

**FROM EQUITY RESEARCH**
**Alam Sutra Realty: Modest 1Q18 results**

(ASRI IJ. IDR 354. HOLD. TP IDR 340)

ASRI booked net profits of Rp300bn in 1Q18 (+68.0% YoY, +13.8% QoQ), reaching 17.1% of our full year forecast and 29.1% of consensus estimates. The weaker-than-expected result mainly reflects higher-than-expected other expenses. As for revenues, they were mainly in-line – underpinned by higher land lot sales. We trim our FY18/FY19 net profits forecasts by 8.5%/0.5% to Rp1.61tn/Rp1.58tn as we change our USD/IDR exchange rate assumption to Rp13,600/USD (from Rp13,300/USD). Maintain HOLD.

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**Jasa Marga: Providing positive clarification**

(JSMR IJ. IDR 4,450. BUY. TP IDR 5,300)

At last week's analyst meeting, the management of JSMR provided clarification regarding the issue of tariff cuts, the impact of its odd-even number plate policy, and the process of issuing a mutual fund (RDPT). As for the tariff discounts provided during the Lebaran holiday, there will be little impact on JSMR since such discounts have been given since 2015 and they only reduced JSMR's annual revenues by around IDR8-10bn. Maintain BUY.

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**Danareksa Research Institute: Consumers Confidence Strengthened in May**

In this month, the Consumer Confidence Index (CCI) rose 1 percent to 99.5 from 98.5 after declining by 2.2 percent in the previous survey. Our latest survey reveals that consumers gave more positive assessments on current economic conditions and the state of the job market. In particular, consumer concerns on job scarcity eased (with the proportion of consumers citing this issue as a concern falling from 39.0 percent to 36.7 percent in May). In addition, consumer concerns on the high prices and scarcity of LPG also declined (down from 14.3 percent to 10.6 percent in May)

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**MARKET NEWS**
**Macroeconomy**

- Government to provide IDR2,000/ltr diesel subsidy
- Final income tax for SMEs will be released
- Village fund distribution has reached 34.3% of total target

**Corporate**

- EU negotiators failed to reach deal on renewables goal, palm oil
- Industrial land sales in Jabodetabek reached 11.27Ha in 1Q18

**Corporate**

- Indofood Sukses: Plans to increase export revenue to 10-12% contribution
- Waskita Toll Road: Plans to divest two toll roads next year

**KEY INDEX**

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
<b>Asean - 5</b>				
Indonesia	5,984	(0.5)	(5.9)	1,126
Thailand	1,720	(0.4)	(1.9)	1,812
Philippines	7,630	1.8	(10.8)	87
Malaysia	1,756	0.9	(2.3)	2,329
Singapore	3,428	(0.0)	0.7	989
<b>Regional</b>				
China	3,075	(0.7)	(7.0)	34,938
Hong Kong	30,493	0.1	1.9	15,492
Japan	22,171	(0.1)	(2.6)	14,282
Korea	2,447	0.3	(0.8)	12,377
Taiwan	10,949	0.7	2.9	4,575
India	35,227	(0.3)	3.4	502
NASDAQ	7,554	1.5	9.4	114,354
Dow Jones	24,635	0.9	(0.3)	8,550

**CURRENCY AND INTEREST RATE**

	Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah Rp/1US\$	13,896	1.7	0.1	(2.5)
SBI rate %	4.75	0.3	0.5	0.5
10y Gov Indo bond	6.99	(0.6)	0.1	0.7

**HARD COMMODITY**

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	111	0.8	8.8	10.2
Gold	US\$/toz	1,293	(0.1)	(1.7)	(0.8)
Nickel	US\$/mt.ton	15,381	1.5	13.1	21.1
Tin	US\$/mt.ton	20,795	0.8	(2.6)	3.5

**SOFT COMMODITY**

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2,464	(2.6)	(10.3)	29.7
Corn	US\$/mt.ton	140	(1.4)	(2.7)	11.6
Oil (WTI)	US\$/barrel	66	(0.1)	(5.7)	8.9
Oil (Brent)	US\$/barrel	77	(0.3)	2.2	14.4
Palm oil	MYR/mt.ton	2,367	(0.2)	0.7	(1.0)
Rubber	US\$/kg	143	0.8	1.1	(2.7)
Pulp	US\$/tonne	1,172	N/A	3.7	17.2
Coffee	US\$/60kgbag	87	0.6	2.7	(5.6)
Sugar	US\$/MT	353	(0.5)	8.5	(10.6)
Wheat	US\$/ton	142	(0.6)	(1.1)	15.4
Soy Oil	US\$/lb	31	0.2	3.7	(5.7)
Soy Bean	US\$/by	1,021	0.3	(2.0)	7.3

