

**FROM EQUITY RESEARCH**
**Indofood CBP Sukses Makmur: More room for growth**

(ICBP IJ. IDR 8,925. BUY. TP IDR 9,700)

ICBP reported solid 3Q17 sales volume growth in both noodles and dairy, reaching 8.5% yoy and 3% yoy respectively. Looking forward, we are confident that the positive momentum can be maintained, especially since sales should receive a boost from more populist government policies in the pre-election year of 2018. Maintain BUY with an unchanged TP of IDR9,700.

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**Matahari Department Store: Expansion on track; valuation looks attractive**

(LPPF IJ. IDR 11,300. BUY. TP IDR 12,500)

We maintain our BUY recommendation on LPPF with a higher TP of IDR12,500. From our recent meeting with the management, we learnt that: 1) the December 2017 injection in MatahariMall.com will be the final injection, potentially creating positive sentiment on the stock, 2) there will still be three more new store openings in 4Q17, and 3) expansion will continue in 2018.

To see the full version of this report, please [click here](#)

**Waskita Karya: No glory without sacrifice**

(WSKT IJ. IDR 2,150. BUY. TP IDR 2,700)

We maintain our Buy call on WSKT with a new TP of IDR2,700 (old: IDR2,800). The development of toll roads and the funding still become the main issues. We expect order book in 2018 to have 6%/yoy growth to IDR155tn despite the lower new contracts target. WSKT's order book is the largest among contractors in Indonesia.

To see the full version of this report, please [click here](#)

**MARKET NEWS**
**Sector**

- Coal Mining: PLN to evaluate PPA of IPPs which have been operated more than 10 years
- Retail: H&M struggling business
- Post Holding, SOE Banks Will be Segmented

**Corporate**

- Adhi Karya: New contracts as of Oct reached IDR31.6tn
- Waskita Karya: New contracts as of Oct reached 75% of the full year target

**KEY INDEX**

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
<b>Asean - 5</b>				
Indonesia	6,053	0.0	14.3	319
Thailand	1,714	0.3	11.1	1,493
Philippines	8,322	0.1	21.7	101
Malaysia	1,718	(0.2)	4.7	537
Singapore	3,387	0.1	17.6	763
<b>Regional</b>				
China	3,378	(0.4)	8.9	42,283
Hong Kong	28,693	0.8	30.4	13,356
Japan	21,256	0.5	11.2	14,143
Korea	2,480	0.3	22.4	6,051
Taiwan	10,774	0.5	16.4	4,183
India	32,634	0.6	22.6	534
NASDAQ	6,624	0.3	23.1	76,323
Dow Jones	22,957	0.4	16.2	7,110

**CURRENCY AND INTEREST RATE**

		Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah	Rp/1US\$	13,529	0.2	(0.1)	(0.4)
SBI rate	%	5.90	-	-	(1.3)
10y Gov	Indo bond	6.62	(0.1)	(0.0)	(1.4)

**HARD COMMODITY**

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	96	(0.3)	(0.9)	8.9
Gold	US\$/toz	1,279	0.2	(0.1)	11.0
Nickel	US\$/mt.ton	11,519	2.0	(1.6)	15.6
Tin	US\$/mt.ton	19,555	0.6	(4.3)	(7.8)

**SOFT COMMODITY**

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2,149	(0.5)	3.1	0.0
Corn	US\$/mt.ton	124	1.0	3.0	(4.3)
Oil (WTI)	US\$/barrel	56	(0.1)	9.5	4.9
Oil (Brent)	US\$/barrel	62	(0.8)	7.7	9.5
Palm oil	MYR/mt.ton	2,660	(1.0)	(3.3)	(16.9)
Rubber	US\$/kg	139	0.1	(3.3)	(28.1)
Pulp	US\$/tonne	959	N/A	4.3	18.6
Coffee	US\$/60kgbag	110	(0.1)	(3.7)	(25.5)
Sugar	US\$/MT	389	(1.3)	5.4	(25.8)
Wheat	US\$/ton	119	(1.1)	(1.3)	(8.2)
Soy Oil	US\$/lb	34	(1.4)	(0.6)	(1.4)
Soy Bean	US\$/by	990	(0.1)	1.1	(0.7)

Source: Bloomberg

Tuesday, 21 November 2017

**BUY**  
**Maintain**

Last price (IDR)	8,925
Target Price (IDR)	9,700
Upside/Downside	+8.7%
Previous Target Price (IDR)	9,700

**Stock Statistics**

Sector	Consumer
Bloomberg Ticker	ICBP IJ
No of Shrs (mn)	11,662
Mkt. Cap (IDR bn/USDmn)	104,374/7,722
Avg. daily T/O (IDR bn/USDmn)	39.3/2.9

