

## FROM EQUITY RESEARCH

### Bank Negara Indonesia: Waiting for more catalysts to come (BBNI IJ. IDR 9,600. HOLD. TP IDR 8,500)

We reiterate our HOLD call on BBNI with an unchanged GGM-derived TP of IDR8,500 post its FY17 result with net profits of IDR13.6tn. Despite lower credit costs at 171bps, we are still waiting for more positive catalysts. The bank's management has also emphasised the potential threat facing its SOE corporate lending segment which comes from securities issuance post JSMR's komodo bonds issuance recently. Despite that, we expect 5.8% NIM this year on the back of a 10bps fall in the assets yield to 8.5% and a 10bps drop in the blended CoF to 2.9%.

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

### Property: Meeting our expectations (NEUTRAL)

The aggregate 2017 marketing sales of the companies under our coverage reached IDR23.1tn, +4.7%yoy. This figure falls short of the managements' target of IDR26.8tn (86.3%) yet is inline with our target of IDR22.7tn (102.0%). Going into 2018, we only expect aggregate marketing sales to grow by 8.3%yoy to IDR24.9tn (or +7.0%yoy excluding the one-off transactions). We have also conducted channel checks in the secondary market and we note that prices in the secondary market in January 2018 tended to be flat compared to December 2017. We remain NEUTRAL on the property sector.

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### Surya Citra Media: Rights Issue If Case Scenario

(SCMA IJ. IDR 2,510. BUY. TP IDR 2,800)

SCMA has recently announced the management's plan to do a non-preemptive rights issue (NPRI) raising up to IDR3.58tn or 1.5tn new shares. Based on our if case scenario, assuming the base price of the rights issue will be around 1.5% discount to TERP at IDR2,450/share, the EPS dilution will be around 9.1% in 2018F. We suspect the funding will be used for business expansion in the form of acquisition of partnership of other business(es) in the content media sector.

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

## MARKET NEWS

### Macroeconomy

- KEIN: Export boost required

### Sector

- Consumer: Bulog to import 100,000 tons of beef
- Infrastructure: Toll road companies waiting for payment of land clearing costs
- Plantation: India oilseed processors to seek higher import duty on Refined Palm Oil

### Corporate

- Matahari Department Store: Regarding Pasaraya's lawsuit
- Waskita Beton Precast: Optimistic that new contracts in 1M18 will reach 8.7% of the FY target

## KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
<b>Asean - 5</b>				
Indonesia	6,445	0.2	1.4	619
Thailand	1,829	0.4	4.3	2,344
Philippines	8,849	(0.2)	3.4	176
Malaysia	1,829	0.1	1.8	853
Singapore	3,542	(0.2)	4.1	1,039
<b>Regional</b>				
China	3,445	0.2	4.2	41,924
Hong Kong	31,983	0.2	6.9	22,879
Japan	23,868	(0.3)	4.8	15,335
Korea	2,515	(0.3)	1.9	6,467
Taiwan	11,005	0.2	3.4	4,988
India	35,082	0.9	3.0	984
NASDAQ	7,298	1.0	5.7	112,362
Dow Jones	26,116	1.3	5.6	12,870

## CURRENCY AND INTEREST RATE

	Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah Rp/1US\$	13,359	0.5	1.6	1.4
SBI rate %	5.90	-	-	(1.3)
10y Gov Indo bond	6.20	(0.0)	(0.3)	(0.1)

## HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	107	0.1	6.6	5.7
Gold	US\$/toz	1,329	0.1	5.2	2.0
Nickel	US\$/mt.ton	12,482	(2.5)	8.3	(1.8)
Tin	US\$/mt.ton	20,500	0.8	6.9	2.0

## SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	1,952	(0.3)	2.8	2.8
Corn	US\$/mt.ton	128	1.3	3.2	1.9
Oil (WTI)	US\$/barrel	64	0.6	12.5	6.5
Oil (Brent)	US\$/barrel	69	0.3	9.7	3.8
Palm oil	MYR/mt.ton	2,463	(0.8)	4.1	3.0
Rubber	US\$/kg	153	(0.1)	5.2	3.9
Pulp	US\$/tonne	1,030	N/A	3.3	3.0
Coffee	US\$/60kgbag	97	(1.4)	(11.1)	(10.2)
Sugar	US\$/MT	361	(0.7)	0.1	(8.6)
Wheat	US\$/ton	115	1.2	0.8	(1.3)
Soy Oil	US\$/lb	33	(0.9)	(2.0)	(1.7)
Soy Bean	US\$/bu	969	0.1	0.2	1.8

Source: Bloomberg

Thursday, 18 January 2018

**HOLD**  
**Maintain**

Last price (IDR) 9,600  
Target Price (IDR) 8,500  
Upside/Downside -11.5%  
Previous Target Price (IDR) 8,500