Source: Bloomberg

Monday, 04 June 2018

**HOLD**  
**Maintain**

Last price (IDR) 354  
Target Price (IDR) 340  
Upside/Downside -4.0%  
Previous Target Price (IDR) 390

**Stock Statistics**

Sector Property  
Bloomberg Ticker ASRI IJ  
No of Shrs (mn) 19,649  
Mkt. Cap (IDRbn/USDmn) 6,956/501  
Avg. daily T/O (IDRbn/USDmn) 9.8/0.7

**Major shareholders (%)**

Tangerang Fajar Industrial Estate 25.2  
Manunggal Prime Development 18.7  
Estimated free float 56.1


**EPS Consensus (IDR)**

	2018F	2019F	2020F
Danareksa	81.7	80.2	84.2
Consensus	53.1	58.8	55.3
Danareksa/Cons	53.9	36.5	52.2

**ASRI relative to JCI Index**



Source : Bloomberg



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# Alam Sutra Realty(ASRI IJ)

## Modest 1Q18 results

ASRI booked net profits of Rp300bn in 1Q18 (+68.0% YoY, +13.8% QoQ), reaching 17.1% of our full year forecast and 29.1% of consensus estimates. The weaker-than-expected result mainly reflects higher-than-expected other expenses. As for revenues, they were mainly in-line – underpinned by higher land lot sales. We trim our FY18/FY19 net profits forecasts by 8.5%/0.5% to Rp1.61tn/Rp1.58tn as we change our USD/IDR exchange rate assumption to Rp13,600/USD (from Rp13,300/USD). Maintain HOLD.

**The 1Q18 result is below our forecast but slightly above the consensus.** ASRI reported 1Q18 net profits of Rp300bn (+68.0% YoY, +13.8% QoQ), reaching 17.1% of our full year forecast and 29.1% of consensus estimates. The weaker-than-expected result mainly reflects higher-than-expected other expenses, in particular forex losses of Rp68bn booked in 1Q18 as a result of IDR depreciation. The 1Q18 gross margin stood at 62.4% (vs. 51.0% in 1Q17 and 72.4% in 4Q17). The higher YoY gross margin mainly reflects the greater recognition of higher margin land lot sales at 77%. As for the lower QoQ gross margin, this owes to a higher land lot margin booked in 4Q17 at 87%. The 1Q18 net margin reached 29.5% (vs. 25.4% in 1Q17 and 35.2% in 4Q17).

**1Q18 revenues mainly in-line.** The 1Q18 revenues reached Rp1.0tn (+44.5% YoY, +35.8% QoQ), or 23.5% of our full year forecast and 28.4% of consensus estimates. The higher revenues were boosted by higher land lot sales of Rp594bn (+458% YoY, +29% QoQ), mostly land sales to CFLD. Residential revenues were Rp228bn (-41% YoY, +91% QoQ) while apartment revenues were reported at Rp91bn (-23% YoY, +31% QoQ).

**Slight improvement in net gearing.** As of Mar 18, ASRI's net gearing stood at 77.9%, slightly better than Dec 17's 80.6%. Also on a positive note, ASRI generated strong operating cash flow of Rp546bn (+132% YoY).

**We trim our FY18/FY19 net profits targets; Maintain HOLD.** Given the downtrend in the rupiah relative to the USD, we revise our FY18/FY19 exchange rate assumption to Rp13,600/USD (from Rp13,300/USD previously), thereby leading to a -8.5%/-0.5% change in our FY18/FY19 net profits forecasts to Rp1.61tn/Rp1.58tn. We expect revenues from land sales to CFLD in 1Q18 (50Ha) and the remainder from FY17 to be booked by 2H18, supporting ASRI's top-line. At this juncture, we maintain our HOLD call on ASRI with an unchanged TP of Rp340.