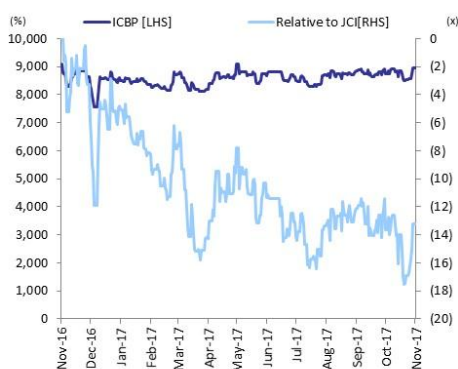
**Major shareholders**

Indofood Sukses Makmur Tbk	80.5%
Estimated free float (%)	19.5%

**EPS Consensus (IDR)**

	2017F	2018F	2019F
Danareksa	333.9	368.4	407.9
Consensus	332.2	363.5	398.3
Danareksa/Cons	0.5	1.4	2.4

**ICBP relative to JCI Index**



Source : Bloomberg

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# Indofood CBP Sukses Makmur (ICBP IJ)

## More room for growth

**ICBP reported solid 3Q17 sales volume growth in both noodles and dairy, reaching 8.5% yoy and 3% yoy respectively. Looking forward, we are confident that the positive momentum can be maintained, especially since sales should receive a boost from more populist government policies in the pre-election year of 2018. Maintain BUY with an unchanged TP of IDR9,700.**

**Room for growth for both noodles and dairy.** The sales volumes of both noodles and dairy were reportedly higher in 3Q17 (up by 8.5% yoy and 3% yoy) – or far better performance than in previous quarters when sales volume growth was negative. As a result, the company recorded solid yoy growth in revenues. Looking ahead, we are confident that the growth can be maintained. In particular, we note the high correlation between noodles sales volume and government spending with the latter expected to increase along with higher subsidies. For dairy, meanwhile, the demographic bonus arising from a growing productive population should translate into stronger growth for dairy products. In our estimates, the FY18F sales volume for noodles and dairy will grow by 0.5% and 6% yoy, respectively.

**Earnings growth expected to reach 10.3% yoy in FY18F.** ICBP's other divisions (Snacks, Nutritional, Beverages and Seasonings) - which provided a combined contribution to revenues of 17% - also reported higher 3Q17 volume growth despite stiffer competition which is also curbing margins. For 2018, we expect sales volume growth from Snacks and Beverages of 18% yoy and 2% yoy, respectively. At the topline, we expect overall revenues to grow by 8.4% to IDR39tn in FY18F. Combined with easing cost pressures, a better product mix, higher ASP and continued efficiency in opex should all help the company to record a FY18 operating margin of 14.6% with 10.3% yoy bottom line growth.

**Maintain BUY with an unchanged TP.** At the current share price, ICBP is trading at FY18F PE of 24.2x, still below its average 2-year PE of 25x. In our view, continued product innovation supported by the company's extensive distribution network will help the company to maintain its solid performance in the pre-election year of 2018. This will give support to the share price. Maintain BUY with an unchanged TP of IDR9,700.

**Key Financials**

Year to 31 Dec	2015A	2016A	2017F	2018F	2019F
Revenue, (IDRbn)	31,741	34,466	36,291	39,038	42,302
EBITDA, (IDRbn)	4,456	5,541	5,771	6,265	6,827
EBITDA Growth, (%)	24.0	24.3	4.1	8.6	9.0
Net profit (IDRbn)	3,001	3,600	3,894	4,296	4,757
EPS (IDR)	257.3	308.7	333.9	368.4	407.9
EPS growth (%)	13.5	20.0	8.2	10.3	10.7
BVPS, (IDR)	1,325.2	1,506.1	1,686.5	1,888.7	2,113.4
DPS, (IDR)	11.0	13.2	14.2	15.7	17.4
PER (x)	34.7	28.9	26.7	24.2	21.9
PBV (x)	6.7	5.9	5.3	4.7	4.2
Dividend yield (%)	0.1	0.1	0.2	0.2	0.2
EV/EBITDA (x)	22.2	17.6	16.9	15.3	13.8

Source : ICBP, Danareksa Estimates

Tuesday, 21 November 2017

**BUY**  
**Maintain**

Last price (IDR)	11,300
Target Price (IDR)	12,500
Upside/Downside	10.6%
Previous Target Price (IDR)	10,500

**Stock Statistics**

Sector	Retail
Bloomberg Ticker	LPPF JJ
No of Shrs (mn)	2,917
Mkt. Cap (IDR bn/USDmn)	32,014/2,369
Avg. daily T/O (IDR bn/USDmn)	60.3/4.5

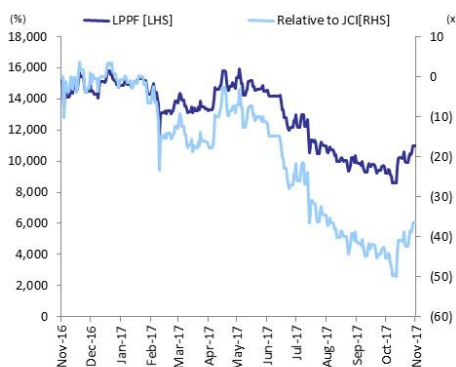
**Major shareholders**

PT Multiplolar Tbk	17.5%
Estimated free float	82.5%

**EPS Consensus(IDR)**

	2017F	2018F	2019F
Danareksa	660.8	712.6	766.0
Consensus	686.8	747.9	819.9
Danareksa/Cons	(3.8)	(4.7)	(6.6)

