

MORNING HIGHLIGHT

FROM EQUITY RESEARCH

Banking: Tailwind from lower BI rate (Overweight)

We reiterate our OVERWEIGHT view on banking sector following the announcement of BI to lower interest rate by 25 bips to 7.25%. In 2016 we are put our OVERWEIGHT view on all of our bank stocks under our coverage. With better economy that is expected to grow at around 5.3% in 2016, the banking sector is anticipating for around 13% loan growth, higher than last year 10.5%. Our top picks in the sector are BBRI and BBCA.

MARKET NEWS

*Analysts' comment inside

- Aims Freeport shares, a consortium of mining SOE prepared USD 1 bn (ID)*
- Bank Mandiri projects profit to reach Rp23 tn (BI)
- CTRA target marketing sales grew 8.7% (ID)
- Jokowi Decided Kertajati Airport to be Funded by State Budget (DI)
- PMN Rp 34 tn still proposed (BI)

Previous Reports:

- Fuel price cuts: minimal impact-Snapshot20160114
- ASII: Challenges remain-<u>Snapshot20160113</u>
- Cement: Seasonality impact-<u>Snapshot20160112</u>
- PPRO: Strong 4Q15 numbers-Snapshot20160111
- PTBA: Improved production amid lackluster coal prices-<u>Snapshot20160106</u>
- Bank Central Asia: 11M15-<u>Snapshot20160105</u>
- Bank Rakyat Indonesia: 11M15-Snapshot20160104
- Bank Negara Indonesia: 11M15 Slightly above-<u>Snapshot20151230</u>
- BMRI: 11M15 Still Growing, BBTN: 11M15 Strong loan growth <u>Snapshot20151229</u>

IDX ANNOUNCEMENT

Corp Action			
Code	Action	Date	Time (WIB)
ASRI	EGM	15-Jan-16	10
BATA	EGM	15-Jan-16	10
PKPK	EGM	19-Jan-16	14
SIAP	EGM	20-Jan-16	11
Source: KSEI			

	Key Inde	x		
	Close	Chg	Ytd	Vol
	Ciose	(%)	(%)	(US\$ m)
Asean - 5				
Indonesia	4,513	(0.5)	(1.7)	378
Thailand	1,263	(1.2)	(1.9)	1,266
Philippines	6,409	(1.3)	(7.8)	102
Malaysia	1,633	(0.6)	(3.5)	430
Singapore	2,645	(1.9)	(8.3)	836
Regional				
China	3,008	2.0	(15.0)	47,203
Hong Kong	19,817	(0.6)	(9.6)	9,748
Japan	17,241	(2.7)	(9.4)	15,274
Korea	1,900	(8.0)	(3.1)	3,263
Taiwan	7,743	(1.0)	(7.1)	2,419
India	24,773	(0.3)	(5.1)	468
NASDAQ	4,615	2.0	(7.8)	100,675
Dow Jones	16,379	1.4	(6.0)	11,870

	Currency and Interest Rate													
		Rate	w-w	m-m	ytd									
		Nate	(%)	(%)	(%)									
Rupiah	Rp/1US\$	13,838	0.7	1.7	0.1									
SBI rate	%	7.10	-	-	(0.1)									
10y Gov	Indo bond	8.55	(0.3)	(0.5)	(0.2)									

Hard Commodities													
	Unit	Unit Price		m-m	ytd								
	O.I.I.	1 1100	(%)	(%)	(%)								
Coal	US\$/ton	49	0.7	(5.7)	(2.8)								
Gold	US\$/toz	1,077	(0.1)	1.5	1.5								
Nickel	US\$/mt.ton	8,356	1.9	(3.5)	(4.8)								
Tin	US\$/mt.ton	13,295	(1.1)	(8.8)	(8.9)								

	Soft Commodities												
	Unit	Price	d-d	m-m	ytd								
	Onit	11100	(%)	(%)	(%)								
Cocoa	US\$/mt.ton	2,949	0.8	(13.4)	(9.8)								
Corn	US\$/mt.ton	135	0.1	(6.3)	0.7								
Crude Oil	US\$/barrel	31	(0.3)	(16.7)	(16.0)								
Palm oil	MYR/mt.ton	2,245	0.9	3.8	2.0								
Rubber	US\$/mt ton	108	(0.1)	(7.1)	(8.4)								
Pulp	US\$/tonne	793	N/A	(2.1)	(1.3)								
Coffee	US\$/60kgbag	94	0.2	2.5	2.3								
Sugar	US\$/MT	428	1.3	6.7	1.5								
Wheat	US\$/ton	128	(1.9)	(5.0)	(0.3)								

Source: Bloomberg





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OVERWEIGHT

Jakfin relative to JCI Index



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Danareksa research reports are also available at Reuters Multex and First Call Direct and Bloomberg.

