

**FLASH NOTES**

**Ciputra Development: One-off gains boost profits**  
 (CTRA IJ. Rp1,215. BUY. TP Rp1,530)

**Matahari Putra Prima: 1Q17 below expectation** (MPPA IJ.  
 IDR975. SELL. TP IDR990)

**MARKET NEWS**
**Macroeconomy**

- Nikkei PMI suggests a turnaround in the economy

**Sector**

- Consumer: Flour demand is expected to increase by 10% approaching Ramadhan and Lebaran
- Banking: higher undisbursed loans

**Corporate**

- Bank Tabungan Negara: received IDR2tn of bilateral loans
- Bank Rakyat Indonesia: to open a Hong Kong branch in 2018
- Ramayana Lestari Sentosa: expects revenues to grow by 12.4% yoy in April 2017
- Sido Muncul: to boost production of Tolak Angin

**KEY INDEX**

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
<b>Asean - 5</b>				
Indonesia	5,676	(0.2)	7.2	444
Thailand	1,564	(0.1)	1.4	1,015
Philippines	7,703	0.5	12.6	141
Malaysia	1,778	0.6	8.3	669
Singapore	3,211	1.1	11.5	1,050
<b>Regional</b>				
China	3,144	(0.3)	1.3	34,085
Hong Kong	24,696	0.3	12.3	8,996
Japan	19,446	0.7	1.7	11,637
Korea	2,220	0.6	9.5	5,171
Taiwan	9,941	0.7	7.4	3,325
India	29,921	0.0	12.4	633
NASDAQ	6,095	0.1	13.2	84,376
Dow Jones	20,950	0.2	6.0	8,310

**CURRENCY AND INTEREST RATE**

		Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah	Rp/1US\$	13,312	(0.2)	0.1	1.2
SBI rate	%	5.90	-	-	(1.3)
10y Gov	Indo bond	7.05	(0.0)	0.0	(0.9)

**HARD COMMODITY**

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	79	(0.5)	(2.2)	(10.6)
Gold	US\$/toz	1,257	0.1	0.3	9.1
Nickel	US\$/mt.ton	9,463	0.6	(5.0)	(5.0)
Tin	US\$/mt.ton	20,015	0.1	(1.1)	(5.6)

**SOFT COMMODITY**

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	1,869	(1.7)	(12.9)	(13.0)
Corn	US\$/mt.ton	135	0.7	1.0	4.3
Oil (WTI)	US\$/barrel	48	0.8	(4.3)	(10.5)
Oil (Brent)	US\$/barrel	50	(2.1)	(4.5)	(11.2)
Palm oil	MYR/mt.ton	2,631	(2.2)	(8.9)	(17.7)
Rubber	US\$/kg	160	1.3	(16.5)	(17.2)
Pulp	US\$/tonne	845	N/A	2.3	4.5
Coffee	US\$/60kgbag	124	2.1	(9.4)	(18.6)
Sugar	US\$/MT	453	(1.5)	(5.2)	(13.7)
Wheat	US\$/ton	124	(0.4)	3.4	4.5

Source: Bloomberg

**FLASH NOTES**
**CTRA: One-off gains boost profits**

(CTRA IJ. Rp1,215. BUY. TP Rp1,530)

**One-off gains save its 1Q17 performance**

- CTRA recorded net profits of IDR216bn in 1Q17, up 12.4%yoy, or reaching 22.4% of our full year forecast (INLINE) and 17.9% of the consensus (BELOW).
- The sluggish performance was mainly attributable to: (i) slow revenues recognition which resulted in 7.6%yoy lower development revenues, (ii) a higher contribution from lower-margin Joint Operation projects (compared to direct-owned projects), which squeezed the gross margin by 2.6ppt.
- Nonetheless, CTRA's net profits still rose by 12.4% yoy thanks to one-off gains from the disposal of its 30% stake in Citra Mitra Digdaya worth IDR65.9bn. Should we exclude the one-off gains, then CTRA would only record net profits of IDR167bn in 1Q17, down by 13.2%yoy. Note that CTRA has restated its 1Q16 financial performance to include the proforma impact from the merger.

