

FROM EQUITY RESEARCH
Astra Agro Lestari: Decent Performance

(AALI IJ. IDR 13,975. HOLD. TP IDR 14,800)

AALI booked 4Q17 net profits of Rp604.3bn (-30% YoY, +67% QoQ), resulting in FY17 net profits of Rp2.0tn (+0.2% YoY), reaching 105% of our estimate and 101% of the consensus. Looking ahead, we assume FFB production growth of 7% to FY15's level and more aggressive replanting due to AALI's ageing plantation profile. We fine tune our FY18/19 net profits estimates by 3%/-1% to Rp1.91tn/Rp1.90tn respectively. Maintain HOLD with a revised TP of Rp14,800.

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

Bank Negara Indonesia: Challenges loom

(BBNI IJ. IDR 9,825. BUY. TP IDR 10,400)

We reiterate our HOLD call on BBNI with a higher GGM-derived TP of IDR10,400 (implying 1.74x 2018F P/BV) as the current share price already prices in this year's outlook in our view. On a cautionary note, the bank's management has highlighted that its SOE corporate lending segment may face challenges from securities issuances following JSMR's recent Komodo bonds issuance. As such, we expect a NIM of 5.2% on the back of a 30bps fall in the assets yield to 7.8% and a 10bps drop in the blended CoF to 2.9%.

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

Indo Tambangraya: Focus on organic expansion

(ITMG IJ. IDR 31,475. HOLD. TP IDR 33,200)

Indo Tambangraya Megah (ITMG) managed to increase its reserves organically by 38.9% yoy at the end of 2017 through further exploration and thanks to the impact of higher coal prices. We fine tune our model to incorporate: a) the higher reserves, and b) our higher coal price assumption. Maintain HOLD with a higher TP of IDR33,200 (based on mine-life DCF valuation with WACC of 11.9%). Our target price implies 9.6x 2018F PE.

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

Matahari Department Store: Attractive valuation

(LPPF IJ. IDR 10,100. BUY. TP IDR 12,500)

LPPF's 4Q17 top and bottom line only grew by +4.3% yoy and -1.8% yoy, yet still within our expectation, which has been mainly affected by overall soft purchasing power in 2017 hampered particularly the mid-low segment in Indonesia. As the result, 4Q17 profitability decreased, reflected on lower 4Q17 gross and operating margin due to inefficiency in rental and salary expense during the year. On the positive note, balance sheet has remained healthy and the current valuation, we think, is too cheap to ignore. BUY!

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

MARKET NEWS
Sector

- Oil and gas: Pertamina to be cautious in taking over terminated blocks sss

Corporate

- Agung Podomoro land to develop Taruma City
- Arwana Citramulia to expand its export market

KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
Asean - 5				
Indonesia	6,555	(1.0)	3.1	495
Thailand	1,834	1.4	4.6	2,300
Philippines	8,500	0.4	(0.7)	179
Malaysia	1,860	(0.1)	3.5	686
Singapore	3,556	0.6	4.5	991
Regional				
China	3,330	1.2	0.7	27,506
Hong Kong	31,499	0.7	5.3	15,920
Japan	22,154	1.2	(2.7)	11,707
Korea	2,458	0.3	(0.4)	5,019
Taiwan	10,837	0.4	1.8	4,119
India	34,446	0.9	1.1	534
NASDAQ	7,421	1.1	7.5	104,523
Dow Jones	25,709	1.6	4.0	11,510

CURRENCY AND INTEREST RATE

		Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah	Rp/1US\$	13,660	(0.7)	(2.7)	(0.8)
SBI rate	%	4.25	-	-	-
10y Gov	Indo bond	6.47	0.0	0.3	0.2

HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	105	(3.3)	(1.8)	3.8
Gold	US\$/toz	1,332	(0.1)	(1.3)	2.2
Nickel	US\$/mt.ton	13,723	(0.5)	7.1	8.0
Tin	US\$/mt.ton	21,782	0.3	4.6	8.4

SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2,209	1.8	13.3	16.3
Corn	US\$/mt.ton	134	0.3	4.0	7.2
Oil (WTI)	US\$/barrel	64	0.2	(3.2)	6.0
Oil (Brent)	US\$/barrel	68	0.3	(4.3)	0.9
Palm oil	MYR/mt.ton	2,509	0.7	2.2	5.0
Rubber	US\$/kg	150	2.2	(1.5)	2.2
Pulp	US\$/tonne	1,069	N/A	3.8	6.9
Coffee	US\$/60kgbag	97	0.5	1.1	(9.6)
Sugar	US\$/MT	359	(0.7)	1.1	(8.9)
Wheat	US\$/ton	129	1.8	4.2	7.4
Soy Oil	US\$/lb	33	0.8	(0.5)	(1.4)
Soy Bean	US\$/by	1,034	(0.2)	4.9	8.7

