

## FROM EQUITY RESEARCH

### Adhi Karya: A new train project is coming to town

(ADHI IJ. IDR 1,925. BUY. TP IDR 2,900)

Jakarta's municipal government plans to invite investors to participate in the development of the Greater Jakarta LRT stage 2. ADHI as a contractor in stage 1 will have the opportunity to participate as the contractor or investor in the project. For stage 1 of the project, ADHI expects the second tranche of payment from Kereta Api Indonesia (KAI) amounting to around IDR1.8tn to be made in the near future. We maintain our BUY call on ADHI with an unchanged TP of IDR2,900.

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- Tax Incentives for venture capital announced

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## KEY INDEX

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
<b>Asean - 5</b>				
Indonesia	5,792	0.7	(8.9)	514
Thailand	1,754	(0.4)	(0.0)	1,995
Philippines	7,560	(1.1)	(11.7)	100
Malaysia	1,804	(2.2)	0.4	688
Singapore	3,496	(1.3)	2.7	974
<b>Regional</b>				
China	3,169	(1.4)	(4.2)	39,648
Hong Kong	30,666	(1.8)	2.5	14,790
Japan	22,690	(1.2)	(0.3)	13,288
Korea	2,472	0.3	0.2	5,829
Taiwan	10,886	(0.5)	2.3	4,605
India	34,345	(0.9)	0.8	460
NASDAQ	7,426	0.6	7.6	93,973
Dow Jones	24,887	0.2	0.7	9,940

## CURRENCY AND INTEREST RATE

		Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah	Rp/1US\$	14,209	(0.8)	(1.7)	(4.8)
BI7DRRR	%	4.50	0.3	0.3	0.3
10y Gov	Indo bond	7.62	0.4	0.7	1.3

## HARD COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	105	(0.4)	12.2	3.9
Gold	US\$/toz	1,295	0.1	(2.7)	(0.6)
Nickel	US\$/mt.ton	14,592	(0.9)	2.7	14.8
Tin	US\$/mt.ton	20,655	0.4	(3.2)	2.8

## SOFT COMMODITY

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2,587	(0.6)	(3.2)	36.2
Corn	US\$/mt.ton	146	1.1	8.2	16.7
Oil (WTI)	US\$/barrel	72	0.0	6.1	18.9
Oil (Brent)	US\$/barrel	80	0.3	6.8	19.3
Palm oil	MYR/mt.ton	2,428	0.2	1.4	1.6
Rubber	US\$/kg	145	(1.8)	3.1	(1.5)
Pulp	US\$/tonne	1,170	N/A	3.5	17.1
Coffee	US\$/60kgbag	89	(1.4)	2.3	(6.9)
Sugar	US\$/MT	349	1.9	6.1	(11.5)
Wheat	US\$/ton	145	1.8	11.9	17.2
Soy Oil	US\$/lb	32	0.6	2.1	(4.2)
Soy Bean	US\$/by	1,039	0.8	1.8	9.2

Source: Bloomberg

Thursday, 24 May 2018

**BUY**

**Maintain**

Last price (IDR)	1,925
Target Price (IDR)	2,900
Upside/Downside	+50.6%
Previous Target Price (IDR)	2,900

#### Stock Statistics

Sector	Construction
Bloomberg Ticker	ADHI IJ
No of Shrs (mn)	3,561
Mkt. Cap (IDRbn/USDmn)	6,855/485
Avg. daily T/O (IDRbn/USDmn)	33.7/2.4

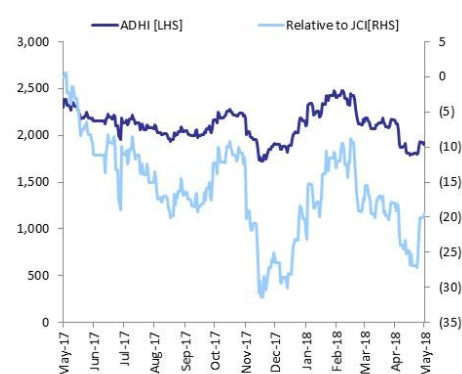
#### Major shareholders (%)