**Lower gearing thanks to debt repayment**

In 1Q17, CTRA's gearing stood at 49.2%, down by 2.7ppt, thanks to: (i) lower bonds outstanding arising from the repayment of the maturing IDR200bn Ciputra Residence I bonds, (ii) lower notes payables outstanding following the tender offer of notes amounting to SGD18mn. This year, we expect the company to reduce its gearing further given the limited capital expenditure allocation in 2017.

**Maintain BUY with an unchanged target price**

We maintain our forecast and our BUY recommendation on CTRA with an unchanged target price of Rp1,530 (SOTP based valuation with WACC of 13.0%, Terminal value of 4.0%, 50% discount to NAV). CTRA currently trades at a 60.4% discount to NAV.

in Rp bn, unless stated	1Q16	4Q16	1Q17	qoq, %	yoy, %	1Q16	1Q17	yoy, %	2017F*	A/F,%*	2017F**	A/F,%**
Sales	1,305	2,320	1,271	(45.2)	(2.6)	1,305	1,271	(2.6)	6,884	18.5% <span style="color: green;">▲</span>	7,626	16.7%
COGS	(651)	(1,169)	(667)	(43.0)	2.5	(651)	(667)	2.5	(3,583)	18.6%		
Gross profit	654	1,151	604	(47.5)	(7.7)	654	604	(7.7)	3,301	18.3%		
Operating expenses	(321)	(424)	(316)	(25.4)	(1.5)	(321)	(316)	(1.5)	(1,513)	20.9%		
Operating profit	333	727	288	(60.4)	(13.7)	333	288	(13.7) <span style="color: green;">▲</span>	1,788	16.1% <span style="color: green;">▲</span>	2,141	13.4%
Other income/(expenses)	(58)	(123)	15	(112.4)	(126.2)	(58)	15	(126.2)	(317) <span style="color: green;">▲</span>	-4.8%	(339)	-4.5%
Pre-tax profit	277	603	300	(50.3)	8.3	277	300	8.3	1,471	20.4% <span style="color: green;">▲</span>	1,802	16.6%
Net profit	192	383	216	(43.5)	12.4	192	216	12.4	965	22.4% <span style="color: green;">▲</span>	1,208	17.9%
Gross margin (%)	50.1	49.6	47.5	(2.1)	(2.6)	50.1	47.5 <span style="color: green;">▲</span>	(2.6)	48.0		-	
Opex to sales (%)	(24.6)	(18.3)	(24.9)	(6.6)	(0.3)	(24.6)	(24.9) <span style="color: green;">▲</span>	(0.3)	(22.0)		-	
Operating margin (%)	25.6	31.3	22.7	(8.7)	(2.9)	25.6	22.7 <span style="color: green;">▲</span>	(2.9)	26.0		28.1	
Net margin (%)	14.8	16.5	17.0	0.5	2.3	14.8	17.0 <span style="color: green;">▲</span>	2.3	14.0		15.8	

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**FLASH NOTES**
**Matahari Putra Prima: 1Q17 below expectation**

(MPPA IJ. IDR975. SELL. TP IDR990)

- MPPA booked net loss of IDR176.7bn (1Q16: net loss IDR102.9bn; 4Q16: net profit IDR5.9bn), significantly decreased compared to the previous year. This has mainly due to sluggish 1Q17 revenue combined with significantly higher operating expense.
- **Sluggish 1Q17 revenue.** The 1Q17 revenue decreased to IDR3,1tn (-3.5% yoy; -1.0% qoq), translating to 22% of our FY17 forecast, slightly below expectation as historically 1Q revenue achieves 22.7%. Direct purchase, which contributed 95% of revenue, fell by -3.6% yoy and -1.0% qoq. This is due to sluggish purchasing power and tight competition.
- **1Q17 gross margin improved, yet opex jumped resulting 1Q17 operating loss.** 1Q17 gross margin improved to 14.0% (1Q16: 13.3%; 4Q16: 19.3%), mainly due to better DP gross margin. However, opex has significantly jumped mainly due to rental, which contributed 25% of opex, jumped by 15% yoy and 19.3% qoq. Meanwhile, salaries, which contributed 38.4% of opex, also increased by 3.7% yoy. As the result, MPPA booked 1Q17 operating loss, translating to -6.9% operating margin (1Q16: -2.7%; 4Q16: 2.6%).
- **1Q17 pretax margin compressed.** This filter through to lower 1Q17 pretax margin to -7.7% (1Q16: -3.3%; 4Q16: 2.1%). Despite tax benefit, 1Q17 net margin still compressed to -5.7% (1Q16: -3.2%; 4Q16: 0.2%).
- **Outlook.** We reaffirm our SELL recommendation on MPPA. Currently, we are reviewing our forecast. The stock is trading at 58x P/E 2017F.

