

FROM EQUITY RESEARCH
Bank Rakyat Indonesia: An unlikely deal

(BBRI IJ. IDR 2,760. BUY. TP IDR 4,350)

We are skeptical on news that BBRI plans to acquire Bank Muamalat given: 1) BBRI already owns a sharia subsidiary (BRIS IJ, Not rated), 2) there would only be minor synergies with Muamalat's business model - both in financing and funding activities, and 3) from Muamalat's perspective, it needs to raise capital within a given timeline due to its lowly CAR position of 10.2% as of March 2018. In short, we do not think that such a deal is a top priority for BBRI. Maintain BUY on BBRI with an unchanged TP of IDR4,350 (implying 2.8x 2018F P/BV).

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

Poultry: New Regulation No. 58 Year 2018 (Neutral)

The Ministry of Trade has just released the Regulation of the Ministry of Trade No. 58 Year 2018, which is a revision of the Regulation of the Ministry of Trade No. 27 Year 2017. The new regulation did not have much changes compared to the previous one, besides mainly on floor and ceiling prices on broilers on IDR17,000/kg and IDR19,000/kg. Global soybean meal prices has continued to pick up in April 2018 and lagging impact will potentially start on 3Q18, we think.

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

United Tractor: Komatsu sales remain solid

(UNTR IJ. IDR 35,300. BUY. TP IDR 39,000)

United Tractors (UNTR) reported solid Komatsu sales of 485 units (+16.9% mom, +43.1% yoy) in April 2018. Supported by the impact of higher coal prices, cumulative Komatsu sales jumped 39.6% yoy to 1,656 units in 4M18. The 4M18 sales number is 39.4% of our full year forecast of 4,200 units - above our expectation. Maintain BUY with a target price of IDR39,000 (based on DCF valuation).

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

MARKET NEWS
Macroeconomy

- Tax on small-medium enterprise is down to 0.5%
- The Ministry of Industry simplifies licensing

Sector

- Infrastructure: Government targets to open tenders for 5 new toll roads this year

Corporate

- Puradelta Lestari (DMAS) to focus more on residential and commercial development

KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
Asean - 5				
Indonesia	5,734	(0.9)	(9.8)	458
Thailand	1,768	0.8	0.8	1,461
Philippines	7,658	(0.2)	(10.5)	74
Malaysia	1,854	(0.0)	3.2	796
Singapore	3,548	0.5	4.3	761
Regional				
China	3,214	0.6	(2.8)	33,051
Hong Kong	31,234	0.6	4.4	12,289
Japan	23,002	0.3	1.0	10,415
Korea	2,466	0.2	(0.1)	5,998
Taiwan	10,966	1.2	3.0	4,191
India	34,616	(0.7)	1.6	586
NASDAQ	7,394	0.5	7.1	93,922
Dow Jones	25,013	1.2	1.2	8,440

CURRENCY AND INTEREST RATE

		Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah	Rp/1US\$	14,190	(1.6)	(1.5)	(4.7)
BI7DRRR	%	4.50	0.3	0.3	0.3
10y Gov	Indo bond	7.48	0.4	0.7	1.2

HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	105	0.2	11.9	3.8
Gold	US\$/toz	1,292	(0.0)	(3.2)	(0.8)
Nickel	US\$/mt.ton	14,608	(0.6)	(1.1)	15.0
Tin	US\$/mt.ton	20,765	(0.3)	(5.8)	3.3

SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2,639	1.2	(4.2)	38.9
Corn	US\$/mt.ton	144	(0.3)	9.0	14.8
Oil (WTI)	US\$/barrel	72	0.3	6.0	20.0
Oil (Brent)	US\$/barrel	79	0.9	7.0	18.5
Palm oil	MYR/mt.ton	2,428	1.1	1.7	1.6
Rubber	US\$/kg	147	2.9	6.1	0.1
Pulp	US\$/tonne	1,170	N/A	4.0	17.0
Coffee	US\$/60kgbag	88	(0.1)	2.9	(6.3)
Sugar	US\$/MT	340	3.0	(0.7)	(13.9)
Wheat	US\$/ton	138	(2.1)	6.3	11.9
Soy Oil	US\$/lb	31	1.4	0.4	(5.0)
Soy Bean	US\$/by	1,025	2.7	(0.3)	7.7