Government	51.0
Public	49.0
Estimated free float	49.0

#### EPS Consensus (IDR)

	2018F	2019F	2020F
Danareksa	211.5	258.5	297.7
Consensus	231.4	290.4	372.2
Danareksa/Cons	(8.6)	(11.0)	(20.0)

#### ADHI relative to JCI Index



Source : Bloomberg



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## Adhi Karya(ADHI IJ)

### A new train project is coming to town

**Jakarta's municipal government plans to invite investors to participate in the development of the Greater Jakarta LRT stage 2. ADHI as a contractor in stage 1 will have the opportunity to participate as the contractor or investor in the project. For stage 1 of the project, ADHI expects the second tranche of payment from Kereta Api Indonesia (KAI) amounting to around IDR1.8tn to be made in the near future. We maintain our BUY call on ADHI with an unchanged TP of IDR2,900.**

**Greater Jakarta LRT stage 2.** The investment needed for the Greater Jakarta LRT stage 2 is estimated at IDR9.8tn (USD700mn). The line will connect the Velodrome (in Rawamangun) to Tanah Abang. There will be 10 stations (revised up from 6 stations in the initial plans) and the Jakarta Governor plans to invite the private sector to participate in the project through the PPP scheme. The financing scheme in stage 2 will be totally different from the financing scheme for stage 1 for which the project is owned by the government through KAI. Regarding the PPP scheme, our concerns relate to the subsidies given to ensure low ticket prices. We also note that the investor will have the privilege to appoint the contractor for the project.

**Progress of the Greater Jakarta LRT stage 1.** As of early May 18, the LRT stage 1 progress reached 37.4%, with the progress of each service line as follows: Cawang – Cibubur 59.0%, Cawang – Kuningan – Dukuh Atas 21.2%, and Cawang – Bekasi Timur 33.3%. For this project, ADHI has won IDR22.8tn of civil works contracts with construction expected to be finished by 2019.

**Received part payment for the Greater Jakarta LRT stage 1.** ADHI received the first tranche of payment for the project amounting to IDR3.4tn in early Mar 18. The payment is based on works carried out as of Sep 2017. The second payment of around IDR1.8tn based on works carried out from Oct – Dec 2017 is expected to be received in 2Q18. ADHI booked receivables of IDR4.4tn from the project as of Mar 18.

**New contracts in 4M18 reached IDR3.8tn,** or reaching 16.3% of the management's full year target of IDR23.3tn. Compared to the previous year, the new contracts in 4M18 are 13.4%yoy lower than the IDR4.4tn of new contracts booked in 4M17. ADHI booked IDR800bn of new contracts in Apr 18, including contracts for some major projects such as RSKIA stage 2 (IDR279.5bn), Cordova Apartment (IDR164bn), and Novotel Bali (IDR153bn).

**Maintain BUY.** We maintain our forecast and recommendation on ADHI as we expect more new contracts to be booked in the coming months. ADHI also has a bigger chance to participate as the contractor or investor in the Greater Jakarta LRT stage 2 project. ADHI currently trades at an attractive valuation of 2018 PE of 9.1x, lower than its historical -1SD PE of 13.1x.

#### Key Financials

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
Revenue (IDRbn)	11,064	15,156	17,408	20,677	22,762
EBITDA (IDRbn)	671	1,589	1,640	1,904	2,078
EBITDA Growth (%)	15.8	136.8	3.2	16.1	9.1
Net profit (IDRbn)	313	515	753	920	1,060
EPS (IDR)	88.0	144.7	211.5	258.5	297.7
EPS growth (%)	(56.6)	64.4	46.1	22.2	15.2
BVPS (IDR)	1,525.8	1,645.5	2,010.6	2,442.9	2,934.8
DPS (IDR)	26.2	26.4	28.9	42.3	51.7
PER (x)	21.9	13.3	9.1	7.4	6.5
PBV (x)	1.3	1.2	1.0	0.8	0.7
Dividend yield (%)	1.4	1.4	1.5	2.2	2.7
EV/EBITDA (x)	11.6	7.0	6.9	6.1	5.5