**Stock Statistics**

Sector Banking  
Bloomberg Ticker BBNI JJ  
No of Shrs (mn) 18,649  
Mkt. Cap (IDRbn/USDmn) 179,027/13,422  
Avg. daily T/O (IDRbn/USDmn) 144.6/10.8

**Major shareholders (%)**

Government of Indonesia 60.0

Estimated free float 40.0

**EPS Consensus (IDR)**

	2017F	2018F	2019F
Danareksa	701.9	804.2	907.8
Consensus	713.8	822.5	916.7
Danareksa/Cons	(1.7)	(2.2)	(1.0)

**BBNI relative to JCI Index**



Source : Bloomberg



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# Bank Negara Indonesia(BBNI JJ)

## Waiting for more catalysts to come

We reiterate our HOLD call on BBNI with an unchanged GGM-derived TP of IDR8,500 post its FY17 result with net profits of IDR13.6tn. Despite lower credit costs at 171bps, we are still waiting for more positive catalysts. The bank's management has also emphasised the potential threat facing its SOE corporate lending segment which comes from securities issuance post JSMR's komodo bonds issuance recently. Despite that, we expect 5.8% NIM this year on the back of a 10bps fall in the assets yield to 8.5% and a 10bps drop in the blended CoF to 2.9%.

**2017: At a glance.** BBNI's net profits of IDR13.6tn were slightly above our expectation (104%) due to lower credit costs at 171bps (vs our forecast of 207bps) with around a 70bps drop in NIM to 5.5%. The 12.2% loans growth, yet, was below our forecast as the bank's management sought to maintain its corporate (SOE and non-SOE) lending exposure at 50% of loans book. As for the gross NPLs ratio, it dropped significantly to 2.3% on the back of sizeable write-offs of IDR8.7tn with IDR3tn coming from the corporate segment.

**Size is the key constraint.** As BBNI and BMRI have similar business models with a focus on corporate lending, the two banks face the same challenge to support government infrastructure projects. BBNI has IDR35.7tn of government-related infrastructure project loans in the pipeline for this year. Nonetheless, we foresee a lower amount since we believe that the SOE borrowers will opt to issue securities to diversify their funding structure, especially in view of the cheaper funding costs following JSMR's recent komodo bonds issuance.

**Stabilised NIM.** Given the bank's significant exposure to corporate lending, particularly infrastructure projects, we expect the loan yield to continue to decline by 20bps to 9.4% this year. This, in turn, should cause the assets yield to dip to 8.5%. The blended CoF, meanwhile, will improve to 2.9% on the back of a higher proportion of CASA deposits at 66.4% of total customer deposits by the end of the year. All in all, we expect this year's NIM to reach 5.8%.

**Maintain HOLD, TP of IDR8,500.** We maintain our HOLD call on BBNI with an unchanged GGM-derived TP of IDR8,500 (implying 1.5x P/BV for 2018F) assuming 10.6% CoE, 14% sustainable ROAE and 3% long-term growth.

**Key Financials**

Year to 31 Dec	2015A	2016A	2017F	2018F	2019F
PPOP (IDRbn)	18,748	22,082	25,371	28,550	32,514
Net profit (IDRbn)	9,067	11,339	13,089	14,997	16,930
EPS (IDR)	486.2	608.0	701.9	804.2	907.8
EPS growth (%)	0.1	25.1	15.4	14.6	12.9
BVPS (IDR)	4,097.6	4,673.7	5,200.1	5,843.4	6,569.7
PER (x)	19.7	15.8	13.7	11.9	10.6
PBV (x)	2.3	2.1	1.8	1.6	1.5
Dividend yield (%)	1.3	2.2	1.8	1.7	1.9
ROAE (%)	13.4	13.9	14.2	14.6	14.6

Source : BBNI, Danareksa Estimates

Thursday, 18 January 2018

**NEUTRAL**

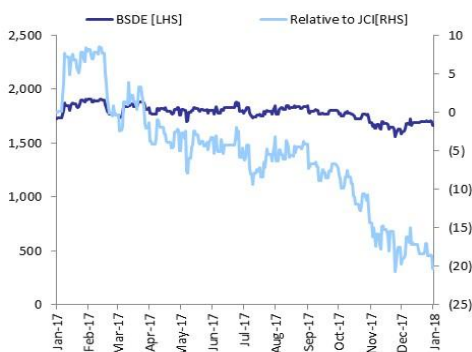
# Property

## Meeting our expectations

### ASRI relative to JCI Index



### BSDE relative to JCI Index



Source : Bloomberg

The aggregate 2017 marketing sales of the companies under our coverage reached IDR23.1tn, +4.7%yoy. This figure falls short of the managements' target of IDR26.8tn (86.3%) yet is inline with our target of IDR22.7tn (102.0%). Going into 2018, we only expect aggregate marketing sales to grow by 8.3%yoy to IDR24.9tn (or +7.0%yoy excluding the one-off transactions). We have also conducted channel checks in the secondary market and we note that prices in the secondary market in January 2018 tended to be flat compared to December 2017. We remain NEUTRAL on the property sector.