**Exhibit 1. MPPA' 1Q17 earnings – below expectation**

Financial performance	1Q16	4Q16	1Q17	QoQ,%	YoY,%	1Q16	1Q17	YoY,%	2017F	A/F,%
Revenue, IDRbn	3,214	3,133	3,101	(1.0)	(3.5)	3,214	3,101	(3.5)	13,903	22
Gross profit, IDRbn	428	604	433	(22.2)	1.2	428	433	1.2	2,346	18
Operating profit, IDRbn	(87)	80	(215)	n/a	n/a	(87)	(215)	n/a	173	n/a
Pretax profit, IDRbn	(106)	66	(238)	n/a	n/a	(106)	(238)	n/a	136	n/a
Net profit, IDRbn	(103)	6	(177)	n/a	n/a	(103)	(177)	n/a	109	Na
Gross Margin, %	13.3	19.3	14.0			13.3	14.0			
Operating Margin, %	(2.7)	2.6	(6.9)			(2.7)	(6.9)			
Pretax Margin, %	(3.3)	2.1	(7.7)			(3.3)	(7.7)			
Net Margin, %	(3.2)	0.2	(5.7)			(3.2)	(5.7)			

Source: Danareksa Sekuritas

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## MARKET NEWS

### MACROECONOMY

#### **Nikkei PMI suggests a turnaround in the economy**

The Nikkei Purchasing Managers Index (PMI) rose to 51.2 in April 2017 from 50.5 in March. The increase in the PMI to above 50 indicates expansion in the manufacturing sector. This suggests a stronger economy, which may explain why Japanese demand for Indonesian products has recently increased - the first time since September 2016. (Bisnis Indonesia)

### SECTOR

#### **Consumer: Flour demand is expected to increase by 10% approaching Ramadhan and Lebaran**

The Association of Indonesian Flour Producers (Aptindo) says that flour demand has been increasing since March. Furthermore, demand is also expected to increase by around 10% nearing Ramadhan and Lebaran. Assuming 5-7% higher production each year, flour domestic production is expected to reach 6.4mn/ tons in 2017 with monthly demand of 535,000 tons/ month. However, Aptindo also said that there would be no price increases. This year, the total domestic installed flour production capacity will reach 11.4mn tons from 30 companies. Wheat imports - as the raw material for flour - are expected to increase by 5-6% yoy, lifted by the entrance of new producers and higher production capacity of existing players. The Association of Indonesia's Food and Beverages' Entrepreneurs (GAPPMI) also predicted that demand for wheat-based food, such as noodles and cookies, would increase by 30-50% nearing Ramadhan and Lebaran. (Kontan)

#### **Banking: higher undisbursed loans**

The total undisbursed loans in the country's 10 largest banks reached IDR695.7tn or 30.48% of total loans. 84.64% of the undisbursed loans are loans to private non-SOE creditors. The amount of undisbursed loans is up 8.61% yoy. (Kontan)

### CORPORATE

#### **Bank Tabungan Negara: received IDR2tn of bilateral loans**

In the first quarter of 2017, BTN received IDR2tn of bilateral loans from ICBC, PT BCA and PT SMF. The bank hopes to obtain IDR18tn of long-term financing by the end of this year coming from bond issuances (IDR5tn), assets securitization (IDR1tn), bilateral loans and NCD issuance. (Bisnis Indonesia)

#### **Bank Rakyat Indonesia: to open a Hong Kong branch in 2018**

BRI is preparing to open a Hong Kong branch. The company is completing the requirements of the Hong Kong Monetary Authority. Currently, BRI has three overseas branches in New York, the Cayman Islands and Singapore. According to Haru Koesmahargyo, the CFO of BRI, the capital needed to open this branch is less than IDR1tn. (Bisnis Indonesia)

#### **Ramayana Lestari Sentosa: expects revenues to grow by 12.4% yoy in April 2017**

Despite flattish 1Q17 yoy revenues growth, the management expects revenues to grow by 12.4% yoy in April 2017, supported by the company's effective transformation strategy. For the full year, the management still expects overall revenues to grow by about 8% yoy. (Company's press release)

