

**FROM EQUITY RESEARCH**
**Gudang Garam: Higher ASP boost performance**

(GGRM IJ. IDR 73,000. BUY. TP IDR 80,800)

GGRM reported solid 1H18 net profits of around IDR3.6tn, up by 13.8% yoy, supported by a strong top line and lower interest expenses. At the top line, GGRM reported 1H18 revenues growth of 12.6% yoy, mostly driven by SKM FF, we believe. The 1H18 earnings are 43.3% of our full year forecast and 42.2% of consensus estimates, i.e. in line (1H15-17: 37-43% of the FY numbers).

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**MARKET NEWS**
**Macroeconomy**

- Tax collection accelerated, reaches IDR760.57tn

**Sector**

- Poultry: Broiler production will be a surplus this year

**Corporate**

- Adaro Energy: Plans to expand into renewable energy-based power plants

**KEY INDEX**

	Close	Chg (%)	Ytd (%)	Vol (US\$ m)
<b>Asean - 5</b>				
Indonesia	6,019	(0.8)	(5.3)	368
Thailand	1,720	(0.1)	(1.9)	1,281
Philippines	7,853	0.3	(8.2)	117
Malaysia	1,820	(0.1)	1.3	640
Singapore	3,226	(0.6)	(5.2)	779
<b>Regional</b>				
China	2,738	(1.1)	(17.2)	21,259
Hong Kong	28,164	(0.9)	(5.9)	10,006
Japan	22,870	0.1	0.5	13,435
Korea	2,296	(0.5)	(6.9)	4,311
Taiwan	11,094	(0.1)	4.2	3,666
India	38,690	(0.1)	13.6	395
NASDAQ	8,088	(0.3)	17.2	117,378
Dow Jones	25,987	(0.5)	5.1	8,590

**CURRENCY AND INTEREST RATE**

	Rate	w-w (%)	m-m (%)	ytd (%)
Rupiah Rp/1US\$	14,680	(0.3)	(1.8)	(8.3)
BI7DRRR %	5.50	0.3	0.3	1.3
10y Gov Indo bond	8.01	0.1	0.2	1.7

**HARD COMMODITY**

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Coal	US\$/ton	118	(0.1)	1.7	16.6
Gold	US\$/toz	1,199	(0.1)	(2.0)	(8.0)
Nickel	US\$/mt.ton	13,200	(1.6)	(4.1)	3.9
Tin	US\$/mt.ton	19,270	1.5	(4.4)	(4.1)

**SOFT COMMODITY**

	Unit	Price	d-d (%)	m-m (%)	ytd (%)
Cocoa	US\$/mt.ton	2,299	0.9	2.8	21.1
Corn	US\$/mt.ton	115	0.3	(11.0)	(8.5)
Oil (WTI)	US\$/barrel	70	(0.3)	1.9	15.9
Oil (Brent)	US\$/barrel	78	(0.3)	4.4	15.9
Palm oil	MYR/mt.ton	2,178	(0.4)	1.2	(8.9)
Rubber	US\$/kg	134	1.0	1.7	(8.8)
Pulp	US\$/tonne	1,205	N/A	2.8	20.5
Coffee	US\$/60kgbag	76	0.1	0.9	(8.5)
Sugar	US\$/MT	324	0.8	1.1	(17.8)
Wheat	US\$/ton	146	0.2	(6.5)	11.2
Soy Oil	US\$/lb	28	(0.3)	(1.8)	(14.8)
Soy Bean	US\$/by	816	(0.4)	(9.7)	(14.3)

Source: Bloomberg

Friday, 31 August 2018

**BUY**  
**Maintain**

Last price (IDR) 73,000  
Target Price (IDR) 80,800  
Upside/Downside +10.7%  
Previous Target Price (IDR) 83,800

**Stock Statistics**

Sector CIGARETTE  
Bloomberg Ticker GGRM IJ  
No of Shrs (mn) 1,924  
Mkt. Cap (IDRbn/USDmn) 140,459/9,568  
Avg. daily T/O (IDRbn/USDmn) 62.8/4.3

