

## FROM EQUITY RESEARCH

### Barito Pacific: Heating up (BRPT IJ. Rp 2,050. NON RATED)

Yesterday, we visited geothermal power plant in Salak mountain with installed capacity of 377MW. This is one of the three geothermal power plants portfolio of Star Energy Holding Pte Ltd (Star Energy). Currently, BRPT is on the progress to acquire 66% stakes in the Star Energy and expects to complete the deal by 1Q18. This acquisition is part of the BRPT's strategy to increase revenue contribution from the energy segment. Using the consensus' net profit target, currently, BRPT is trading at 15.8x 2018F P/E.

## MARKET NEWS

### Sector

- Banking: OJK reports a declining NIM in the banking sector
- Coal Mining: MEMR is seeking the best scheme to determine domestic coal prices for power plants
- Construction: Two sections of the Trans-Sumatra Highway to start operating soon
- Construction: Serang-Panimbang toll road to begin construction in Oct-17
- Energy: State-run utility company PLN denies having financial problems

### Corporate

- Bukit Asam: Spent Rp800bn on capex for investment, mostly for electrification and coal handling infrastructure
- Erajaya Swasembada: Launching the Nokia 6,5,3 in October 2017
- Ace Hardware Indonesia: Opening its 11th store in Tangerang

## KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
<b>Asean - 5</b>				
Indonesia	5,841	(0.4)	10.3	402
Thailand	1,666	(0.2)	8.0	1,857
Philippines	8,156	(0.8)	19.2	180
Malaysia	1,758	(0.4)	7.1	509
Singapore	3,227	(0.3)	12.0	880
<b>Regional</b>				
China	3,340	(0.2)	7.6	38,171
Hong Kong	27,422	(0.8)	24.6	11,446
Japan	20,363	0.5	6.5	13,183
Korea	2,385	0.5	17.7	4,014
Taiwan	10,296	(0.3)	11.3	3,515
India	31,282	0.4	17.5	480
NASDAQ	6,453	0.0	19.9	77,984
Dow Jones	22,381	0.2	13.3	7,370

## CURRENCY AND INTEREST RATE

		Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah	Rp/1US\$	13,515	(1.3)	(1.3)	(0.3)
SBI rate	%	5.90	-	-	(1.3)
10y Gov	Indo bond	6.55	0.1	(0.2)	(1.4)

## HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	97	(0.2)	(0.7)	9.8
Gold	US\$/toz	1,288	0.0	(1.6)	11.8
Nickel	US\$/mt.ton	10,358	2.0	(9.3)	4.0
Tin	US\$/mt.ton	20,745	(0.7)	1.4	(2.2)

## SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2,029	1.8	3.0	(5.6)
Corn	US\$/mt.ton	121	-	0.7	(6.4)
Oil (WTI)	US\$/barrel	52	0.1	11.1	(4.0)
Oil (Brent)	US\$/barrel	57	(0.8)	10.6	1.0
Palm oil	MYR/mt.ton	2,738	0.4	1.1	(14.4)
Rubber	US\$/kg	141	(6.9)	(8.9)	(27.1)
Pulp	US\$/tonne	906	N/A	1.7	12.0
Coffee	US\$/60kgbag	121	(0.5)	(4.1)	(19.3)
Sugar	US\$/MT	359	0.7	(6.8)	(31.6)
Wheat	US\$/ton	124	(0.1)	5.8	(2.2)

Source: Bloomberg

Friday, 29 September 2017

**Not Rated**

## Barito Pacific (BRPT)

### Heating Up

Last price (IDR) 2,050

#### Stock Statistics

Sector Petrochemical  
Bloomberg Ticker **BRPT**  
No of Shrs (mn) 13,960  
Mkt. Cap (IDR bn/USDmn) 28,617/2,117  
Avg. daily T/O (IDR bn/USDmn) 63.3/4.7