*Comment: We currently forecast 5.4% yoy revenues growth in 2017, below the management's forecast. (Adeline)*

#### **Sido Muncul: to boost production of Tolak Angin**

Sido Muncul (SIDO) is targeting 15% revenues growth in 2017. This target will be supported by ASP increases on several main products such as Tolak Angin and Kuku Bima, higher production capacity, efficiency programs, and higher sales to the Philippines. (Kontan)

**DANAREKSA VALUATION GUIDE**

	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)		Net Gearing		ROE	
					2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017
<b>Danareksa Universe</b>				<b>3,338,488</b>	<b>159,254</b>	<b>186,515</b>	<b>256.0</b>	<b>299.8</b>			<b>9%</b>	<b>17%</b>	<b>21.0</b>	<b>17.9</b>	<b>24.8</b>	<b>21.4</b>	<b>3.1</b>	<b>2.8</b>			<b>15.8</b>	<b>16.2</b>
<b>Auto</b>				<b>364,352</b>	<b>15,156</b>	<b>18,975</b>	<b>304.8</b>	<b>381.6</b>			<b>5%</b>	<b>25%</b>	<b>24.0</b>	<b>19.2</b>	<b>16.8</b>	<b>13.8</b>	<b>2.6</b>	<b>2.3</b>			<b>11.4</b>	<b>12.8</b>
Astra International	HOLD	9,000	9,000	364,352	15,156	18,975	374	469	334	449	5%	25%	24.0	19.2	16.8	13.8	2.6	2.3	29.7		11.4	12.8
<b>Banks</b>				<b>1,179,848</b>	<b>78,703</b>	<b>93,624</b>	<b>772.4</b>	<b>918.8</b>			<b>5%</b>	<b>19%</b>	<b>15.0</b>	<b>12.6</b>	<b>2.3</b>	<b>2.0</b>	<b>2.3</b>	<b>2.0</b>			<b>16.9</b>	<b>16.8</b>
BCA	BUY	17,900	18,300	441,325	20,606	22,682	836	920	836	920	14%	10%	21.4	19.5	N/A	N/A	3.9	3.4			N/A	20.4
BNI	HOLD	6,425	6,700	119,818	10,994	14,036	590	753	590	753	21%	28%	10.9	8.5	N/A	N/A	1.3	1.2			N/A	13.3
BRI	BUY	13,050	15,000	321,933	26,092	31,100	1,058	1,261	1,058	1,261	3%	19%	12.3	10.4	N/A	N/A	2.2	1.9			N/A	20.1
Bank Tabungan Negara	BUY	2,300	2,400	24,357	2,200	2,572	208	243	208	243	19%	17%	11.1	9.5	N/A	N/A	1.3	1.0			N/A	13.6
Bank Mandiri	HOLD	11,675	11,500	272,417	18,811	23,234	612	756	612	756	-30%	24%	19.1	15.4	N/A	N/A	1.7	1.6			N/A	13.8
<b>Cement</b>				<b>142,638</b>	<b>8,637</b>	<b>5,571</b>	<b>444</b>	<b>286</b>			<b>-6%</b>	<b>-35%</b>	<b>16.5</b>	<b>25.6</b>	<b>11.8</b>	<b>13.5</b>	<b>2.4</b>	<b>2.4</b>			<b>15.5</b>	<b>9.4</b>
Indocement	SELL	16,150	13,000	59,452	3,870	2,513	1,051	683	1,045	677	-11%	-35%	15.4	23.7	10.8	12.6	2.3	2.2			net cash	15.5
Semen Indonesia	SELL	8,800	8,000	52,197	4,522	2,907	762	490	724	480	0%	-36%	11.5	18.0	8.4	9.8	1.8	1.7			11.8	16.3
Semen Baturaja	SELL	3,150	390	30,989	245	150	25	15	25	15	-31%	-39%	126.5	206.6	77.3	67.8	9.9	9.5			16.0	8.1