Banking Sector

Tailwind from lower BI rate

We reiterate our OVERWEIGHT call on the banking sector after BI announced its decision to cut the BI rate by 25 bips to 7.25%. Our view is that the sector will gain traction from brisker economic growth of around 5.3% in 2016, which will support decent loans growth of around 13%, significantly better than last year's 10.5%. Among the stocks under our coverage, we have BUYs on all of them. Our top picks are BBRI and BBCA.

Government spending will favor SOE banks

The other main growth catalyst in the banking sector is acceleration of government spending, which will benefit SOE banks more than their private counterparts. With inflation to remain under control and the rupiah relatively stable after the hike in the Fed's key interest rate, Indonesia's central bank (BI) now has more room to cut interest rates further. Our economist expects Indonesian interest rates to be cut by 50 -75 bips by year-end 2016.

Government spending in several areas will benefit SOE banks differently. We note that BBRI will benefit the most from channeling subsidized micro credit (KUR), while BBTN will benefit from providing subsidized financing in the government's housing program. And most banks, in particular BMRI and BBNI, will be able to channel more loans by financing government infrastructure projects. While the loans growth of private banks will be less than that of SOE banks, BBCA, as the nation's most competitive private bank, conservatively anticipates a somewhat lower level of loans growth.

Higher loans growth in 2016

The Indonesian banking industry expects loans growth to reach around 13% in 2016, or higher than 2015's figure of around 10.5%. SOE banks are more optimistic, however, and foresee loans growth of around 15% in 2016. BBCA, as the largest bank in the private sector, has a more conservative view and expects loans growth of only around 9 - 10% in 2016. In regard to assets quality, most banks still expect NPLs to increase slightly as the economy is still recovering. The NPL ratio of the banks under our coverage ranges from 0.7% - 4.5% compared to the industry's NPL ratio of 2.7% in September 2015.

BBRI: the KUR winner

With the government targeting Rp100 tn of KUR lending in 2016, BBRI shall channel Rp69.5 tn, or about 49.6% of its micro portfolio (which stood at Rp170.2 tn as of 9M15). From that total, around 20-25% (around Rp40 tn) is micro lending with individual loans below Rp25 mn, which may potentially be cannibalized by KUR.

The new KUR will carry a lower lending rate of 19% (compared to 22% previously), but the government will provide a 10% subsidy on the interest rate. Thus, ultimately, the borrower will only pay 9% with the cost of the insurance premium of 1.5% borne by the bank. Overall, BBRI will see its margin on new KUR lending decline by 4.5%, which should, however, still be well compensated by higher KUR loans growth. Nonetheless, we foresee that the lower lending rate on KUR will inevitably reduce the overall NIM by around 0.5%.

In general, KUR is good for banks, since subsidized loans are easier to channel. Consider that banks are able to channel loans with a 19% lending rate at only 9% with the 10% interest rate differential subsidized by the government (excluding the cost of insurance). At the same time, subsidized KUR will also increase the capacity of borrowers to service their debts, increasing the quality of the loans and reducing NPLs. Over the medium to long term, this may help to provide BBRI with a huge micro client base and further strengthen its position as the nation's preeminent micro lending bank.

Besides KUR, BBRI can accelerate its loans growth by providing syndicated loans in financing SOE companies such as PLN, Pelindo and Angkasa Pura. We reiterate our BUY call on BBRI with a TP of Rp13,400, implying PBV FY16F of 2.1x.