#### Major shareholders

Magna Resources Corp. (%) 52.1  
Estimated free float (%) 37.4

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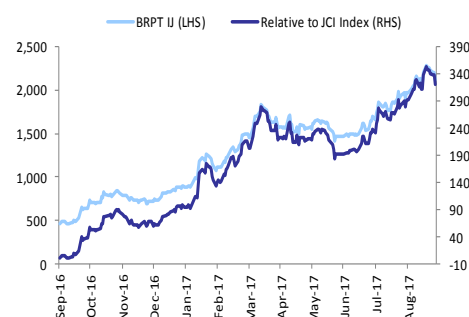
#### A brief of transaction Star Energy acquisition

On 20 December 2016, BRPT has executed MoU to acquire 66.67% stakes in Star Energy from Star Energy Investment and SE Holding Limited. At the moment, BRPT is conducting due diligence related to this transaction and expects the assessment to complete by the end of this month. As such, the acquiring process is expected to be completed by 1Q18. Despite the company has not disclosed the expected transaction value for this acquisition, we estimate that the transaction value to reach USD700mn. Our estimation is based on the transaction value of BCPG (Thailand based energy company) acquisition on 33.3% stakes of Star Energy in April 2017 for USD357mn.

#### Star Energy, one of the largest geothermal power plant in Indonesia

Star Energy has three geothermal power plants in Indonesia with total installed capacity of 875MW. This accounts for 51.5% of the total installed capacity of geothermal power plant in Indonesia of 1,698MW. Its geothermal portfolio asset includes (i) Darajat power plant that located in Garut, West Java has installed capacity of 271MW, (ii) Wayang Windu power plant that located in Bandung, West Java has installed capacity of 227MW, (iii) Salak power plant that located in Sukabumi, West Java has installed capacity of 377MW.

#### BRPT relative to JCI Index



Source : Bloomberg

#### Salak geothermal power plant at a glance

Located in 10,000ha area in Salak national park, Salak geothermal power plant has commenced its first commercial production in 1982 with initial capacity of 110MW. In 1997, Salak power plant expanded its installed capacity to 377MW and maintain the capacity at the current level up to the moment. This power plant consists of 6 production units with the first 3 units located in the Western part of the national park and operated by Indonesia Power (a subsidiary of PLN). Meanwhile, the last 3 units located in the Eastern part of the national park and operated by Star Energy. Currently, the utilization for this power plant reached 91%. The steams that are needed to operate this power plant sourced from 46 active wells. All the electricity produced by units 4-6 are sold to PLN with contracted price of USDC7/kWh. Despite units 1-3 do not operated by Star Energy, Star Energy is the sole supplies the geothermal to these units.

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#### Key Financials

Year to Dec	2013A	2014A	2015A	2016A	1Q17A
Revenue, USD mn	2,519	2,477	1,406	1,961	643
EBITDA, USD mn	86	111	67	501	170
EBITDA growth, %	661.4%	28.4%	-39.9%	651.7%	178.2%
Net profit, USD mn	(26)	(8)	(5)	132	49
EPS, USDcent	(0.0)	(0.0)	(0.0)	0.2	0.1
EPS growth, %	-72.2%	-67.2%	-36.9%	-2559.5%	304.8%
BVPS, USDcent	1.0	1.0	1.0	0.8	0.8
DPS, USDcent	-	-	-	-	-
PER, x	(468.5)	(1,402.1)	(2,004.1)	83.4	227.0
PBV, x	1.8	1.7	1.6	1.9	2.0
Dividend yield, %	-	-	-	-	-
EV/EBITDA, x	16.1	11.6	16.9	2.5	7.8

Source : Company

### **Production process of geothermal power plant**

To generate electricity, geothermal power plant uses the steam that sourced from the production wells. The drilling of production wells excerpts steam and brine (hot water). To separate steams from the brine, separator is installed in the geothermal power plant. While steam is transferred to scrubber, the brine is transferred to injection wells. In scrubber, the steam is cleaned before going into the turbines to generate the electricity. From turbines, the steam is discharged to condenser to lower the steam temperature. Meanwhile, the electricity produced is transferred to transformer, to increase the electricity voltage and subsequently to transmission to be transferred to the PLN.