Source: Bloomberg

Tuesday, 22 May 2018

BUY
Maintain

Last price (IDR) 2,760
Target Price (IDR) 4,350
Upside/Downside +57.6%
Previous Target Price (IDR) 4,350

Stock Statistics

Sector Banking
Bloomberg Ticker BBRI IJ
No of Shrs (mn) 123,346
Mkt. Cap (IDRbn/USDmn) 340,434/23,991
Avg. daily T/O (IDRbn/USDmn) 404.6/28.5

Major shareholders (%)

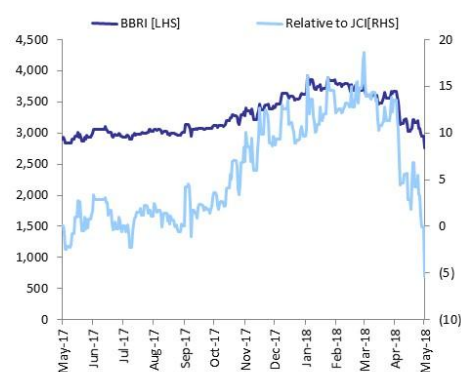
Government of Indonesia 56.8

Estimated free float 43.2

EPS Consensus (IDR)

	2018F	2019F	2020F
Danareksa	266.9	313.6	371.0
Consensus	277.1	313.1	347.1
Danareksa/Cons	(3.7)	0.2	6.9

BBRI relative to JCI Index



Source : Bloomberg



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Bank Rakyat Indonesia(BBRI IJ)

An unlikely deal

We are skeptical on news that BBRI plans to acquire Bank Muamalat given: 1) BBRI already owns a sharia subsidiary (BRIS IJ, Not rated), 2) there would only be minor synergies with Muamalat's business model - both in financing and funding activities, and 3) from Muamalat's perspective, it needs to raise capital within a given timeline due to its lowly CAR position of 10.2% as of March 2018. In short, we do not think that such a deal is a top priority for BBRI. **Maintain BUY on BBRI with an unchanged TP of IDR4,350 (implying 2.8x 2018F P/BV).**

Bank Muamalat a possible acquisition target for BBRI? The statement by BBRI's management regarding the possible acquisition of Bank Muamalat looks to be rather general, we believe, with a lot of room for interpretation. Such plans would also need much deeper analysis to assess their implications, in our view. We also note that the recent IPO of BRIS makes the likelihood of the acquisition of Bank Muamalat much less likely as BRIS would need to obtain shareholders' approval for the deal at a general shareholders' meeting.

Muamalat: at a glance. Muamalat posted 5.7% yoy gross financing growth with IDR15.1tn of restructured financing (36% of its financing mix) and a 4.8% gross NPFs ratio as of March 2018. The NIM stood at 2.6% in 1Q18 with 10.2% CAR. Such a low CAR level is near the regulator's threshold, highlighting the urgent need for the bank to raise its capital level. Presently, the Islamic Development Bank, Bank Boubyan (Kuwait) and Atwill Holdings Ltd. (Saudi Arabia) own a combined stake in the bank of 72.6%. We note that these shareholders have looked at possible divestment plans since 2011, including an IPO and/or the divestment of shares to strategic investors.

Minimal synergies. In terms of financing, there is not an urgent need for BBRI to acquire Bank Muamalat given BBRI's resilient micro lending business model and its close relationship with other SOE institutions for its non-micro retail and corporate lending. In terms of funding, meanwhile, BBRI already has a decent funding structure supported by its extensive network infrastructure. This suggests there is not much incentive for BBRI to acquire Bank Muamalat. In short, we are skeptical that such a deal would take place in the near term given the minimal synergies with Muamalat's existing business model.

Maintain BUY with a TP of IDR4,350. We maintain our GGM-derived TP at IDR4,350 (implying 2.8x 2018F P/BV) assuming a 19.5% ROAE, a 8.8% CoE assumption and 3% long-term growth. BBRI remains as one of our top picks in the sector.