Source : ADHI, Danareksa Estimates

## MARKET NEWS

### Macroeconomics

#### **BI: Cash needed for Lebaran may reach IDR188.2tn**

Bank Indonesia said that the cash needed for Lebaran might reach IDR188.2tn, or up 15.3%yoy. 22.8% of the cash is expected to be used in the Jabodetabek region. Even though BI has encouraged the use of non-cash transactions, the growth of cash usage is increasing. In the last five years, 25% of the annual cash withdrawals from banks happened during Ramadan. Three strategies will be adopted by Bank Indonesia to fulfill cash demand: increasing cash distribution and supply in Bank Indonesia's central and branch office, improving the cash service to stakeholders and better cooperation with banks to provide cash exchange services. (Investor Daily)

#### **Tax incentives for venture capital announced**

The government has issued tax regulation No.48/PMK.03/2018 concerning the capital participation of venture capital companies in SMEs. This regulation increases the threshold of net sales from IDR5bn to IDR50bn. However, capital gains are not included in this scheme. This new tax scheme is expected to increase investment from venture capital companies in SMEs. (Bisnis Indonesia)

### Sector

#### **Ministry of Energy and Mineral Resources to issue a regulation to increase the biodiesel mix to 25%**

The Ministry of Energy and Mineral Resources plans to issue a regulation concerning the implementation of B25 in early FY19, which will replace the current regulation on 20% biodiesel production. The 5% increase is expected to save USD1bn in oil imports/year. The regulation is currently being drafted. (Jakarta Post)

Comment: This news is positive for the CPO price as it will increase Indonesia's biodiesel demand. Based on GAPKI estimates, the PSO sector consumed about 18.5mn KL of diesel in FY16. With the B25 program, Indonesia's biodiesel consumption could reach 4.6mn KL (vs.FY17 biodiesel realization of 2.37mn KL). This implies an additional 2.2mn KL of biodiesel or equivalent to 1.9mn tons of CPO demand.

Nonetheless, we think the rollout of B25 is still subject to technical issues (i.e. engines compatibility test) and variable factors such as: 1) the crude oil price, 2) the direction of the CPO price and 3) the availability of funds from the Indonesia Oil Palm Plantation Agency (BPDP). (Yudha)

#### **Exhibit 1. Current Indonesia Biodiesel Mandate**

Sector	Apr-15	Jan-16	Jan-20	Jan-25
Household	0%	0%	0%	0%
SME, Fishery, Farming, Transportation and Public Service	15%	20%	30%	30%
Transportation (Non-PSO)	15%	20%	30%	30%
Industrial and Commercial	15%	20%	30%	30%
Power Plant	25%	30%	30%	30%

\*\* PSO = Public Service Obligation

Source: Ministry of Energy and Mineral Resources

### Corporate

#### **CPIN: Earmarks IDR2.6tn for capex**

Charoen Pokphand Indonesia (CPIN) has earmarked IDR2.6tn for capex in 2018. 40% of the capex will be used to build 2 new animal feedmills in Semarang and Sumatra, 35% for farm expansion, 15% for F&B expansion in its processed chicken division, and 10% for maintenance. CPIN will distribute dividends with a 37% payout ratio for 2017's net profits. (Company, Kontan)

#### **Bumi Serpong Damai (BSDE) to participate in REIT**

BSDE will participate in the Simas Plaza Indonesia REIT. BSDE together with Indonesia Paraside Property (INPP), Rosano Barack, Plaza Indonesia Realty (PLIN), Sinarmas Asset Management and Plaza Indonesia Investama (PII) have signed a share sale & purchase and participation agreement in the REIT. PII will be appointed as the Special Purpose Vehicle (SPV) for the Simas Plaza Indonesia REIT. Meanwhile, BSDE will conduct "in-breng" (assets transfer) of its 25.52% stake (906.1mn shares) in PLIN to purchase the REIT units and then sell the remaining