Source: Bloomberg

Tuesday, 27 February 2018

HOLD
MAINTAIN

Last price (IDR) 13,975
Target Price (IDR) 14,800
Upside/Downside +5.9%
Previous Target Price (IDR) 14,300

Stock Statistics

Sector Plantation
Bloomberg Ticker AALI IJ
No of Shrs (mn) 1,925
Mkt. Cap (IDRbn/USDmn) 26,898/1,969
Avg. daily T/O (IDRbn/USDmn) 16.6/1.2

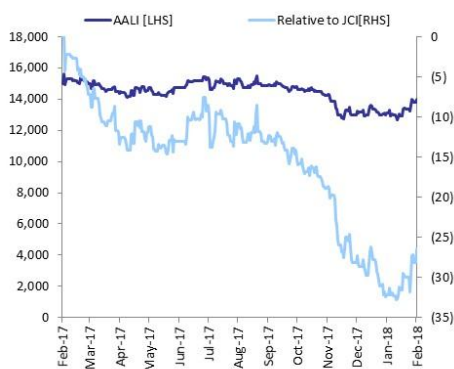
Major shareholders (%)

Astra International 79.7%
Public 20.3%
Estimated free float 20.3%

EPS Consensus (IDR)

	2018F	2019F	2019F
Danareksa	990.3	987.3	1,130.8
Consensus	1,071.8	1,168.1	1,168.1
Danareksa/Cons	(7.6)	(15.5)	(3.2)

AALI relative to JCI Index



Source : Bloomberg



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Astra Agro Lestari(AALI IJ)

Decent Performance

AALI booked 4Q17 net profits of Rp604.3bn(-30% YoY, +67% QoQ), resulting in FY17 net profits of Rp2.0tn (+0.2% YoY), reaching 105% of our estimate and 101% of the consensus. Looking ahead, we assume FFB production growth of 7% to FY15's level and more aggressive replanting due to AALI's ageing plantation profile. We fine tune our FY18/19 net profits estimates by 3%/-1% to Rp1.91tn/Rp1.90tn respectively. Maintain HOLD with a revised TP of Rp14,800.

In-line FY17 result. AALI booked 4Q17 net profits of Rp604.3bn (-30% YoY, +67% QoQ), resulting in FY17 net profits of Rp2.0tn (+0.2% YoY), reaching 105% of our estimate and 101% of the consensus. The FY17 revenues are above expectations at Rp17.3tn, (+22.5% YoY), 109% of our estimate and 110% of the consensus, due to higher-than-expected CPO ASP (+6.5% YoY) and sales volume (+24.4% YoY). The FY17 CPO ASP was Rp8,271/kg (+6.5% YoY) while the COGS/kg reached Rp7,472/kg (+15.2% YoY). The FY17 CPO production and sales volume reached 1.63mn tons (+5.1% YoY) and 1.26mn tons (+24.4% YoY) respectively, while olein sales volume was 263.4k tons (-17.7% YoY).

FFB production guidance at FY15's level. We raise our FY18 FFB growth assumption to 7% (from 5%), implying FFB production at FY15's level, in-line with the company's guidance. As such, we forecast AALI's CPO production to reach 1.74mn tons in FY18 (+6.3% YoY). In addition, AALI is planning to construct a 45 ton/hr CPO mill in South Kalimantan, costing ~ Rp100-200bn, with completion expected by Jun/Jul-18.

More aggressive replanting. Owing to its ageing plantation profile, AALI is aiming to increase its rate of replanting to 5,000 Ha/annum (from 3,000 – 3,500 Ha/annum). As such, we have a replanting target of 5,000Ha in FY18, in-line with the company's more aggressive replanting program. In FY17, AALI managed to replant a total of 3,230 Ha.

Maintain HOLD with a revised TP of Rp14,800, based on 15.0x sector P/E (-0.5SD). Post the FY17 earnings, we fine tune our FY18/19 net profits forecast by 3%/-1% to Rp1.91tn/Rp1.90tn respectively. We expect lower net profits in FY18/19 on lower CPO ASP, slower volume growth and a rising cost of production. We maintain our CPO price assumptions of MYR2,700/ton in FY18/19. The counter is currently trading at 14.1x FY18 P/E.