**Key Financials**

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
Revenue (IDRbn)	2,716	3,917	4,310	4,138	4,132
EBITDA (IDRbn)	1,177	2,070	2,265	2,215	2,176
EBITDA Growth (%)	(31.0)	75.8	9.4	(2.2)	(1.7)
Net profit (IDRbn)	509	1,380	1,605	1,576	1,655
EPS (IDR)	25.9	70.2	81.7	80.2	84.2
EPS growth (%)	(14.7)	171.1	16.3	(1.8)	5.0
BVPS (IDR)	360.5	430.8	502.0	569.9	642.1
DPS (IDR)	0.0	(1.5)	(10.5)	(12.3)	(12.0)
PER (x)	14.6	5.4	4.6	4.7	4.5
PBV (x)	1.0	0.9	0.8	0.7	0.6
Dividend yield (%)	0.0	(0.4)	(2.8)	(3.2)	(3.2)
EV/EBITDA (x)	12.0	6.9	6.1	6.1	6.2

Source : ASRI, Danareksa Estimates

Monday, 04 June 2018

**BUY**  
**Maintain**

Last price (IDR)	4,450
Target Price (IDR)	5,300
Upside/Downside	+19.1%
Previous Target Price (IDR)	5,300

**Stock Statistics**

Sector	Toll Road
Bloomberg Ticker	JSMR IJ
No of Shrs (mn)	7,258
Mkt. Cap (IDRbn/USDmn)	32,298/2,324
Avg. daily T/O (IDRbn/USDmn)	45.3/3.3

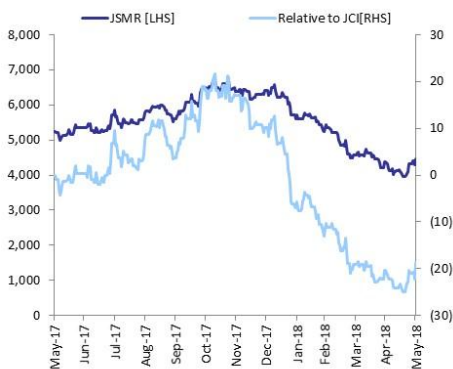
**Major shareholders (%)**

Government	70.0
Public	30.0
Estimated free float	30.0

**EPS Consensus (IDR)**

	2018F	2019F	2020F
Danareksa	240.1	251.5	270.5
Consensus	278.1	286.7	257.3
Danareksa/Cons	(13.7)	(12.3)	5.2

**JSMR relative to JCI Index**



Source : Bloomberg



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# Jasa Marga(JSMR IJ)

## Providing positive clarification

**At last week's analyst meeting, the management of JSMR provided clarification regarding the issue of tariff cuts, the impact of its odd-even number plate policy, and the process of issuing a mutual fund (RDPT). As for the tariff discounts provided during the Lebaran holiday, there will be little impact on JSMR since such discounts have been given since 2015 and they only reduced JSMR's annual revenues by around IDR8-10bn. Maintain BUY.**

**The proposed tariff cuts are misunderstood.** Although the government has proposed tariff cuts, it is not true that this policy will be applied to all toll roads in Indonesia. In fact, lower tariffs will only be applicable to new toll roads whose tariffs have yet to be decided by the toll road authority. To provide compensation for lower tariffs, the concessionary period for the operators will be extended.

**Tariffs to be cut/adjusted on three toll roads.** Since the goal of the tariff cuts is to reduce distribution costs, tariff adjustments will initially only be applicable to the new sections on the Trans Java toll road. As such, the tariffs will be lower than the assumptions used in the feasibility study and investment proposal. There are currently three toll roads for which tariffs will be adjusted: Ngawi – Kertosono, Semarang – Batang, and Solo – Ngawi. The tariff adjustments have been applied for the Ngawi - Kertosono toll road which started to operate in 1Q18 with tariffs of IDR1,000/km, or lower than the initial assumption of IDR1,200/km. To provide compensation for the lower tariffs, the concessionary period has been extended to 50 years from 35 years initially.

**Odd-Even number plate restriction policy.** Regarding the odd-even number plate policy applied at several toll gates on three JSMR toll roads, the impact on JSMR is minimal since the policy mostly leads to changes in driver behavior. The policy is intended to better manage rush hour traffic on working days from 6-9AM. As a result of this policy, toll road users are tending to either leave earlier (from 4-6AM) or change their route by entering other toll road gates. As such, the toll road journeys have been spread over 5 hours as opposed to 3 hours previously.