<b>Cigarettes</b>				<b>573,538</b>	<b>18,145</b>	<b>19,608</b>	<b>153</b>	<b>166</b>			<b>8%</b>	<b>8%</b>	<b>31.6</b>	<b>29.3</b>	<b>21.4</b>	<b>19.7</b>	<b>7.9</b>	<b>7.3</b>			<b>25.4</b>	<b>25.9</b>
Gudang Garam	BUY	67,150	79,500	129,203	6,342	6,860	3,296	3,565	3,296	3,565	-1%	8%	20.4	18.8	12.6	11.7	3.3	2.9			46.6	16.4
HM Sampoerna	HOLD	3,820	3,850	444,335	11,803	12,749	101	110	101	109	14%	8%	37.6	34.9	27.9	25.5	13.3	12.9			net cash	36.1
<b>Construction</b>				<b>132,198</b>	<b>6,753</b>	<b>8,712</b>	<b>90</b>	<b>117</b>			<b>39%</b>	<b>29%</b>	<b>19.6</b>	<b>15.2</b>	<b>10.5</b>	<b>8.7</b>	<b>2.4</b>	<b>2.1</b>			<b>14.6</b>	<b>14.7</b>
Wijaya Karya	BUY	2,320	3,900	20,810	906	1,190	101	133	101	133	45%	31%	23.0	17.5	8.3	6.3	1.8	1.7			net cash	11.6
Pembangunan Perumahan	BUY	2,970	5,700	18,414	967	1,295	200	267	211	298	31%	34%	14.9	11.1	9.0	6.9	3.5	2.9			net cash	20.2
Adhi Karya	BUY	2,210	3,500	7,869	703	986	208	292	216	303	52%	40%	10.6	7.6	5.8	4.5	1.2	1.0			net cash	12.2
Wasita Karya	BUY	2,350	3,700	31,898	1,688	2,344	124	173	124	173	61%	39%	18.9	13.6	13.7	9.7	2.9	2.4			20.2	16.4
Wasita Beton	BUY	505	770	13,312	547	788	21	30	21	30	64%	44%	24.3	16.9	14.2	10.9	1.9	1.7			net cash	13.1
Wika Beton	BUY	730	1,300	6,362	268	362	31	42	31	42	54%	35%	23.7	17.6	12.6	9.1	2.6	2.3			net cash	11.5
Jasa Marga	BUY	4,620	6,300	33,531	1,674	1,747	246	257	250	261	14%	4%	18.8	18.0	10.8	11.4	2.8	2.5			115.0	15.1
<b>Consumer</b>				<b>494,484</b>	<b>11,748</b>	<b>13,054</b>	<b>567</b>	<b>630</b>			<b>29%</b>	<b>11%</b>	<b>42.1</b>	<b>37.9</b>	<b>33.8</b>	<b>30.4</b>	<b>20.9</b>	<b>20.3</b>			<b>50.4</b>	<b>54.4</b>
Indofood	BUY	8,425	9,650	73,975	4,141	4,712	472	537	463	532	40%	14%	17.9	15.7	8.3	7.6	2.5	2.3			25.8	14.6
Indofood CBP	BUY	8,550	10,850	99,709	3,714	4,293	319	368	319	368	24%	16%	26.8	23.2	18.9	16.4	6.0	5.9			net cash	22.5
Unilever	BUY	45,300	47,000	345,639	6,490	7,026	851	921	851	921	11%	8%	53.3	49.2	37.9	34.8	66.7	63.1			31.6	129.7
Kino Indonesia	SELL	2,310	2,800	3,300	190	198	133	138	131	137	-43%	4%	17.4	16.7	11.1	9.9	1.7	1.6			3.2	10.3
Mayora Indah	HOLD	2,050	2,100	45,835	1,354	1,537	61	69	62	69	11%	13%	33.8	29.8	17.3	15.6	7.4	6.2			32.2	24.1
<b>Healthcare</b>				<b>84,512</b>	<b>2,538</b>	<b>2,803</b>	<b>98</b>	<b>108</b>			<b>12%</b>	<b>9%</b>	<b>33.3</b>	<b>30.2</b>	<b>21.5</b>	<b>19.1</b>	<b>6.0</b>	<b>5.3</b>			<b>19.3</b>	<b>18.8</b>
Kalbe Farma	BUY	1,515	1,750	71,016	2,258	2,501	48	53	48	53	13%	11%	31.4	28.4	20.0	18.0	6.0	5.3			net cash	20.2
Kimia Farma	SELL	2,430	1,510	13,496	279	302	50	54	48	52	12%	8%	48.3	44.7	32.8	27.3	6.5	5.8			33.7	14.3