Key Financials

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
PPOP (IDRbn)	47,755	54,040	59,910	66,172	75,167
Net profit (IDRbn)	26,196	28,997	32,924	38,684	45,767
EPS (IDR)	212.4	235.1	266.9	313.6	371.0
EPS growth (%)	3.1	10.7	13.5	17.5	18.3
BVPS (IDR)	1,187.1	1,351.9	1,525.4	1,729.2	1,989.0
PER (x)	13.0	11.7	10.3	8.8	7.4
PBV (x)	2.3	2.0	1.8	1.6	1.4
Dividend yield (%)	3.1	3.4	3.4	4.0	4.0
ROAE (%)	20.2	18.5	18.6	19.3	20.0

Source : BBRI, Danareksa Estimates

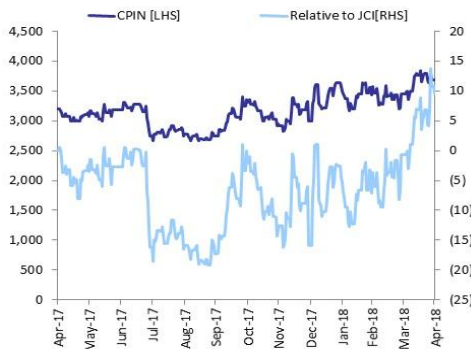
Tuesday, 22 May 2018

NEUTRAL

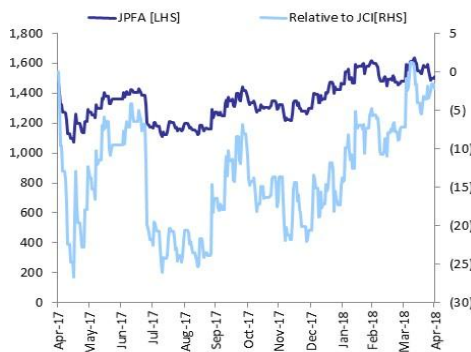
Poultry

New Regulation No. 58 Year 2018

CPIN relative to JCI Index



JPFA relative to JCI Index



Source : Bloomberg

The Ministry of Trade has just released its new regulation No. 58 Year 2018, which is a revision of the Regulation of the Ministry of Trade No. 27 Year 2017. There are only a few changes in the new regulation including the setting of floor and ceiling prices for broilers at IDR17,000/kg and IDR19,000/kg respectively. We also note that prices of global soybean meal continued to pick up in April 2018 with its lagging impact likely to be felt in 3Q18, we believe.

New Ministry of Trade Regulation No. 58 Year 2018. The Ministry of Trade has just released its new regulation No. 58 Year 2018. This regulation is a revision of the Regulation of the Ministry of Trade No. 27 Year 2017. There are not many changes in the new regulation, which was enacted on May 4th 2018, compared to the previous one. The differences are: 1) there is no mention of rice in the new regulation; 2) floor and ceiling prices are set for chicken eggs and broilers at IDR17,000/kg and IDR19,000/kg at the farm gate level; 3) the price of cattle thigh (the front part) is set at IDR80,000/kg compared to IDR98,000/kg previously. As of April 2018, based on JPFA's survey in West Java, broiler ASP continued to pick up reaching IDR20,058/kg, translating into a 4M18 average YTD price of IDR19,321/kg. A prolonged pick-up in DOC and broiler ASP could prompt the government to take drastic measures to reduce ASP.

Anticipating a lagging impact from higher global soybean meal prices and IDR depreciation in 3Q18. The increase in global soybean meal prices in 1Q18 was extended in April 2018 to USD471/MT, +4.2% mom and +33.8% yoy, based on U.S. Department of Agriculture data. In 4M18, we calculate that the average global soybean meal price reached nearly USD435/MT, +17.2% yoy (4M17: USD371/MT). This was coupled with the strengthening of the USD/IDR exchange rate in 4M18 on the back of foreign net outflows resulting from higher US Treasury yields. Note that soybean meal accounts for around 30-35% of the COGS of CPIN, JPFA, and MAIN. Thus, based on our sensitivity analysis, for every 5% increase in soybean meal ASP, the net profits of CPIN, JPFA, and MAIN would decline by 7.5%, 11.8% and 15.5%, respectively. Furthermore, for every 5% IDR/USD depreciation, the net profits of CPIN, JPFA, and MAIN would fall by 7.7%, 14.2% and 11.8% respectively. We think the impact of higher soybean meal prices and IDR depreciation will start to be seen in 3Q18.

Local corn ASP have been relatively stable and companies have greater hedging ability. Domestic corn ASP, based on our channel checks with poultry companies, were fairly stable in May 2018, helped as well by the harvesting season in 1Q18. Note that CPIN, JPFA, and MAIN have continued to improve their internal infrastructure by building more silos, as already included in their capex plans. As such, domestic corn ASP should remain fairly stable in 2Q18, in our view.