**Plans to issue a mutual fund.** JSMR seeks to raise ~IDR3.0tn by reducing its ownership in three toll roads by using an instrument called RDPT. The three toll roads are Solo – Ngawi, Ngawi – Kertosono, and Semarang – Batang. As a result, JSMR's ownership in the toll roads will fall to 40% from 60% currently. However, the issuance of the mutual fund has been delayed as JSMR is still looking for favorable pricing and the right timing.

**Maintain BUY.** We maintain our forecast and BUY recommendation on JSMR. Our TP is IDR5,300.

**Key Financials**

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
Revenue (IDRbn)	8,832	8,922	9,678	10,628	11,865
EBITDA (IDRbn)	3,035	3,328	3,113	3,121	3,546
EBITDA Growth (%)	20.7	9.7	(6.5)	0.3	13.6
Net profit (IDRbn)	1,889	2,200	1,742	1,825	1,963
EPS (IDR)	277.0	303.2	240.1	251.5	270.5
EPS growth (%)	28.4	9.5	(20.8)	4.8	7.6
BVPS (IDR)	2,005.4	2,080.2	2,228.1	2,407.5	2,602.6
DPS (IDR)	40.4	78.1	90.9	72.0	75.4
PER (x)	16.1	14.7	18.5	17.7	16.5
PBV (x)	2.2	2.1	2.0	1.8	1.7
Dividend yield (%)	0.9	1.8	2.0	1.6	1.7
EV/EBITDA (x)	17.5	17.4	22.3	25.1	22.9

Source : JSMR, Danareksa Estimates

June 2018

**Consumers Confidence Strengthened in May**

- **Consumer Confidence strengthened in May 2018.** In this month, the Consumer Confidence Index (CCI) rose 1 percent to 99.5 from 98.5 after declining by 2.2 percent in the previous survey. Our latest survey reveals that consumers gave more positive assessments on current economic conditions and the state of the job market. In particular, consumer concerns on job scarcity eased (with the proportion of consumers citing this issue as a concern falling from 39.0 percent to 36.7 percent in May). In addition, consumer concerns on the high prices and scarcity of LPG also declined (down from 14.3 percent to 10.6 percent in May).
- **Of the two main components which make up the CCI, only one increased in May:** the component measuring consumer sentiment toward current conditions, the Present Situations Index (PSI), climbed 4.0 percent to 84.7, as sentiment toward the current state of the economy and the job market improved. By contrast, the other main component of the CCI - the one measuring consumer sentiment toward the future (the Expectations Index or EI) – edged down by 0.7 percent to 110.6. The fall in this index reflects weaker consumer optimism toward the economy and the job market outlook over the next six months.
- **With consumers less upbeat on the national economic outlook,** buying intentions for durable goods also declined in May. In our survey, 40.49 percent of consumers expressed plans to purchase a durable good over the next six months, or down from 41.59 percent in the previous month. Nevertheless, on a yearly comparison, buying intentions for durable goods are still higher since only 39.50 percent of consumers expressed plans to purchase a durable good back in May 2017.
- **Consumer confidence in the government’s ability to carry out its duties weakened in the May survey.** After decreasing 1.3% in the previous survey, the Consumer Confidence in the Government Index (CCGI) retreated 0.2% to 106.1 in May. Three components of the CCGI declined while two components increased. Nonetheless, four CCGI components are still above the neutral level of 100, thereby indicating that consumers are generally convinced in the government’s ability to carry out its duties.

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## MARKET NEWS

### MACROECONOMICS

#### **Government to provide diesel subsidy of IDR2,000/ltr**

The Ministry of State-owned Enterprises stated that a diesel subsidy of IDR2,000/ltr would be paid to Pertamina. Previously, the diesel subsidy was only IDR500/ltr. The additional subsidy is needed because of the increase in the ICP price. As a result of this policy, the subsidy allocation increases significantly from IDR 9.3tn to IDR32.46tn. (Bisnis Indonesia)

#### **Final income tax on SMEs to be announced**

The government plans to finalize the final income tax on SMEs at 0.5% through revision of PP No.46/2013. SMEs with revenues below IDR4.8bn will be subject to this rate of income tax. The tax will be multiplied by the revenues which means, therefore, that the tax does not take into consideration whether the SME books a loss or profits. (Investor Daily)

#### **Distribution of village funds reaches 34.3% of the total target**

The Ministry of Finance stated that the distribution of village funds had reached IDR20.6tn or 34.3% of the total target of IDR60tn. In the first semester, the distribution of village funds is expected to reach 60% or IDR 36tn. The funds will be distributed to 600 districts and 102,107 villages. (Investor Daily)

