

FROM EQUITY RESEARCH

RAMAYANA LESTARI SENTOSA: Time to dive in (RALS IJ. IDR940. BUY. TP IDR1,130)

We upgrade our recommendation on RALS from NEUTRAL to BUY at maintained TP IDR1,130, trading at 17.8x P/E 2018F. We think, there will be no better time to collect the stock since most of the expected sluggish 2017F results has been priced and the stock price has fallen deep, in our view. Taking advantage of the pre-elective year next year, we continue to estimate better performance in 2018F. BUY!

PLANTATIONS: Aug-17 Malaysia Palm Oil Statistics

Based on the latest MPOB data, Malaysia's palm oil stockpile increased further to 1.94mn tons (+32.6% YoY, +8.8% MoM) from 1.79mn tons in Jul-17. Despite the increase, the 1.94mn tons figure is still below consensus expectations of 2.0mn tons, mainly as a result of stronger-than-expected palm oil exports.

MARKET NEWS

Sector

- Retail: Indonesia's retail sales up by 5.3% yoy in August 2017
- Poultry: Fourth culling
- Poultry: August DOC and broiler ASP

Corporate

- Telkom Indonesia: Announced completion of Telkom-1 connectivity recovery
- Waskita Karya: Forms a partnership with KAI to develop TOD
- Waskita Toll Road plans to conduct a private placement as the last option for funds raising

KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
Asean - 5				
Indonesia	5,872	0.3	10.9	334
Thailand	1,638	0.1	6.1	1,630
Philippines	8,049	0.3	17.7	100
Malaysia	1,783	0.2	8.6	540
Singapore	3,229	(0.0)	12.1	645
Regional				
China	3,376	0.3	8.8	48,924
Hong Kong	27,955	1.0	27.1	11,441
Japan	19,546	1.4	2.3	9,692
Korea	2,367	0.3	16.8	4,067
Taiwan	10,572	(0.4)	14.3	4,378
India	31,882	0.6	19.7	597
NASDAQ	6,432	1.1	19.5	83,042
Dow Jones	22,057	1.2	11.6	9,220

CURRENCY AND INTEREST RATE

		Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah	Rp/1US\$	13,156	1.4	1.5	2.4
SBI rate	%	5.90	-	-	(1.3)
10y Gov	Indo bond	6.40	(0.2)	(0.5)	(1.6)

HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	100	1.1	3.9	12.6
Gold	US\$/toz	1,327	(0.0)	3.0	15.2
Nickel	US\$/mt.ton	11,693	1.5	10.1	17.3
Tin	US\$/mt.ton	20,880	1.0	2.3	(1.5)

SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	1,967	1.1	(4.4)	(8.5)
Corn	US\$/mt.ton	124	0.3	(5.7)	(4.0)
Oil (WTI)	US\$/barrel	48	(0.0)	(1.6)	(10.5)
Oil (Brent)	US\$/barrel	54	0.1	3.3	(5.2)
Palm oil	MYR/mt.ton	2,761	1.0	6.1	(13.7)
Rubber	US\$/kg	168	(0.5)	11.6	(13.2)
Pulp	US\$/tonne	896	N/A	0.5	10.7
Coffee	US\$/60kgbag	125	0.1	(3.5)	(18.8)
Sugar	US\$/MT	34	0.6	3.8	3.7
Wheat	US\$/ton	377	0.7	3.5	(28.1)

Source: Bloomberg

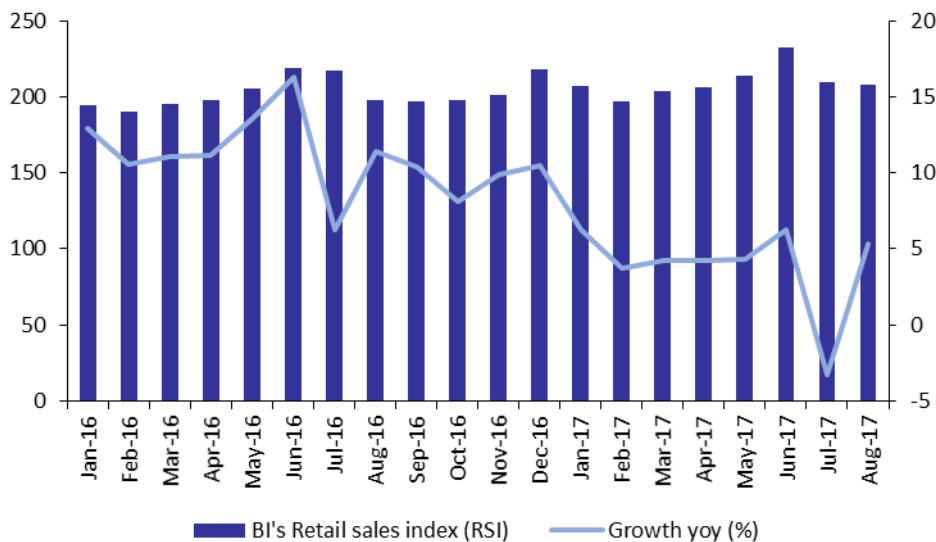
MARKET NEWS

SECTOR

Retail: Indonesia's retail sales up by 5.3% yoy in August 2017

According to a central bank survey, Indonesia's retail sales in August rose by 5.3% yoy although in July, the retail sales index declined 3.3% yoy – the first contraction in nearly six years. In June, retail sales grew 6.3% yoy. Respondents in the survey said sales of food and beverages as well as home furnishing and electronic appliances were particularly weak in July. Consumption has been weak in Indonesia this year. Traditionally, sales are strong ahead of the holidays at the end of the Muslim fasting month, followed by a period of weak consumption. This year, the fasting month ended in late June. Respondents expect pressures on prices to increase in the next three to six months, but they also expect better sales by January 2018. (Reuters)