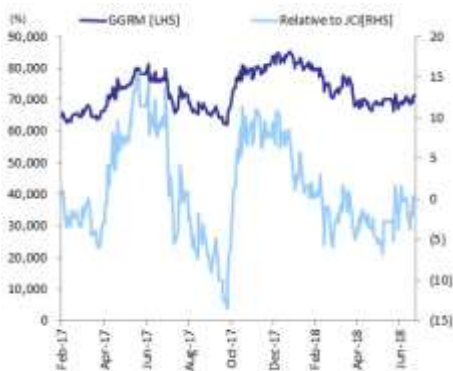
**Major shareholders (%)**

SURYADUTA INVESTAMA 69.3  
SURYAMITRA KUSUMA 6.3  
Estimated free float 23.8

**EPS Consensus (IDR)**

	2018F	2019F	2020F
Danareksa	4,304.1	4,746.8	5,180.2
Consensus	4,381.9	4,902.6	5,414.3
Danareksa/Cons	(1.8)	(3.2)	(4.3)

**GGRM relative to JCI Index**



Source : Bloomberg

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## Gudang Garam(GGRM IJ)

### Higher ASP boost performance

**GGRM reported solid 1H18 net profits of around IDR3.6tn, up by 13.8% yoy, supported by a strong top line and lower interest expenses. At the top line, GGRM reported 1H18 revenues growth of 12.6% yoy, mostly driven by SKM FF, we believe. The 1H18 earnings are 43.3% of our full year forecast and 42.2% of consensus estimates, i.e. in line (1H15-17: 37-43% of the FY numbers).**

**Solid 1H18 top line growth of 12.6% yoy.** GGRM reported solid 1H18 revenues of around IDR45.3tn, +12.6% yoy, supported by positive volume growth and higher ASP, we believe. In the latest meeting, the company reported that the 1Q18 sales volume rose by 1.8% yoy with higher market share of 22% (1Q17: 21.1%). Based on our channel check, GGRM has increased the retail selling price of GG International 12s and GG Surya 16s by 3.5% and 6.6% ytd (6.1% and 8.1% yoy), respectively. The 1H18 revenues are 49.9% of our full year forecast and 49.2% of consensus estimates, i.e. inline (previous years' range: 47-50%)

**Lower margins across the board.** In 2Q18, the gross margin declined to 19.6% from 20.1% in the previous quarter, given increasing sales volume of value-for-money products (i.e. Promild, Surya Pro). This filtered down to lower operating margins on the back of higher opex spending. Below the operating line, GGRM reported lower interest expenses. Thanks to the strong top line, the 1H18 net profits booked solid 13.8% growth with a maintained net margin at 7.8%. The 1H18 earnings are 43.3% of our full year forecast and 42.2% of consensus estimates, i.e. in line (1H15-17: 37-43% of the FY numbers).

**Better inventory and receivable days.** By the end of June 2018, inventory and receivable days had improved to 181 days and 9 days, respectively, while payable days were maintained at 6 days. This allowed the cash conversion cycle to improve to 184 days from 207 days in 1H17. It is also worth noting that GGRM reported lower 1H18 gearing of 19.9% (FY17: 48.8%).

**Maintain BUY.** We foresee an improvement in purchasing power going forward as a result of populist policies ahead of the presidential elections. Nonetheless, 6.4% FY19 excise tax revenues growth may limit margin improvements. Furthermore, the company's plan to develop a new airport in Kediri, East Java, with an estimated investment cost of IDR5tn may negatively impact the company's cash flow and thus lead to lower dividend payments. Maintain BUY with an unchanged TP of IDR80,800.