### SECTOR

#### **EU negotiators failed to reach deal on renewables goal, palm oil**

Representatives of EU governments, EU Parliament and EU Commission are reported to have failed to bridge difference over future rules on its renewable goal. Policy makers will resume on June 13 talks about draft renewable energy law, which includes new targets for 2030. EU negotiators are tasked with ironing out final shape of the post 2020 law, which will need approval by EU ministers and EU Parliament plenary. The points include restrictions proposed by the EU Parliament on use of palm oil. (Bloomberg)

#### **Industrial land sales in Jabodetabek reached 11.27Ha in 1Q18**

According to Industrial Estate Association (HKI), industrial land sales in Jabodetabek area reached 11.27Ha in 1Q18, accounting for 4.5% of FY18 target of 250Ha (+0% YoY). They expect industrial land sales to pick up in 2Q18 onwards. Going forward, industrial land sales development will head towards Eastern part of West Java such as Purwakarta, Subang, Majalengka, Indramayu and Cirebon. (Investor Daily)

### CORPORATE

#### **Indofood Sukses: Plans to increase the share of export revenues to 10-12%**

INDF expects the share of its export revenues to increase to 10-12% of total revenues this year (FY17: 8%), with revenues given a boost by a major sporting event – the Asian Games. The company's main export destinations are: Saudi Arabia, Vietnam, China, Nigeria and South Korea. At the same time, the company is also reviewing its partnerships with other parties and developing new factories to expand in export markets. Anthony Salim, the President Director of INDF, is optimistic that the company can record revenues growth of 10-12% this year. (Bisnis Indonesia)

