	3,7	(2,7)	55,9	HOLD
Ace Hardware	ACES	1.735	1.740	(0,3)	1,2	(5,4)	16,4	SELL
Indo Tambangraya Megah	ITMG	13.975	14.000	(0,2)	(11,0)	(19,8)	(31,0)	BUY
Bank Central Asia	BBCA	30.050	30.075	(0,1)	-	(1,6)	15,6	HOLD

Sources: Bloomberg

PREVIOUS REPORTS

- Surya Citra Media: [Earnings forecast cut to reflect higher costs](#)
- July Outlook: [Return to normal](#)
- Indo Tambangraya: [2Q19: Weak Results](#)
- Strategy: [Surplus Turns to Deficit](#)
- Summarecon Agung: [The best performer during 1H19](#)
- United Tractors: [Lower targets on muted outlook for coal prices](#)
- Bank Tabungan Negara: [Eyeing more capital](#)
- Indofood CBP Sukses Makmur: [Outperforming its rivals](#)
- Telkom Indonesia: [Meeting takeaways - Upbeat on 2H19](#)
- Strategy: [Continuation of the Trend](#)
- Vale Indonesia: [Quarterly recovery, but weak on a yearly basis](#)
- Poultry 2Q19 Guidebook: [Margin compression at 7.4 on Richter scale](#)
- July 2019 Inflation Update: [Softening Further](#)
- Alam Sutra Realty: [The first to revise down its marketing sales target](#)
- XL Axiata: [XLent 2Q performance & upward trajectory](#)
- Business Sentiment: [April-May 2019 Results: Slight Correction on Political Noise](#)
- Consumer Confidence: [July Results: Resumption of the Uptrend](#)
- GDP Outlook: [Q2 2019 GDP Outlook: Slowdown in Growth](#)
- Semen Indonesia (SMGR): [Hit by large interest expenses](#)
- Waskita Beton Precast (WSBP): [Normalizing margins and cash flow](#)
- Waskita Karya (WSKT): [Weak results](#)
- Indofood CBP Sukses Makmur (ICBP): [Solid volume growth in most divisions](#)
- Indofood Sukses Makmur (INDF): [A good set of results](#)
- Harum Energy (HRUM): [Soft earnings](#)
- Garuda Maintenance Facility(GMFI): [Better qoq, but still weak on yoy](#)

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Economic Calendar

Date Time	Event	Period
9-Aug-19	BoP Current Account Balance	2Q
15-Aug-19	Exports YoY	Jul
15-Aug-19	Imports YoY	Jul
15-Aug-19	Trade Balance	Jul
15-Aug-19	Local Auto Sales	Jul
22-Aug-19	Bank Indonesia 7D Reverse Repo	22-Aug
2-Sep-19	Markit Indonesia PMI Mfg	Aug
2-Sep-19	CPI YoY	Aug
2-Sep-19	CPI NSA MoM	Aug
2-Sep-19	CPI Core YoY	Aug
5-Sep-19	Consumer Confidence Index	Aug
6-Sep-19	Foreign Reserves	Aug
6-Sep-19	Net Foreign Assets IDR	Aug
13-Sep-19	Local Auto Sales	Aug
16-Sep-19	Exports YoY	Aug
16-Sep-19	Imports YoY	Aug
16-Sep-19	Trade Balance	Aug
19-Sep-19	Bank Indonesia 7D Reverse Repo	19-Sep
1-Oct-19	Markit Indonesia PMI Mfg	Sep
1-Oct-19	CPI YoY	Sep
1-Oct-19	CPI NSA MoM	Sep
1-Oct-19	CPI Core YoY	Sep
4-Oct-19	Consumer Confidence Index	Sep
7-Oct-19	Foreign Reserves	Sep
7-Oct-19	Net Foreign Assets IDR	Sep
15-Oct-19	Exports YoY	Sep
15-Oct-19	Imports YoY	Sep
15-Oct-19	Trade Balance	Sep
15-Oct-19	Local Auto Sales	Sep
24-Oct-19	Bank Indonesia 7D Reverse Repo	24-Oct

Source: Bloomberg

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