14.51% stake in PLIN to PII. Based on the agreement, the preliminary transaction value of the sale of its stake in PLIN and participation in the REIT is estimated at Rp12.71tn. The timeline for the transaction process is up to 31-Dec-18. (Investor Daily)

**Kino Indonesia: Targets robust FY18 bottom line growth of 35% yoy**

Kino Indonesia targets solid FY18 top line growth of 10% yoy with higher growth in the bottom line of 35% yoy. For capex, the company will spend IDR120bn to strengthen its brands. KINO also plans to have several JVs with companies in Thailand and Cambodia. KINO also plans to offer beverages and coconut water following its JV with Malee. (Bisnis Indonesia, Kontan)

**MAPI: Plans IPO for MAP Active**

MAP Active will have an IPO, with 18% of its shares sold to the public. 90% of the proceeds will be used to repay debts and 10% for store expansion. As of FY17, MAP Active's total equity was IDR980bn and total assets were IDR 2.8tn. Total debts in FY17 were IDR1.1tn. (CNBC)

**MNCN: RCTI improved its audience share**

RCTI, MNCN's flagship station, has improved its audience share in the past week. On Sunday (May 20th), RCTI's Prime-Time audience share jumped by 5.6bps DoD to 18%, and regained its #1 position. RCTI's in-house production programs for both prime-time and sahur (also prime time during Ramadan month) are ranked #1. "Dunia Terbalik" booked audience share of 17.4%, #1 in the prime time drama series while "Amanah wali" its lead sahur program enjoyed audience share of 22%, also the #1 Ramadan prime-time program. (Company)

**Bukit Asam: To receive USD1.3bn of loans to develop Sumsel 8 power plant**

Huadian Bukit Asam Power (HBAP), a joint venture company between Bukit Asam (PTBA – 45% ownership) and China Huadian Hongkong Company has been granted loans of USD1.26bn from China Eximbank. The use of the loan proceeds are to finance the construction of a coal-based power plant in South Sumatera (Sumsel-8). The total investment to develop the Sumsel-8 power plant is around USD1.6bn. HBAP is expected to complete the construction of the 2x600MW power plant in 2022. (Investor Daily)