**Strong marketing sales in December 2017.** On an aggregate basis, total marketing sales in December 2017 reached IDR2.5tn, or higher than the additional marketing sales in November of IDR1.9tn. Among the individual companies, we note that CTRA and ASRI showed strong performance. For CTRA, its December marketing sales of IDR796bn were mainly supported by three product launches: Citra Maja Raya (1,238 units available for sale, 91.4% take up rate, and total proceeds of IDR211bn), Citra Plaza Batam (500 units available for sale, 60.4% take up rate, and total proceeds of IDR166bn), and (iii) Barsa City Yogyakarta (98 units available for sale, 63.3% take up rate, and total proceeds of IDR31bn). And as for ASRI, its December marketing sales were boosted by the IDR748bn of land sales to CFLD.

**Aggregate 2017 sales: BELOW management targets but INLINE with our estimate.** On an aggregate basis, the property companies under our coverage recorded marketing sales of IDR23.1tn in 2017, +4.7%yoy. This figure is 86.3% of the total management marketing sales target of IDR26.8tn (BELOW) and 102.0% of our target (IDR22.7tn). In 2018, we only expect aggregate marketing sales to grow by 8.3%yoy to IDR24.9tn (excluding the one-off transactions, our marketing sales target would imply growth of 7.0%yoy). We expect the launch of new greenfield projects to support marketing sales in 2018, especially since we expect flat marketing sales from the existing projects.

**Secondary price mapping: flattish secondary market prices.** We have tried to map the offered prices in the secondary market of townships for the developers under our coverage in Jakarta and Surabaya from the property advertising listings in rumahdijual.com. Compared to the offered prices in December 2017, we note that secondary market prices in most townships are relatively flat (we consider 1-3% price changes to be flat to take into account the changes in the type of products offered in the secondary market). The current price gap between the primary and secondary markets reached 2.4-31.0% in the Greater Jakarta area and 1.2-12.8% in Surabaya.

**Mortgage channel check: limited promotional rates available.** We also conducted channel checks with the four biggest mortgage lenders that cover 79.8% of the mortgage market. We note that these banks have tended to keep their mortgage rates relatively flat in January 2018. Nonetheless, most of them have not introduced new promotional programs after the last promotional rates ended in December 2017. Meanwhile, BBTN lengthened its 4Q17 promotional program to the end of January 2018.



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Company	Ticker	Rec	Target Price (Rp)	Market Cap. (RpBn)	P/E (x)		P/BV (x)		ROE (%)
					2017F	2018F	2017F	2018F	
Alam Sutra	ASRI IJ	HOLD	400	6,798.7	4.9	4.7	0.8	0.7	16.2
Bumi Serpong Damai	BSDE IJ	BUY	2,000	31,275.9	8.0	11.4	1.3	1.2	10.8
Ciputra Development	CTRA IJ	BUY	1,350	21,715.6	23.1	14.5	1.6	1.4	10.4
Pakuwon Jati	PWON IJ	BUY	720	34,193.3	17.9	14.4	3.3	2.8	20.9
Summarecon Agung	SMRA IJ	BUY	1,100	13,994.0	49.3	38.4	2.2	2.0	5.5

See important disclosure at the back of this report

Thursday, 18 January 2017

**BUY**  
**Maintain**

Last price (IDR)	2,510
Target Price (IDR)	2,800
Upside/Downside	+11.5%
Previous Target Price (IDR)	2,800

**Stock Statistics**

Sector	Media
Bloomberg Ticker	SCMA IJ
No of Shrs (mn)	14,622
Mkt. Cap (IDR bn/USDmn)	35,823/2,638
Avg. daily T/O (IDR bn/USDmn)	37.6/2.8

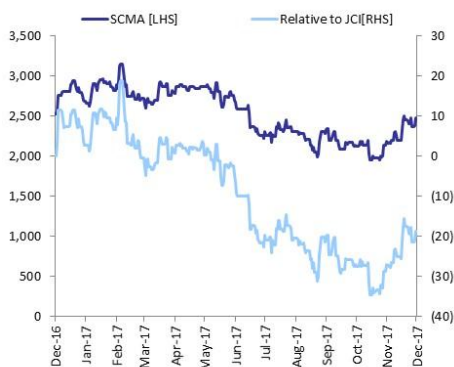
**Major shareholders**

PT Elang Mahkota Teknologi	60.8%
Public	39.1%

**EPS Consensus(IDR)**

	2017F	2018F	2019F
Danareksa	101.8	109.5	118.0
Consensus	109.1	122.6	131.7
Danareksa/Cons	(6.7)	(10.7)	(10.5)

**SCMA relative to JCI Index**



Source : Bloomberg



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# Surya Citra Media (SCMA IJ)

## Rights Issue If Case Scenario

SCMA has recently announced the management's plan to do a non-preemptive rights issue (NPRI) raising up to IDR3.58tn or 1.5tn new shares. Based on our if case scenario, assuming the base price of the rights issue will be around 1.5% discount to TERP at IDR2,450/share, the EPS dilution will be around 9.1% in 2018F. We suspect the funding will be used for business expansion in the form of acquisition of partnership of other business(es) in the content media sector.