Key Financials

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
Revenue (IDRbn)	14,121	17,306	16,508	16,842	17,075
EBITDA (IDRbn)	3,662	4,178	4,154	4,164	3,995
EBITDA Growth (%)	34.6	14.1	(0.6)	0.2	(4.1)
Net profit (IDRbn)	2,007	2,010	1,906	1,900	1,782
EPS (IDR)	1,042.8	1,044.5	990.3	987.3	926.1
EPS growth (%)	165.2	0.2	(5.2)	(0.3)	(6.2)
BVPS (IDR)	8,902.9	9,386.4	10,063.4	10,753.6	11,383.5
DPS (IDR)	99.0	518.0	313.3	297.1	296.2
PER (x)	13.4	13.4	14.1	14.2	15.1
PBV (x)	1.6	1.5	1.4	1.3	1.2
Dividend yield (%)	0.7	3.7	2.2	2.1	2.1
EV/EBITDA (x)	8.3	7.3	7.2	6.9	6.8

Source : AALI, Danareksa Estimates

Tuesday, 27 February 2018

HOLD
Maintain

Last price (IDR)	9,825
Target Price (IDR)	10,400
Upside/Downside	+5.9%
Previous Target Price (IDR)	8,500

Stock Statistics

Sector	Banking
Bloomberg Ticker	BBNI JJ
No of Shrs (mn)	18,649
Mkt. Cap (IDRbn/USDmn)	183,223/13,413
Avg. daily T/O (IDRbn/USDmn)	162.9/11.9

Major shareholders (%)

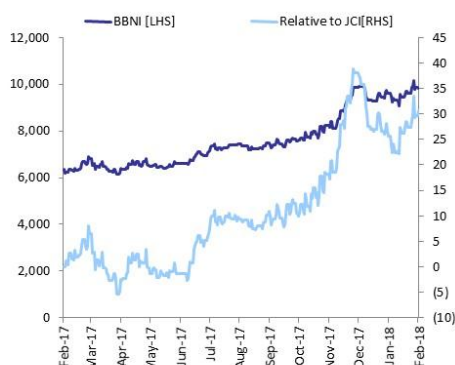
Government of Indonesia	60.0
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Estimated free float	40.0
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EPS Consensus (IDR)

	2018F	2019F	2020F
Danareksa	844.2	970.3	1,114.9
Consensus	835.4	952.7	1,077.4
Danareksa/Cons	1.0	1.8	3.5

BBNI relative to JCI Index



Source : Bloomberg



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Bank Negara Indonesia(BBNI JJ)

Challenges loom

We reiterate our HOLD call on BBNI with a higher GGM-derived TP of IDR10,400 (implying 1.74x 2018F P/BV) as the current share price already prices in this year's outlook in our view. On a cautionary note, the bank's management has highlighted that its SOE corporate lending segment may face challenges from securities issuances following JSMR's recent Komodo bonds issuance. As such, we expect a NIM of 5.2% on the back of a 30bps fall in the assets yield to 7.8% and a 10bps drop in the blended CoF to 2.9%.

The bank's corporate segment may face challenges. BBNI's management emphasised that the bank would maintain its 50% loans exposure towards corporate lending, including both SOE and private corporate borrowers. We believe this reflects BBNI's desire to manage a well-diversified risk profile in its loans portfolio. At the same time, however, BBNI's management is aware that some of its SOE corporate borrowers will issue debt instruments following JSMR's successful issuance of Komodo bonds. As such, we estimate 12.1% yoy loans growth in 2018 with 44.1% exposure to corporate lending.

Expectation of a lower NIM. Given the bank's significant exposure to corporate lending, particularly for the development of infrastructure projects, we expect the assets yield to decline further by 30bps to 7.8% this year. The blended CoF, meanwhile, will improve to 2.9% on the back of a higher proportion of CASA deposits at 65.4% of total customer deposits by the end of the year. All in, we expect fall in NIM by c.20bps to 5.2% in 2018.

More time needed for recovery. The bank's 2.3% gross NPLs ratio at the end of 2017 mostly reflects IDR8.7tn of write-offs. This year, BBNI's management expects a sizeable recovery amount from the write-offs. We take a more conservative stance on this matter, however, noting that some of the bank's borrowers are still going through the legal process at the courts. This suggests that more time is needed before the collateral can be liquidated. With the expectation of 155bps credit costs and IDR5.7tn of net write-offs, the bank's coverage ratio will climb to 145.5%.

Maintain HOLD, new TP of IDR10,400. We maintain our HOLD call on BBNI with a higher GGM-derived TP of IDR10,400 post the FY17 results. We assume 10% CoE, 15.3% sustainable ROAE and 3% long-term growth.

Key Financials

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
PPOP (IDRbn)	22,082	24,349	27,162	30,352	34,122
Net profit (IDRbn)	11,339	13,616	15,743	18,095	20,791
EPS (IDR)	608.0	730.2	844.2	970.3	1,114.9
EPS growth (%)	25.1	20.1	15.6	14.9	14.9
BVPS (IDR)	4,673.7	5,286.8	5,962.2	6,738.4	7,630.3
PER (x)	16.2	13.5	11.6	10.1	8.8
PBV (x)	2.1	1.9	1.6	1.5	1.3
Dividend yield (%)	2.2	1.9	1.7	2.0	2.3
ROAE (%)	13.9	14.7	15.0	15.3	15.5

Source : BBNI, Danareksa Estimates

Tuesday, 27 February 2018

HOLD
Maintain

Last price (IDR) 31,475
Target Price (IDR) 33,200
Upside/Downside +5.5%
Previous Target Price (IDR) 21,100