Exhibit 1. BI's retail sales index



Source: Bank Indonesia

Poultry: Fourth culling

Following up the meeting results on Tuesday, 5 September 2017, attended by a commission of experts (the Poultry Assistance Team and Chicken Supply-Demand Analyst Team), and the Livestock Breeds and Production Director's Official Memo No. 05003/TU.020/F2.5/09/2017, in order to keep the stability of DOC FS Broiler supply-demand so that the broiler ASP in September and October is stable at the farmers' level and in accordance with the reference price, the following are needed:

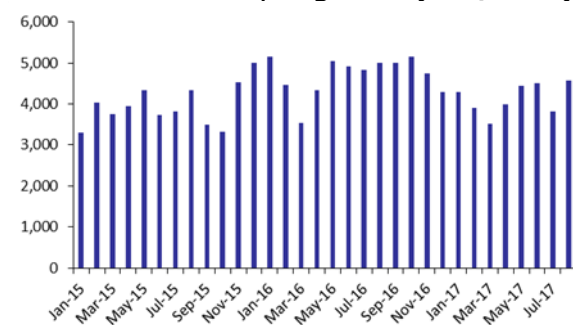
1. Maintaining live bird price stability in the Suro and Safar months (October and November) when the demand for live birds tends to decline. As such, the adjustment of DOC FS Broiler production needs to be done in September and October 2017.
2. In accordance with the Supply-Demand analysis on FS DOC done by the Analyst Team and Assistance Team on 5 September 2017 in Jakarta, the FS DOC supply condition in October and November was in a state of oversupply by 2 million birds per week if compared to the demand.
3. As such, Agriculture Ministerial Decree No. 3035 Year 2017 will be reapplied with an adjustment in DOC production through FS Hatching Egg (HE) setting as much as 2.4million eggs per week.
4. Considering that live bird price fluctuations frequently occurred in Java, the FS DOC production adjustment will only be conducted in Java. The adjustment will affect the live bird price stability at the national level.
5. As such, each breeder needs to reduce the FS HE setting by 6% per-week from the total DOC production which will be produced, to be done starting on 12 September – 21 October 2017.
6. In order to avoid turmoil among commercial layer farmers, the FS Hatching Egg (HE) which do not hatch are prohibited from being traded in traditional markets.

7. The FS DOC production adjustment result per week should immediately be reported to the Livestock Breeds and Production Directorate by attaching the weekly Setting FS HE reduction Record.
 (Company)

Poultry: August DOC and broiler ASP

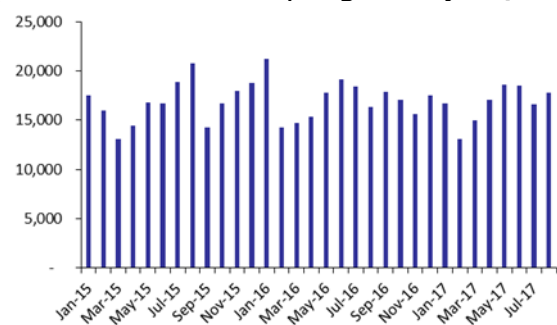
The trend of DOC and broiler ASP in August 2017 has improved compared to the previous month. However, on an accumulated basis, the 8M17 DOC ASP YTD was still lower compared to last year (8M17 DOC ASP: IDR4,130 vs. 8M16 DOC ASP: IDR4,655; -11% yoy). Meanwhile, the 8M17 broiler ASP YTD was also lower compared to the previous year (8M17 broiler ASP: IDR16,677; 8M16 broiler ASP: IDR17,161; -3% yoy). However, in August 2017 alone, the DOC ASP improved to IDR4,574 (Jul 17: IDR3,816; Aug 16: IDR5,000) and the broiler ASP improved to IDR 17,781 (Jul 17: IDR16,658; Aug 16: IDR 16,312). (Company)

Exhibit 2. DOC ASP, Aug 2017 (IDR/chick)



Source: JPFA

Exhibit 3. Broiler ASP, Aug 2017 (IDR/chick)



Source: JPFA

CORPORATE

Telkom Indonesia: Announced completion of Telkom-1 connectivity recovery

As of September 10, 2017, Telkom (TLKM) has successfully completed connectivity recovery for 15,019 sites of Telkom-1 satellite customers comprising 11,574 ATM and 3,445 non-ATM services sites. As such, connectivity services are back to normal. Official statements with regards to the recovery have been reported by the banks.
 (Company Release)

Waskita Karya: Forms a partnership with KAI to develop TOD

Waskita Karya (WSKT) through its subsidiary, Waskita Karya Realty (WKR), has formed a partnership with Kereta Api Indonesia (KAI) to develop four TOD. WKR will develop TOD located by commuter line stations owned by KAI. The scheme of the partnership is build, operate and transfer (BOT) with a period of 50 years. The first TOD to be developed is located by Bogor Station on an area of 65ha. In this project, WKR will build 8 apartment towers consisting of around 1,500 apartment units. The investment needed for this project is approximately IDR1.6tn. The groundbreaking is scheduled for Oct 17 and is targeted to be completed in Oct 19. Meanwhile, the marketing sales are targeted to start 3 months after the groundbreaking.