**What if the rights issue is to raise IDR3.58tn?** SCMA has recently just announced their plan to execute a non-preemptive rights issue (NPRI) up to 10% of paid-up capital. In our calculation, this will help the company to raise nearly around IDR3.58tn raising 1.5tn new shares. Assuming the base price of the rights issue will be around IDR2,450/share (1.5% discount to TERP IDR2,495 and 1.6% discount to closing price 16 Jan 2018), the EPS dilution will be around 9.1% in 2018F (exhibit 5-7). Based on our recent phone call with the management, further details concerning the rights issue has not been disclosed yet. However, the non-preemptive rights issue will be done within the 2 year-time frame from the EGM's approval and may happen in single event or in stages. The EGM meeting will be held on the upcoming 20 Feb 2018.

**NPRI vs. Bank loans.** In 2018 pre-rights issue, we estimate SCMA will show a steady net cash balance of IDR1.3tn with strong net cash position in the balance sheet side. If the company wants to raise a IDR3.58tn through bank loans, instead of NPRI, we calculate this will increase the net gearing up to 0.9x in 2018 and reduce the EPS by 14.7% in 2018 from our previous forecast, translating to a -8.4% yoy EPS growth in 2018, assuming blended interest rate at 8.5%. Thus, choosing NPRI as an additional financing option implies a potential significant strategic direction shift in 2018-19 onwards, in our view. We think the business expansion will be in the form of acquisition or partnership with other business(es) in the content and media sector, such as: 1) capital injection to affiliate video streaming services, 2) M&A with another leading domestic content producer, and 3) M&A with another FTA TV.

**Maintain BUY at TP IDR2,800.** We currently maintain our forecast and BUY call at TP IDR2,800 based on based on 10 years DCF valuation (WACC 10% and 3% terminal growth rate), implying a mean 2010-2016 P/E. Risks to our call include 1) audience share stagnating or worsening, 2) higher content and operating costs, and 3) stiffer competition from ANTV.

### Key Financials

Year to 31 Dec	2015A	2016A	2017F	2018F	2019F
Revenue, (IDRbn)	4,238	4,524	4,530	4,779	5,066
EBITDA, (IDRbn)	2,138	2,138	2,114	2,259	2,424
EBITDA Growth, (%)	5.7	0.0	(1.2)	6.9	7.3
Net profit (IDRbn)	1,524	1,503	1,488	1,601	1,725
EPS (IDR)	104.2	102.8	101.8	109.5	118.0
EPS growth (%)	4.8	(1.3)	(1.0)	7.6	7.7
BVPS, (IDR)	215.2	234.3	256.1	284.5	315.2
DPS, (IDR)	126.6	82.9	81.4	81.4	87.5
PER (x)	23.5	23.8	24.1	22.4	20.8
PBV (x)	11.4	10.5	9.6	8.6	7.8
Dividend yield (%)	5.2	3.4	3.3	3.3	3.6
EV/EBITDA (x)	16.5	16.6	16.6	15.4	14.2

Source : SCMA, Danareksa Estimates

**MARKET NEWS**
**MACROECONOMY**
**KEIN: Exports boost required**

The Committee of Economic and National Industry (KEIN) is optimistic that Indonesia's economic growth can reach 5.7% or higher than the national target of 5.4%. This estimate assumes that exports reach IDR2,939tn or up by 30% from 2017's figure of IDR2,260tn. As such, KEIN calls on the government to improve the investment climate to facilitate higher exports. KEIN sees that momentum for higher exports is the One Belt One Road program which was initiated by China as a geopolitical strategy to utilize Global transportation routes. This enormous project involves participation from 60 countries with 60% global population, 40% global GDP and 75% global natural resources. (Investor Daily)

**SECTOR**
**Consumer: Bulog to import 100,000 tons of beef**

The Indonesian Bureau of Logistics (Bulog) plans to import 100,000 tons of beef in 2018. This meat will be imported from India and will be done gradually every month to reduce storage costs. Bulog plans to purchase around 7,000-8,000 tons of beef every month to keep stocks between 10,000-15,000 tons. Bulog currently has 12,000 tons of imported beef from 2017. The reason for the imports is that the sales of beef in 2017 reached 6,000-7,000 tons per month excluding several important holidays such as Lebaran, Christmas and new year. Currently, Bulog is awaiting the permit from the Ministry of Trade regarding the purchase. (Bisnis Indonesia)