Stock Statistics

Sector Coal Mining
Bloomberg Ticker ITMG IJ
No of Shrs (mn) 1,130
Mkt. Cap (IDRbn/USDmn) 35,564/2,604
Avg. daily T/O (IDRbn/USDmn) 30.4/2.2

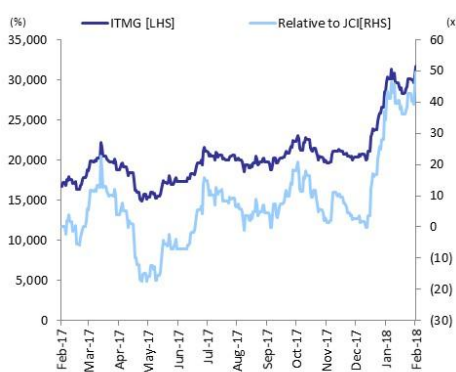
Major shareholders (%)

Banpu Minerals 65.1
Estimated Free Float 31.9
Estimated free float 31.9

EPS Consensus (USDcents)

	2018F	2019F	2020F
Danareksa	25.6	24.1	23.7
Consensus	24.5	24.2	N/A
Danareksa/Cons	4.4	(0.6)	N/A

ITMG relative to JCI Index



Source : Bloomberg



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Indo Tambangraya (ITMG IJ)

Focus on organic expansion

Indo Tambangraya Megah (ITMG) managed to increase its reserves organically by 38.9% yoy at the end of 2017 through further exploration and thanks to the impact of higher coal prices. We fine tune our model to incorporate: a) the higher reserves, and b) our higher coal price assumption. Maintain HOLD with a higher TP of IDR33,200 (based on mine-life DCF valuation with WACC of 11.9%). Our target price implies 9.6x 2018F PE.

Focusing on organic expansion to increase reserves and mining life. Given the high coal prices currently, the management indicated that acquisitions would be priced at a premium. As such, ITMG will focus on organic expansion at its current mining area to increase its reserves. Last year, ITMG initiated a three-year exploration program for expansion. In the first year, ITMG managed to increase its reserves by 29mn tonnes (+14.6% yoy). Coupled with the impact of higher coal prices, coal reserves increased by 38.9% yoy to 253mn tonnes (after deducting 2017's production volume). Based on this year's coal production target of 22.5mn tonnes, the mining life of ITMG has increased to 11 years.

Slight recovery in coal production in 2018. After unfavorable weather lowered coal production by 13.8% yoy in 2017, the management indicated a slight recovery in coal production by 1.8% yoy in 2018 while maintaining the average stripping ratio (SR) of around 11x. In 1Q18, however, ITMG is expected to experience a 25% qoq decline in coal production. With pre-stripping activities to increase the SR in 1Q18, which will result in higher costs, we nonetheless believe ITMG's earnings can be sustained in 1Q18 thanks to firm coal prices.

Further strategies for 2018 and beyond. Apart from its focus on organic expansion to increase reserves, ITMG seeks to enhance its margins throughout the value chain. Through its mining services subsidiary, Tambang Raya Usaha Tama (TRUST), the internal overburden removal contribution is expected to be increased to 33 – 35% in the next three years from 12 – 13% currently. Also, with the intention to reduce costs, the company's recent acquisition of fuel procurement firm Gas Emas will help to control ITMG's fuel supply. Going forward, to improve margins further, ITMG plans to build capacity to sell the fuel to third party customers.

Maintain HOLD with a higher target price. As we fine tune our model to incorporate higher reserves and a higher coal price assumption of USD88/tonne for 2018 (from USD78/tonne) and of USD83/tonne for 2019 (from USD75/tonne), we raise our target price to IDR33,200 (based on mine-life DCF valuation with a WACC of 11.9%). Given the limited upside to our target price, we maintain our HOLD call. Our TP implies 9.6x 2018F PE.

Key Financials

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
Revenue (USDmn)	1,367	1,690	1,970	1,967	1,955
EBITDA (USDmn)	272	448	499	435	420
EBITDA Growth (%)	5.7	64.3	11.5	(12.8)	(3.5)
Net profit (USDmn)	131	253	289	272	268
EPS (USDcents)	11.6	22.4	25.6	24.1	23.7
EPS growth (%)	107.1	93.3	14.5	(6.0)	(1.3)
BVPS (USDcents)	80.3	84.8	93.1	100.0	107.1
DPS (USDcents)	3.7	17.6	17.3	17.1	16.7
PER (x)	20.0	10.4	9.1	9.6	9.8
PBV (x)	2.9	2.7	2.5	2.3	2.2
Dividend yield (%)	1.6	7.6	7.4	7.4	7.2
EV/EBITDA (x)	8.4	5.0	4.4	5.0	5.0