The second project is located inbetween Bogor station and Sukabumi station. Based on the instruction from the Ministry of Transportation, the groundbreaking is scheduled to take place in Nov 17. The third project is located at Bekasi station with land area of 3.2ha. The groundbreaking is scheduled to take place in Jan 18. There are no further details regarding the fourth project and the investment needed for other projects. Based on the instruction from the Ministry of SOE, around 25% to 30% of the apartments to build under the TOD projects must be dedicated to people in the low income segment. (Kontan)

Waskita Toll Road plans to conduct an a private placement as the last option for fund raising

Waskita Toll Road (WTR) plans to conduct an IPO if it fails to raise funds through a rights issue and divestment of toll roads. The company is conducting a rights issue and open tender offer for the divestment of its 10 toll roads. However, the company plans to conduct an IPO in 1H18 if it fails to raise funds through those two corporate actions. WTR needs around IDR10tn to build its toll roads. Currently, WTR owns 18 toll roads and plans to add another 3 new toll roads in its book. (Kontan)

Monday, 11 September 2017

BUY

Upgrade

Last price (IDR)	940
Target Price (IDR)	1,130
Upside/Downside	+20.2%
Previous Target Price (IDR)	1,130

Stock Statistics

Sector	Retail
Bloomberg Ticker	RALS JJ
No of Shrs (mn)	6,806
Mkt. Cap (IDR bn/USDmn)	6,329/481
Avg. daily T/O (IDR bn/USDmn)	13.0/1.0

Major shareholders

PT Ramayana Makmursentosa	55.9%
Paulus Tumewu	3.7%
Estimated free float (%)	40.5

EPS Consensus (IDR)

	2017F	2018F	2019F
Danareksa	60.0	63.6	67.5
Consensus	61.2	69.3	74.5
Danareksa/Cons	(1.9)	(8.1)	(9.4)

RALS relative to JCI Index



Source : Bloomberg

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Time to dive in

We upgrade our recommendation on RALS from NEUTRAL to BUY at maintained TP IDR1,130, trading at 17.8x P/E 2018F. We think, there will be no better time to collect the stock since most of the expected sluggish 2017F results has been priced and the stock price has fallen deep, in our view. Taking advantage of the pre-elective year next year, we continue to estimate better performance in 2018F. **BUY!**

No better time to collect, taking advantage of the pre-elective year. In the hopes of favorable political effect during the 2018 pre-elective year, the incumbent Jokowi's administration is likely to turn more populist by hiking the budget of subsidy spending (energy and healthcare), in our view. This means a better outlook for the grass root next year. We think, there is no better time to start collecting, since the stock price has fallen deep by almost 30.8% YTD.

Better 2018F sales performance, despite expected sluggish 2017F results. Starting from low base, we continue to estimate a better sales performance in 2018 (+6% yoy) on the back of better macro that will help management's transformation program to be seen more effective. Even though, we cut 2017-18F revenue forecast by 5-5.1% on the back of poor 8M17 gross sales results. RALS' August 2017 gross sales achieved IDR417.1bn (+0.6% yoy; -26.0% mom), translating to a IDR6.0tn gross sales in 8M17 (-0.3% yoy).

Improving SSSG in 2018F, despite sluggish 8M17 performance. We also see potential improving SSSG next year on the back of better yoy revenue growth outlook, despite expected sluggish results in 2017F. We expect 3Q17 results should be sluggish as RALS 8M17 SSSG YTD fell down to -0.3% (8M16: 7.2%) nationwide. Regionally, 8M17 Jakarta SSSG fell down to -0.1% (8M16: 9.6%); 8M17 rest of Java SSSG YTD fell down to 0.7% (8M16: 7.1%); 8M17 ex-Java SSSG YTD fell down to -1.2% (8M16: 5.5%).

Spins off is a positive news, yet still uncertain at this stage. If the supermarket spins off really occurs, it will give further positive boost for RALS' operational turnaround, in our view, which means further gross and operating margin improvement. Yet, since the issue is still in the grey area at this moment, we prefer to take a no spin off assumption and expect a flattish gross and operating margins for 2017-18F.

BUY at maintained TP IDR1,130. We upgrade our recommendation to BUY at TP 1,130 trading at 17.8x P/E 2018F, while the stock is currently trading cheap at 14.6x P/E 2018F (exhibit 5). Risks to our call include lower GDP growth and slower than expected purchasing power improvement.

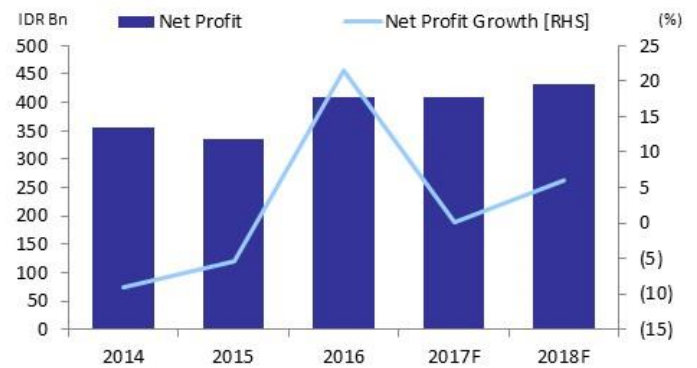
Key Financials

Year to 31 Dec	2015A	2016A	2017F	2018F	2019F
Revenue, (IDRbn)	5,533	5,857	5,859	6,210	6,585
EBITDA, (IDRbn)	419	544	544	577	612
EBITDA Growth, (%)	(14.7)	29.8	0.0	6.0	6.0
Net profit (IDRbn)	336	408	409	433	459
EPS (IDR)	47.6	60.0	60.0	63.6	67.5
EPS growth (%)	(4.8)	26.0	0.0	6.0	6.0
BVPS, (IDR)	472.6	490.4	519.8	554.7	591.9
DPS, (IDR)	27.2	30.3	30.6	28.6	30.3
PER (x)	19.6	15.6	15.6	14.7	13.9
PBV (x)	2.0	1.9	1.8	1.7	1.6
Dividend yield (%)	2.9	3.2	3.3	3.1	3.2
EV/EBITDA (x)	13.7	10.6	10.3	9.4	8.5