#### **Waskita Toll Road: Plans to divest two toll roads next year**

Waskita Toll Road (WTR), a subsidiary of Waskita Karya (WSKT), plans to divest two of its toll roads in 2019. The toll roads to be divested are two of the ten toll roads that the company plans to sell. Recently, WTR divested its ownership in three toll roads by issuing a financial instrument called RDPT (a mutual fund). The three toll roads were: Kanci – Pejagan, Pejagan – Pemalang, and Pasuruan – Probolinggo. Furthermore, WTR is waiting for the payment for land acquisition costs amounting to IDR7.0tn by the government. (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			
<b>Danareksa Universe</b>					<b>3,966,083</b>	<b>202,587</b>	<b>226,661</b>	<b>198.1</b>	<b>221.6</b>			<b>18.3%</b>	<b>11.9%</b>	<b>19.6</b>	<b>17.5</b>	<b>20.5</b>	<b>18.4</b>	<b>3.0</b>	<b>2.7</b>	<b>16.1</b>	<b>16.2</b>			
<b>Auto</b>					<b>279,336</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>14.8</b>	<b>13.6</b>	<b>11.8</b>	<b>10.6</b>	<b>1.8</b>	<b>1.6</b>	<b>12.7</b>	<b>12.5</b>			
Astra International					BUY	6,900	9,100	279,336	18,881	20,472	466	506	466	506	24.6%	8.4%	14.8	13.6	11.8	10.6	1.8	1.6	12.7	12.5
<b>Banks</b>					<b>1,490,571</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>16.6</b>	<b>14.5</b>	<b>2.5</b>	<b>2.3</b>	<b>16.3</b>	<b>16.5</b>					
BCA					HOLD	22,700	22,700	559,669	23,620	27,068	958	1,098	958	1,098	14.6%	14.6%	23.7	20.7	N/A	N/A	4.2	3.6	19.3	18.8
BNI					HOLD	8,475	10,400	158,047	13,616	15,743	730	844	730	844	20.1%	15.6%	11.6	10.0	N/A	N/A	1.6	1.4	14.7	15.0
BRI					BUY	3,080	4,350	379,905	29,044	31,653	235	256	235	256	10.7%	8.9%	13.1	12.0	N/A	N/A	2.3	2.1	18.5	18.0
Bank Tabungan Negara					BUY	3,050	4,200	32,300	3,135	3,658	296	346	296	346	19.7%	16.7%	10.3	8.8	N/A	N/A	1.5	1.3	15.4	15.8
Bank Mandiri					HOLD	7,050	8,500	329,000	20,640	24,502	442	525	442	525	49.5%	18.7%	15.9	13.4	N/A	N/A	2.0	1.8	13.0	14.1
BTPN					HOLD	3,650	3,900	21,317	1,273	1,628	222	283	222	283	-27.3%	27.8%	16.5	12.9	N/A	N/A	1.3	1.2	7.8	9.4
BPD Jatim					BUY	690	830	10,333	1,282	1,320	86	88	86	88	24.7%	3.0%	8.0	7.8	N/A	N/A	1.3	1.2	17.1	16.3
<b>Cement</b>					<b>151,449</b>	<b>4,000</b>	<b>4,196</b>	<b>205</b>	<b>215</b>			<b>-53.8%</b>	<b>4.9%</b>	<b>37.9</b>	<b>36.1</b>	<b>17.4</b>	<b>16.3</b>	<b>2.6</b>	<b>2.5</b>	<b>6.8</b>	<b>7.0</b>			
Indocement					SELL	17,625	14,700	64,882	1,887	1,937	512	526	507	521	-51.3%	2.7%	34.4	33.5	17.8	17.0	2.4	2.4	7.1	7.1
Semen Indonesia					SELL	8,400	8,600	49,825	1,945	2,109	328	356	316	343	-57.0%	8.4%	25.6	23.6	11.0	10.3	1.7	1.6	6.7	7.1
Semen Baturaja					SELL	3,700	460	36,743	169	150	17	15	17	15	-34.9%	-11.0%	217.1	244.0	96.2	77.1	11.3	10.9	5.3	4.5
<b>Cigarettes</b>					<b>572,646</b>	<b>20,595</b>	<b>22,795</b>	<b>174</b>	<b>193</b>			<b>5.9%</b>	<b>10.7%</b>	<b>27.8</b>	<b>25.1</b>	<b>19.2</b>	<b>17.3</b>	<b>7.5</b>	<b>6.8</b>	<b>27.4</b>	<b>28.3</b>			
Gudang Garam					BUY	68,500	80,800	131,800	7,498	6,487	3,897	4,411	3,897	4,411	12.3%	13.2%	17.6	15.5	11.4	10.1	3.1	2.7	18.4	18.8
HM Sampoerna					BUY	3,790	3,800	440,846	13,097	14,307	113	123	113	123	2.6%	9.2%	33.7	30.8	25.0	22.4	12.7	12.2	38.0	40.3
<b>Construction</b>					<b>116,035</b>	<b>8,554</b>	<b>10,351</b>	<b>115</b>	<b>139</b>			<b>29.9%</b>	<b>21.0%</b>	<b>13.6</b>	<b>11.2</b>	<b>9.1</b>	<b>7.5</b>	<b>1.9</b>	<b>1.6</b>	<b>14.7</b>	<b>15.6</b>			
Wijaya Karya					BUY	1,670	2,300	14,980	1,225	1,783	137	199	137	199	21.0%	45.5%	12.2	8.4	4.0	2.8	1.2	1.1	10.4	13.7
Pembangunan Perumahan					BUY	2,580	3,600	15,996	1,295	1,570	209	253	233	283	33.9%	21.2%	12.4	10.2	6.0	5.0	2.5	2.1	22.5	22.6
Adhi Karya					BUY	1,945	2,900	6,926	451	619	127	174	149	187	43.9%	37.3%	15.4	11.2	8.5	7.0	1.1	1.0	7.8	9.2
Waskita Karya					BUY	2,320	2,440	31,491	2,383	3,034	176	224	176	224	39.1%	27.4%	13.2	10.4	12.0	9.9	2.4	2.1	19.8	21.5
Waskita Beton					BUY	402	580	10,597	1,104	1,319	42	50	42	50	73.9%	19.5%	9.6	8.0	9.2	4.8	1.3	1.2	14.2	15.2