Source : ITMG, Danareksa Estimates

Tuesday, 27 February 2018

BUY
Maintain

Last price (IDR) 9,925
Target Price (IDR) 12,500
Upside/Downside +25.9%
Previous Target Price (IDR) 12,500

Stock Statistics

Sector Retail
Bloomberg Ticker LPPF JJ
No of Shrs (mn) 2,917
Mkt. Cap (IDRbn/USDmn) 29,462/2,156
Avg. daily T/O (IDRbn/USDmn) 42.1/3.1

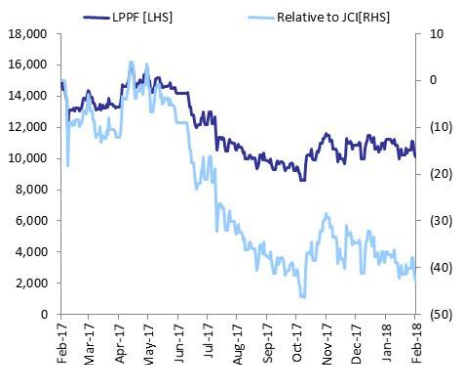
Major shareholders (%)

PT Multiplolar Tbk 17.5%
Estimated free float 82.5%

EPS Consensus (IDR)

	2017F	2018F	2019F
Danareksa	660.8	712.6	766.0
Consensus	674.3	732.5	791.8
Danareksa/Cons	(2.0)	(2.7)	(3.3)

LPPF relative to JCI Index



Source : Bloomberg



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Matahari Department Store(LPPF JJ)

Attractive valuation

LPPF's 4Q17 top and bottom line only grew by +4.3% yoy and -1.8% yoy, yet still within our expectation, which has been mainly affected by overall soft purchasing power in 2017 hampered particularly the mid-low segment in Indonesia. As the result, 4Q17 profitability decreased, reflected on lower 4Q17 gross and operating margin due to high rental and salary expense during the year. On the positive note, balance sheet has remained healthy and the current valuation, we think, is too cheap to ignore. BUY!

Weak 4Q17 top and bottom line, as expected. LPPF has booked a weak 4Q17 net profit, IDR402bn (-1.8% yoy, +141.0% qoq), which has translated to an overall poor 2017 net profit, IDR1.9tn (-5.6% yoy). 2017 net profit has achieved 98.9% of our 2017 estimate, still within our expectation. Meanwhile, 4Q17 revenue was only grew by +4.3% yoy despite +36.8% qoq due to seasonality at IDR2.5tn, which has filtered through an overall flattish 2017 revenue at only IDR10tn (+1.3% yoy). This figure however has achieved 101.3% of our 2017 estimate, still within our estimate. This has mainly been affected by overall sluggish purchasing power in 2017 particularly that has hampered the mid-low segment in Indonesia.

Lower 4Q17 profitability. Weak 4Q17 revenue has resulted an overall lower profitability. 4Q17 gross margin fell down to 60.1% (4Q16: 61.5%; 3Q17: 61.7%), weaker compared to last quarter and the previous year. This has resulted to an overall 2017 lower gross margin to 62.5% (2016: 62.8%), yet still within our expectation. Meanwhile, 4Q17 operating margin decreased to 21.3% (4Q16: 21.4%; 3Q17: 11.6%), which has translated to an overall weaker 2017 operating margin at 24.0% (2016: 25.5%), still within our estimate. We expect that this has been mainly due to higher 1) rental and 2) salary expense. Hence, overall 2017 operating profit was down by -6.9% yoy in 2017.

Balance sheet has remained healthy. On the positive note, LPPF's balance sheet has remained healthy with continued strong net cash position. Meanwhile, the management as well has successfully slightly lower the overall 2017 inventory days to 97 days (2016: 99 days; 2015: 107 days), which we notice the trend has keep trending down since 2015. This has mainly reflected the management's effort to continue focus on improving inventory management, despite unfavorable macro in the previous year.

Too cheap to ignore, BUY at unchanged TP IDR12,500. The stock price has fallen deep since early this year and the current valuation, we think, is too cheap to ignore at only around 15.9x P/E 2018F, which is about -2 std based on 5 years historical. We maintain our BUY recommendation at unchanged TP IDR12,500, based on 17.6x P/E 2018, slightly lower than -1 std based on 5 years historical. Risk to our call include lower than expected purchasing power and higher inflation 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

MARKET NEWS

SECTOR

Oil and gas: Pertamina to be cautious in taking over terminated blocks

The government expects Pertamina to be cautious in selecting oil and gas blocks. If the blocks are old and it is difficult for the oil or gas to be extracted, Pertamina will book losses. Pertamina is currently in the process of acquiring eight terminated blocks in 2018, namely: Tuban, Ogan Komering, Southeast Sumatera, tengah, Sangasanga, North Sumatera Offshore, East Kalimantan, and Attaka. Furthermore, the Special Task Force for Upstream Oil and Gas Business Activities (SKK Migas) expects Pertamina to reduce its operational expenses. The cost recovery of Pertamina is still deemed to be high due to its extensive operational coverage across Indonesia. To reduce costs, Pertamina may seek to cooperate with partners. SKK Migas has also asked Pertamina to reduce drilling time to minimize the costs without neglecting safety. (Bisnis Indonesia)