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Maintain NEUTRAL. Our top pick in the sector is JPFA for its enticing valuation. The risks to our call include volatility in 1) DOC prices, 2) broiler prices, 3) global soybean meal prices, 4) local corn ASP, and 5) the USD/IDR exchange rate.

Company	Ticker	Rec	Target Price (Rp)	Market Cap. (RpBn)	P/E (x)		P/BV (x)		ROE (%)
					2018F	2019F	2018F	2019F	2019F
Charoen Pokphand Indonesia	CPIN IJ	HOLD	4,000	45,914.4	11.5	9.9	2.5	2.1	23.1
Japfa Comfeed Indonesia	JPFA IJ	BUY	1,850	17,058.7	9.8	8.8	1.6	1.4	17.3
Malindo Feedmill Indonesia	MAIN IJ	HOLD	860	1,712.6	14.1	12.3	1.0	0.9	7.5

Tuesday, 22 May 2018

BUY
Maintain

Last price (IDR)	35,300
Target Price (IDR)	39,000
Upside/Downside	+10.5%
Previous Target Price (IDR)	38,000

Stock Statistics

Sector	Heavy Equipment
Bloomberg Ticker	UNTR IJ
No of Shrs (mn)	3,730
Mkt. Cap (IDRbn/USDmn)	131,674/9,279
Avg. daily T/O (IDRbn/USDmn)	154.4/10.9

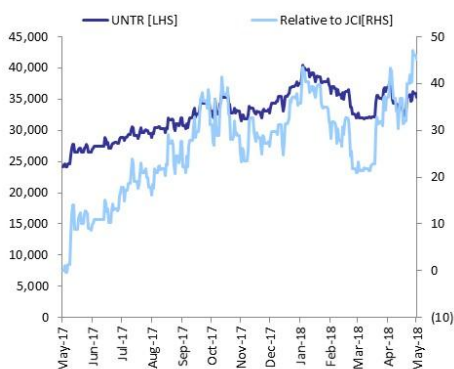
Major shareholders (%)

Astra International	59.5
Estimated free float	40.5

EPS Consensus (IDR)

	2018F	2019F	2020F
Danareksa	2,354.7	2,604.1	2,794.8
Consensus	2,486.2	2,765.3	3,051.4
Danareksa/Cons	(5.3)	(5.8)	(8.4)

UNTR relative to JCI Index



Source : Bloomberg



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United Tractors (UNTR IJ)

Komatsu sales remain solid

United Tractors (UNTR) reported solid Komatsu sales of 485 units (+16.9% mom, +43.1% yoy) in April 2018. Supported by the impact of higher coal prices, cumulative Komatsu sales jumped 39.6% yoy to 1,656 units in 4M18. The 4M18 sales number is 39.4% of our full year forecast of 4,200 units - above our expectation. Maintain BUY with a target price of IDR39,000 (based on DCF valuation).

Strong demand for heavy equipment from the mining sector. The strong Komatsu sales were driven by sales to three segments, with the mining sector posting the highest growth of 66.8% yoy. Firm coal prices and the expectation of more heavy equipment replacement given buoyant sales in the period 2010 – 2012 have resulted in strong demand from this sector. Sales to the agri and construction sectors also increased: up by 41.9% yoy and 34.6% yoy respectively, while sales to the forestry sector fell 32.2% yoy.

Heavy equipment demand from the mining sector to remain strong in 2018. The management indicated Komatsu sales of around 4,200 – 4,500 units in 2018 with the mining sector accounting for around 50 – 60% of this number. Furthermore, the management also indicated the company would sell around 1,000 – 1,200 units of large-sized machinery in 2018 or higher than 2017's sales of 800 units. At the moment, the backlog for Komatsu's large-sized machinery is about 9 months, while the backlog for 20-tonne excavators is around 3 – 5 months. We expect firm Komatsu ASP in 2018 given a higher proportion of large-sized machinery in the product mix.

Slight improvement in the mining contracting segment. Coal production under Pamapersada Nusantara (PAMA) increased slightly by 6.1% yoy to 36.3mn tonnes in 4M18. Thanks to higher coal prices – which prompted coalminers to raise their stripping ratios - overburden (OB) removal went up by 21.4% yoy, with a higher stripping ratio of 7.8x in 1Q18 (4M17: 6.8x). While the coal production is slightly below our expectation and with heavy rainfall persisting in April 2018, we expect higher coal production in 2Q18 and in the coming quarters.