**LPPF relative to JCI Index**



Source : Bloomberg

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# Matahari Department Store (LPPF JJ)

## Expansion on track; valuation looks attractive

We maintain our BUY recommendation on LPPF with a higher TP of IDR12,500. From our recent meeting with the management, we learnt that: 1) the December 2017 injection in MatahariMall.com will be the final injection, potentially creating positive sentiment on the stock, 2) there will still be three more new store openings in 4Q17, and 3) expansion will continue in 2018.

**Final injection in MatahariMall.com.** LPPF's management stressed that the company would make its final injection in MatahariMall.com of around IDR212.5bn in December 2017. This will maintain LPPF's ownership in MatahariMall.com at around 18%. Encouragingly, the management has provided reassurances that there will be no further investments in MatahariMall.com. We view this positively since the investment in MatahariMall.com has been a source of worry for some investors and any signs that further investments were planned would likely revive these concerns. As such, this final injection in MatahariMall.com should generate positive sentiment and pave the way for a rerating, in our view.

**More store openings in 4Q17.** The management has confirmed 3 new store openings in 4Q17: 2 Matahari Department Stores in South Sulawesi (6,500 sqm each) and 1 Nevada store in Pakuwon Mall (1,000 sqm), totaling 14,000 sqm. As such, new additional gross retail space will total 46,500 sqm this year, as LPPF previously opened 5 new stores in Tegal, Madiun, Jember, Medan, and Cirebon. In our calculations, we expect the net additional gross retail space to stay positive at 3,500 sqm, taking into account store closures in Taman Anggrek (16,000 sqm), Lombok (6,500 sqm), and Pasaraya & Blok M (20,000 sqm).

**Expansion to continue in the pre-election year of 2018.** The management has provided reassurances that expansion will continue in 2018, with about 6-8 new store openings in the next 3 years. The company foresees stronger consumption as the public should benefit from populist government policies such as higher subsidies on healthcare and energy in 2018. Profitability should also be maintained at the same level given the management's continued focus on operational efficiencies concerning employee productivity.

**Maintain BUY with a TP of IDR12,500.** We increase our 2018F revenues and net profit estimates by 1.2% and 2.4%, respectively. Meanwhile, we re-rate our valuation using 17.5x P/E 2018F, nearly -1 std based on the 5 years P/E band, giving rise to a TP of IDR12,500 from IDR10,500 previously at 15x P/E 2018F, about -1.5 std. The stock trades at an attractive valuation of 15.7x P/E 2018F. We also like LPPF for its healthy balance sheet and high dividend yield. Risks to our call include lower-than-expected GDP growth in 2018.

**Key Financials**

Year to 31 Dec	2015A	2016A	2017F	2018F	2019F
Revenue, (IDRbn)	9,007	9,897	9,897	10,542	11,209
EBITDA, (IDRbn)	2,570	2,788	2,671	2,879	3,092
EBITDA Growth, (%)	9.9	8.5	(4.2)	7.8	7.4
Net profit (IDRbn)	1,799	2,020	1,928	2,079	2,234
EPS (IDR)	611.0	692.4	660.8	712.6	766.0
EPS growth (%)	27.3	13.3	(4.6)	7.8	7.5
BVPS, (IDR)	375.8	636.0	810.6	1,063.6	1,337.9
DPS, (IDR)	295.5	435.6	491.6	469.2	506.0
PER (x)	18.5	16.3	17.1	15.9	14.8
PBV (x)	30.1	17.8	13.9	10.6	8.4
Dividend yield (%)	2.6	3.9	4.4	4.2	4.5
EV/EBITDA (x)	12.6	11.2	11.6	10.5	9.5

Source : LPPF, Danareksa Estimates

Tuesday, 21 November 2017

**BUY**  
**Maintain**

Last price (IDR) 2,150  
Target Price (IDR) 2,700  
Upside/Downside +25.6%  
Previous Target Price (IDR) 2,800

#### Stock Statistics

Sector Construction  
Bloomberg Ticker WSKT IJ  
No of Shrs (mn) 13,574  
Mkt. Cap (IDR bn/USDmn) 29,184/2,157  
Avg. daily T/O (IDR bn/USDmn) 46.8/3.5