<b>Heavy Equipment</b>				<b>96,984</b>	<b>5,002</b>	<b>6,468</b>	<b>1,341</b>	<b>1,734</b>			<b>30%</b>	<b>29%</b>	<b>19.4</b>	<b>15.0</b>	<b>8.6</b>	<b>6.1</b>	<b>2.5</b>	<b>2.2</b>			<b>13.4</b>	<b>15.8</b>
United Tractors	BUY	26,000	30,000	96,984	5,002	6,468	1,341	1,734	1,341	1,734	30%	29%	19.4	15.0	8.6	6.1	2.5	2.2			net cash	13.4
<b>Mining</b>				<b>157,082</b>	<b>6,767</b>	<b>9,532</b>	<b>85</b>	<b>120</b>			<b>70%</b>	<b>41%</b>	<b>23.2</b>	<b>16.5</b>	<b>7.6</b>	<b>6.1</b>	<b>1.4</b>	<b>1.3</b>			<b>6.0</b>	<b>8.2</b>
Adaro Energy	BUY	1,720	1,900	55,016	3,615	4,282	113	134	113	134	76%	18%	15.2	12.8	5.4	4.5	1.3	1.3			14.2	9.1
Timah	BUY	925	1,250	6,889	177	371	24	50	24	50	74%	110%	38.9	18.6	11.0	8.0	1.2	1.2			26.6	3.2
Vale Indonesia	HOLD	2,260	2,800	22,456	222	480	22	48	22	48	-67%	116%	101.1	46.8	9.1	7.8	0.9	0.9			net cash	0.9
Aneka Tambang	HOLD	685	900	16,461	(307)	(147)	(13)	(6)	(13)	(6)	-79%	-52%	(53.7)	(111.8)	22.3	19.9	0.9	0.9			18.0	(1.7)
Bukit Asam	BUY	12,350	14,500	28,456	1,446	2,498	665	1,149	665	1,149	-29%	73%	18.6	10.8	12.9	7.3	2.9	2.4			net cash	15.2
Indo Tambangraya Megah	HOLD	18,625	15,800	21,045	1,363	1,661	1,207	1,470	1,207	1,470	64%	22%	15.4	12.7	5.7	4.9	1.8	1.8			net cash	12.0
Harum Energy	SELL	2,500	2,000	6,759	249	388	92	144	92	144	-196%	56%	27.1	17.4	9.2	6.0	1.8	1.7			net cash	6.6
<b>Property</b>				<b>113,570</b>	<b>4,954</b>	<b>7,104</b>	<b>41</b>	<b>59</b>			<b>-19%</b>	<b>43%</b>	<b>22.9</b>	<b>16.0</b>	<b>13.4</b>	<b>11.2</b>	<b>2.2</b>	<b>1.9</b>			<b>10.1</b>	<b>12.7</b>
Alam Sutera	HOLD	346	380	6,799	822	1,360	42	69	52	77	38%	65%	8.3	5.0	9.3	6.4	1.0	0.8			88.9	12.1
Bumi Serpong Damai	BUY	1,775	2,200	34,163	1,669	2,702	87	140	128	188	-22%	62%	20.5	12.6	13.0	9.2	1.7	1.5			12.8	8.5
Ciptura Development	BUY	1,215	1,530	22,551	631	917	41	49	36	42	-41%	21%	29.7	24.6	14.2	14.0	2.6	1.8			43.6	7.3
Pakuw on Jati	BUY	635	700	30,581	1,757	2,036	36	42	34	40	39%	16%	17.4	15.0	12.8	11.6	3.5	2.9			29.6	21.8
Summarecon	HOLD	1,350	1,300	19,476	74	89	5	6	14	17	-91%	20%	261.5	218.6	18.7	18.5	3.3	3.3			92.8	1.2
<b>Retail</b>				<b>83,795</b>	<b>3,389</b>	<b>3,868</b>	<b>99</b>	<b>113</b>			<b>14%</b>	<b>14%</b>	<b>24.7</b>	<b>21.7</b>	<b>14.0</b>	<b>12.7</b>	<b>5.8</b>	<b>5.4</b>			<b>24.9</b>	<b>25.8</b>
Mitra Adi Perkasa	HOLD	6,325	5,800	10,500	196	291	119	181	119	181	176%	52%	53.2	35.0	10.0	9.6	3.4	3.1			84.4	6.4
Ramayana	BUY	1,305	1,700	9,260	396	482	56	68	54	68	18%	22%	23.2	19.1	18.6	16.3	2.6	2.5			net cash	11.6
Matahari Department Store	SELL	1																				