Maintain BUY. While we expect consolidation in the coal price going forward, we still expect heavy equipment demand from the mining sector to remain strong. Moreover, the company is expected to reap benefits from the strong dollar/rupee exchange rate. Maintain BUY with a target price of IDR39,000 (based on DCF valuation with WACC of 11.8% and long-term growth of 3%).

Key Financials

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
Revenue (IDRbn)	45,539	64,559	75,310	80,417	82,423
EBITDA (IDRbn)	9,150	13,832	17,066	18,633	19,946
EBITDA Growth (%)	(26.2)	51.2	23.4	9.2	7.0
Net profit (IDRbn)	5,002	7,403	8,783	9,714	10,425
EPS (IDR)	1,341.0	1,984.6	2,354.7	2,604.1	2,794.8
EPS growth (%)	29.8	48.0	18.6	10.6	7.3
BVPS (IDR)	10,954.0	12,161.1	13,676.9	15,305.9	17,039.9
DPS (IDR)	449.6	611.8	837.1	971.2	1,064.0
PER (x)	26.3	17.8	15.0	13.6	12.6
PBV (x)	3.2	2.9	2.6	2.3	2.1
Dividend yield (%)	1.3	1.7	2.4	2.8	3.0
EV/EBITDA (x)	12.4	8.3	6.6	5.8	5.1

Source : UNTR, Danareksa Estimates

MARKET NEWS

Macroeconomics

Tax on small-medium enterprises is down to 0.5%

The Ministry of Finance has completed the tax regulation revision concerning small medium enterprises. In this revision, the income tax for SME is down from 1% to 0.5%. In this tax revision, the threshold for SME is set at IDR4.8bn per year, the time limit for paying tax at three years, and SME classified as private, firma, CV or PT will be subject to a 0.5% tax rate. (Investor Daily)

The Ministry of Industry simplifies licensing

The Ministry of Industry has simplified licensing by eliminating a number of recommendations and permits. Investment is expected to increase given the simplification of the licensing. The Ministry of Industry also combined some non-licensing recommendations since they have similar characteristics. Rules concerning the certification of products using the Indonesian national standard mark (SPPT SNI) were also simplified. (Bisnis Indonesia)

Corporate

Infrastructure: Government targets to open tenders for 5 new toll roads this year

The government, through the toll road authority (BPJT), plans to open tenders for investors in five new toll roads. This is following the issuance of initiation permits from the Ministry of Public Works and Housing. The toll roads are: Semanan – Balaraja (31.7km, IDR10.3tn), Kamal- Teluk Naga – Rajeg (38.6km, IDR17.5tn), Gedebage – Tasik - Cilacap (184km, IDR46.6tn), toll road access for Patimban (58.9km, IDR5.3tn), and the Balikpapan elevated toll road (7.6km, IDR16.5tn). Jasa Marga (JSMR) will be the initiator for the Patimban and Gedebage – Tasik – Cilacap toll roads. Meanwhile, Waskita Toll Road (WTR) will be the initiator for the Balikpapan elevated toll road. (Bisnis Indonesia)

Corporate

Puradelta Lestari (DMAS) to focus more on residential and commercial development

According to the company's management, DMAS seeks to focus on launchings and the development of its residential and commercial segments in order to tap the industrial employees market ranging from the upper to lower classes. In 2H18, DMAS plans to launch Panahome for the middle-up segment. The 1st phase will use 13 Ha of land. At the same time, the company is also planning to tap the mid-low market with prices of around Rp500mn/unit (vs. current prices of Rp800mn-2.0bn/unit). In addition, DMAS also plans to launch a commercial project called "Greenland Square" in 3Q18, a similar concept to The Breeze in BSD City, to boost its recurring income. At the moment, DMAS' landed residential is marketed at prices of Rp5-6mn/sqm, commercial land at Rp7mn/sqm and industrial estates at Rp2.2mn/sqm. (Bisnis Indonesia)