#### **Exhibit 1. Geothermal production process**

**Brine and steam are extracted from the production well**



**Steam is cleaned in the Scrubber**

**Steam and brine are separated in the Separator**



**Electricity generated from turbines are discharged to transformer**



**From transformer electricity is transferred to PLN by using transmission**



**Steam is transferred to condenser**



Source : Danareksa Sekuritas





#### Exhibit 4. Income Statement

Year to Dec (IDR bn)	2013A	2014A	2015A	2016A	1Q17A
Revenue	2,519.0	2,476.9	1,406.1	1,961.3	642.5
COGS	-2,431.4	-2,366.9	-1,267.0	-1,473.9	-466.4
<b>Gross profit</b>	<b>87.6</b>	<b>109.9</b>	<b>139.1</b>	<b>487.5</b>	<b>176.1</b>
<b>EBITDA</b>	<b>86.4</b>	<b>111.0</b>	<b>66.7</b>	<b>501.5</b>	<b>170.4</b>
<b>Oper. profit</b>	<b>8.2</b>	<b>32.5</b>	<b>64.6</b>	<b>408.2</b>	<b>147.1</b>
Interest income					
Interest expense	-28.9	-38.2	-28.5	-38.2	-11.9
Forex Gain/(Loss)	-7.7	-4.2	-10.3	0.0	2.1
Income From Assoc. Co's	0.0	4.1	-4.5	-5.4	0.2
Other Income (Expenses)	14.0	11.1	13.5	16.7	1.0
<b>Pre-tax profit</b>	<b>-14.4</b>	<b>5.2</b>	<b>34.7</b>	<b>380.0</b>	<b>138.4</b>
Income tax	-6.3	-6.4	-29.7	-100.2	-35.8
Minority interest	-5.1	-7.3	-10.4	-148.1	-53.6
<b>Net profit</b>	<b>-25.9</b>	<b>-8.5</b>	<b>-5.4</b>	<b>131.7</b>	<b>48.9</b>
<b>Core Net Profit</b>	<b>-18.1</b>	<b>-4.3</b>	<b>5.0</b>	<b>131.7</b>	<b>46.9</b>

#### Exhibit 5. Balance Sheet

Year to Dec (IDR bn)	2013A	2014A	2015A	2016A	1Q17A
Cash & cash equivalent	269.2	218.9	105.2	306.4	307.0
Receivables	182.1	101.3	52.9	141.5	211.7
Inventory	295.8	222.7	183.3	202.4	207.1
Other Curr. Asset	106.8	137.4	94.2	68.1	139.3
Fixed assets - Net	1,287.8	1,437.7	1,587.3	1,584.7	1,584.9
Other non-curr.asset	179.4	372.5	1,131.6	1,605.7	1,868.1
<b>Total asset</b>	<b>2,321.1</b>	<b>2,490.6</b>	<b>3,154.6</b>	<b>3,908.7</b>	<b>4,318.1</b>
ST Debt	71.3	73.1	129.3	133.4	233.1
Payables	549.5	410.3	263.7	366.9	348.3
Other Curr. Liabilities	12.1	23.4	65.5	124.0	251.0
Long Term Debt	340.4	473.4	475.2	403.6	452.0
Other LT. Liabilities	290.7	596.7	1,413.1	1,754.6	1,639.9
<b>Total Liabilities</b>	<b>1,263.9</b>	<b>1,576.8</b>	<b>2,346.8</b>	<b>2,782.6</b>	<b>2,924.2</b>
Shareholder's Funds	714.9	705.2	714.4	841.7	895.4
Minority interests	342.3	346.1	481.2	606.6	660.1
<b>Total Equity &amp; Liabilities</b>	<b>1,057.1</b>	<b>1,051.3</b>	<b>1,195.7</b>	<b>1,448.4</b>	<b>1,555.5</b>