Source : RALS, Danareksa Estimates

EXHIBIT 1. REVENUE AND GROWTH

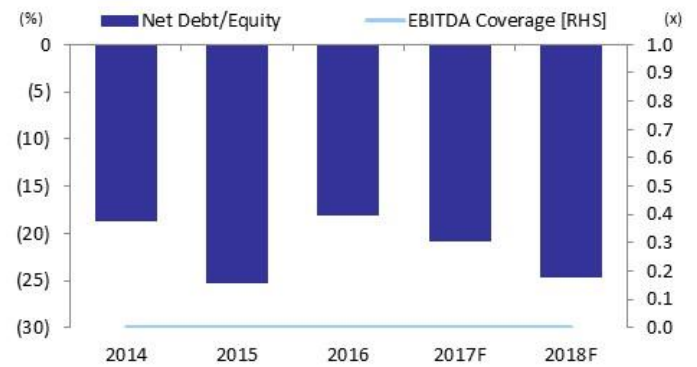

Source: Company, Danareksa Sekuritas estimates

EXHIBIT 2. NET PROFIT AND GROWTH


Source: Company, Danareksa Sekuritas estimates

EXHIBIT 3. MARGIN


Source: Company, Danareksa Sekuritas estimates

EXHIBIT 4. GEARING LEVEL


Source: Company, Danareksa Sekuritas estimates

Exhibit 5. Valuation


Source: RALS, Danareksa Sekuritas

Exhibit 6. Forecast changes

Forecast changes	Previous			New			Changes		
	2017F	2018F	2019F	2017F	2018F	2019F	2017F	2018F	2019F
Revenue, IDRbn	6,172	6,537	6,928	5,859	6,210	6,585	-5.1%	-5.0%	-4.9%
Gross profit, IDRbn	2,321	2,510	2,695	2,203	2,335	2,476	-5.1%	-7.0%	-8.1%
Operating profit, IDRbn	377	419	458	358	379	402	-5.1%	-9.5%	-12.2%
Pretax profit, IDRbn	490	545	596	465	493	523	-5.1%	-9.5%	-12.2%
Net profit, IDRbn	430	479	523	409	433	459	-5.1%	-9.5%	-12.2%
Gross margin	37.6%	38.4%	38.9%	37.6%	37.6%	37.6%			
Operating margin	6.1%	6.4%	6.6%	6.1%	6.1%	6.1%			
Pretax margin	7.9%	8.3%	8.6%	7.9%	7.9%	7.9%			
Net margin	7.0%	7.3%	7.6%	7.0%	7.0%	7.0%			

Source: RALS, Danareksa Sekuritas

Exhibit 7. Income Statement

Year to 31 Dec (IDRbn)	2015A	2016A	2017F	2018F	2019F
Revenue	5,533	5,857	5,859	6,210	6,585
COGS	(3,537)	(3,655)	(3,656)	(3,875)	(4,109)
Gross profit	1,996	2,202	2,203	2,335	2,476
EBITDA	419	544	544	577	612
Oper. profit	234	357	358	379	402
Interest income	114	97	97	103	109
Interest expense	0	0	0	0	0
Forex Gain/(Loss)	0	0	0	0	0
Income From Assoc. Co's	0	0	0	0	0
Other Income (Expenses)	17	11	11	11	12
Pre-tax profit	365	465	465	493	523
Income tax	(29)	(57)	(57)	(60)	(64)
Minority interest	0	0	0	0	0
Net profit	336	408	409	433	459
Core Net Profit	336	408	409	433	459

Exhibit 8. Balance Sheet

Year to 31 Dec (IDRbn)	2015A	2016A	2017F	2018F	2019F
Cash & cash equivalent	844	604	741	930	1,141
Receivables	34	52	35	57	57
Inventory	824	834	838	941	951
Other Curr. Asset	145	184	185	186	187
Fixed assets - Net	1,333	1,279	1,343	1,394	1,434
Other non-curr.asset	411	537	540	542	545
Total asset	4,575	4,647	4,844	5,218	5,489
ST Debt	0	0	0	0	0
Payables	900	904	899	1,033	1,049
Other Curr. Liabilities	61	105	105	106	106
Long Term Debt	0	0	0	0	0
Other LT. Liabilities	280	301	302	304	305
Total Liabilities	1,241	1,310	1,306	1,443	1,461
Shareholder's Funds	3,334	3,337	3,537	3,775	4,028
Minority interests	0	0	0	0	0
Total Equity & Liabilities	4,575	4,647	4,843	5,218	5,489

Exhibit 9. Cash Flow

Year to 31 Dec (IDRbn)	2015A	2016A	2017F	2018F	2019F
Net income	336	408	409	433	459
Depreciation and Amort.	186	187	187	198	210
Change in Working Capital	27	(197)	2	4	1
Other Oper. Cash Flow	(182)	(317)	(98)	(104)	(110)
Operating Cash Flow	367	82	499	532	560
Capex	(145)	(135)	(250)	(250)	(250)
Others Inv. Cash Flow	199	(29)	95	100	107
Investing Cash Flow	54	(165)	(155)	(150)	(143)
Net change in debt	0	0	0	0	0
New Capital	0	0	0	0	0
Dividend payment	(192)	(207)	(208)	(195)	(206)
Other Fin. Cash Flow	(10)	49	2	2	2
Financing Cash Flow	(202)	(157)	(207)	(193)	(205)
Net Change in Cash	219	(240)	137	189	212
Cash - begin of the year	625	844	604	741	930
Cash - end of the year	844	604	741	930	1,141