DANAREKSA VALUATION GUIDE

Danareksa	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	2017	2018	2017
Danareksa Universe							3,642,392	202,587	226,661	201.0	224.9			18.3%	11.9%	18.0	16.1	18.9	16.9	2.7	2.5	16.1	16.2
Auto							264,155	18,881	20,472	379.7	411.7			24.6%	8.4%	14.0	12.9	11.2	10.0	1.7	1.5	12.7	12.5
Astra International	BUY	6,525	9,100	264,155	18,881	20,472	466	506	466	506	466	506	24.6%	8.4%	14.0	12.9	11.2	10.0	1.7	1.5	12.7	12.5	
Banks							1,380,749	90,056	102,624	402.2	458.3			20.8%	14.0%	15.3	13.5			2.4	2.1	16.3	16.5
BCA	HOLD	21,650	22,700	533,781	23,620	27,068	958	1,098	958	1,098	958	1,098	14.6%	14.6%	22.6	19.7	NA	NA	4.0	3.4	19.3	18.8	
BNi	BUY	7,300	10,400	136,135	13,616	15,743	730	844	730	844	730	844	20.1%	15.6%	10.0	8.6	NA	NA	1.4	1.2	14.7	15.0	
BRI	BUY	2,760	4,350	340,434	29,044	31,653	235	256	235	256	235	256	10.7%	8.9%	11.7	10.8	NA	NA	2.0	1.9	18.5	18.0	
Bank Tabungan Negara	BUY	2,770	4,200	29,334	3,135	3,658	296	346	296	346	296	346	19.7%	16.7%	9.4	8.0	NA	NA	1.4	1.2	15.4	15.8	
Bank Mandiri	HOLD	6,675	8,500	311,500	20,640	24,502	442	525	442	525	442	525	49.5%	18.7%	15.1	12.7	NA	NA	1.9	1.7	13.0	14.1	
BTFN	BUY	3,280	3,900	19,156	1,273	1,628	222	283	222	283	222	283	-27.3%	27.8%	14.8	11.6	NA	NA	1.1	1.1	7.8	9.4	
BPD Jatim	BUY	695	830	10,408	1,282	1,320	86	88	86	88	86	88	24.7%	3.0%	8.1	7.9	NA	NA	1.3	1.2	17.1	16.3	
Cement							148,772	4,000	4,196	205	215			-53.8%	4.9%	37.2	35.5	17.1	16.0	2.5	2.4	6.8	7.0
Indocement	SELL	17,250	14,700	63,501	1,887	1,937	526	567	507	521	507	521	-51.3%	2.7%	33.7	32.8	17.3	16.5	2.4	2.3	7.1	7.1	
Semen Indonesia	SELL	8,350	8,600	49,528	1,945	2,109	328	356	316	343	316	343	-57.0%	8.4%	25.5	23.5	11.0	10.2	1.7	1.6	6.7	7.1	
Semen Baturaja	SELL	3,600	460	35,743	169	150	17	15	17	15	17	15	-34.9%	-11.0%	211.2	237.4	93.6	75.0	11.0	10.6	5.3	4.5	
Cigarettes							535,161	20,595	22,795	174	193			5.9%	10.7%	26.0	23.5	18.0	16.1	7.0	6.3	27.4	28.3
Gudang Garam	BUY	66,550	83,800	128,048	7,498	8,487	3,897	4,411	3,897	4,411	3,897	4,411	12.3%	13.2%	17.1	15.1	11.1	9.8	3.0	2.6	18.4	18.8	
HM Sampoerna	HOLD	3,500	4,400	407,113	13,097	14,307	113	123	113	123	113	123	2.6%	9.2%	31.1	28.5	23.1	20.7	11.7	11.2	38.0	40.3	
Construction							107,289	8,554	10,351	115	139			29.9%	21.0%	12.5	10.4	8.7	7.1	1.7	1.5	14.7	15.6
Wijaya Karya	BUY	1,590	2,100	14,262	1,225	1,783	137	199	137	199	137	199	21.0%	45.5%	11.6	8.0	3.8	2.6	1.2	1.0	10.4	13.7	
Pembangunan Perumahan	BUY	2,330	4,000	14,446	1,295	1,570	209	253	233	283	233	283	33.9%	21.2%	11.2	9.2	5.4	4.5	2.3	1.9	22.5	22.6	
Adhi Karya	BUY	1,905	2,800	6,783	451	619	127	174	149	187	149	187	43.9%	37.3%	15.0	11.0	8.3	6.9	1.1	0.9	7.8	9.2	
Waskita Karya	BUY	2,120	3,000	28,777	2,383	3,034	176	224	176	224	176	224	39.1%	27.4%	12.1	9.5	11.4	9.4	2.2	1.9	19.8	21.5	
Waskita Beton	BUY	384	520	10,123	1,104	1,319	42	50	42	50	42	50	73.9%	19.5%	9.2	7.7	8.9	4.5	1.2	1.1	14.2	15.2	
Wika Beton	BUY	452	800	3,939	349	420	42	50	42	50	42	50	28.3%	20.2%	10.8	9.0	7.1	6.0	1.5	1.3	13.7	14.8	