### Exhibit 6. Cash Flow

Year to Dec (IDR bn)	2013A	2014A	2015A	2016A	1Q17A
Net income	-25.9	-8.5	-5.4	131.7	48.9
Depreciation and Amort.	78.2	78.5	2.1	93.2	23.3
Change in Working Capital	42.7	-13.4	83.8	211.6	-20.7
Other Oper. Cash Flow					
<b>Operating Cash Flow</b>	<b>95.0</b>	<b>56.6</b>	<b>80.5</b>	<b>436.5</b>	<b>51.6</b>
Capex	-89.8	-201.0	-268.4	-76.8	-198.3
Others Inv. Cash Flow	-33.3	-15.9	23.5	-58.6	1.8
<b>Investing Cash Flow</b>	<b>-123.1</b>	<b>-216.9</b>	<b>-244.9</b>	<b>-135.3</b>	<b>-196.5</b>
Net change in debt	24.7	129.5	63.4	-69.2	145.4
New Capital	127.6				
Dividend payment					
Other Fin. Cash Flow	(1.4)	(19.5)	(12.7)	(30.7)	-
<b>Financing Cash Flow</b>	<b>150.9</b>	<b>109.9</b>	<b>50.6</b>	<b>-100.0</b>	<b>145.4</b>
<b>Net Change in Cash</b>	<b>122.8</b>	<b>-50.3</b>	<b>-113.7</b>	<b>201.2</b>	<b>0.6</b>
Cash - begin of the year	146.4	269.2	218.9	105.2	306.4
Cash - end of the year	269.2	218.9	105.2	306.4	307.0

### Exhibit 7. Key Ratios

Year to Dec	2013A	2014A	2015A	2016A	1Q17A
<b>Growth (%)</b>					
Sales	0.1	0.0	-0.4	0.4	0.8
EBITDA	6.6	0.3	-0.4	6.5	1.8
Operating profit	-1.1	2.9	1.0	5.3	2.6
Net profit	-0.7	-0.7	-0.4	-25.6	3.0
<b>Profitability (%)</b>					
Gross margin	3.5	4.4	9.9	24.9	27.4
EBITDA margin	3.4	4.5	4.7	25.6	26.5
Operating margin	0.3	1.3	4.6	20.8	22.9
Net margin	(1.0)	(0.3)	(0.4)	6.7	7.6
ROAA	(1.1)	(0.3)	(0.2)	3.4	1.1
ROAE	(3.6)	(1.2)	(0.7)	15.6	5.5
<b>Leverage</b>					
Net Gearing (x)	0.6	0.8	0.8	0.6	0.8
Interest Coverage (x)	0.3	0.3	0.4	0.1	0.1

Source : Company

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## MARKET NEWS

### SECTOR

**Banking: OJK reports a declining NIM in the banking sector**

The Financial Services Authority (OJK) said that the net interest margin (NIM) in the banking sector had declined to 5.35% in July 2017, lower than the level of 5.59% in July 2016. OJK data shows that banks in the BUKU I category reported a lower NIM of 5.63% (July 2016: 6.19%), while for BUKU III banks, the NIM was reported at 4.45% in July 2017 (July 2016: 4.72%). By contrast, BUKU II banks reported a higher NIM of 5.04% while BUKU IV banks still enjoy a NIM above 6% despite being lower than its level in July 2016 of 6.48%. (Investor Daily)

**Coal Mining: MEMR is seeking the best scheme to determine domestic coal prices for power plants**

The Ministry of Energy and Mineral Resources (MEMR) is studying a fair policy to determine coal prices for domestic power plants to accommodate both PLN and coal mining producers. MEMR said that the cost plus margin formula to determine domestic coal pricing may not help coal mining companies or buyers. Currently, the cost plus margin formula is applied for mine mouth power plants. (Bisnis Indonesia, Bloomberg)

**Construction: Two sections of the Trans-Sumatra Highway to start operating soon**

The Ministry of Public Housing and Works (PUPR) announced that two sections of the Trans-Sumatra Highway, namely Medan – Kualanamu – Tebing Tinggi (61.72km) and Palembang – Indralaya (22km) will soon be ready for commercial operation. The timing of the inauguration will be determined by the President. (Investor Daily)

**Construction: Serang-Panimbang toll road to begin construction in Oct-17**

The Indonesian Toll Road Authority announced that the construction of the Serang-Panimbang toll road (83.67km) will begin in Oct-17. It is estimated to commence operation in FY19. The construction work has been assigned to Wijaya Karya (WIKA) with investment costs of around Rp5.33tn. (Bisnis Indonesia)