**Infrastructure: Toll road companies waiting for payment of land clearing costs**

Jasa Marga (JSMR) and Waskita Karya (WSKT) are seeking payment for land clearing costs from Lembaga Manajemen Aset Negara (LMAN). JSMR spent around IDR17.0tn on land clearing in 2016-2017 of which only IDR7.0tn was paid by LMAN. Meanwhile, WSKT spent around IDR10.5tn in the same period of which only IDR3.2tn has been paid. Hence, JSMR is waiting for the payment of IDR7.0tn and WSKT IDR7.3tn from LMAN this year. (Bisnis Indonesia)

**Plantation: India oilseed processors to seek higher import duty on Refined Palm Oil**

According to the Solvent Extractors Association of India, India oilseed processors are seeking higher import duty of 45% on refined palm oil from the current duty of 40%. Higher duty will result in a duty difference of 15% between crude and refined palm oils. (Bloomberg)

*Comment: Given that the landed prices of processed palm oil and CPO in India have remained more or less the same, we see that import duty on refined palm oil may be hiked to boost India's refinery utilization rate. If this materializes, a higher duty differential between processed palm oil and crude palm oil would encourage more Indian imports of CPO at the expense of processed palm oil.*

**Exhibit 1. Landed CPO vs. processed palm oil prices in Indian ports**
**Average Prices and Rupee depreciation :-**

Oils	(Price in US\$/CIF Indian Port/Ton)													
	Dec 2017	Nov 2017	Oct 2017	Sept 2017	Aug 2017	July 2017	June 2017	May 2017	Apr 2017	Mar 2017	Feb 2017	Jan 2017	Dec 2016	
RBD Palmolein	661	702	716	729	684	683	700	727	705	731	773	788	773	
Crude Palm Oil	662	703	717	730	670	681	697	725	706	734	783	794	772	

Source: Solvent Extractors Association of India

**Exhibit 2. India's current vegetable oil imports duty structure**

India's Vegetable Oil Import Duty Structure	
	17-Nov-17
Crude Palm Oil	30%
Refined Palm Oil	40%
Crude Soybean Oil	30%
Refined Soybean Oil	35%
Soybeans	45%
Crude Rapeseed Oil	25%
Refined Rapeseed Oil	35%
Crude Sunflower Oil	25%
Refined Sunflower Oil	35%

Source: Solvent Extractors Association of India

## CORPORATE

### **Matahari Department Store: Regarding Pasaraya's lawsuit**

Pasaraya has reportedly filed a lawsuit against Matahari Department Store (LPPF) due to an alleged breach of contract. This is contested by LPPF. According to LPPF, Pasaraya still retains its security deposit with a nominal amount which is more than enough to pay the lease fee and service charge. Before the lawsuit, LPPF had filed a lawsuit against Pasaraya regarding the breach of contract and alleged negligence of Pasaraya in breaching the terms contained in the lease agreement. (Kontan, Company)

### **Waskita Beton Precast: Optimistic that new contracts in 1M18 will reach 8.7% of the FY target**

Waskita Beton Precast (WSBP) is optimistic it will book IDR1.0tn of new contracts in Jan 18. The amount accounts for 8.7% of the management's full year target of IDR11.5tn. WSBP targets 2018 new contracts of IDR11.5tn (+4.4%yoy) or similar to 2017's IDR11.0tn. The flattish 2018 new contracts growth is on the back of lower new contracts booked in 2017 from the managements' target of IDR12.3tn (only 89.7%) since the announcement of winning tenders for several projects have been delayed. (Kontan)