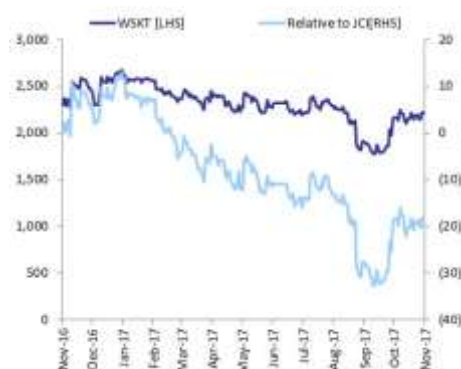
#### Major shareholders

Govt. Indonesia 66.0%  
Public 34.0%  
Estimated free float (%) 32.2

#### EPS Consensus(IDR)

	2017F	2018F	2019F
Danareksa	224.5	245.8	224.3
Consensus	228.6	258.2	281.1
Danareksa/Cons	(1.8)	(4.8)	(20.2)

#### WSKT relative to JCI Index



Source : Bloomberg

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## Waskita Karya(WSKT IJ)

### No glory without sacrifice

**We maintain our BUY call on WSKT with a new TP of IDR2,700 (old: IDR2,800). The development of toll roads and the funding remain the key issues. We expect the order book in 2018 to grow 6%yoy to IDR155tn despite the lower new contracts target. WSKT's order book is the largest among its peers.**

**2018 contracts target.** WSKT's order book is the largest among the construction companies in Indonesia. We expect the 2018 order book to reach IDR155tn (+6%yoy) despite the lower new contracts target. The new contracts in 2018 are expected to reach IDR50.0tn, or lower than the IDR60.0tn of new contracts targeted in 2017.

**Acquiring toll road projects...** WSKT, through Waskita Toll Road (WTR), owns 18 toll roads with a total length covering 997km of which more than 82% is still under construction. The management claims that the investment needed for the toll roads will reach more than IDR100tn while "toll road concession rights" booked as of Sep reached IDR27.1tn, indicating that around IDR73tn of funds is needed to develop the toll roads.

**...to enlarge assets.** Since entering the toll road business in 2015, WSKT's balance sheet has increased significantly. Total assets, which only reached IDR12.5tn at the end of 2014, have since grown to IDR87.7tn as of Sep17. However, the leverage also increased (up from 1.1x in Dec16 to IDR1.7x as of Sep17). This includes the IDR5.2tn of additional equity received in 2015. However, with only IDR22.0tn of equity as of Sep17, WSKT will have difficulties in carrying out all the toll road projects. As such, the company plans to divest 10 of its toll roads through IPO and direct divestment. We have not included the divestments into our forecast.

**Waiting for the payment of receivables.** WSKT's receivables (trade receivables, retention receivables, and gross amount due from customers) as of Sep17 reached IDR24.8tn with the Ministry of Transportation (MoT) as the biggest debtor with unpaid bills reaching IDR5.3tn or 21% of the receivables. Other large debtors include Hutama Karya, which owes IDR4.8tn (19.3% of the receivables) and Jasamarga Semarang Batang, which owes IDR2.7tn (11.1%).

**Valuation.** We expect single-digit growth in the 2018 net income due to higher financing costs and minorities and 22%yoy growth in revenues. We maintain our BUY call on WSKT with a lower TP of IDR2,700 (old: IDR2,800). Our new TP is based on: 1) -1SD PE multiple of 11.0x (old: +1SD of 16.5x PE), and 2) 2018 EPS of IDR246 (old: 2017 EPS of IDR176).

#### Key Financials

Year to 31 Dec	2015A	2016A	2017F	2018F	2019F
Revenue, (IDRbn)	14,153	23,788	38,860	47,486	50,090
EBITDA, (IDRbn)	1,272	2,963	5,901	7,192	7,592
EBITDA Growth, (%)	51.8	132.9	99.1	21.9	5.6
Net profit (IDRbn)	1,048	1,713	3,047	3,336	3,045
EPS (IDR)	90.2	126.2	224.5	245.8	224.3
EPS growth (%)	73.7	39.9	77.9	9.5	(8.7)
BVPS, (IDR)	821.9	815.5	1,004.0	1,184.3	1,336.9
DPS, (IDR)	7.4	15.4	37.9	67.4	73.7
PER (x)	24.5	17.5	9.8	9.0	9.9
PBV (x)	2.7	2.7	2.2	1.9	1.7
Dividend yield (%)	0.3	0.7	1.7	3.0	3.3
EV/EBITDA (x)	25.8	15.0	11.5	11.3	11.0

Source : WSKT, Danareksa Estimates



## MARKET NEWS

### SECTOR

#### **Coal Mining: PLN to evaluate the PPA of IPPs which have been operating more than 10 years**

PLN, the state-owned electricity company, plans to evaluate the power purchase agreements of IPPs (mainly coal-power plants which have been operating for more than 10 years). The Directorate General of Electricity of the Ministry of Energy and Mineral Resources (MEMR) said that the evaluation of PPA which have been operating for more than 10 years will be conducted through a business to business (B to B) scheme between PLN and the IPPs. While PLN mentioned that the evaluation would not only be conducted in Java but nationwide as well, the Directorate General of Electricity said that the evaluation of PPA would only be done in Java. (Kontan)