Company	Recom.	Last price	Target price	PB	PBV		EPS CAGR (%)
				2015F	2016F	2015F	2014-16F
BBCA	BUY	13,025	15,425	3.6	3.0	21.4	8.9
BBNI	BUY	5,025	5,850	1.4	1.3	12.1	(10.7)
BBRI	BUY	11,725	13,400	2.5	2.1	23.0	3.3
BBTN	BUY	1,400	1,450	1.1	1.0	12.4	32.7
BMRI	BUY	9,350	11,450	1.8	1.6	18.2	3.8

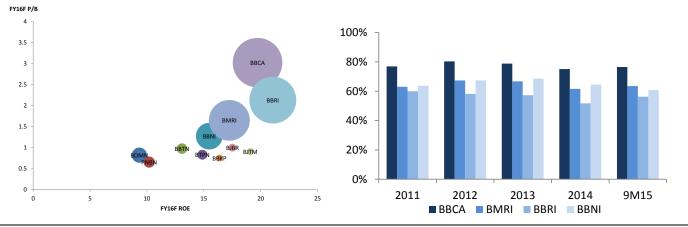
15 January 2016 Banking Sector

BBCA: excellent asset quality

BBCA holds leading position in Indonesia banking industry with approximately 10.5% of its deposits market share in 2015. We consider BBCA brand of being the "transactional bank" as the most robust in Indonesia, especially among private banks. This result in BBCA's strong pricing power and profit generation capacity. BBCA's share valuation is usually higher among peers ranging at 3.5 – 4.5x PBV versus PBV of four SOEs banks of below 3x. We believe higher valuation is justified for BBCA's strong brand equity, sound fundamental, prudent management, and respectable growth level. Besides, BBCA's second largest market capitalization in JCI is an added benefit for investor. Our TP of Rp15,325 and implies PBV FY16F of 3.6x. BUY

Exhibit 1. PBV/ROE matrix

Exhibit 2. Comparison of CASA ratio

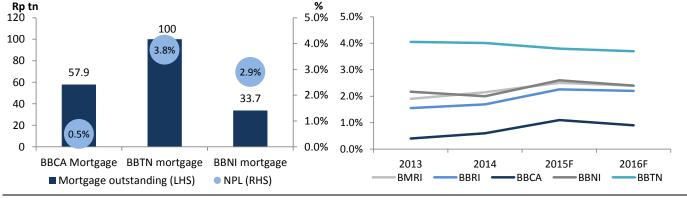


Source: Bloomberg, Danareksa Sekuritas

Source: Company

Exhibit 3. Mortgage and NPL

Exhibit 4. Comparison of NPL



Source: Company

Source: Company, Danareksa Sekuritas



MARKET NEWS

Aims Freeport shares, a consortium of mining SOE prepared USD1 bn (ID)

SOE consortium is ready to allocate USD500 million - 1 bn to acquire divested shares of Freeport Indonesia. Deputy for Restructuring and Enterprise Development Ministry of SOEs, Aloysius Kiik Ro said mining SOE consortium consists of Aneka Tambang (ANTM), Tambang Batubara Bukit Asam (PTBA), Timah (TINS), and Indonesia Asahan Aluminium (Inalum). The consortium is ready to receive further instructions from the government to acquire a 10.64% stake in Freeport worth USD1.7 bn. Apart from equity, acquisition financing sources can come from the state bank loans.

Bank Mandiri projects profit to reach Rp23 tn (BI)

BMRI is targeting net profit of Rp22 - 23 tn in 2016, which is better than last year due to better economic condition. The higher net profit will be supported by credit growth that is targeting at around 14 - 15%. Up to December 2015, BMRI credit grew by 13% yoy. Lending into infrastructure sector is going to grow significantly. NPL ratio for this year is expected to stay at around 2.5 - 2.9%.

CTRA target marketing sales grew 8.7% (ID)

Ciputra Development (CTRA) targeting marketing sales to grow by 8.7% to Rp10 tn from Rp9.2 tn in 2015. Marketing sales is supported by residential and high rise building. Currently, CTRA still waiting for the stimulus from the government, especially the BI rate cut by 1%, which is believed to be able to boost purchasing power considerably. Historically, with 1% lower on BI rate, company can increase its sales by 10-30%. In addition, in 2016, CTRA will expand 5 project which is carried over from last year.

Jokowi Decided Kertajati Airport to be Funded by State Budget (DI)

The government has decided that Kertajati airport development in Majalengka, West Java, will use the state budget to pursue a target completion in 2017. Out of the total investment valued Rp2.5tn, the government through the Ministry of Transportation will bear the Rp2tn from the state budget. With regards to land acquisition, the first phase covering an area of 1,000ha has been completed. The next phase, the acquisition of 800ha land areas, will be charged to the West Java province.