## 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
<b>Danareksa Universe</b>				<b>4,288,715</b>	<b>198,639</b>	<b>221,430</b>	<b>197.1</b>	<b>219.7</b>			<b>16.0%</b>	<b>11.5%</b>	<b>21.6</b>	<b>19.4</b>	<b>22.0</b>	<b>20.1</b>	<b>3.2</b>	<b>2.9</b>	<b>15.7</b>	<b>15.8</b>
<b>Auto</b>				<b>331,965</b>	<b>18,895</b>	<b>20,981</b>	<b>380.0</b>	<b>421.9</b>			<b>24.7%</b>	<b>11.0%</b>	<b>17.6</b>	<b>15.8</b>	<b>12.8</b>	<b>11.0</b>	<b>2.1</b>	<b>1.9</b>	<b>12.8</b>	<b>12.8</b>
Astra International	BUY	8,200	9,200	331,965	18,895	20,981	467	518	467	518	24.7%	11.0%	17.6	15.8	12.8	11.0	2.1	1.9	12.8	12.8
<b>Banks</b>				<b>1,615,595</b>	<b>86,921</b>	<b>100,877</b>	<b>388.2</b>	<b>450.5</b>			<b>16.6%</b>	<b>16.1%</b>	<b>18.6</b>	<b>16.0</b>	<b>NA</b>	<b>NA</b>	<b>2.8</b>	<b>2.5</b>	<b>15.9</b>	<b>16.5</b>
BCA	HOLD	22,150	21,000	546,108	23,620	27,068	958	1,098	958	1,098	14.6%	14.6%	23.1	20.2	NA	NA	4.1	3.5	19.3	18.8
BNI	HOLD	9,600	8,500	179,027	13,089	14,997	702	804	702	804	15.4%	14.6%	13.7	11.9	NA	NA	1.8	1.6	14.2	14.6
BRI	BUY	3,630	3,900	447,745	27,521	31,563	223	256	223	256	5.1%	14.7%	16.3	14.2	NA	NA	2.7	2.4	17.8	18.2
Bank Tabungan Negara	BUY	3,670	4,000	38,865	3,135	3,658	296	346	296	346	19.7%	16.7%	12.4	10.6	NA	NA	1.8	1.6	15.4	15.8
Bank Mandiri	HOLD	8,100	7,700	378,000	19,555	23,590	419	505	419	505	41.6%	20.6%	19.3	16.0	NA	NA	2.3	2.2	12.6	14.0
BTPN	BUY	2,580	2,800	15,068	1,273	1,628	222	283	222	283	-27.3%	27.8%	11.6	9.1	NA	NA	0.9	0.8	7.8	9.4
BPD Jatim	BUY	720	830	10,781	1,282	1,320	86	88	86	88	24.7%	3.0%	8.4	8.1	NA	NA	1.4	1.3	17.1	16.3
<b>Cement</b>				<b>183,650</b>	<b>4,206</b>	<b>4,376</b>	<b>215</b>	<b>224</b>			<b>-51.4%</b>	<b>4.0%</b>	<b>43.7</b>	<b>42.0</b>	<b>20.3</b>	<b>19.4</b>	<b>3.1</b>	<b>3.0</b>	<b>7.1</b>	<b>7.2</b>
Indocement	SELL	23,000	14,700	84,668	1,887	1,937	512	526	507	521	-51.3%	2.7%	44.9	43.7	24.1	23.0	3.2	3.1	7.1	7.1
Semen Indonesia	HOLD	11,400	9,100	67,619	2,150	2,289	363	386	351	374	-52.4%	6.4%	31.4	29.5	13.6	13.1	2.3	2.2	7.4	7.6
Semen Baturaja	SELL	3,160	460	31,362	169	150	17	15	17	15	-34.9%	-11.0%	185.4	208.4	82.3	66.1	9.7	9.3	5.3	4.5
<b>Cigarettes</b>				<b>719,872</b>	<b>20,595</b>	<b>22,795</b>	<b>174</b>	<b>193</b>			<b>5.9%</b>	<b>10.7%</b>	<b>35.0</b>	<b>31.6</b>	<b>24.1</b>	<b>21.6</b>	<b>9.4</b>	<b>8.5</b>	<b>27.4</b>	<b>28.3</b>
Gudang Garam	BUY	82,750	83,800	159,218	7,498	8,487	3,897	4,411	3,897	4,411	12.3%	13.2%	21.2	18.8	13.5	12.1	3.8	3.3	18.4	18.8
HM Sampoerna	HOLD	4,820	4,400	560,653	13,097	14,307	113	123	113	123	2.6%	9.2%	42.8	39.2	31.9	28.6	16.1	15.5	38.0	40.3
<b>Construction</b>				<b>144,395</b>	<b>8,554</b>	<b>10,351</b>	<b>115</b>	<b>139</b>			<b>29.9%</b>	<b>21.0%</b>	<b>16.9</b>	<b>13.9</b>	<b>10.7</b>	<b>8.7</b>	<b>2.3</b>	<b>2.0</b>	<b>14.7</b>	<b>15.6</b>
Wijaya Karya	BUY	2,050	2,100	19,398	1,225	1,783	137	199	137	199	21.0%	45.5%	15.0	10.3	5.3	3.8	1.5	1.3	10.4	13.7
Pembangunan Perumahan	BUY	3,100	4,000	19,220	1,295	1,570	209	253	233	283	33.9%	21.2%	14.8	12.2	7.3	6.0	3.0	2.5	22.5	22.6
Adhi Karya	BUY	2,180	2,800	7,763	451	619	127	174	149	187	43.9%	37.3%	17.2	12.5	9.2	7.5	1.3	1.1	7.8	9.2
Waskita Karya	BUY	2,670	3,000	36,242	2,383	3,034	176	224	176	224	39.1%	27.4%	15.2	11.9	13.0	10.6	2.8	2.4	19.8	21.5
Waskita Beton	BUY	452	520	11,915	1,104	1,319	42	50	42	50	73.9%	19.5%	10.8	9.0	10.1	5.4	1.5	1.3	14.2	15.2
Wika Beton	BUY	590	800	5,142	349	420	42	50	42	50	28.3%	20.2%	14.1	11.7	9.1	7.6	1.9	1.7	13.7	14.8
Jasa Marga	BUY	6,300	7,800	45,725	1,747	1,606	257	236	261	240	4.4%	-8.1%	24.5	26.7	13.9	12.5	3.5	3.2	14.0	11.6
<b>Consumer</b>				<b>641,368</b>	<b>16,992</b>	<b>19,025</b>	<b>328</b>	<b>367</b>			<b>8.4%</b>	<b>12.0%</b>	<b>37.7</b>	<b>33.7</b>	<b>21.7</b>	<b>19.4</b>	<b>9.8</b>	<b>8.8</b>	<b>27.2</b>	<b>27.5</b>