**Unilever: UNVR to pay dividends of IDR915/share**

Unilever Indonesia will distribute dividends of IDR915/share from FY17's net profits, comprising of IDR410/share of interim dividends (paid on 20 December 2017) and IDR505/share of final dividends. The total dividends paid are IDR7.01tn, translating into a 101% payout ratio (FY16 payout ratio of 99.7%). (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>3,752,399</b>	<b>202,587</b>	<b>226,661</b>	<b>201.0</b>	<b>224.9</b>			<b>18.3%</b>	<b>11.9%</b>	<b>18.5</b>	<b>16.6</b>	<b>19.4</b>	<b>17.4</b>	<b>2.8</b>	<b>2.6</b>	<b>16.1</b>	<b>16.2</b>
<b>Auto</b>				<b>288,445</b>	<b>18,881</b>	<b>20,472</b>	<b>379.7</b>	<b>411.7</b>			<b>24.6%</b>	<b>8.4%</b>	<b>15.3</b>	<b>14.1</b>	<b>12.1</b>	<b>10.9</b>	<b>1.8</b>	<b>1.7</b>	<b>12.7</b>	<b>12.5</b>
Astra International	BUY	7,125	9,100	288,445	18,881	20,472	466	506	466	506	24.6%	8.4%	15.3	14.1	12.1	10.9	1.8	1.7	12.7	12.5
<b>Banks</b>				<b>1,437,752</b>	<b>90,056</b>	<b>102,624</b>	<b>402.2</b>	<b>458.3</b>			<b>20.8%</b>	<b>14.0%</b>	<b>16.0</b>	<b>14.0</b>			<b>2.5</b>	<b>2.2</b>	<b>16.3</b>	<b>16.5</b>
BCA	HOLD	22,300	22,700	549,807	23,620	27,068	958	1,098	958	1,098	14.6%	14.6%	23.3	20.3	N/A	N/A	4.2	3.5	19.3	18.8
BNI	HOLD	7,375	10,400	137,534	13,616	15,743	730	844	730	844	20.1%	15.6%	10.1	8.7	N/A	N/A	1.4	1.2	14.7	15.0
BRI	BUY	2,960	4,350	365,104	29,044	31,653	235	256	235	256	10.7%	8.9%	12.6	11.6	N/A	N/A	2.2	2.0	18.5	18.0
Bank Tabungan Negara	BUY	2,900	4,200	30,711	3,135	3,658	296	346	296	346	19.7%	16.7%	9.8	8.4	N/A	N/A	1.4	1.3	15.4	15.8
Bank Mandiri	HOLD	6,975	8,500	325,500	20,640	24,502	442	525	442	525	49.5%	18.7%	15.8	13.3	N/A	N/A	2.0	1.8	13.0	14.1
BTPN	HOLD	3,200	3,900	18,689	1,273	1,628	222	283	222	283	-27.3%	27.8%	14.4	11.3	N/A	N/A	1.1	1.0	7.8	9.4
BPD.Jatim	BUY	695	830	10,408	1,282	1,320	86	88	86	88	24.7%	3.0%	8.1	7.9	N/A	N/A	1.3	1.2	17.1	16.3
<b>Cement</b>				<b>149,011</b>	<b>4,000</b>	<b>4,196</b>	<b>205</b>	<b>215</b>			<b>-53.8%</b>	<b>4.9%</b>	<b>37.3</b>	<b>35.5</b>	<b>17.1</b>	<b>16.0</b>	<b>2.5</b>	<b>2.4</b>	<b>6.8</b>	<b>7.0</b>
Indocement	SELL	16,775	14,700	61,753	1,887	1,937	512	526	507	521	-51.3%	2.7%	32.7	31.9	16.8	16.0	2.3	2.3	7.1	7.1
Semen Indonesia	SELL	8,350	8,600	49,528	1,945	2,109	328	356	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	3,800	460	37,730	169	150	17	15	17	15	-34.9%	-11.0%	222.9	250.6	98.7	79.1	11.6	11.2	5.3	4.5
<b>Cigarettes</b>				<b>550,939</b>	<b>20,595</b>	<b>22,795</b>	<b>174</b>	<b>193</b>			<b>5.9%</b>	<b>10.7%</b>	<b>26.8</b>	<b>24.2</b>	<b>18.5</b>	<b>16.6</b>	<b>7.2</b>	<b>6.5</b>	<b>27.4</b>	<b>28.3</b>
Gudang Garam	BUY	68,100	80,800	131,030	7,498	8,487	3,897	4,411	3,897	4,411	12.3%	13.2%	17.5	15.4	11.3	10.1	3.1	2.7	18.4	18.8