PMN Rp 34 tn still proposed (BI)

Ministry of SOEs still plans to propose state capital participation (PMN) worth Rp34.31 tn for SOE in 2015. This PMN is composed of cash amounting to Rp31.75 tn and non-cash amounting to Rp2.56 tn for 23 SOEs. However, should PMN was not agreed to by the House, then the financing alternative is issuing obligation.

Equity					w · · ·	. D. L.		(D-)	0	(D-)	=== -	41-		(-)	p	FD 4 ()			N-co	
Danareksa Valuation	Rating	Price (Rp)	Price	Mkt Cap	Net profit		EPS (Core EPS (EPS Gr		PER		EV / EBIT		PBV (,	Net Gearing	ROE
Taldalion			Target	Rp Bn	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2015
Danareksa Universe Auto				2,669,695 248,016	175,906	189,144	273.5 307.4	294.1 351.5			-1% -15%	14%	15.2	14.1	12.4	11.8 9.8	2.4 1.8	2.1		16.8
Auto Astra International	HOLD	5.875	6.700	248,016	16,781 16,050	18,063	307.4	351.5 446	370	412	-15% -16%	14% 13%	14.8 14.8	12.9	10.7	9.8 10.1	1.8	1.6	34.1	12.7
Gajah Tunggal	BUY	498	1,500	1,735	266	633	76	182	140	127	-1%	138%	6.5	2.7	4.1	4.0	0.3	0.3	95.0	4.4
Selamat Sempuma	BUY	4,580	5,300	6,594	465	493	323	342	332	352	19%	6%	14.2	13.4	8.6	7.9	4.6	3.8	net cash	36.0
Banks BCA	BUY	13,025	15,425	950,063 321,132	73,678 18,062	79,865 19,792	683.9 724	741.3 794	724	794	-1% 8%	8% 10%	12.9 18.0	11.9 16.4	NA	NA	2.3 3.6	2.0 3.0	NA	19.0 21.4
BNI	BUY	5,025	5,850	93,710	7,506	8,596	402	461	402	461	-30%	15%	12.5	10.9	NA	NA	1.4	1.3	NA	12.1
BRI	BUY	11,725	13,400	289,246	24,352	25,863	987	1,048	987	1,048	0%	6%	11.9	11.2	NA	NA	2.5	2.1	NA	23.0
Bank Tabungan Negara Bank Mandiri	BUY BUY	1,400 9,350	1,450 11,450	14,815 218,167	1,588 20,144	1,964 21,413	151 863	187 918	151 863	187 918	42% 1%	24% 6%	9.2 10.8	7.5 10.2	NA NA	NA NA	1.1 1.8	1.0 1.6	NA NA	12.4 18.2
Bank Tabungan Pensiunan	BUY	2,225	4,500	12,995	2,026	2,237	347	383	347	383	8%	10%	6.4	5.8	NA.	NA.	0.9	0.8	NA NA	15.8
Cement	HOLD	19.775		135,670 72,796	9,522 4.915	9,566 4.919	991	995 1.336	1.305	1.306	-13% -9%	0%	14.2 14.8	14.2 14.8	8.9 9.2	8.6 8.9	2.5 2.5	2.3 2.4		17.6
Indocement Semen Indonesia	BUY	19,775	21,000 12.300	72,796 62.874	4,915 4,608	4,919 4.648	1,335 777	1,336 784	1,305 761	1,306 767	-9% -17%	0% 1%	14.8	14.8	9.2 8.7	8.9	2.5	2.4	net cash 5.1	16.9 18.4
Construction		.,	,	116,339	4,375	5,514	100	126	,,,,		19%	26%	26.6	21.1	12.5	10.4	3.1	2.7		13.8
Jasa Marga	BUY	5,825	8,000	39,610	1,531	1,779	480	614	513	657	19%	28%	12.1	9.5	13.4	11.8	3.2	2.9	95.8	12.8
Wijaya Karya Pembangunan Perumahan	HOLD BUY	2,815 3,965	2,900 4,700	17,310 19,200	584 635	741 857	95 131	120 177	100 138	126 185	-5% 19%	27% 35%	29.6 30.2	23.4 22.4	12.2 11.6	9.7 9.4	3.1 5.2	2.8 3.6	28.8 25.6	11.1 20.9
Adhi Karya	BUY	2,370	2,750	8,439	397	556	111	156	123	169	22%	40%	21.3	15.2	8.0	7.5	1.7	1.6	net cash	12.1