#### **Retail: H&M is struggling**

H&M has confirmed that sales are sluggish globally and that it plans to close numerous stores around the world, especially in the UK and US due to: 1) tighter competition, and 2) changes in the retail landscape. Staff will be offered the opportunity to move to other stores or take other positions internally within the company. (Kompas)

#### **Post Holding, SOE Banks Will be Segmented**

The holding process of SOE banks and financial institutions is still ongoing. The Ministry of SOE sees that the banks should have their own particular focus, i.e. Bank Mandiri (BMRI IJ, Buy, TP IDR7,700) on corporate lending, Bank Negara Indonesia (BBNI IJ, Buy, TP IDR8,500) on consumer lending, Bank Rakyat Indonesia (BBRI IJ, Buy, TP IDR3,600) on micro lending and Bank Tabungan Negara (BBTN IJ, Buy, TP IDR3,600) on housing-related lending (mortgages). Nonetheless, the government still sees either Bank Mandiri or BNI as becoming Indonesia's Development Bank. Post holding, the government hopes that market share from SOE banks will increase to 40-50% from 30% currently. (Kontan)

### CORPORATE

#### **Adhi Karya: New contracts as of Oct reached IDR31.6tn**

Adhi Karya (ADHI) booked IDR31.6tn of new contracts as of Oct 17. This includes the Jakarta LRT project. The new contracts booked in Oct include: Zarazza Malang Hotel (IDR594bn), Skypark Bandung (IDR308bn), and Bandung Bantang Bayang (IDR147bn). Construction and energy still dominate the new contracts booked in 10M17. Looking at the project owners, around 73.8% of the new contracts are government projects, 13.6% are from SOE and 12.6% are from the private sector. (Bisnis Indonesia)

*Comment: Excluding the LRT project, ADHI's regular new contracts as of Oct 17 reached IDR11.9tn. This represents growth of 15.5%mom from IDR10.3tn in Sep 17. The regular new contracts in 10M17 are 55.5% of the management's full year target of IDR21.5tn. (Maria Renata)*

#### **Waskita Karya: New contracts as of Oct reached 75% of the full year target**

Waskita Karya (WSKT) booked IDR45.0tn of new contracts as of Oct 17. This is 75% of the management's full year target of IDR60.0tn. The management targets 2017 revenues to reach IDR45.0tn or representing growth of 89.2%yoy. As a result, the 2017 net income is expected to reach IDR3.6tn, or up 110.1%yoy (FY16A: IDR1.7tn). (Bisnis Indonesia)

*Comment: WSKT's new contracts value as of Oct 17 is similar to the figure as of Sep 17 of IDR44.5tn. This means that the company did not book any significant new contracts in the month of October. However, WSKT's order book is the largest in the industry. It stands at IDR131.6tn supported by IDR86.6tn of carry over contracts. (Maria Renata)*