**Energy: State-run utility company PLN denies having financial problems**

State-run utility company, Perusahaan Listrik Negara, or PLN, has denied having financial problems following a leaked letter sent by the Finance Minister. According to PLN's finance director, PLN's debts have reached IDR58tn (USD4.3bn) over the past three years but the company received IDR145tn during the same period, indicating that the company has enough funds to cover its debts. PLN has projected its debt repayments for the next 30 years, keeping track of the due date and the interest rate on the debt. Meanwhile, Sri Mulyani has sent an official letter to the State-owned Enterprise providing a warning on PLN's ailing financial performance over the past three years. (Jakarta Globe)

### CORPORATE

**Bukit Asam: Spent Rp800bn on capex for investment, mostly for electrification and coal handling infrastructure**

Bukit Asam (PTBA) has made Rp800bn of investments in the year to mid-September 2017. Most of the investments have been on electrification and coal handling infrastructure. This figure is about 40% of PTBA's full year capex target of Rp2tn, of which Rp1.5tn will be used for routine capex and the remaining Rp520bn for development. (Bisnis Indonesia)

**Erajaya Swasembada: Launching the Nokia 6,5,3 in October 2017**

Erajaya Swasembada (ERAA) will launch the Nokia 6,5,3 in October 2017. The Nokia 3 has a 5-inch IPS screen coated with laminated Corning Gorilla Glass. The Nokia 5 is equipped with a 5.3 inch screen covered with a laminated Corning Gorilla Glass IPS HD display. The Nokia 5 also features Qualcomm Snapdragon 430 software. The Nokia 5 has an improved battery life and better graphics performance with 3GB of RAM. The Nokia 6 has immersive audio features and a 5.5-inch Full HD quality screen size. There is also a smart audio amplifier combined with Dolby Atmos that produces a clearer sound. Nokia 6 uses Qualcomm Adreno 505 software with two color choices: Matte Black and Silver. (Kontan)

**Exhibit 1. Nokia 6,5,3**

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**Nokia 6****Nokia 5****Nokia 3**

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Source: CNET

**Ace Hardware Indonesia: Opening its 11<sup>th</sup> store in Tangerang**

Ace Hardware Indonesia will open a new store in Living Plaza Ciputat, Tangerang, with gross retail space of about 1,857 sqm. This is the 11<sup>th</sup> new store opened by Ace Hardware Indonesia this year - in-line with the management's guidance. The company currently operates 138 stores. (Company)