Wika Beton					BUY	430	730	3,748	349	420	42	50	42	50	28.3%	20.2%	10.3	8.5	6.8	5.7	1.4	1.2	13.7	14.8
Jasa Marga					BUY	4,450	7,800	32,298	1,747	1,606	257	236	261	240	4.4%	-8.1%	17.3	18.8	11.1	10.3	2.4	2.2	14.0	11.6
<b>Consumer</b>					<b>581,211</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>30.6</b>	<b>19.7</b>	<b>17.6</b>	<b>8.9</b>	<b>8.0</b>	<b>27.2</b>	<b>27.5</b>			
Indofood CBP					BUY	8,700	9,400	101,459	3,894	4,286	334	368	334	368	8.2%	10.3%	26.1	23.6	16.4	14.9	5.2	4.6	20.9	20.6
Indofood					BUY	7,075	8,000	62,122	4,381	4,847	499	552	501	550	5.7%	10.6%	14.2	12.8	6.8	6.1	2.0	1.8	14.5	14.8
Unilever					HOLD	45,600	52,000	347,928	7,324	8,326	960	1,091	960	1,091	14.6%	13.7%	47.5	41.8	33.3	29.4	61.7	52.4	141.6	135.6
Kino Indonesia					HOLD	1,995	2,100	2,850	115	145	81	101	81	101	-36.4%	25.8%	24.7	19.7	12.4	10.5	1.4	1.3	5.9	7.0
Mayora Indah					HOLD	2,990	2,790	66,853	1,277	1,410	57	63	56	63	-5.8%	10.4%	52.4	47.4	26.2	23.2	9.6	8.3	19.5	18.8
<b>Healthcare</b>					<b>78,326</b>	<b>2,700</b>	<b>2,986</b>	<b>104</b>	<b>115</b>			<b>6.5%</b>	<b>11.5%</b>	<b>29.0</b>	<b>26.2</b>	<b>18.3</b>	<b>16.4</b>	<b>5.0</b>	<b>4.4</b>	<b>18.1</b>	<b>17.8</b>			
Kalbe Farma					HOLD	1,370	1,700	64,219	2,411	2,660	51	57	51	57	4.9%	10.3%	26.6	24.1	16.8	15.1	4.8	4.3	19.1	18.8
Kimia Farma					SELL	2,540	1,910	14,107	289	326	52	59	52	59	8.1%	12.7%	48.8	43.3	29.4	25.4	5.7	5.2	12.4	12.6
<b>Heavy Equipment</b>					<b>130,741</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>17.5</b>	<b>15.5</b>	<b>7.8</b>	<b>6.6</b>	<b>3.0</b>	<b>2.6</b>	<b>18.0</b>	<b>18.1</b>			
United Tractors					BUY	35,050	39,000	130,741	7,463	8,439	2,001	2,262	2,001	2,262	49.2%	13.1%	17.5	15.5	7.8	6.6	3.0	2.6	18.0	18.1
<b>Industrial Estate</b>					<b>12,642</b>	<b>2,352</b>	<b>1,187</b>	<b>38</b>	<b>19</b>			<b>103.6%</b>	<b>-49.5%</b>	<b>5.4</b>	<b>10.7</b>	<b>8.6</b>	<b>7.9</b>	<b>0.8</b>	<b>0.8</b>	<b>16.3</b>	<b>7.7</b>			
Puradelta Lestari					BUY	153	240	7,374	733	746	15	15	14	14	-3.2%	1.8%	10.1	9.9	9.3	9.3	1.0	1.0	9.9	9.9
Bekasi Fajar					BUY	268	320	2,585	488	543	51	56	50	56	45.4%	11.3%	5.3	4.8	6.1	5.4	0.7	0.6	13.5	13.2
Surya Semesta					HOLD	570	540	2,682	1,131	(103)	240	(22)	(119)	(32)	1711.1%	-109.1%	2.4	(26.2)	11.7	10.6	0.7	0.8	33.2	(2.8)
<b>Media</b>					<b>53,100</b>	<b>2,965</b>	<b>3,365</b>	<b>103</b>	<b>116</b>			<b>3.3%</b>	<b>13.5%</b>	<b>17.9</b>	<b>15.8</b>	<b>10.9</b>	<b>10.0</b>	<b>4.1</b>	<b>3.7</b>	<b>23.6</b>	<b>24.7</b>			
Media Nusantara Citra					BUY	2,460	3,100	35,969	1,491	1,605	102	110	102	110	-0.6%	7.6%	24.1	22.4	16.7	15.4	9.6	8.6	41.6	40.6
Surya Citra Media					BUY	1,200	1,415	17,131	1,474	1,760	103	123	103	123	7.7%	19.5%	11.6	9.7	6.7	6.1	1.9	1.7	16.4	18.2
<b>Mining</b>					<b>208,127</b>	<b>14,754</b>	<b>17,040</b>	<b>166</b>	<b>192</b>			<b>68.4%</b>	<b>15.5%</b>	<b>14.1</b>	<b>12.2</b>	<b>5.9</b>	<b>5.3</b>	<b>1.7</b>	<b>1.6</b>	<b>12.3</b>	<b>13.4</b>			
Adaro Energy					BUY	1,885	2,800	60,294	6,283	7,376	196	231	198	231	40.1%	17.4%	9.6	8.2	3.7	3.2	1.3	1.3	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	3,860	3,300	38,354	(74)	233	(7)	23	(7)	23	-394.4%	-415.1%	(517.8)	164.3	20.6	17.0	1.6	1.7	(0.3)	1.0
Aneka Tambang					HOLD	865	1,000	20,787	(264)	(68)	(11)	(3)	(11)	(3)	-507.2%	-74.4%	(78.8)	(307.5)	34.4	36.1	1.1	1.1	(1.4)	(0.4)
Bukit Asam					BUY	3,800	3,600	43,779	4,476	4,623	412	425	412	425	123.1%	3.3%	9.2	8.9	6.2	5.8	3.2	2.6	37.3	30.5
Indo Tambangraya Megah					BUY	25,825	33,200	29,180	3,384	3,903	2,995	3,455	3,232	3,617	93.2%	15.3%	8.6	7.5	2.3	2.1	2.1	2.1	27.1	28.9
Herun Energy					HOLD	3,230	3,100	6,733	583	595	216	220	216	220	225.8%	0.1%	15.0	14.7	5.0	4.7	2.0	2.0	14.7	14.1
<b>Plantation</b>					<b>36,396</b>	<b>3,010</b>	<b>2,986</b>	<b>283</b>	<b>281</b>			<b>-1.1%</b>	<b>-0.2%</b>	<b>12.1</b>	<b>12.2</b>	<b>6.5</b>	<b>6.2</b>	<b>1.2</b>	<b>1.1</b>	<b>10.3</b>	<b>9.5</b>			
Astra Agro Lestari					HOLD	12,550	14,80																	