Jasa Marga	BUY	3,990	7,800	28,959	1,747	1,606	257	236	261	240	261	240	4.4%	-8.1%	15.5	16.9	10.4	9.8	2.2	2.0	14.0	11.6	
Consumer							568,872	16,992	19,025	328	367			8.4%	12.0%	33.5	29.9	19.2	17.3	8.7	7.8	27.2	27.5
Indofood CBP	BUY	8,000	9,700	93,295	3,894	4,296	334	368	334	368	334	368	8.2%	10.3%	24.0	21.7	15.0	13.6	4.7	4.2	20.9	20.6	
Indofood	BUY	6,300	9,100	55,317	4,381	4,847	499	552	501	550	501	550	5.7%	10.6%	12.6	11.4	6.2	5.5	1.8	1.6	14.5	14.8	
Unilever	HOLD	46,200	52,000	352,506	7,324	8,326	960	1,091	960	1,091	960	1,091	14.6%	13.7%	48.1	42.3	33.7	29.8	62.5	53.1	141.6	135.6	
Kino Indonesia	HOLD	2,040	2,100	2,914	115	145	81	101	81	101	81	101	-36.4%	25.8%	25.3	20.1	12.6	10.8	1.5	1.4	5.9	7.0	
Mayora Indah	HOLD	2,900	1,960	64,840	1,277	1,410	57	63	56	63	56	63	-5.8%	10.4%	50.8	46.0	25.5	22.5	9.3	8.1	19.5	18.8	
Healthcare							71,688	2,700	2,986	104	115			6.5%	11.5%	26.5	24.0	16.7	14.9	4.5	4.0	18.1	17.8
Kalbe Farma	HOLD	1,290	1,700	60,469	2,411	2,660	51	57	51	57	51	57	4.9%	10.3%	25.1	22.7	15.8	14.1	4.5	4.0	19.1	18.8	
Kimia Farma	SELL	2,020	1,910	11,219	289	326	52	59	52	59	52	59	8.1%	12.7%	38.8	34.4	23.7	20.5	4.6	4.1	12.4	12.6	
Heavy Equipment							131,674	7,463	8,439	2,001	2,262			49.2%	13.1%	17.6	15.6	7.8	6.6	3.0	2.7	18.0	18.1
United Tractors	BUY	35,300	38,000	131,674	7,463	8,439	2,001	2,262	2,001	2,262	2,001	2,262	49.2%	13.1%	17.6	15.6	7.8	6.6	3.0	2.7	18.0	18.1	
Industrial Estate							12,204	2,352	1,187	38	19			103.6%	-49.5%	5.2	10.3	8.3	7.6	0.8	0.8	16.3	7.7
Puradelta Lestari	BUY	150	240	7,230	733	746	15	15	14	14	14	14	-3.2%	1.8%	9.9	9.7	9.1	9.1	1.0	0.9	9.9	9.9	
Bekasi Fajar	BUY	262	320	2,528	488	543	51	56	50	56	50	56	45.4%	11.3%	5.2	4.7	6.0	5.3	0.7	0.6	13.5	13.2	
Surya Semesta	HOLD	520	540	2,447	1,131	(103)	240	(22)	(119)	(32)	(119)	(32)	1711.1%	-109.1%	2.2	(23.9)	11.0	9.9	0.6	0.7	33.2	(2.8)	
Media							49,142	2,965	3,365	103	116			3.3%	13.5%	16.6	14.6	10.1	9.2	3.8	3.4	23.6	24.7
Media Nusantara Citra	BUY	2,160	2,800	31,583	1,491	1,605	102	110	102	110	102	110	-0.6%	7.6%	21.2	19.7	14.6	13.5	8.4	7.6	41.6	40.6	
Surya Citra Media	BUY	1,230	1,750	17,560	1,474	1,760	103	123	103	123	103	123	7.7%	19.5%	11.9	10.0	6.9	6.2	1.9	1.7	16.4	18.4	
Mining							210,483	14,754	17,040	166	192			68.4%	15.5%	14.3	12.4	6.0	5.4	1.7	1.6	12.3	13.2
Adaro Energy	BUY	1,950	2,800	62,373	6,283	7,376	196	231	198	231	198	231	40.1%	17.4%	9.9	8.5	3.9	3.3	1.4	1.3	14.4	16.0	
Timah	BUY	980	1,100	7,299	366	377	49	51	49	51	49	51	45.2%	3.0%	20.0	19.4	7.9	7.6	1.2	1.2	6.3	6.2	
Vale Indonesia	HOLD	3,810	3,100	37,857	(74)	233	(7)	23	(7)	23	(7)	23	-394.4%	-415.1%	(511.1)	162.2	20.3	16.8	1.6	1.6	(0.3)	1.0	
Aneka Tambang	HOLD	880	700	21,147	(264)	(68)	(11)	(3)	(11)	(3)	(11)	(3)	-507.2%	-74.4%	(80.1)	(312.8)	34.9	36.6	1.2	1.2	(1.4)	(0.4)	
Bukit Asam	BUY	3,830	3,600	44,124	4,476	4,623	412	425	412	425	412	425	123.1%	3.3%	9.3	9.0	6.2	5.8	3.2	2.6	37.3	30.5	
Indo Tambangraya Megah	HOLD	26,650	33,200	30,113	3,384	3,903	2,995	3,455	3,232	3,617	3,232	3,617	93.2%	15.3%	8.9	7.7	4.2	3.7	2.3	2.1	27.1	28.9	