Indofood CBP	BUY	8,875	9,700	103,499	3,894	4,296	334	368	334	368	8.2%	10.3%	26.6	24.1	16.8	15.2	5.3	4.7	20.9	20.6
Indofood	BUY	7,950	9,100	69,804	4,381	4,847	499	552	501	550	5.7%	10.6%	15.9	14.4	7.5	6.7	2.2	2.1	14.5	14.8
Unilever	HOLD	54,350	52,000	414,691	7,324	8,326	960	1,091	960	1,091	14.6%	13.7%	56.6	49.8	39.7	35.1	73.6	62.5	141.6	135.6
Kino Indonesia	HOLD	1,990	2,100	2,843	115	145	81	101	81	101	-36.4%	25.8%	24.7	19.6	12.3	10.5	1.4	1.3	5.9	7.0
Mayora Indah	HOLD	2,260	1,960	50,531	1,277	1,410	57	63	56	63	-5.8%	10.4%	39.6	35.8	20.0	17.7	7.2	6.3	19.5	18.8
<b>Healthcare</b>				<b>94,923</b>	<b>2,700</b>	<b>2,986</b>	<b>104</b>	<b>115</b>			<b>6.5%</b>	<b>11.5%</b>	<b>35.2</b>	<b>31.8</b>	<b>22.4</b>	<b>20.0</b>	<b>6.0</b>	<b>5.4</b>	<b>18.1</b>	<b>17.8</b>
Kalbe Farma	HOLD	1,730	1,700	81,094	2,411	2,660	51	57	51	57	4.9%	10.3%	33.6	30.5	21.5	19.3	6.1	5.4	19.1	18.8
Kimia Farma	SELL	2,490	1,910	13,829	289	326	52	59	52	59	8.1%	12.7%	47.8	42.4	28.9	24.9	5.6	5.1	12.4	12.6
<b>Heavy Equipment</b>				<b>140,626</b>	<b>7,463</b>	<b>8,439</b>	<b>2,001</b>	<b>2,262</b>			<b>49.2%</b>	<b>13.1%</b>	<b>18.8</b>	<b>16.7</b>	<b>8.5</b>	<b>7.2</b>	<b>3.2</b>	<b>2.8</b>	<b>18.0</b>	<b>18.1</b>
United Tractors	BUY	37,700	38,000	140,626	7,463	8,439	2,001	2,262	2,001	2,262	49.2%	13.1%	18.8	16.7	8.5	7.2	3.2	2.8	18.0	18.1
<b>Industrial Estate</b>				<b>12,968</b>	<b>2,415</b>	<b>1,291</b>	<b>39</b>	<b>21</b>			<b>108.9%</b>	<b>-46.5%</b>	<b>5.4</b>	<b>10.0</b>	<b>8.5</b>	<b>7.5</b>	<b>0.9</b>	<b>0.8</b>	<b>16.8</b>	<b>8.4</b>
Puradelta Lestari	BUY	165	240	7,953	796	849	17	18	15	16	5.1%	6.7%	10.0	9.4	9.0	8.4	1.1	1.0	10.7	11.1
Bekasi Fajar	BUY	276	320	2,663	488	543	51	56	50	56	45.4%	11.3%	5.5	4.9	6.2	5.5	0.7	0.6	13.5	13.2
Surya Semesta	HOLD	500	540	2,353	1,130	(101)	241	(11)	240	(22)	1716.1%	-104.5%	2.1	(46.6)	11.3	9.9	0.6	0.7	33.7	(2.9)
<b>Media</b>				<b>58,114</b>	<b>2,965</b>	<b>3,365</b>	<b>103</b>	<b>116</b>			<b>3.3%</b>	<b>13.5%</b>	<b>19.6</b>	<b>17.3</b>	<b>11.9</b>	<b>10.9</b>	<b>4.5</b>	<b>4.1</b>	<b>23.6</b>	<b>24.7</b>
Media Nusantara Citra	BUY	2,510	2,800	36,700	1,491	1,605	102	110	102	110	-0.6%	7.6%	24.6	22.9	17.0	15.8	9.8	8.8	41.6	40.6
Surya Citra Media	BUY	1,500	1,750	21,414	1,474	1,760	103	123	103	123	7.7%	19.5%	14.5	12.2	8.2	7.4	2.3	2.1	16.4	18.2
<b>Mining</b>				<b>198,205</b>	<b>13,615</b>	<b>13,100</b>	<b>153</b>	<b>148</b>			<b>55.4%</b>	<b>-3.8%</b>	<b>14.6</b>	<b>15.1</b>	<b>5.7</b>	<b>6.0</b>	<b>1.6</b>	<b>1.6</b>	<b>11.3</b>	<b>10.5</b>
Adaro Energy	BUY	2,170	2,200	69,410	6,489	5,928	203	185	203	185	44.7%	-8.6%	10.7	11.7	3.8	3.8	1.5	1.5	14.9	13.1
Timah	BUY	960	1,100	7,150	366	377	49	51	49	51	45.2%	3.0%	19.6	19.0	7.8	7.4	1.2	1.2	6.3	6.2
Vale Indonesia	HOLD	3,350	3,100	33,287	(74)	233	(7)	23	(7)	23	-394.4%	-415.1%	(449.4)	(252.6)	17.6	14.6	1.4	1.4	(0.3)	1.0
Aneka Tambang	HOLD	730	700	17,542	(264)	(69)	(11)	(3)	(11)	(3)	-507.2%	-74.4%	(66.5)	(25.9)	29.9	32.0	1.0	1.0	(1.4)	(0.4)
Bukit Asam	BUY	3,020	2,900	34,792	3,332	3,317	307	305	307	305	66.1%	-0.5%	9.9	9.9	6.9	7.0	2.7	2.3	28.4	23.5
Indo Tambangraya Megah	HOLD	25,900	21,100	29,265	3,183	2,717	2,817	2,404	2,936	2,561	81.7%	-14.6%	9.2	10.8	4.1	4.7	2.2	2.1	25.1	20.1
Harum Energy	HOLD	2,500	2,200	6,759	583	595	216	220	216	220	225.8%	2.1%	11.6	11.4	3.1	2.8	1.6	1.6	14.7	14.1
<b>Plantation</b>				<b>39,564</b>	<b>3,010</b>	<b>2,986</b>	<b>283</b>	<b>281</b>			<b>-1.1%</b>	<b>-0.8%</b>	<b>13.1</b>	<b>13.3</b>	<b>7.1</b>	<b>6.7</b>	<b>1.3</b>	<b>1.2</b>	<b>10.3</b>	<b>9.5</b>
Astra Agro Lestari	HOLD	13,150	14,300	25,310	1,908	1,851	991	962	984	962										