## DANAREKSA VALUATION GUIDE

Danareksa Universe	Rating	Price (Rp)		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	2017	2018
<b>Auto</b>				<b>3,904,296</b>	<b>195,965</b>	<b>221,874</b>	<b>196.2</b>	<b>222.2</b>			<b>15.1%</b>	<b>13.2%</b>	<b>19.9</b>	<b>17.6</b>	<b>21.0</b>	<b>18.8</b>	<b>2.9</b>	<b>2.7</b>	<b>15.5</b>	<b>15.8</b>
Astra International	HOLD	8,200	9,000	331,965	18,975	22,003	381.6	442.5	449	531	25.2%	16.0%	17.5	15.1	12.7	10.7	2.1	1.9	12.8	13.4
<b>Banks</b>				<b>1,457,128</b>	<b>86,921</b>	<b>100,828</b>	<b>388.2</b>	<b>450.3</b>			<b>16.6%</b>	<b>16.0%</b>	<b>16.8</b>	<b>14.5</b>	<b>16.8</b>	<b>14.5</b>	<b>2.5</b>	<b>2.2</b>	<b>15.9</b>	<b>16.5</b>
BCA	HOLD	21,025	21,000	518,372	23,620	27,068	958	1,098	958	1,098	14.6%	14.6%	21.9	19.2	N/A	N/A	3.9	3.3	19.3	18.8
BNI	BUY	7,975	8,500	148,723	13,089	14,997	702	804	702	804	15.4%	14.6%	11.4	9.9	N/A	N/A	1.5	1.4	14.2	14.6
BRI	BUY	3,340	18,000	411,975	27,521	31,515	1,116	1,277	1,116	1,277	5.1%	14.5%	3.0	2.6	N/A	N/A	2.5	2.2	17.8	18.2
Bank Tabungan Negara	BUY	2,980	3,600	31,558	3,135	3,658	296	346	296	346	19.7%	16.7%	10.1	8.6	N/A	N/A	1.5	1.3	15.4	15.8
Bank Mandiri	BUY	7,425	7,700	346,500	19,555	23,590	419	505	419	505	-29.2%	20.6%	17.7	14.7	N/A	N/A	2.2	2.0	12.6	14.0
BTPN	BUY	2,420	2,800	14,133	1,273	1,628	222	283	222	283	-27.3%	27.8%	10.9	8.5	N/A	N/A	0.8	0.8	7.8	9.4
<b>Cement</b>				<b>160,070</b>	<b>4,407</b>	<b>4,918</b>	<b>226</b>	<b>252</b>			<b>-49.1%</b>	<b>11.6%</b>	<b>36.3</b>	<b>32.6</b>	<b>16.9</b>	<b>15.8</b>	<b>2.7</b>	<b>2.6</b>	<b>7.5</b>	<b>8.1</b>
Indocement	SELL	20,050	15,700	73,809	2,131	2,229	579	605	573	600	-44.9%	4.6%	34.6	33.1	18.7	17.8	2.7	2.7	8.0	8.2
Semen Indonesia	HOLD	9,975	9,600	59,167	2,127	2,539	359	428	347	416	-53.0%	19.3%	27.8	23.3	11.9	11.0	2.0	1.9	7.3	8.4
Semen Baturaja	SELL	2,730	440	27,095	149	150	15	15	14	15	-42.9%	0.8%	181.5	180.1	65.8	60.1	8.4	8.1	4.7	4.6
<b>Cigarettes</b>				<b>636,206</b>	<b>20,595</b>	<b>22,795</b>	<b>174</b>	<b>193</b>			<b>5.9%</b>	<b>10.7%</b>	<b>30.9</b>	<b>27.9</b>	<b>21.3</b>	<b>19.2</b>	<b>8.3</b>	<b>7.5</b>	<b>27.4</b>	<b>28.3</b>
Gudang Garam	BUY	80,375	83,800	154,649	7,498	8,487	3,897	4,411	3,897	4,411	12.3%	13.2%	20.6	18.2	13.1	11.7	3.7	3.2	18.4	18.8
HM Sampoerna	BUY	4,140	4,400	481,557	13,097	14,307	113	123	113	123	2.6%	9.2%	36.8	33.7	27.4	24.5	13.9	13.3	38.0	40.3
<b>Construction</b>				<b>135,277</b>	<b>8,554</b>	<b>10,351</b>	<b>115</b>	<b>139</b>			<b>29.9%</b>	<b>21.0%</b>	<b>15.8</b>	<b>13.1</b>	<b>10.2</b>	<b>8.3</b>	<b>2.2</b>	<b>1.9</b>	<b>14.7</b>	<b>15.6</b>
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	2,760	5,700	17,112	1,295	1,570	209	253	233	283	33.9%	21.2%	13.2	10.9	6.5	5.3	2.7	2.2	22.5	22.6
Adhi Karya	BUY	2,200	2,700	7,834	451	619	127	174	149	187	43.9%	37.3%	12.7	13.1	9.3	7.6	1.3	1.1	7.8	9.2
Waskita Karya	BUY	2,150	2,800	29,184	2,383	3,034	176	224	176	224	39.1%	27.4%	12.2	9.6	11.5	9.5	2.3	1.9	19.8	21.5
Waskita Beton	BUY	414	630	10,914	1,104	1,319	42	50	42	50	73.9%	19.5%	9.9	8.3	9.4	4.9	1.3	1.2	14.2	15.2
Wika Beton	BUY	670	1,100	5,839	349	420	42	50	42	50	28.3%	20.2%	16.0	13.3	10.2	8.6	2.2	1.9	13.7	14.8
Jasa Marga	BUY	6,450	6,300	46,813	1,747	1,606	257	236	261	240	4.4%	-8.1%	25.1	27.3	14.1	12.7	3.5	3.2	14.0	11.6
<b>Consumer</b>				<b>600,592</b>	<b>17,265</b>	<b>19,547</b>	<b>333</b>	<b>377</b>			<b>10.2%</b>	<b>13.2%</b>	<b>34.8</b>	<b>30.7</b>	<b>23.5</b>	<b>20.8</b>	<b>9.1</b>	<b>8.2</b>	<b>27.6</b>	<b>28.0</b>
Indofood CBP	BUY	8,925	9,700	104,083	3,857	4,351	331	373	331	373	7.1%	12.8%	27.0	23.9	16.8	15.1	5.3	4.7	20.7	20.9
Indofood	HOLD	7,800	8,650	68,487	4,506	5,098	517	580	512	569	9.2%	12.2%	15.1	13.4	12.4	11.0	2.2	2.0	14.9	15.5