## DANAREKSA VALUATION GUIDE

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		
						2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	
Danareksa Universe						3,598,506	192,959	220,169	233.4	266.3			17.3%	14.1%	18.6	16.3	20.3	18.2	2.8	2.5	15.9	16.4
Auto						311,723	18,975	22,003	381.6	442.5			25.2%	16.0%	16.4	14.2	12.0	10.1	2.0	1.8	12.8	13.4
Astra International		HOLD	7,700	9,000	311,723	18,975	22,003	469	544	449	531	25.2%	16.0%	16.4	14.2	12.0	10.1	2.0	1.8	12.8	13.4	
Banks						1,326,796	89,107	104,234	711.5	832.3			19.5%	17.0%	14.9	12.7			2.3	2.0	16.2	16.8
BCA		BUY	19,825	19,450	488,786	22,682	25,017	920	1,015	920	1,015	10.1%	10.3%	21.5	19.5	N/A	N/A	3.8	3.3	18.8	18.0	
BNI		HOLD	7,300	6,700	136,135	14,049	16,825	753	902	753	902	23.9%	19.8%	9.7	8.1	N/A	N/A	1.4	1.2	15.0	15.6	
BRI		BUY	14,700	15,000	362,637	30,046	33,756	1,218	1,368	1,218	1,368	14.7%	12.3%	12.1	10.7	N/A	N/A	2.2	1.9	19.1	18.8	
Bank Tabungan Negara		BUY	3,060	2,400	32,405	2,941	3,120	278	295	278	295	12.3%	6.1%	11.0	10.4	N/A	N/A	1.5	1.4	14.6	14.0	
Bank Mandiri		HOLD	6,575	11,800	306,833	19,390	25,515	831	1,094	831	1,094	40.4%	31.6%	7.9	6.0	N/A	N/A	1.9	1.7	12.4	14.9	
Cement						158,651	5,911	6,125	303	314			-18.6%	3.6%	26.8	25.9	14.3	13.5	2.5	2.4	9.7	9.6
Indocement		SELL	19,050	13,000	70,127	2,514	2,484	683	675	677	669	-35.1%	-1.2%	27.9	28.2	15.3	15.4	2.6	2.5	9.5	9.1	
Semen Indonesia		HOLD	9,950	8,600	59,019	3,209	3,458	541	583	513	554	2.3%	7.8%	18.4	17.1	10.1	9.2	1.8	1.7	10.2	10.4	
Semen Baturaja		SELL	2,980	390	29,504	188	182	19	19	19	18	-27.3%	-3.3%	155.6	161.0	63.5	60.4	9.0	8.7	5.9	5.5	
Cigarettes						579,813	19,836	21,451	168	181			2.0%	8.1%	29.2	27.0	20.2	18.6	7.6	7.0	26.5	27.0
Gudang Garam		HOLD	65,575	75,100	126,172	7,159	7,871	3,721	4,091	3,721	4,091	7.2%	9.9%	17.6	16.0	11.3	10.4	3.0	2.7	17.6	17.7	
HM Sampoerna		BUY	3,900	4,100	453,641	12,677	13,581	109	117	109	117	-0.7%	7.1%	35.8	33.4	26.8	24.5	13.2	12.8	37.0	38.9	
Construction						116,086	8,554	10,351	115	139			29.9%	21.0%	13.6	11.2	9.1	7.5	1.9	1.6	14.7	15.6
Wijaya Karya		BUY	1,790	2,800	16,056	1,225	1,783	137	199	137	199	21.0%	45.5%	13.1	9.0	4.4	3.2	1.3	1.2	10.4	13.7	
Pembangunan Perumahan		BUY	2,290	5,700	14,198	1,295	1,570	209	253	233	283	33.9%	21.2%	11.0	9.0	5.3	4.4	2.3	1.9	22.5	22.6	
Adhi Karya		BUY	2,000	2,700	7,122	451	619	127	174	149	187	43.9%	37.3%	15.8	11.5	8.6	7.1	1.2	1.0	7.8	9.2	
Waskita Karya		BUY	1,800	2,800	24,433	2,383	3,034	176	224	176	224	39.1%	27.4%	10.3	8.1	10.5	8.7	1.9	1.6	19.8	21.5	
Waskita Beton		BUY	356	630	9,385	1,104	1,319	42	50	42	50	73.9%	19.5%	8.5	7.1	8.5	4.2	1.1	1.0	14.2	15.2	
Wika Beton		BUY	550	1,100	4,794	349	420	42	50	42	50	28.3%	20.2%	13.1	10.9	8.5	7.1	1.8	1.6	13.7	14.8	
Jasa Marga		BUY	5,525	6,300	40,100	1,747	1,606	257	236	261	240	4.4%	-8.1%	21.5	23.4	12.7	11.6	3.0	2.8	14.0	11.6	
Consumer						595,952	17,265	19,547	333	377			10.2%	13.2%	34.5	30.5	23.3	20.7	9.0	8.1	27.6	28.0
Indofood CBP		BUY	8,725	9,700	101,750	3,857	4,351	331	373	331	373	7.1%	12.8%	26.4	23.4	16.4	14.7	5.2	4.6	20.7	20.9	
Indofood		HOLD	8,400	8,650	73,756	4,506	5,098	517	580	512	569	9.2%	12.2%	16.2	14.5	13.2	11.7	2.3	2.1	14.9	15.5	