CORPORATE

Agung Podomoro Land to develop Taruma City

Agung Podomoro Land (APLN) plans to develop a new township in Karawang named Taruma City. Located on 5.6ha of land bank, the project is located next to Grand Taruma. The launching will be conducted in mid-2018. In the first phase, APLN will launch 243 shop houses with prices of IDR2-10bn/unit. The company sells landed residential land plots at a price of IDR8mn/sqm. (Bisnis Indonesia)

Arwana Citramulia to expand its export markets

Arwana Citramulia (ARNA) plans to expand its export markets to Pakistan. ARNA currently exports its products to Brunei Darussalam, the Philippines, the Maldives, and Malaysia. Presently, sales to export markets only contribute 5% of ARNA's total sales. This year, ARNA expects to record 56mn sqm of sales (higher than sales in 2017 of 52mn sqm). This should translate into IDR1.9tn of revenues and IDR150bn of net profits. The company also plans to add a new production line in Plant VI Palembang with additional capacity of 6mn sqm. Construction of this new plant will begin in 2019 and be completed by the end of 2019. The company has also allocated capex of IDR50bn to purchase new digital printing machinery. (Investor Daily)

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				4,329,334	199,849	221,571	198.3	219.8			16.7%	10.9%	21.7	19.5	22.3	20.3	3.3	3.0	15.9	16.0
Auto				327,917	18,895	20,981	380.0	421.9			24.7%	11.0%	17.4	15.6	12.7	10.9	2.1	1.9	12.8	12.8
Astra International	BUY	8,100	9,200	327,917	18,895	20,981	467	518	467	518	24.7%	11.0%	17.4	15.6	12.7	10.9	2.1	1.9	12.8	12.8
Banks				1,683,365	88,444	100,966	395.0	450.9			18.6%	14.2%	19.0	16.7	2.9	2.6	16.2	16.2	16.2	16.5
BCA	HOLD	23,525	21,000	580,009	23,620	27,068	958	1,098	958	1,098	14.6%	14.6%	24.6	21.4	NA	NA	4.4	3.7	19.3	18.8
BN	HOLD	9,825	10,400	183,223	13,089	14,997	702	804	702	804	15.4%	14.6%	14.0	12.2	NA	NA	1.9	1.7	14.2	14.6
BR	BUY	3,740	4,350	461,313	29,044	31,653	235	256	235	256	10.7%	8.9%	15.9	14.6	NA	NA	2.8	2.5	18.5	18.0
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	8,300	7,700	387,333	19,555	23,590	419	505	419	505	41.6%	20.6%	19.8	16.4	NA	NA	2.4	2.2	12.6	14.0
BTPN	HOLD	3,560	3,900	20,791	1,273	1,628	222	283	222	283	-27.3%	27.8%	16.1	12.6	NA	NA	1.2	1.2	7.8	9.4
BPD Jatim	BUY	790	830	11,830	1,282	1,320	86	88	86	88	24.7%	3.0%	9.2	8.9	NA	NA	1.5	1.4	17.1	16.3
Cement				173,673	4,000	4,196	205	215			-53.8%	4.9%	43.4	41.4	20.0	18.7	2.9	2.8	6.8	7.0
Indocement	SELL	20,800	14,700	76,570	1,887	1,937	512	526	507	521	-51.3%	2.7%	40.6	39.5	21.5	20.5	2.9	2.8	7.1	7.1
Semen Indonesia	SELL	11,100	8,600	65,840	1,945	2,109	328	356	316	343	-57.0%	8.4%	33.9	31.2	14.2	13.3	2.3	2.2	6.7	7.1
Semen Baturaja	SELL	3,150	460	31,263	169	150	17	15	17	15	-34.9%	-11.0%	184.8	207.7	82.0	65.9	8.6	9.3	5.3	4.5
Cigarettes				684,884	20,595	22,795	174	193			5.9%	10.7%	33.3	30.0	22.9	20.6	8.9	8.1	27.4	28.3
Gudang Garam	BUY	79,075	83,800	152,147	7,498	8,487	3,897	4,411	3,897	4,411	12.3%	13.2%	20.3	17.9	12.9	11.6	3.6	3.1	18.4	18.8
HM Sampoerna	HOLD	4,580	4,400	532,737	13,097	14,307	113	123	113	123	2.6%	9.2%	40.7	37.2	30.3	27.2	15.3	14.7	38.0	40.3
Construction				138,387	8,554	10,351	115	139			29.9%	21.0%	16.2	13.4	10.4	8.5	2.2	2.0	14.7	15.6
Wijaya Karya	BUY	1,900	2,100	17,043	1,225	1,783	137	199	137	199	21.0%	45.5%	13.9	9.6	4.8	3.4	1.4	1.2	10.4	13.7
Pembangunan Perumahan	BUY	3,120	4,000	19,344	1,295	1,570	209	253	233	283	33.9%	21.2%	14.9	12.3	7.3	6.1	3.1	2.5	22.5	22.6