Waskita Karya	BUY	1,725	2,150	23,413	833	1,089	61	80	61	80	19%	31%	28.1	21.5	15.0	11.3	2.6	2.4	net cash	14.2
Wika Beton Consumer	HOLD	960	1,350	8,367 413,123	396 13,419	491 14,186	45 488	56 516	46	57	32% 7%	24% 6%	21.2 30.8	17.0 29.1	11.0 18.2	8.8 17.2	3.4 7.2	2.9 6.1	net cash	17.1 25.9
Indofood CBP	BUY	13,900	13,800	81,050	3,033	3,308	520	567	520	567	16%	9%	26.7	24.5	18.5	17.4	5.1	4.6	net cash	20.3
Indofood	BUY	5,700	7,100	50,048	3,704	4,059	422	462	563	610	-5%	10%	13.5	12.3	6.2	6.0	1.8	1.6	19.5	13.8
Unilever Nippon Indosari Corpindo	SELL BUY	35,725 1,210	30,475 1.680	272,582 6,125	5,889 266	6,234 309	772 53	817 61	772 53	817 61	3% 41%	6% 16%	46.3 23.0	43.7 19.8	31.8 13.1	30.2 10.6	26.7	16.7 4.2	net cash 59.5	80.4 24.7
Mandom	BUY	16,500	21,170	3,318	526	276	2,618	1,375	279	1,373	202%	-47%	6.3	12.0	7.0	6.1	2.0	1.9	net cash	35.7
Healthcare				114,749	2,981	3,387	211	266			20%	26%	38.5	33.9	24.3	20.7	6.6	5.9		18.6
Kalbe Farma Kimia Farma	HOLD BUY	1,465 890	1,355 1,200	68,672 4,943	2,040 259	2,274 303	44 47	49 55	43 42	49 47	-1% 12%	12% 17%	33.7 18.9	30.2 16.2	22.0 12.6	19.2 11.0	6.6 2.6	5.9 2.3	net cash 0.7	20.6 13.9
Siloam Hospital	HOLD	9,275	10,500	10,723	93	134	80	116	84	127	49%	44%	115.3	80.2	20.9	16.1	6.1	5.7	16.1	5.5
Mitra Keluarga	BUY	2,090	2,995	30,411	589	676	40	46	40	45	14%	15%	51.6	45.0	45.9	38.9	9.1	8.2	net cash	22.9
Heavy Equipment Hexindo Adiperkasa	HOLD	1,135	3,650	62,501 953	6,331 220	6,015 260	1,385 262	1,316 309	238	273	14% 13%	-5% 18%	9.9 4.3	10.4 3.7	4.1 1.8	3.8 1.0	1.5 0.3	1.4 0.3	net cash	15.9 8.0
United Tractors	HOLD	16,500	18,500	61,547	6,111	5,756	1,638	1,543	1,638	1,543	14%	-6%	10.1	10.7	4.2	3.9	1.6	1.5	net cash	16.5
Mining	DI DI	404	750	58,497	6,032	4,691	76	59	=-	40	-25%	-22%	9.7	12.5	3.3	3.7	0.5	0.5		6.0
Adaro Energy Timah	BUY HOLD	464 493	750 570	14,841 3,672	2,249 101	1,577 180	70 14	49 24	70 14	49 24	9% -84%	-30% 78%	6.6 36.4	9.4 20.4	2.9 7.1	3.0 5.7	0.4	0.4	32.0 34.7	6.4 1.8
Vale Indonesia	BUY	1,420	3,700	14,110	887	1,090	89	110	89	110	-56%	23%	15.9	12.9	4.2	3.9	0.6	0.6	net cash	4.1
Aneka Tambang	BUY	310	472	7,450	(706)	(293)	(74)	(31)	(74)	(31)	-5%	-59%	(4.2)	(10.1)	12.6	11.5	0.4	0.5	13.3	-4.9
Bukit Asam Indo Tambangraya Megah	BUY HOLD	4,495 5,525	7,800 7,300	10,357 6,243	1,970 1,504	1,445 814	906 1,331	665 720	906 1,331	665 720	-2% -28%	-27% -46%	5.0 4.2	6.8 7.7	3.4 0.8	4.6 1.2	1.1 0.5	1.0 0.5	net cash net cash	21.4 14.1
Harum Energy	HOLD	675	790	1,825	28	(123)	10	(45)	10	(45)	471%	-540%	65.5	(14.9) -	4.1	9.0	0.5	0.5	net cash	0.8
Plantation	DI DI	40.450	07.100	42,654	5,510	5,938	211	227	4.750	4.700	11%	8%	7.7	7.2	4.3	3.8	1.1	1.0		14.9
Astra Agro Lestari Sampoerna Agro	BUY BUY	16,450 1,750	27,100 2,600	25,905 3,308	2,770 464	2,832 550	1,759 245	1,798 291	1,759 253	1,798 299	4% 18%	2% 19%	9.4 7.1	9.1 6.0	5.6 4.7	5.1 4.0	2.2 1.0	2.0 0.9	net cash 31.8	24.5 14.5