Unilever		HOLD	49,200	52,000	375,396	7,324	8,326	960	1,091	960	1,091	14.6%	13.7%	51.3	45.1	35.9	31.7	66.6	56.5	141.6	135.6	
Kino Indonesia		BUY	1,720	2,300	2,457	199	215	140	151	140	151	10.1%	8.0%	12.3	11.4	7.3	6.5	1.2	1.1	9.9	9.9	
Mayora Indah		HOLD	1,905	1,960	42,593	1,378	1,556	62	70	62	72	1.7%	12.9%	30.9	27.4	16.0	14.2	6.0	5.2	20.9	20.3	
Healthcare						93,444	2,773	3,089	105	118			8.1%	11.9%	33.7	30.3	27.0	24.0	5.9	5.2	18.5	18.3
Kalbe Farma		HOLD	1,670	1,750	78,281	2,484	2,763	53	59	53	59	8.0%	11.2%	31.5	28.3	26.2	23.4	5.9	5.2	19.7	19.4	
Kimia Farma		SELL	2,730	1,510	15,162	289	326	52	59	52	59	8.1%	12.7%	52.4	46.5	31.5	27.2	6.2	5.6	12.4	12.6	
Heavy Equipment						117,126	6,873	7,645	1,843	2,049			37.4%	11.2%	17.0	15.3	7.4	6.3	2.7	2.4	16.7	16.7
United Tractors		BUY	31,400	35,300	117,126	6,873	7,645	1,843	2,049	1,843	2,049	37.4%	11.2%	17.0	15.3	7.4	6.3	2.7	2.4	16.7	16.7	
Mining						153,535	11,073	12,401	139	156			41.4%	12.0%	13.9	12.4	5.1	4.7	1.3	1.2	9.4	10.2
Adaro Energy		BUY	1,765	2,000	56,455	4,963	5,165	155	161	155	161	10.7%	4.1%	11.4	10.9	3.8	3.4	1.3	1.3	11.6	11.8	
Timah		BUY	815	1,000	6,070	313	334	42	45	42	45	24.3%	6.7%	19.4	18.2	7.0	6.8	1.0	1.0	5.4	5.5	
Vale Indonesia		HOLD	2,520	2,600	25,040	380	540	38	54	38	54	1412.0%	42.0%	65.8	46.4	8.9	8.4	1.0	1.1	1.6	2.3	
Aneka Tambang		HOLD	630	900	15,139	(147)	207	(6)	9	(6)	9	-52.0%	-240.6%	(102.8)	73.1	18.7	16.6	0.8	0.8	(0.8)	1.2	
Bukit Asam		BUY	10,000	14,500	23,041	2,498	3,004	1,149	1,382	1,149	1,382	72.7%	20.3%	8.7	7.2	5.9	4.9	1.9	1.6	22.9	23.2	
Indo Tambangraya Megah		HOLD	19,450	17,000	21,977	2,536	2,534	2,244	2,243	2,323	2,321	44.8%	-0.1%	8.7	8.7	3.5	3.5	1.7	1.6	20.2	19.2	
Harum Energy		HOLD	2,150	2,200	5,813	530	617	196	228	196	228	196.4%	16.3%	11.0	9.4	2.9	2.3	1.4	1.4	13.4	14.7	
Poultry						61,452	4,623	5,608	31	37			1.1%	21.3%	13.3	11.0	8.2	7.0	2.1	1.8	17.2	17.8
Charoen Pokphand		BUY	2,750	3,100	45,095	2,982	3,550	182	216	182	216	34.3%	19.0%	15.1	12.7	9.4	8.0	2.7	2.3	19.3	19.4	
Japfa Comfeed		BUY	1,255	1,650	14,320	1,463	1,811	128	159	128	159	-29.2%	23.8%	9.8	7.9	6.3	5.4	1.4	1.2	15.4	16.4	
Malindo Feedmill		BUY	910	1,050	2,037	178	247	80	110	80	110	-38.5%	38.4%	11.4	8.3	6.7	6.1	1.0	0.9	9.3	11.5	
Property						108,142	7,171	6,745	60	56			39.3%	-5.9%	15.1	16.0	10.7	11.3	1.7	1.6	12.2	10.4
Alam Sutera		HOLD	380	380	7,467	1,129	1,026	57	52	56	59	121.9%	-9.2%	6.6	7.3	8.7	9.6	0.9	0.8	14.9	12.1	
Bumi Serpong Damai		BUY	1,765	2,200	33,970	3,115	1,947	162	101	203	137	73.4%	-37.5%	10.9	17.4	8.6	12.1	1.4	1.4	14.1	8.0	
Ciputra Development		HOLD	1,195	1,070	22,180	947	1,302	51	70	38	58	-8.6%	37.4%	23.4	17.0	12.8	11.0	1.6	1.5	7.1	9.1	
Pakuwon Jati		BUY	610	700	29,377	1,707	2,146	35	45	37	44	2.2%	25.7%	17.2	13.7	12.0	10.3	2.9	2.5	18.2	19.5	
Summarecon		SELL	1,050	900	15,148	272	325	19	23	28	27	-12.8%	19.7%	55.8	46.6	13.5	13.5	2.3	2.2	4.3	4.9	
Retail						69,229	3,573	4,059	104	119			10.4%	13.6%	19.4	17.1	10.4	9.3	4.5	4.1	24.5	25.3
Mitra Adi Perkasa		BUY	6,800	8,100	11,288	347	509	210	308	210	308	66.5%	46.8%	32.4	22.1	8.0	6.9	3.5	3.5	10.7	15.6	
Ramayana		BUY	895	1,130	6,351	431	462	67	70	67	70	10.9%	4.9%	13.4	12.8	9.5	8.6	1.8	1.6	12.5	12.4	
Matahari Department Store		SELL	9,400	12,000	27,428	2,098	2,265	719	777	719	777	4.0%										