HM Sampoerna	BUY	3,610	3,800	419,908	13,097	14,307	113	123	113	123	2.6%	9.2%	32.1	29.3	23.8	21.4	12.1	11.6	38.0	40.3
<b>Construction</b>				<b>113,320</b>	<b>8,554</b>	<b>10,351</b>	<b>115</b>	<b>139</b>			<b>29.9%</b>	<b>21.0%</b>	<b>13.2</b>	<b>10.9</b>	<b>9.0</b>	<b>7.4</b>	<b>1.8</b>	<b>1.6</b>	<b>14.7</b>	<b>15.6</b>
Wijaya Karya	BUY	1,645	2,300	14,756	1,225	1,783	137	199	137	199	21.0%	45.5%	12.0	8.3	4.0	2.8	1.2	1.1	10.4	13.7
Pembangunan Perumahan	BUY	2,650	3,600	16,430	1,295	1,570	209	253	233	283	33.9%	21.2%	12.7	10.5	6.2	5.1	2.6	2.2	22.5	22.6
Adhi Karya	BUY	1,930	2,900	6,872	451	619	127	174	149	187	43.9%	37.3%	15.2	11.1	8.4	7.0	1.1	1.0	7.8	9.2
Waskita Karya	BUY	2,290	2,440	31,084	2,383	3,034	176	224	176	224	39.1%	27.4%	13.0	10.2	11.9	9.8	2.4	2.0	19.8	21.0
Waskita Beton	BUY	392	580	10,334	1,104	1,319	42	50	42	50	73.9%	19.5%	9.4	7.8	9.1	4.6	1.3	1.1	14.2	15.2
Wika Beton	BUY	444	730	3,970	349	420	42	50	42	50	28.3%	20.2%	10.6	8.8	7.0	5.9	1.4	1.3	13.7	14.8
Jasa Marga	BUY	4,130	7,800	29,975	1,747	1,606	257	236	261	240	4.4%	-8.1%	16.1	17.5	10.6	9.9	2.3	2.1	14.0	11.6
<b>Consumer</b>				<b>580,607</b>	<b>16,992</b>	<b>19,025</b>	<b>328</b>	<b>367</b>			<b>8.4%</b>	<b>12.0%</b>	<b>34.2</b>	<b>30.5</b>	<b>19.6</b>	<b>17.6</b>	<b>8.8</b>	<b>8.0</b>	<b>27.2</b>	<b>27.5</b>
Indofood CBP	BUY	8,075	9,400	94,170	3,894	4,296	334	368	334	368	8.2%	10.3%	24.2	21.9	15.1	13.7	4.8	4.3	20.9	20.6
Indofood	BUY	6,875	8,000	60,365	4,381	4,847	499	552	501	550	5.7%	10.6%	13.8	12.5	6.7	5.9	1.9	1.8	14.5	14.8
Unilever	HOLD	46,850	52,000	357,466	7,324	8,326	960	1,091	960	1,091	14.6%	13.7%	48.8	42.9	34.2	30.2	63.4	53.8	141.6	135.6
Kino Indonesia	HOLD	2,010	2,100	2,871	115	145	81	101	81	101	-36.4%	25.8%	24.9	19.8	12.5	10.6	1.4	1.3	5.9	7.0
Mayora Indah	HOLD	2,940	2,790	65,735	1,277	1,410	57	63	56	63	-5.8%	10.4%	51.5	46.6	25.8	22.8	9.4	8.2	19.5	18.8
<b>Healthcare</b>				<b>72,336</b>	<b>2,700</b>	<b>2,986</b>	<b>104</b>	<b>115</b>			<b>6.5%</b>	<b>11.5%</b>	<b>26.8</b>	<b>24.2</b>	<b>16.9</b>	<b>15.1</b>	<b>4.6</b>	<b>4.1</b>	<b>18.1</b>	<b>17.8</b>
Kalbe Farma	HOLD	1,305	1,700	61,172	2,411	2,660	51	57	51	57	4.9%	10.3%	25.4	23.0	16.0	14.3	4.6	4.1	19.1	18.8
Kimia Farma	SELL	2,010	1,910	11,164	289	326	52	59	52	59	8.1%	12.7%	38.6	34.3	23.5	20.4	4.5	4.1	12.4	12.6
<b>Heavy Equipment</b>				<b>136,896</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>18.3</b>	<b>16.2</b>	<b>8.2</b>	<b>6.9</b>	<b>3.1</b>	<b>2.8</b>	<b>18.0</b>	<b>18.1</b>
United Tractors	BUY	36,700	39,000	136,896	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
<b>Industrial Estate</b>				<b>12,262</b>	<b>2,352</b>	<b>1,187</b>	<b>38</b>	<b>19</b>			<b>103.6%</b>	<b>-49.5%</b>	<b>5.2</b>	<b>10.3</b>	<b>8.4</b>	<b>7.7</b>	<b>0.8</b>	<b>0.8</b>	<b>16.3</b>	<b>7.7</b>