Adhi Karya	BUY	2,440	2,800	8,688	451	619	127	174	149	187	43.9%	37.3%	19.3	14.0	10.0	8.1	1.4	1.2	7.8	9.2
Waskita Karya	BUY	2,790	3,000	37,871	2,383	3,034	176	224	176	224	39.1%	27.4%	15.9	12.5	13.3	10.9	2.9	2.5	19.8	21.5
Waskita Beton	BUY	464	520	12,232	1,104	1,319	42	50	42	50	73.9%	19.5%	11.1	9.3	10.3	5.6	1.5	1.3	14.2	15.2
Wika Beton	BUY	565	800	4,924	349	420	42	50	42	50	28.3%	20.2%	13.5	11.2	8.7	7.3	1.8	1.6	13.7	14.8
Jasa Marga	BUY	5,275	7,800	38,285	1,747	1,606	257	236	261	240	4.4%	-8.1%	20.5	22.3	12.4	11.3	2.9	2.6	14.0	11.6
Consumer				638,030	16,992	19,025	328	367			8.4%	12.9%	37.5	33.5	21.5	19.3	9.7	8.8	27.2	27.5
Indofood CBP	BUY	8,925	9,700	104,083	3,894	4,296	334	368	334	368	8.2%	10.3%	26.7	24.2	16.9	15.3	5.3	4.7	20.9	20.6
Indofood	BUY	7,550	9,100	66,292	4,381	4,847	499	552	501	550	5.7%	10.6%	15.1	13.7	7.2	6.4	2.1	2.0	14.5	14.8
Unilever	HOLD	53,975	52,000	411,829	7,324	8,326	960	1,091	960	1,091	14.6%	13.7%	56.2	49.5	39.4	34.8	73.0	62.0	141.6	135.6
Kino Indonesia	HOLD	1,985	2,100	2,836	115	145	81	101	81	101	-36.4%	25.8%	24.6	19.6	12.3	10.5	1.4	1.3	5.9	7.0
Meyora Indah	HOLD	2,370	1,960	52,990	1,277	1,410	57	63	56	63	-5.8%	10.4%	41.5	37.6	21.0	18.5	7.6	6.6	19.5	18.8
Healthcare				88,786	2,700	2,986	104	115			6.5%	11.5%	32.9	29.7	21.0	18.7	5.6	5.0	18.1	17.8
Kalbe Farma	HOLD	1,605	1,700	75,235	2,411	2,660	51	57	51	57	4.9%	10.3%	31.2	28.3	19.9	17.8	5.7	5.0	19.1	18.8
Kimia Farma	SELL	2,440	1,910	13,552	289	326	52	59	52	59	8.1%	12.7%	46.9	41.6	28.3	24.5	5.5	5.0	12.4	12.6
Heavy Equipment				136,523	7,463	8,439	2,001	2,262			49.2%	13.1%	18.3	16.2	8.2	6.9	3.1	2.8	18.0	18.1
United Tractors	BUY	36,600	38,000	136,523	7,463	8,439	2,001	2,262	2,001	2,262	49.2%	13.1%	18.3	16.2	8.2	6.9	3.1	2.8	18.0	18.1
Industrial Estate				14,594	2,352	1,187	38	19			103.6%	-49.5%	6.2	12.3	9.8	9.0	1.0	0.9	16.3	7.7
Puradelta Lestari	BUY	182	240	8,772	733	746	15	15	14	14	-3.2%	1.8%	12.0	11.8	11.3	11.3	1.2	1.1	9.9	9.9
Bekasi Fajar	BUY	306	320	2,952	488	543	51	56	50	56	45.4%	11.3%	6.0	5.4	6.7	5.9	0.8	0.7	13.5	13.2
Surya Semesta	HOLD	610	540	2,870	1,131	(103)	240	(22)	(119)	(36)	171.1%	-109.1%	2.5	(28.0)	12.2	11.2	0.7	0.8	33.2	(2.8)
Media				60,746	2,965	3,365	103	116			3.3%	13.5%	20.5	18.1	12.4	11.4	4.7	4.2	23.6	24.7
Media Nusantara Citra	BUY	2,690	2,800	39,332	1,491	1,605	102	110	102	110	-0.6%	7.6%	26.4	24.5	18.3	16.9	10.5	9.5	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
Mining				222,501	13,615	13,100	153	148			55.4%	-3.8%	16.3	17.0	6.5	6.7	1.8	1.8	11.3	10.5
Adaro Energy	BUY	2,390	2,200	76,446	6,489	5,928	203	185	203	185	44.7%	-8.6%	11.8	12.9	4.2	4.2	1.7	1.7	14.9	13.1
Timah	BUY	1,085	1,100	8,081	366	377	49	51	49	51	45.2%	3.0%	22.1	21.5	8.5	8.2	1.3	1.3	6.3	6.2
Vale Indonesia	HOLD	3,440	3,100	34,181	(74)	233	(7)	23	(7)	23	-394.4%	-415.1%	(461.5)	146.4	18.2	15.0	1.4	1.5	(0.3)	1.0
Aneka Tambang	HOLD	900	700	21,628	(264)	(68)	(11)	(3)	(11)	(3)	-507.2%	-74.4%	(82.0)	(319.9)	35.5	37.2	1.2	1.2	(1.4)	(0.4)
Bukit Asam	BUY	3,240	2,900	37,327	3,332	3,317	307	305	307	305	66.1%	-0.5%	10.6	10.6	7.4	7.6	2.9	2.5	28.4	23.5
Indo Tambangraya Megah	HOLD	31,475	21,100	35,564	3,183	2,717	2,817	2,404	2,936	2,561	81.7%	-14.6%	11.2	13.1	5.2	5.9	2.7	2.6	25.1	20.1
Harum Energy	HOLD	3,430	2,200	9,273	583	595	216	220	216	220	225.8%	2.1%	15.9	15.6	5.6	5.3	2.2	2.2	14.7	14.1
Plantation				41,004	3,010	2,986	283	281			-1.1%	-0.8%	13.6	13.7	7.3	6.9	1.3	1.3	10.3	9.5
Astra Agro Lestari	HOLD	13,975	14,300	26,898	1,908	1,851	991	962												