**COVERAGE PERFORMANCE**
**LEADERS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		17-Jan-18	16-Jan-18					
Semen Indonesia	SMGR	11,400	10,625	7.3	5.3	17.5	15.2	HOLD
Timah	TINS	960	895	7.3	18.5	20.8	23.9	BUY
Wijaya Karya	WIKA	2,050	1,940	5.7	15.8	27.7	32.3	BUY
Aneka Tambang	ANTM	730	705	3.5	12.3	15.0	16.8	HOLD
Surya Citra Media	MNCN	1,500	1,450	3.4	10.3	19.5	16.7	BUY
Waskita Beton	WSBP	452	438	3.2	5.1	18.9	10.8	BUY
Charoen Pokphand	CPIN	3,410	3,310	3.0	4.9	5.6	13.7	HOLD
Indocement	INTP	23,000	22,350	2.9	(0.6)	11.5	4.8	SELL
Pembangunan Perumahan	PTPP	3,100	3,030	2.3	3.3	16.1	17.4	BUY
Erajaya Swasembada	ERAA	730	715	2.1	2.1	(5.2)	(0.7)	BUY

Sources: Bloomberg

**LAGGARDS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		17-Jan-17	16-Jan-18					
Ramayana	RALS	1,235	1,270	(2.8)	3.3	22.9	2.9	BUY
Ace Hardware	ACES	1,250	1,280	(2.3)	(0.8)	8.7	8.2	BUY
Pakuwon Jati	PWON	685	700	(2.1)	0.7	6.2	-	BUY
Bank Central Asia	BBCA	22,150	22,600	(2.0)	(1.3)	5.0	1.1	HOLD
Harum Energy	HRUM	2,500	2,540	(1.6)	1.6	19.6	22.0	HOLD
Bank Mandiri	BMRI	8,100	8,225	(1.5)	2.5	8.0	1.3	HOLD
Gudang Garam	GGRM	82,750	84,000	(1.5)	(0.3)	2.2	(1.3)	BUY
Bukit Asam	PTBA	3,020	3,060	(1.3)	11.0	33.6	22.8	BUY
Unilever	UNVR	54,350	55,000	(1.2)	0.3	2.6	(2.8)	HOLD
Kino Indonesia	KINO	1,990	2,010	(1.0)	(1.5)	(1.5)	(6.1)	HOLD

Sources: Bloomberg



**PREVIOUS REPORTS**

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