PP London Sumatra	HOLD	1,270	2,090	8,665	1,055	1,133	155	166	155	166	8%	7%	8.2	7.6	3.9	3.2	1.1	1.0	net cash	13.9
Salim Ivomas Pratama	BUY	302	850	4,777	1,221	1,423	77	90	87	98	33%	17%	3.9 10.8	3.4 9.4	2.9 9.5	2.5 8.3	0.3	0.3	37.6	8.2 18.8
Property Alam Sutera	BUY	332	700	95,653 6,524	8,896 1,254	10,205 1,516	87 64	99 77	73	85	-10% 15%	15% 21%	10.8 5.2	9.4 4.3	9.5 6.2	8.3 5.1	1.9 0.9	1.7 0.8	75.3	18.8 18.9
Bumi Serpong Damai	BUY	1,810	2,100	34,837	2,369	2,617	135	150	140	156	-36%	10%	13.4	12.1	11.7	10.3	2.3	2.0	net cash	16.6
Metropolitan Land	BUY HOLD	206 700	620	1,577 3,294	290 464	322 415	38 99	43	38 103	43	14% 32%	11% -11%	5.4 7.1	4.8 7.9	4.3 2.9	4.0	0.7	0.6	27.7	14.2 16.9
Surya Semesta Internusa Lippo Karawaci	BUY	1,060	1,040 1,200	3,294 24,462	1,565	1,763	99 72	88 82	103 58	93 64	-38%	-11% 13%	7.1 14.6	7.9 13.0	11.2	9.6	1.1	1.0 1.4	net cash 27.3	10.1
PP Properti	BUY	185	242	2,598	1,626	1,963	21	26	22	28	172%	27%	9.0	7.1	6.2	5.9	1.2	1.0	8.8	100.6
Summarecon Telco & Infrastructure	BUY	1,550	2,045	22,362 459,699	1,327	1,609 22,528	92 141	111 165	92	111	-5% 28%	21% 17%	16.9 23.8	13.9 20.4	12.4 6.8	10.2 6.2	4.5 3.8	3.6	57.1	29.6 17.0
XI Axiata	BUY	3.710	4.710	459,699 31.689	19,313 356	22,528 680	141 42	165 80	42	80	-140%	17% 91%	23.8 88.8	20.4 46.6	6.8	5.4	2.2	3.5 2.1	120.7	17.0 2.5
Indosat	BUY	5,400	4,200	29,343	312	588	57	108	38	89	-152%	89%	94.1	49.9	4.5	4.1	1.8	1.8	132.4	2.0
Telkom	HOLD	3,135	3,050	316,008	15,554	16,458	158	168	158	168	6%	6%	19.8	18.7	6.4	5.9	4.3	4.0	net cash	22.1
Sarana Menara Nusantara Tower Bersama	BUY HOLD	4,600 5,600	4,600 8.600	46,933 26,861	1,585 1,528	2,040 2,387	155 300	200 429	158 300	202 429	89% 9%	29% 43%	29.6 18.6	23.0 13.0	14.1 11.7	11.8 9.2	7.6 2.3	6.0 1.9	108.8 129.0	29.2 19.3
MNC Sky Vision	HOLD	1,255	1,230	8,865	(22)	375	(3)	53	(2)	1	-86%	-1776%	(396.7)	23.7	9.1	7.9	5.5	4.4	162.0	-1.4
Tranportation	DUIV	0.505	40.000	16,326 16,326	1,253	1,554 1,554	501	621 621	400	608	62%	24%	13.0	10.5	7.4	6.0	3.7 3.7	2.9 2.9	43.9	32.4
Blue Bird Utility	BUY	6,525	12,200	16,326 63,392	1,253 11,088	1,554 10,313	501 457	621 425	488	608	62% 3%	24% -7%	13.0 5.7	10.5 6.1	7.4 3.8	6.0 4.2	3.7 1.6	2.9 1.4	43.9	32.4 28.7
PGN	BUY	2,615	6,650	63,392	11,088	10,313	457	425	5,775	5,313	3%	-7%	5.7	6.1	3.8	4.2	1.6	1.4	net cash	28.7
Retail	DUP		4.050	24,088	961	1,135	37	44	407	4	-2%	18%	25.1	21.2	10.7	9.4	2.6	2.5	=0.	11.0
Mitra Adi Perkasa Ramayana	BUY SELL	3,870 580	4,650 660	6,424 4,116	161 243	275 255	97 34	166 36	107 34	175 36	117% -31%	71% 5%	39.9 16.9	23.3 16.2	7.5 8.0	6.5 7.3	2.0 1.2	1.9 1.2	72.4 net cash	5.6 7.2
Ace Hardware	HOLD	790	745	13,549	557	604	32	35	31	34	0%	9%	24.3	22.4	17.0	15.3	5.2	4.6	net cash	22.4