**Key Financials**

Year to 31 Dec	2016A	2017A	2018F	2019F	2020F
Revenue (IDRbn)	76,274	83,306	90,842	99,913	109,880
EBITDA (IDRbn)	12,058	13,363	13,999	14,848	15,849
EBITDA Growth (%)	3.5	10.8	4.8	6.1	6.7
Net profit (IDRbn)	6,677	7,754	8,282	9,133	9,967
EPS (IDR)	3,470.3	4,029.8	4,304.1	4,746.8	5,180.2
EPS growth (%)	3.8	16.1	6.8	10.3	9.1
BVPS (IDR)	20,522.4	21,917.4	25,089.3	28,609.5	32,436.8
DPS (IDR)	2,600.0	2,599.2	1,148.5	1,226.7	1,352.9
PER (x)	20.6	17.7	16.6	15.1	13.8
PBV (x)	3.5	3.3	2.8	2.5	2.2
Dividend yield (%)	3.6	3.6	1.6	1.7	1.9
EV/EBITDA (x)	12.9	11.7	10.7	9.8	8.9

Source : GGRM, Danareksa Estimates

## MARKET NEWS

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### MACROECONOMY

#### **Tax collection accelerated, reaches IDR760.57tn**

According to the government, tax collection has reached IDR760tn YtD, boosted by non-oil and gas tax which grew by 15.46%yoy to IDR432.2tn. Overall, tax collection is up by 15% yoy. The figure is 53.41% of the 2018 tax revenues target (IDR1,454.5tn). All non-oil and gas tax revenues subsectors recorded growth: Personal and institution income tax revenues grew by 20%yoy, followed by import tax (up by 17%yoy) and value added tax (up by 15.2%yoy). By sector, tax revenues from the manufacturing industry and trade grew by 13.05%yoy and 29.75%yoy, respectively. (Kontan)

### SECTOR

#### **Poultry: Broiler production will be in a surplus this year**

The Ministry of Agriculture claims that broiler production in 2018 is likely to be in a surplus. DOC final stock production is estimated to reach 3.15bn DOC with average monthly broiler production of 263mn DOC. Meanwhile, broiler production is estimated to reach 3.38mn tons with an average production per month of 281,859 tons. This year's broiler production is expected to be 10.8% yoy higher than the projection of 254,273 tons per month or 3.05mn tons for 2018. (Kontan)

### CORPORATE

#### **Adaro Energy: Plans to expand into renewable energy-based power plants**

The subsidiary of Adaro Energy (ADRO), Adaro Power (AP) plans to develop renewable energy based power plants in the area of biomass, geothermal, biodiesel and waste-to-energy. As part of the development of renewable energy based power plants, the company plans to seek strategic partners. Currently, AP is participating in tenders for biodiesel-based power plants in Sumatera. (Investor Daily)