Unilever	HOLD	49,425	52,000	377,113	7,324	8,326	916	1,091	960	1,091	14.6%	13.7%	51.5	45.3	36.1	31.9	66.9	56.8	141.6	135.6
Kino Indonesia	BUY	2,300	2,300	3,286	199	215	140	151	140	151	10.1%	8.0%	16.5	15.3	9.7	8.8	1.6	1.4	9.9	9.9
Mayora Indah	HOLD	2,130	1,960	47,624	1,378	1,556	62	70	62	72	1.7%	12.9%	34.6	30.6	17.8	15.8	6.7	5.8	20.9	20.3
<b>Healthcare</b>				<b>90,069</b>	<b>2,773</b>	<b>3,089</b>	<b>105</b>	<b>118</b>			<b>8.1%</b>	<b>11.9%</b>	<b>32.5</b>	<b>29.2</b>	<b>26.0</b>	<b>23.1</b>	<b>5.7</b>	<b>5.0</b>	<b>18.5</b>	<b>18.3</b>
Kalbe Farma	HOLD	1,630	1,750	76,406	2,484	2,763	53	59	53	59	8.0%	11.2%	30.8	27.7	25.6	22.8	5.7	5.0	19.7	19.4
Kimia Farma	SELL	2,460	1,940	13,663	289	326	52	59	52	59	8.1%	12.7%	47.3	41.9	28.5	24.7	5.6	5.0	12.4	12.6
<b>Heavy Equipment</b>				<b>120,110</b>	<b>6,873</b>	<b>7,645</b>	<b>1,843</b>	<b>2,049</b>			<b>37.4%</b>	<b>11.2%</b>	<b>17.5</b>	<b>15.7</b>	<b>7.6</b>	<b>6.5</b>	<b>2.8</b>	<b>2.5</b>	<b>16.7</b>	<b>16.7</b>
United Tractors	BUY	32,200	35,300	120,110	6,873	7,645	1,843	2,049	1,843	2,049	37.4%	11.2%	17.5	15.7	7.6	6.5	2.8	2.5	16.7	16.7
<b>Industrial Estate</b>				<b>13,994</b>	<b>2,318</b>	<b>1,192</b>	<b>37</b>	<b>19</b>			<b>100.6%</b>	<b>-48.6%</b>	<b>6.0</b>	<b>11.7</b>	<b>9.2</b>	<b>8.4</b>	<b>0.9</b>	<b>0.9</b>	<b>16.0</b>	<b>7.7</b>
Puradelta Lestari	BUY	181	240	8,724	771	779	16	16	15	15	1.8%	1.0%	11.3	11.2	10.5	10.3	1.2	1.1	10.4	10.2
Bekasi Fajar	BUY	278	340	2,682	413	463	43	48	42	48	22.8%	12.3%	6.5	5.8	7.1	6.5	0.7	0.6	11.5	11.6
Surya Semesta	HOLD	550	640	2,588	1,134	(50)	241	(11)	(113)	(19)	1716.1%	-104.5%	2.3	(51.2)	10.2	7.9	0.6	0.7	32.8	(1.3)
<b>Mining</b>				<b>161,910</b>	<b>11,073</b>	<b>12,401</b>	<b>139</b>	<b>156</b>			<b>41.4%</b>	<b>12.0%</b>	<b>14.6</b>	<b>13.1</b>	<b>5.4</b>	<b>5.0</b>	<b>1.3</b>	<b>1.3</b>	<b>9.4</b>	<b>10.2</b>
Adaro Energy	BUY	1,755	2,000	56,135	4,963	5,165	155	161	155	161	10.7%	4.1%	11.3	10.9	3.8	3.4	1.3	1.3	11.6	11.8
Timah	BUY	885	1,100	6,591	313	334	42	45	42	45	24.3%	6.7%	21.1	19.7	7.5	7.2	1.1	1.1	5.4	5.5
Vale Indonesia	HOLD	2,900	2,600	28,815	380	540	38	54	38	54	1412.0%	-42.0%	75.8	53.4	10.5	9.9	1.2	1.2	1.6	2.3
Aneka Tambang	HOLD	665	900	15,980	(147)	207	(6)	9	(6)	9	-52.0%	-240.6%	(108.5)	77.1	19.4	17.3	0.9	0.9	(0.8)	1.2
Bukit Asam	BUY	11,175	14,500	25,749	2,498	3,004	1,149	1,382	1,149	1,382	72.7%	20.3%	9.7	8.1	6.6	5.5	2.2	1.8	22.9	23.2
Indo Tambangraya Megah	HOLD	20,225	17,000	22,853	2,536	2,534	2,244	2,243	2,323	2,321	44.8%	-0.1%	9.0	9.0	3.7	3.7	1.8	1.7	20.2	19.2
Harum Energy	HOLD	2,140	2,200	5,786	530	617	196	228	196	228	196.4%	16.3%	10.9	9.4	2.9	2.3	1.4	1.3	13.4	14.7
<b>Plantation</b>				<b>42,733</b>	<b>3,010</b>	<b>2,986</b>	<b>283</b>	<b>281</b>			<b>-1.1%</b>	<b>-0.8%</b>	<b>14.2</b>	<b>14.3</b>	<b>7.6</b>	<b>7.2</b>	<b>1.4</b>	<b>1.3</b>	<b>10.3</b>	<b>9.5</b>
Astra Agro Lestari	HOLD	14,450	15,000	27,812	1,908	1,851	991	962	984	962	-4.9%	-3.0%	14.6	15.0	7.8	7.3	1.5	1.4	10.7	9.6
Sampoerna Agro	HOLD	2,570	2,320	4,857	813	301	156	166	156	166	-35.8%	6.4%	16.5	15.5	9.1	8.8	1.3	1.2	8.0	8.0
PP London Sumatra	BUY	1,475	1,830	10,064	289	833	120	122	823	833	37.9%	1.7%	12.3	12.1	6.0	5.2	1.2	1.2	10.3	9.8
<b>Poultry</b>				<b>67,300</b>	<b>4,078</b>	<b>5,292</b>	<b>27</b>	<b>35</b>			<b>-10.9%</b>	<b>29.8%</b>	<b>16.5</b>	<b>12.7</b>	<b>8.9</b>	<b>7.6</b>	<b>2.3</b>	<b>2.0</b>	<b>15.2</b>	<b>16.8</b>
Charoen Pokphand	HOLD	3,080	3,100	50,506	2,576	3,405	157	208	182	216	16.0%	32.2%	19.6	14.8	10.4	8.9	3.0	2.5	16.7	18.6
Japfa Comfeed	BUY	1,305	1,650	14,891	1,463	1,811	128	159	128	159	-29.2%	23.8%</								