Exhibit 10. Key Ratios

Year to 31 Dec	2015A	2016A	2017F	2018F	2019F
Growth (%)					
Sales	(5.6)	5.9	0.0	6.0	6.0
EBITDA	(14.7)	29.8	0.0	6.0	6.0
Operating profit	(20.6)	53.0	0.0	6.0	6.0
Net profit	(5.4)	21.6	0.0	6.0	6.0
Profitability (%)					
Gross margin	36.1	37.6	37.6	37.6	37.6
EBITDA margin	7.6	9.3	9.3	9.3	9.3
Operating margin	4.2	6.1	6.1	6.1	6.1
Net margin	6.1	7.0	7.0	7.0	7.0
ROAA	7.4	8.9	8.6	8.6	8.6
ROAE	10.1	12.2	11.9	11.8	11.8
Leverage					
Net Gearing (x)	(0.3)	(0.2)	(0.2)	(0.2)	(0.3)
Interest Coverage (x)	0.0	0.0	0.0	0.0	0.0

Source : RALS, Danareksa Estimates

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FLASH NOTES

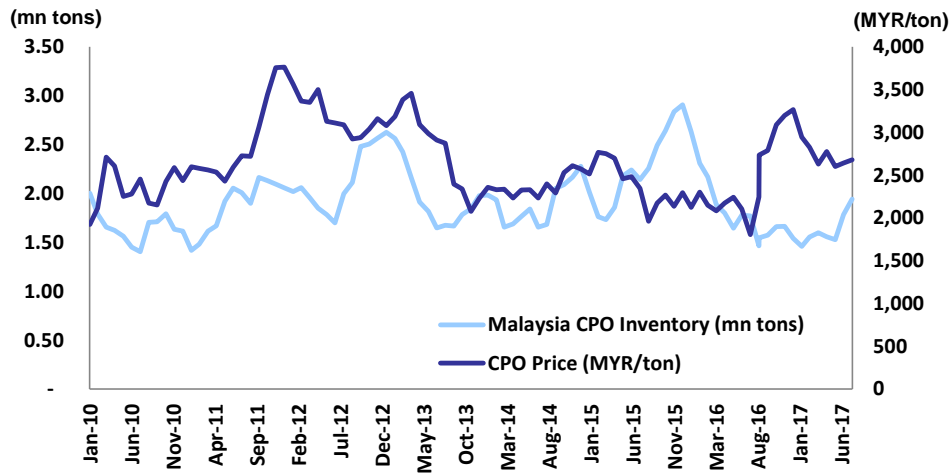
Plantations: Aug-17 Malaysia Palm Oil Statistics

- **Malaysia's palm oil inventory in Aug-17 is below estimates.** Based on the latest MPOB data, Malaysia's palm oil stockpile increased further to 1.94mn tons (+32.6% YoY, +8.8% MoM) from 1.79mn tons in Jul-17. Despite the increase, the 1.94mn tons figure is still below consensus expectations of 2.0mn tons, mainly as a result of stronger-than-expected palm oil exports.
- **Palm oil output in Aug-17 is slightly below estimates.** Palm oil output was reported at 1.81mn tons (+6.4% YoY, -0.9% MoM), or slightly below consensus estimates of 1.83mn tons. This owed to lower production in Sabah/Sarawak (-2.7% YoY, -1.2% MoM), as production grew in Peninsula Malaysia (+15.6% YoY, -0.7% MoM). In 8M17, palm oil output reached 12.35mn tons (+13.6% YoY). We expect palm oil production to show MoM increases in Sep/Oct, reaching a peak before the start of the low crop season.
- **Higher-than-anticipated exports in Aug-17.** Palm oil exports reached 1.49mn tons (-18.5% YoY, +6.4% MoM), or higher than consensus estimates of 1.40mn tons. The higher MoM exports were supported by exports to China (-35.0% YoY, +2.9% MoM) and India (-58.4% YoY, +13.5% MoM). In 8M17, palm oil exports totalled 10.72mn tons (+1.9% YoY). In September, we can expect palm oil exports to increase further MoM due to restocking ahead of the festive seasons in China and India. According to the latest survey by Intertek, Malaysia's palm oil shipments rose 6.9% MoM to 355k tons in the first 10 days of Sep.
- **Soya oil-CPO price spread at USD151/ton.** As of the end of Aug-17, the soya oil-CPO price spread widened to USD151/ton (from USD140/ton at the end of Jul-17), an indication of the increasing attractiveness of CPO vs. soya oil. In August, the soya oil price rose by 2.5%, closing at US\$34.71/lb, boosted by the expectation of rising US soya oil consumption for biodiesel after the US imposed preliminary anti-dumping duties on biodiesel imports from Indonesia and Argentina.