**COVERAGE PERFORMANCE**
**LEADERS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		2-May-17	28-Apr-17					
Matahari Putra Prima	MPPA	975	945	3.2	5.4	(11.4)	(34.1)	SELL
Ramayana	RALS	1,305	1,275	2.4	16.0	16.0	9.2	BUY
Vale Indonesia	INCO	2,260	2,220	1.8	5.1	(2.2)	(19.9)	HOLD
Unilever	UNVR	45,300	44,500	1.8	(0.5)	3.2	16.8	BUY
Pakuwon Jati	PWON	635	625	1.6	4.1	5.8	12.4	BUY
Matahari Department Store	LPPF	14,800	14,600	1.4	11.3	9.6	(2.1)	SELL
Bank Rakyat Indonesia	BBRI	13,050	12,900	1.2	1.0	0.2	11.8	BUY
Gudang Garam	GGRM	67,150	66,400	1.1	4.6	0.7	5.1	BUY
Mayora Indah	MYOR	2,050	2,030	1.0	2.5	(2.4)	24.6	HOLD
Bank Central Asia	BBCA	17,900	17,750	0.8	2.4	8.0	15.5	BUY

Sources: Bloomberg

**LAGGARDS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		2-May-17	28-Apr-17					
Semen Baturaja	SMBR	3,150	3,530	(10.8)	(8.7)	(8.4)	12.9	SELL
Pembangunan Perumahan	PTPP	2,970	3,180	(6.6)	(7.5)	(10.0)	(22.0)	BUY
Ciputra Development	CTRA	1,215	1,280	(5.1)	(6.5)	(1.6)	(9.0)	BUY
Indocement	INTP	16,150	16,950	(4.7)	0.9	(3.9)	4.9	SELL
Kalbe Farma	KLBF	1,515	1,585	(4.4)	(4.1)	(2.6)	-	BUY
Kino Indonesia	KINO	2,310	2,400	(3.8)	(6.1)	(5.7)	(23.8)	SELL
United Tractors	UNTR	26,000	26,900	(3.3)	(3.4)	(6.6)	22.4	BUY
Adaro Energy	ADRO	1,720	1,775	(3.1)	(6.5)	(4.7)	1.5	BUY
Harum Energy	HRUM	2,500	2,570	(2.7)	(0.8)	1.2	16.8	SELL
Ace Hardware	ACES	910	935	(2.7)	1.1	7.1	9.0	SELL

Sources: Bloomberg

**PREVIOUS REPORTS**

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- Automotive Sector: IIMS 2017: Fewer new car launches, Summarecon Agung: Solid 1Q17 results, Ace Hardware Indonesia: 1Q17 result in-line with our expectations, Adhi Karya: 1Q17 earnings reach only 1.9% of our full year target, Aneka Tambang: Weak production volume dragged down quarterly net, Charoen Pokphand Indonesia: Weak 1Q17 results, Erajaya Swasembada: Good 1Q17 results, Harum Energy: 1Q17- Sturdy coal prices improved earnings, Kino Indonesia: Poor 1Q17 earnings on negative top line growth with continued high opex, Mayora Indah: 1Q17 earnings grow 12% thanks to lower forex losses, Pakuwon Jati: Solid revenues growth but lower profits, Pembangunan Perumahan: 1Q17 net income grew 32.6%yoy), Ramayana Lestari Sentosa: 1Q17 below expectation, UNVR: 1Q17 – Above Expectations, Waskita Karya: 1Q17 earnings jumped 219.4%yoy [Snapshot20170502](#)
- Vale Indonesia: Expect production recovery in the next quarters, Semen Baturaja: Solid 1Q sales, Adaro Energy: 1Q17: Higher rainfall hit coal production, Indofood CBP: 1Q17: Inline, Indofood Sukses Makmur: 1Q17 earnings in line with our forecast, Jasa Marga: 1Q17 earnings above our forecast and the consensus [Snapshot20170428](#)

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