**COVERAGE PERFORMANCE**
**LEADERS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		31-May-18	30-May-18					
Mitra Adi Perkasa	MAPI	8,425	860	879.7	949.8	946.6	1,258.9	BUY
Surya Citra Media	SCMA	2,460	2,330	5.6	9.3	5.6	(0.8)	BUY
Jasa Marga	JSMR	4,450	4,280	4.0	8.8	8.0	(30.5)	BUY
Adaro Energy	ADRO	1,885	1,830	3.0	3.3	14.9	1.3	BUY
Erajaya Swasembada	ERAA	2,570	2,500	2.8	0.4	46.0	249.7	BUY
Summarecon Agung	SMRA	985	960	2.6	21.6	10.7	4.2	BUY
Vale Indonesia	INCO	3,860	3,770	2.4	5.8	24.9	33.6	HOLD
Indofood CBP	ICBP	8,700	8,500	2.4	8.4	6.1	(2.2)	BUY
Aneka Tambang	ANTM	865	850	1.8	2.4	4.2	38.4	HOLD
Surya Semesta	SSIA	570	565	0.9	8.6	15.9	10.7	HOLD

Sources: Bloomberg

**LAGGARDS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		31-May-18	30-May-18					
Matahari Putra Prima	MPPA	312	328	(4.9)	10.6	3.3	(31.0)	SELL
United Tractors	UNTR	35,050	36,800	(4.8)	(3.8)	4.2	(1.0)	BUY
Japfa Comfeed	JPFA	1,555	1,630	(4.6)	-	(4.0)	19.6	BUY
Wika Beton	WTON	430	450	(4.4)	(3.2)	(6.5)	(14.0)	BUY
Semen Baturaja	SMBR	3,700	3,870	(4.4)	(1.9)	1.4	(2.6)	SELL
PP London Sumatra	LSIP	1,150	1,200	(4.2)	(6.9)	0.4	(19.0)	BUY
Bank Tabungan Negara	BBTN	3,050	3,170	(3.8)	6.6	15.1	(14.6)	BUY
Media Nusantara Citra	MNCN	1,200	1,240	(3.2)	(2.0)	(4.4)	(6.6)	BUY
Ramayana	RALS	1,365	1,405	(2.8)	1.5	(1.8)	13.8	HOLD
Bank Mandiri	BMRI	7,050	7,250	(2.8)	4.1	6.4	(11.9)	HOLD

Sources: Bloomberg

**PREVIOUS REPORTS**

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