Exhibit 1. Malaysia Palm Oil Statistics Summary

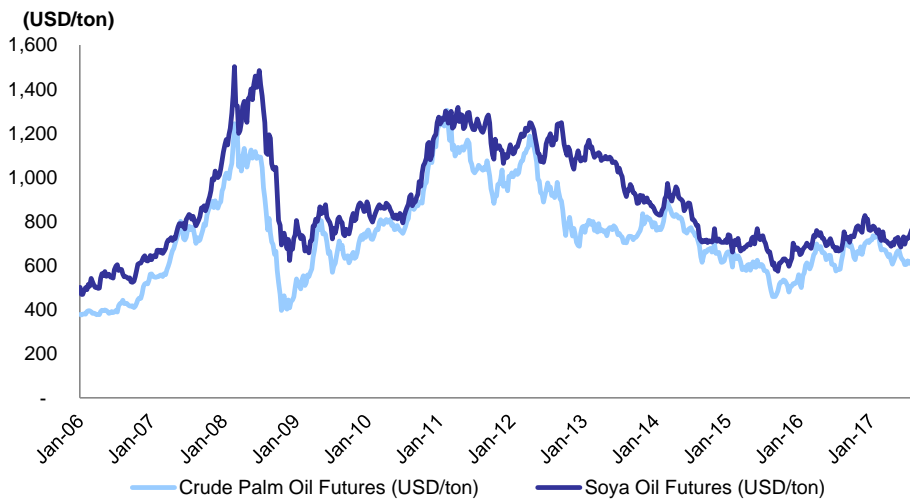
(in '000 tons)	Aug16	Sep16	Oct16	Nov16	Dec16	Jan17	Feb17	Mar17	Apr17	May17	Jun17	Jul17	Aug17
Production	1,702	1,715	1,678	1,575	1,474	1,277	1,259	1,464	1,548	1,654	1,514	1,827	1,811
Imports	8	2	27	63	45	72	40	102	54	47	46	53	42
Domestic Consumption	191	173	241	179	248	187	274	206	272	239	211	224	208
Exports	1,824	1,461	1,436	1,370	1,268	1,287	1,107	1,266	1,284	1,506	1,380	1,398	1,488
Ending Inventory Balance	1,464	1,547	1,574	1,664	1,667	1,541	1,459	1,553	1,600	1,557	1,527	1,785	1,942
% YoY Change													
Production	-17.0	-12.5	-17.6	-4.8	5.3	13.0	20.7	20.1	19.0	21.2	-1.2	15.3	6.4
Imports	-88.2	-97.6	-63.4	-47.9	-46.4	108.1	-40.3	36.9	30.3	137.0	133.4	313.0	433.6
Domestic Consumption	-30.3	-15.5	17.6	-10.8	-10.2	-10.9	71.2	-15.0	8.3	-7.1	-26.3	3.0	8.4
Exports	13.4	-13.1	-16.1	-8.6	-14.6	0.6	1.7	-5.3	9.4	17.4	20.8	1.0	-18.5
Ending Inventory Balance	-41.2	-41.4	-44.5	-42.8	-36.7	-33.3	-32.8	-17.6	-11.3	-5.6	-13.9	0.8	32.6
% MoM Change													
Production	7.3	0.8	-2.2	-6.1	-6.4	-13.4	-1.4	16.3	5.7	6.9	-8.5	20.7	-0.9
Imports	-39.1	-77.0	1398.7	136.4	-29.5	60.0	-43.7	152.8	-46.6	-12.9	-3.4	15.6	-21.3
Domestic Consumption	-12.0	-9.6	39.3	-25.8	38.5	-24.4	46.2	-24.6	31.9	-12.3	-11.8	6.5	-7.4
Exports	31.8	-19.9	-1.7	-4.6	-7.5	1.5	-14.0	14.3	1.4	17.3	-8.4	1.3	6.4
Ending Inventory Balance	-17.3	5.6	1.8	5.7	0.2	-7.5	-5.3	6.4	3.0	-2.7	-1.9	16.9	8.8