Puradelta Lestari	BUY	152	240	7,326	733	746	15	15	14	14	-3.2%	1.8%	10.0	9.8	9.3	9.2	1.0	1.0	9.9	9.9
Bekasi Fajar	BUY	258	320	2,489	488	543	51	56	50	56	45.4%	11.3%	5.1	4.6	6.0	5.2	0.6	0.6	13.5	13.2
Surya Semesta	HOLD	520	540	2,447	1,131	(103)	240	(22)	(119)	(32)	171.1%	-109.1%	2.2	(23.9)	11.0	9.9	0.6	0.7	33.2	(2.8)
<b>Media</b>				<b>50,679</b>	<b>2,965</b>	<b>3,365</b>	<b>103</b>	<b>116</b>			<b>3.3%</b>	<b>13.5%</b>	<b>17.1</b>	<b>15.1</b>	<b>10.4</b>	<b>9.5</b>	<b>3.9</b>	<b>3.5</b>	<b>23.6</b>	<b>24.7</b>
Media Nusantara Citra	BUY	33,191	3,100	33,191	1,491	1,605	102	110	102	110	-0.6%	7.6%	22.3	20.7	15.4	14.2	8.9	8.0	41.6	40.6
Surya Citra Media	BUY	1,225	1,415	17,488	1,474	1,760	103	123	103	123	7.7%	19.5%	11.9	9.9	6.9	6.2	1.9	1.7	16.4	18.2
<b>Mining</b>				<b>200,610</b>	<b>14,754</b>	<b>17,040</b>	<b>166</b>	<b>192</b>			<b>68.4%</b>	<b>15.5%</b>	<b>13.6</b>	<b>11.8</b>	<b>5.7</b>	<b>5.1</b>	<b>1.6</b>	<b>1.5</b>	<b>12.3</b>	<b>13.4</b>
Adaro Energy	BUY	1,820	2,800	58,214	6,283	7,376	196	231	198	231	40.1%	17.4%	9.3	7.9	3.6	3.1	1.3	1.2	14.4	16.0
Timah	BUY	940	1,400	7,001	366	377	49	51	49	51	45.2%	3.0%	19.1	18.6	7.6	7.3	1.2	1.1	6.3	6.2
Vale Indonesia	HOLD	3,640	3,300	36,168	(74)	233	(7)	23	(7)	23	-394.4%	-415.1%	(488.3)	155.0	19.3	16.0	1.5	1.6	(0.3)	1.0
Aneka Tambang	HOLD	840	1,000	20,186	(264)	(68)	(11)	(3)	(11)	(3)	-507.2%	-74.4%	(76.5)	(298.6)	33.5	35.4	1.1	1.1	(1.4)	(0.4)
Bukit Asam	BUY	3,740	3,600	43,087	4,476	4,623	412	425	412	425	123.1%	3.3%	9.1	8.8	6.1	5.7	3.2	2.6	37.3	30.5
Indo Tambangraya Megah	BUY	25,000	33,200	28,248	3,384	3,903	2,995	3,455	3,232	3,617	93.2%	15.3%	8.3	7.2	3.9	3.4	2.2	2.0	27.1	28.9
Harum Energy	HOLD	2,850	3,100	7,705	583	595	216	220	216	220	225.8%	2.1%	13.2	12.9	4.0	3.7	1.9	1.8	14.7	14.1
<b>Plantation</b>				<b>37,481</b>	<b>3,010</b>	<b>2,986</b>	<b>283</b>	<b>281</b>			<b>-1.1%</b>	<b>-0.8%</b>	<b>12.5</b>	<b>12.6</b>	<b>6.7</b>	<b>6.3</b>	<b>1.2</b>	<b>1.1</b>	<b>10.3</b>	<b>9.5</b>
Astra Agro Lestari	HOLD	12,800	14,800	24,636	1,908	1,851	991	962	984	962	-4.9%	-3.0%	12.9	13.3	7.0	6.5	1.3	1.2	10.7	9.6
Sampoerna Agro	HOLD	2,320	2,700	4,385	283	301	156	166	156	166	-35.8%	6.4%	14.9	14.0	8.6	8.2	1.2	1.1	8.0	8.8
PP London Sumatra	BUY	1,240	1,700	8,460	819	833	120	122	823	833	37.9%	1.7%	10.3	10.2	4.8	4.5	1.0	1.0	10.3	9.8
<b>Poultry</b>				<b>75,425</b>	<b>4,078</b>	<b>5,292</b>	<b>27</b>	<b>35</b>			<b>-10.9%</b>	<b>29.8%</b>	<b>18.5</b>	<b>14.3</b>	<b>9.8</b>	<b>8.5</b>	<b>2.6</b>	<b>2.2</b>	<b>15.2</b>	<b>16.8</b>
Charoen Pokphand	HOLD	3,420	4,000	56,081	2,576	3,405	157	208	182	216	16.0%	32.2%	21.8	16.5	11.5	9.8	3.3	2.8	16.7	18.6
Japfa Comfeed	BUY	1,555	1,850	17,743	1,463	1,811	128	159	128	159	-29.2%	23.8%	12.1	9.8	7.5	6.5	1.7	1.5	15.4	16.