## COVERAGE PERFORMANCE

### LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		28-Sep-17	27-Sep-17					
Bukit Asam	PTBA	10,000	9,225	8.4	(4.1)	(22.9)	(20.0)	BUY
Adaro Energy	ADRO	1,765	1,670	5.7	(5.1)	(5.6)	4.1	BUY
Ramayana	RALS	895	860	4.1	(6.8)	(11.4)	(25.1)	HOLD
Indo Tambangraya Megah	ITMG	19,450	18,725	3.9	(1.4)	1.3	15.3	HOLD
Semen Indonesia	SMGR	9,950	9,625	3.4	(1.5)	(5.0)	8.4	HOLD
United Tractors	UNTR	31,400	30,425	3.2	(1.8)	2.6	47.8	BUY
Ciputra Development	CTRA	1,195	1,160	3.0	2.6	2.1	(10.5)	BUY
Harum Energy	HRUM	2,150	2,090	2.9	(1.8)	(9.3)	0.5	SELL
Ace Hardware	ACES	1,205	1,185	1.7	7.1	17.0	44.3	HOLD
Aneka Tambang	ANTM	630	625	0.8	(7.4)	(13.7)	(29.6)	HOLD

Sources: Bloomberg

### LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		28-Sep-17	27-Sep-17					
Kalbe Farma	KLBF	1,670	1,740	(4.0)	(3.7)	(4.3)	10.2	BUY
Pembangunan Perumahan	PTPP	2,290	2,380	(3.8)	(12.6)	(17.3)	(39.9)	BUY
Bank Tabungan Negara	BBTN	3,060	3,180	(3.8)	(4.7)	3.7	75.9	BUY
Bank Rakyat Indonesia	BBRI	14,700	15,250	(3.6)	(2.2)	(1.8)	25.9	BUY
Pakuwon Jati	PWON	610	630	(3.2)	(6.2)	(10.9)	8.0	BUY
Vale Indonesia	INCO	2,520	2,600	(3.1)	(9.7)	(14.9)	(10.6)	HOLD
Alam Sutera	ASRI	380	390	(2.6)	(4.0)	6.1	8.0	HOLD
Matahari Department Store	LPPF	9,400	9,625	(2.3)	(5.1)	(9.4)	(37.9)	SELL
Indocement	INTP	19,050	19,400	(1.8)	(1.0)	(3.8)	23.7	SELL
Kimia Farma	KAEF	2,730	2,780	(1.8)	(6.5)	(14.7)	(0.7)	SELL

Sources: Bloomberg

**PREVIOUS REPORTS**

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