Exhibit 2. Malaysia CPO Inventory vs. CPO Price



Source: MPOB and Bloomberg

Exhibit 3. Soya oil - CPO Spread



Source: Bloomberg

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DANAREKSA VALUATION GUIDE

	Rating	Price (Rp)	Price Target	Mkt Cap Rp Bn	2017		2018		2017		2018		2017		2018		2017		2018		ROE	
					2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018
Danareksa Universe				3,564,400	186,821	213,356	285.9	326.5			17.7%	14.2%	19.1	16.7	21.5	19.2	2.9	2.6	15.8	16.3		
Auto				319,820	18,975	22,003	381.6	442.5			25.2%	16.0%	16.9	14.5	12.3	10.3	2.1	1.9	12.8	13.4		
Astra International	HOLD	7,900	8,400	319,820	18,975	22,003	469	544	449	531	25.2%	16.0%	16.9	14.5	12.3	10.3	2.1	1.9	12.8	13.4		
Banks				1,309,290	89,107	104,234	874.5	1,022.9			19.5%	17.0%	14.7	12.6			2.3	2.0	16.2	16.8		
BCA	BUY	18,900	19,450	465,980	22,682	25,017	920	1,015	920	1,015	10.1%	10.3%	20.5	18.6	N/A	N/A	3.6	3.1	18.8	18.0		
BNI	HOLD	7,225	6,700	134,737	14,049	16,825	753	902	753	902	23.9%	19.8%	9.6	8.0	N/A	N/A	1.3	1.2	15.0	15.6		
BRI	BUY	14,950	15,000	368,804	30,046	33,756	1,218	1,368	1,218	1,368	14.7%	12.3%	12.3	10.9	N/A	N/A	2.2	1.9	19.1	18.8		
Bank Tabungan Negara	BUY	3,000	2,400	31,770	2,941	3,120	278	295	278	295	12.3%	6.1%	10.8	10.2	N/A	N/A	1.5	1.4	14.6	14.0		
Bank Mandiri	HOLD	13,200	11,800	308,000	19,390	25,515	831	1,094	831	1,094	40.4%	31.6%	15.9	12.1	N/A	N/A	1.9	1.7	12.4	14.9		
Cement				162,707	5,911	6,125	303	314			-18.6%	3.6%	27.5	26.6	14.7	13.8	2.6	2.5	9.7	9.6		
Indocement	SELL	19,400	13,000	71,416	2,514	2,484	683	675	677	669	-35.1%	-1.2%	28.4	28.7	15.6	15.7	2.6	2.6	9.5	9.1		
Semen Indonesia	HOLD	10,450	8,600	61,984	3,209	3,458	541	583	513	554	2.3%	7.8%	19.3	17.9	10.6	9.7	1.9	1.8	10.2	10.4		
Semen Baturaja	SELL	2,960	390	29,306	188	182	19	19	19	18	-27.3%	-3.3%	154.6	159.9	63.1	60.0	9.0	8.6	5.9	5.5		
Cigarettes				565,750	20,433	21,966	173	186			5.1%	7.5%	27.7	25.8	18.9	17.5	7.1	6.5	26.6	26.4		
Gudang Garam	HOLD	66,125	72,900	127,230	7,303	7,787	3,796	4,047	3,796	4,047	9.4%	6.6%	17.4	16.3	11.0	10.2	2.8	2.5	17.3	16.3		
HM Sampoerna	HOLD	3,770	3,850	438,519	13,130	14,180	113	122	112	120	2.9%	8.0%	33.4	30.9	24.7	22.8	12.6	12.2	38.1	40.0		
Construction				129,622	8,554	10,351	115	139			29.9%	21.0%	15.2	12.5	9.9	8.1	2.1	1.8	14.7	15.6		
Wijaya Karya	BUY	1,960	2,800	17,581	1,225	1,783	137	199	137	199	21.0%	45.5%	14.4	9.9	5.0	3.6	1.4	1.3	10.4	13.7		
Pembangunan Perumahan	BUY	2,620	5,700	16,244	1,295	1,570	209	253	233	283	33.9%	21.2%	12.5	10.3	6.1	5.1	2.6	2.1	22.5	22.6		
Adhi Karya	BUY	2,030	2,700	7,229	451	619	127	174	149	187	43.9%	37.3%	16.0	11.7	8.7	7.2	1.2	1.0	7.8	9.2		
Waskita Karya	BUY	2,130	2,800	28,912	2,383	3,034	176	224	176	224	39.1%	27.4%	12.1	9.5	11.5	9.4	2.2	1.9	19.8	21.5		
Waskita Beton	BUY	440	630	11,599	1,104	1,319	42	50	42	50	73.9%	19.5%	10.5	8.8	9.9	5.3	1.4	1.3	14.2	15.2		
Wika Beton	BUY	580	1,100	5,055	349	420	42	50	42	50	28.3%	20.2%	13.8	11.5	8.9	7.5	1.9	1.7	13.7	14.8		
Jasa Marga	BUY	5,925	6,300	43,003	1,747	1,606	257	236	261	240	4.4%	-8.1%	23.1	25.1	13.3	12.1	3.3	3.0	14.0	11.6		
Consumer				608,944	17,256	19,543	333	377			10.1%	13.3%	35.3	31.2	23.8	21.1	9.2	8.3	27.6	28.0		
Indofood CBP	BUY	8,700	9,700	101,459	3,857	4,351	331	373	331	373	7.1%	12.8%	26.3	23.3	16.3	14.6	5.2	4.6	20.7	20.9		
Indofood	HOLD	8,600	8,650	75,512	4,506	5,098	517	580	517	569	9.2%	12.2%	16.6	14.8	13.5	11.9	2.4	2.2	14.9	15.5		
Unilever	HOLD	50,525	52,000	385,506	7,324	8,326	960	1,091	960	1,091	14.6%	13.7%	52.6	46.3	36.9	32.6	68.4	58.1	141.6	135.6		
Kino Indonesia	SELL	1,695	2,800	2,421	191	212	134	149	134	149	5.4%	11.2%	12.7	11.4	7.8	7.2	1.2	1.1	9.5	9.8		
Mayora Indah	HOLD	1,970	1,960	44,047	1,378	1,556	62	70	62	72	1.7%	12.9%	32.0	28.3	16.5	14.7	6.2	5.3	20.9	20.3		
Healthcare				97,633	2,773	3,089	105	118			8.1%	11.9%	35.2	31.6	28.3	25.1	6.2	5.5	18.5	18.3		
Kalbe Farma	HOLD	1,725	1,750	80,860	2,484	2,763	53	59	53	59	8.0%	11.2%	32.5	29.3	27.1	24.2	6.0	5.3	19.7	19.4		
Kimia Farma	SELL	3,020	1,510	16,773	289	326	52	59	52	59	8.1%	12.7%	58.0	51.5	34.8	30.0	6.8	6.2	12.4	12.6		
Heavy Equipment				118,805	6,468	7,242	1,734	1,941			29.3%	12.0%	18.4	16.4	7.9	6.6	2.8	2.5	15.8	15.9		
United Tractors	BUY	31,850	30,000	118,805	6,468	7,242	1,734	1,941	1,734	1,941	29.3%	12.0%	18.4	16.4	7.9	6.6	2.8	2.5	15.8	15.9		
Mining				171,720	9,374	11,087	118	139			41.1%	18.3%	18.3	15.5	6.7	6.1	1.5	1.4	8.1	9.3		
Adaro Energy	BUY	1,900	1,900	60,773	4,282	4,588	134	143	134	143	18.4%	7.2%	14.2	13.2	4.9	4.4	1.4	1.4	10.3	10.8		
Timah	BUY	940	1,000	7,001	313	334	42	45	42	45	24.3%	6.7%	22.4	21.0	7.8	7.6	1.2	1.1	5.4	5.5		
Vale Indonesia	HOLD	2,980	2,800	29,610	380	540	38	54	38	54	1412.0%	42.0%	77.8	54.8	10.8	10.2	1.2	1.3	1.6	2.3		
Aneka Tambang	HOLD	690	900	16,581	(147)	207	(6)	9	(6)	9	-52.0%	-240.6%	(112.6)	80.0	20.0	17.8	0.9	0.9	(0.8)	1.2		
Bukit Asam	BUY	12,350	14,500	28,456	2,498	3,004	1,149	1,382	1,149	1,382	72.7%	20.3%	10.8	8.9	7.3	6.1	2.4	2.0	22.9	23.2		
Indo Tambangraya Megah	HOLD	20,450	15,800	23,107	1,661	1,913	1,470	1,693	1,470	1,693	21.8%	15.2%	13.9	12.1	5.5	5.2	1.9	1.9	14.1	15.9		
Harum Energy	SELL	2,290	2,000	6,191	388	501	144	185	144	185	55.8%	29.1%	16.0	12.4	5.0	3.8	1.5	1.5	9.9	12.3		
Property				109,810	7,171	6,745	60	56			39.3%	-5.9%	15.3	16.3	10.8	11.4	1.8	1.6	12.2	10.4		
Alam Sutera	HOLD	346	380	6,799	1,129	1,026	57	52	56	59	121.9%	-9.2%	6.0	6.6	8.3	9.1	0.8	0.8	14.9	12.1		
Bumi Serpong Damai	BUY	1,845	2,200	35,510	3,115	1,947	162	101	203	137	73.4%	-37.5%	11.4	18.2	9.0	12.6	1.5	1.4	14.1	8.0		
Ciputra Development	HOLD	1,160	1,070	21,530	947	1,302	51	70	38	58	-8.6%	37.4%	22.7	16.5	12.4	10.8	1.6	1.4	7.1	9.1		
Pakuw on Jati	BUY	655	700	31,545	1,707	2,146	35	45	37	44	2.2%	25.7%	18.5	14.7	12.8	11.0	3.1	2.6	18.2	19.5		
Summarecon	SELL	1,000	900	14,427	272	325	19	23	28	27	-12.8%	19.7%	53.1	44.4	13.0	13.1	2.2	2.1	4.3	4.9		
Retail				67,932	3,573	4,059	104	119			10.4%	13.6%	19.0	16.7	10.2	9.2	4.5	4.0	24.5	25.3		
Mitra Adi Perkasa	BUY	7,000	7,000	11,620	347	509	210	308	210	308	66.5%	46.8%	33.4	22.7	8.2	7.0	3.6	3.6	10.7	15.6		
Ramayana	HOLD	940	1,130	6,670	431	462	67	70	67	70	10.9%	4.9%	14.1	13.5	10.1	9.1	1.9	1.7	12.5	12.4		
Matahari Department Store	SELL	9,675	12,000	28,231	2,098	2,265	719	777	719	777	4.0%	7.9%	13.4	12.5	9.0	8.1	11.1	8.5	95.6	77.1		
Matahari Putra Prima	SELL	585	990	3,146	109	112	17	17	17	17	183.4%	2.7%	35.0	34.1	4.8	4.8	1.3	1.2	4.4	4.5		
Ace Hardware	HOLD	1,065	1,050	18,265	588	711	43	47	43	47	3.2%	9.3%	24.8	22.7	23.0	21.9	5.4	4.8	18.2	19.7		
Erajaya Sw asembada	BUY	690	1,100	2,001	303	339	105	117	105	117	14.9%	11.8%	6.6	5.9	3.4	2.7	0.5	0.5	8.6	9.0		