## COVERAGE PERFORMANCE

### LEADERS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		23-May-18	22-May-18					
Erajaya Swasembada	ERAA	2,560	2,370	8.0	26.1	84.2	248.3	BUY
Pembangunan Perumahan	PTPP	2,600	2,440	6.6	15.6	(4.1)	(1.5)	BUY
Bank Rakyat Indonesia	BBRI	2,880	2,720	5.9	(6.2)	(17.5)	(20.9)	BUY
Bank Mandiri	BMRI	6,775	6,525	3.8	(1.1)	(12.3)	(15.3)	HOLD
Indofood	INDF	6,800	6,550	3.8	5.8	(1.4)	(10.8)	BUY
Waskita Karya	WSKT	2,260	2,190	3.2	11.9	(8.1)	2.3	BUY
Mayora Indah	MYOR	2,930	2,850	2.8	6.5	1.0	45.0	HOLD
Bank Tabungan Negara	BBTN	2,860	2,790	2.5	-	(21.9)	(19.9)	BUY
HM Sampoerna	HMSP	3,550	3,470	2.3	(4.3)	(10.4)	(24.9)	HOLD
Ciputra Development	CTRA	900	880	2.3	(9.1)	(23.7)	(24.1)	BUY

Sources: Bloomberg

### LAGGARDS

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		23-May-18	22-May-18					
Adaro Energy	ADRO	1,825	1,930	(5.4)	1.4	(17.0)	(1.9)	BUY
Indo Tambangraya Megah	ITMG	25,000	26,200	(4.6)	(8.8)	(6.2)	20.8	HOLD
Kalbe Farma	KLBF	1,285	1,320	(2.7)	(4.1)	(12.3)	(24.0)	HOLD
Timah	TINS	940	965	(2.6)	1.1	(11.3)	21.3	BUY
Pakuwon Jati	PWON	496	505	(1.8)	(6.4)	(17.3)	(27.6)	HOLD
Matahari Department Store	LPPF	8,800	8,950	(1.7)	(1.7)	(19.8)	(12.0)	BUY
Bekasi Fajar	BEST	258	262	(1.5)	(6.5)	(8.5)	3.2	BUY
Wika Beton	WTON	444	450	(1.3)	(0.9)	(12.1)	(11.2)	BUY
Astra Agro Lestari	AALI	12,800	12,950	(1.2)	7.6	(0.6)	(2.7)	HOLD
Vale Indonesia	INCO	3,650	3,690	(1.1)	4.6	6.4	26.3	HOLD

Sources: Bloomberg

**PREVIOUS REPORTS**

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