COVERAGE PERFORMANCE
LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		21-May-18	18-May-18					
Erajaya Swasembada	ERAA	2,350	2,150	9.3	25.7	95.0	219.7	BUY
Ramayana	RALS	1,410	1,340	5.2	6.4	(0.4)	17.5	HOLD
PP London Sumatra	LSIP	1,225	1,170	4.7	10.4	(7.2)	(13.7)	BUY
Wijaya Karya	WIKA	1,590	1,525	4.3	17.3	(5.9)	2.6	BUY
Astra Agro Lestari	AALI	13,025	12,500	4.2	8.1	(2.1)	(1.0)	HOLD
Ace Hardware	ACES	1,230	1,185	3.8	-	(6.8)	6.5	BUY
Bukit Asam	PTBA	3,830	3,690	3.8	7.6	14.0	55.7	BUY
Aneka Tambang	ANTM	880	850	3.5	8.0	(2.8)	40.8	HOLD
Indocement	INTP	17,250	16,700	3.3	(12.0)	(6.4)	(21.4)	SELL
Vale Indonesia	INCO	3,810	3,690	3.3	11.7	5.2	31.8	HOLD

Sources: Bloomberg

LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		21-May-18	18-May-18					
Bank Rakyat Indonesia	BBRI	2,760	2,940	(6.1)	(13.5)	(24.6)	(24.2)	BUY
Ciputra Development	CTRA	920	970	(5.2)	(9.4)	(25.2)	(22.4)	BUY
Media Nusantara Citra	MNCN	1,230	1,290	(4.7)	(7.9)	(14.9)	(4.3)	BUY
Semen Indonesia	SMGR	8,350	8,700	(4.0)	(7.2)	(17.5)	(15.7)	SELL
Matahari Putra Prima	MPPA	294	306	(3.9)	2.8	(22.2)	(35.0)	SELL
Bank Negara Indonesia	BBNI	7,300	7,575	(3.6)	(11.0)	(16.3)	(26.3)	BUY
Surya Citra Media	SCMA	2,160	2,240	(3.6)	(11.1)	(19.4)	(12.9)	BUY
Bumi Serpong Damai	BSDE	1,560	1,610	(3.1)	(6.9)	(15.2)	(8.2)	BUY
Japfa Comfeed	JPFA	1,565	1,605	(2.5)	(2.5)	(0.6)	20.4	BUY
Bekasi Fajar	BEST	262	268	(2.2)	(5.1)	(9.7)	4.8	BUY

Sources: Bloomberg

PREVIOUS REPORTS

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