COVERAGE PERFORMANCE

LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		11-Sep-17	10-Sep-17					
Wika Beton	WTON	580	545	6.4	7.4	(1.7)	(29.7)	BUY
Adhi Karya	ADHI	2030	1950	4.1	1.8	(1.5)	(2.4)	BUY
Indo Tambangraya Megah	ITMG	20450	19650	4.1	7.6	2.5	21.2	HOLD
Wijaya Karya	WIKA	1960	1905	2.9	1.8	(2.5)	(16.9)	BUY
Ciputra Development	CTRA	1160	1130	2.7	(0.9)	3.6	(13.1)	HOLD
Summarecon Agung	SMRA	1000	975	2.6	(1.5)	(5.2)	(24.5)	SELL
Indocement	INTP	19400	19025	2.0	2.6	5.1	26.0	SELL
Pembangunan Perumahan	PTPP	2620	2570	1.9	(4.7)	(11.5)	(31.2)	BUY
Timah	TINS	940	925	1.6	1.6	13.9	(12.6)	BUY
HM Sampoerna	HMSP	3770	3710	1.6	5.3	11.9	(1.6)	HOLD

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		11-Sep-17	10-Sep-17					
Matahari Putra Prima	MPPA	585	610	(4.1)	(3.3)	6.4	(60.5)	SELL
Matahari Department Store	LPPF	9,675	10,025	(3.5)	(4.7)	(7.6)	(36.0)	SELL
Kimia Farma	KAEF	3,020	3,120	(3.2)	(6.2)	(6.5)	9.8	SELL
Aneka Tambang	ANTM	690	700	(1.4)	(2.8)	-	(22.9)	HOLD
Semen Baturaja	SMBR	2,960	3,000	(1.3)	(1.7)	(3.9)	6.1	SELL
Indofood	INDF	8,600	8,650	(0.6)	2.7	4.2	8.5	HOLD
Bank Mandiri	BMRI	13,200	13,275	(0.6)	1.1	-	14.0	HOLD
Unilever	UNVR	50,525	50,800	(0.5)	(0.9)	6.4	30.2	HOLD
Mitra Adi Perkasa	MAPI	7,000	7,025	(0.4)	3.3	4.1	29.6	BUY
Bank Rakyat Indonesia	BBRI	14,950	15,000	(0.3)	0.5	(0.3)	28.1	BUY

Sources: Bloomberg

PREVIOUS REPORTS

- HMSP: Renewed growth [Snapshot20170907](#)
- Adaro Energy: 2Q17: Boosted by higher sales and a lower stripping ratio [Snapshot20170829](#)
- Plantation: Key Takeaways From Palm Oil Internet Seminar, DILD: Successful launch of Fifty Seven [Snapshot20170828](#)
- Agung Podomoro Land: At a hefty discount for a reason, United Tractors: Sales volume from Mining sector remained strong in July 2017 [Snapshot20170824](#)
- Property: 7 days repo rate cut to create positive sentiment, Plantations: US proposes duties on biodiesel imports from Indonesia and Argentina [Snapshot20170823](#)
- Automotive: Recovery in monthly car and motorcycle sales [Snapshot20170822](#)
- UNVR: Bright earnings outlook [Snapshot20170821](#)
- Automotive: GIIAS 2017: More low-end MPV cars launched, INTP: Key takeaways from conference call [Snapshot20170816](#)
- MYOR: Better performance on the cards [Snapshot20170815](#)

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