**COVERAGE PERFORMANCE**
**LEADERS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		20-Nov-17	17-Nov-17					
Gudang Garam	GGRM	80,375	77,975	3.1	1.8	28.6	25.8	BUY
Matahari Department Store	LPPF	11,300	10,975	3.0	10.8	22.2	(25.3)	SELL
Bank Rakyat Indonesia	BBRI	3,340	3,290	1.5	2.5	6.9	43.0	BUY
Bank Mandiri	BMRI	7,425	7,325	1.4	5.3	4.6	28.3	BUY
Charoen Pokphand	CPIN	3,080	3,050	1.0	(2.8)	0.7	(0.3)	HOLD
HM Sampoerna	HMSP	4,140	4,100	1.0	1.0	7.0	8.1	BUY
Semen Indonesia	SMGR	9,975	9,900	0.8	(0.2)	(4.3)	8.7	HOLD
Aneka Tambang	ANTM	665	660	0.8	(2.9)	0.8	(25.7)	HOLD
Indocement	INTP	20,050	19,900	0.8	(1.4)	4.2	30.2	SELL
Kalbe Farma	KLBF	1,630	1,620	0.6	1.9	(4.1)	7.6	HOLD

Sources: Bloomberg

**LAGGARDS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		20-Nov-17	17-Nov-17					
Summarecon Agung	SMRA	870	905	(3.9)	(11.7)	(17.9)	(34.3)	HOLD
Matahari Putra Prima	MPPA	510	530	(3.8)	(15.0)	(12.8)	(65.5)	SELL
Kimia Farma	KAEF	2,460	2,530	(2.8)	(6.8)	(8.9)	(10.5)	SELL
Waskita Karya	WSKT	2,150	2,210	(2.7)	(1.8)	(0.5)	(15.7)	BUY
United Tractors	UNTR	32,200	33,075	(2.6)	(2.1)	(2.4)	51.5	BUY
Erajaya Swasembada	ERAA	740	760	(2.6)	(5.7)	(5.7)	23.3	BUY
Bank Negara Indonesia	BBNI	7,975	8,175	(2.4)	1.6	4.2	44.3	BUY
Vale Indonesia	INCO	2,900	2,970	(2.4)	(7.3)	(3.0)	2.8	HOLD
Jasa Marga	JSMR	6,450	6,600	(2.3)	0.4	6.6	49.3	BUY
Mitra Adi Perkasa	MAPI	6,325	6,450	(1.9)	(3.4)	1.2	17.1	BUY

Sources: Bloomberg

**PREVIOUS REPORTS**

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- Automotive: Recovery in October domestic car sales volume [SnapShot20171120](#)
- Alam Sutra Realty: Mixed Signals, Bumi Serpong Damai: Steady Progress [SnapShot20171117](#)
- CTRA: Brighter outlook, Cement: Buoyant cement sales [SnapShot20171116](#)
- Gudang Garam: Earnings upgrade! [SnapShot20171115](#)
- Bank Tabungan Negara: More good news, HM SAMPOERNA : Brisker growth ahead, Indocement Tunggal Prakarsa: Too expensive by far [SnapShot20171114](#)
- Bank Tabungan Pensiunan Nasional: Short-term pain for long-term gains, Plantation: Oct'17 Stockpile Hits a 21-month High [SnapShot20171113](#)
- Ramayana Lestari Sentosa: Weak 10M17 performance as expected, Indo Tambangraya: Better quarterly results, Pakuwon Jati: The good performance continues, Sumarecon Agung: Upgraded on better marketing sales [SnapShot20171110](#)
- Charoen Pokphand Indonesia: Three salient points from our meeting [SnapShot20171109](#)



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