COVERAGE PERFORMANCE

	LEADERS												
		Price	e as on										
	Code	14-Jan-2016	13-Jan-2016	Chg, %	w-w, %	m-m, %	YTD, %	Rating					
Timah	TINS	493	463	6.5	3.8	2.1	(2.4)	HOLD					
PP London Sumatra	LSIP	1,270	1,225	3.7	1.6	-	(3.8)	HOLD					
Aneka Tambang	ANTM	310	301	3.0	5.4	7.3	(1.3)	BUY					
Bank Tabungan Negara	BBTN	1,400	1,370	2.2	4.1	9.4	8.1	BUY					
Sampoerna Agro	SGRO	1,750	1,725	1.4	4.2	16.7	2.9	BUY					
Bank Rakyat Indonesia	BBRI	11,725	11,600	1.1	4.2	9.1	2.6	BUY					
Bank Negara Indonesia	BBNI	5,025	4,985	0.8	0.8	4.9	0.7	BUY					
Astra Agro Lestari	AALI	16,450	16,375	0.5	0.3	-	3.8	BUY					
Nippon Indosari Corpindo	ROTI	1,210	1,205	0.4	0.8	3.4	(4.3)	BUY					
Alam Sutera	ASRI	332	331	0.3	(0.6)	2.2	(3.2)	BUY					

Sources: Bloomberg

	LAGGARDS												
		Price	e as on										
	Code	14-Jan-2016	13-Jan-2016	Chg, %	w-w, %	m-m, %	YTD, %	Rating					
Ramayana	RALS	580	600	(3.3)	(9.4)	(10.8)	(10.1)	SELL					
Mitra Adi Perkasa	MAPI	3,870	4,000	(3.3)	(0.6)	(0.5)	2.0	BUY					
Semen Indonesia	SMGR	10,600	10,900	(2.8)	(4.1)	1.9	(7.0)	BUY					
Blue Bird	BIRD	6,525	6,700	(2.6)	(5.8)	(8.1)	(8.1)	BUY					
Indofood	INDF	5,700	5,850	(2.6)	0.9	16.6	10.1	BUY					
Indocement	INTP	19,775	20,250	(2.3)	(6.3)	(2.6)	(11.4)	HOLD					
Indo Tambangraya Megah	ITMG	5,525	5,650	(2.2)	(4.7)	(4.3)	(3.5)	HOLD					
Jasa Marga	JSMR	5,825	5,950	(2.1)	0.9	23.3	11.5	BUY					
Adaro Energy	ADRO	464	473	(1.9)	(4.3)	0.2	(9.9)	BUY					
Perusahaan Gas Negara	PGAS	2,615	2,665	(1.9)	2.1	8.7	(4.7)	BUY					

Sources: Bloomberg





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