COVERAGE PERFORMANCE
LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		26-Feb-18	23-Feb-18					
Vale Indonesia	INCO	3,440	3,350	2.7	(6.5)	(7.0)	19.0	HOLD
Bekasi Fajar	BEST	306	298	2.7	5.5	7.7	22.4	BUY
Surya Citra Media	SCMA	2,690	2,620	2.7	(1.5)	6.7	8.5	BUY
Charoen Pokphand	CPIN	3,560	3,470	2.6	(1.9)	(2.2)	18.7	HOLD
Ramayana	RALS	1,160	1,140	1.8	(2.9)	(2.1)	(3.3)	HOLD
Semen Baturaja	SMBR	3,150	3,100	1.6	(0.9)	(0.6)	(17.1)	SELL
Astra Agro Lestari	AALI	13,975	13,775	1.5	5.7	6.7	6.3	HOLD
Timah	TINS	1,085	1,070	1.4	(1.8)	1.4	40.0	BUY
Matahari Putra Prima	MPPA	442	436	1.4	(5.2)	(8.3)	(2.2)	SELL
PP London Sumatra	LSIP	1,375	1,360	1.1	2.6	4.2	(3.2)	BUY

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		26-Feb-18	23-Feb-18					
Bukit Asam	PTBA	3,240	3,400	(4.7)	(2.4)	(2.7)	31.7	BUY
Adaro Energy	ADRO	2,390	2,480	(3.6)	(4.0)	(2.0)	28.5	BUY
Ciputra Development	CTRA	1,260	1,300	(3.1)	(1.9)	(2.7)	6.3	BUY
Bank Central Asia	BBCA	23,525	24,250	(3.0)	(3.0)	3.6	7.4	HOLD
Bank Mandiri	BMRI	8,300	8,550	(2.9)	(2.1)	1.2	3.8	HOLD
Gudang Garam	GGRM	79,075	81,400	(2.9)	(3.5)	(6.1)	(5.6)	BUY
Jasa Marga	JSMR	5,275	5,425	(2.8)	(6.6)	(7.9)	(17.6)	BUY
HM Sampoerna	HMSP	4,580	4,710	(2.8)	(6.9)	(11.9)	(3.2)	HOLD
Media Nusantara Citra	MNCN	1,500	1,540	(2.6)	(6.3)	-	16.7	BUY
Indocement	INTP	20,800	21,300	(2.3)	(3.7)	(4.1)	(5.2)	SELL

Sources: Bloomberg

PREVIOUS REPORTS

- Indo Tambangraya: Strong coal price boosted net profit, Wika Beton: Strong revenues from a solid order book [SnapShot20180223](#)
- Automotive: Strong car sales in January 2018, MPPA: Under pressure from stiff competition [SnapShot20180221](#)
- Plantation: Turning from Surplus to Deficit, Timah: Moderating growth [SnapShot20180220](#)
- Cement: Impressive start to the year, Prodia Widyahusada: Testing times, Semen Baturaja: Not much has changed: still too pricey [SnapShot20180219](#)
- Property: Encouraging signs and more launches to come, BTPN: A time of changes, Ramayana: Expecting a better Feb-18 sale [SnapShot20180215](#)

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