## DANAREKSA VALUATION GUIDE

Danareksa Universe	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	
						2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019
<b>Danareksa Universe</b>					<b>3,753,624</b>	<b>222,974</b>	<b>249,643</b>	<b>221.7</b>	<b>248.2</b>			<b>11.9%</b>	<b>12.0%</b>	<b>16.8</b>	<b>15.0</b>	<b>18.1</b>	<b>16.7</b>	<b>2.7</b>	<b>2.5</b>	<b>17.1</b>	<b>17.2</b>
<b>Auto</b>					<b>302,615</b>	<b>19,727</b>	<b>21,517</b>	<b>396.7</b>	<b>432.7</b>			<b>4.5%</b>	<b>9.1%</b>	<b>15.3</b>	<b>14.1</b>	<b>11.4</b>	<b>10.4</b>	<b>2.3</b>	<b>2.1</b>	<b>15.3</b>	<b>15.4</b>
Astra International	BUY		7,475	8,600	302,615	19,727	21,517	487	532	488	522	4.5%	9.1%	15.3	14.1	11.4	10.4	2.3	2.1	15.3	15.4
<b>Banks</b>					<b>1,549,377</b>	<b>102,688</b>	<b>118,744</b>	<b>458.6</b>	<b>530.3</b>			<b>14.6%</b>	<b>15.6%</b>	<b>15.1</b>	<b>13.0</b>			<b>2.4</b>	<b>2.1</b>	<b>16.5</b>	<b>16.9</b>
BCA	HOLD	25,075	22,700	618,224	26,257	29,958	1,065	1,215	1,065	1,215	12.6%	14.1%	23.5	20.6	N/A	N/A	4.0	3.5	18.5	18.0	
BNI	BUY	7,625	10,400	142,196	15,553	18,009	834	966	834	966	14.2%	15.8%	9.1	7.9	N/A	N/A	1.3	1.1	14.8	15.2	
BRI	BUY	3,190	4,350	393,473	32,924	38,684	267	314	267	314	13.5%	17.6%	12.0	10.2	N/A	N/A	2.1	1.8	18.6	19.3	
Bank Tabungan Negara	BUY	2,860	3,500	30,287	3,490	3,794	330	358	330	358	15.4%	8.5%	8.7	8.0	N/A	N/A	1.2	1.1	8.5	14.6	
Bank Mandiri	BUY	6,850	8,500	319,667	24,463	28,299	524	606	524	606	18.5%	15.6%	13.1	11.3	N/A	N/A	1.8	1.6	14.1	14.8	
BTPN	HOLD	4,010	3,900	23,463	1,723	2,011	300	350	300	350	41.1%	16.7%	13.4	11.5	N/A	N/A	1.3	1.2	10.1	10.9	
BTPS	BUY	1,630	2,100	12,557	906	1,174	118	152	118	152	21.6%	29.7%	13.9	10.7	N/A	N/A	3.2	2.7	29.4	27.3	
BPD.Jatim	BUY	635	830	9,510	1,259	1,350	84	90	84	90	8.6%	6.7%	7.5	7.1	N/A	N/A	1.1	1.1	15.5	15.5	
<b>Cigarettes</b>					<b>574,325</b>	<b>21,454</b>	<b>23,492</b>	<b>181</b>	<b>199</b>			<b>5.0%</b>	<b>9.5%</b>	<b>26.8</b>	<b>24.4</b>	<b>18.4</b>	<b>16.9</b>	<b>6.9</b>	<b>6.3</b>	<b>26.9</b>	<b>26.9</b>
Gudang Garam	BUY	73,000	80,800	140,458	8,282	9,133	4,304	4,747	4,304	4,747	6.8%	10.3%	17.0	15.4	11.0	10.0	2.9	2.6	18.3	17.7	
HM Sampoerna	HOLD	3,730	3,800	433,867	13,173	14,359	113	123	113	123	4.0%	9.0%	32.9	30.2	24.3	22.2	12.5	12.0	38.2	40.4	
<b>Construction</b>					<b>105,074</b>	<b>11,919</b>	<b>14,048</b>	<b>160</b>	<b>188</b>			<b>12.5%</b>	<b>17.9%</b>	<b>8.8</b>	<b>7.5</b>	<b>7.4</b>	<b>6.72</b>	<b>1.3</b>	<b>1.2</b>	<b>16.1</b>	<b>16.5</b>
Wijaya Karya	BUY	1,605	2,300	14,397	1,588	2,108	177	235	177	235	32.0%	32.7%	9.1	6.8	3.8	3.0	1.0	0.9	11.9	14.2	
Pembangunan Perumahan	BUY	1,855	3,600	11,501	1,741	2,140	281	345	281	345	19.8%	22.9%	6.6	5.4	3.7	3.1	0.9	0.8	14.2	15.2	
Adhi Karya	BUY	1,510	2,900	5,377	753	920	212	258	212	258	46.1%	22.2%	7.1	5.8	5.7	5.1	0.8	0.6	11.6	11.6	
Waskita Karya	BUY	1,950	3,000	26,469	4,369	5,038	322	371	322	371	13.3%	15.3%	6.1	5.3	7.8	6.8	1.5	1.2	27.6	25.5	
Waskita Beton	BUY	392	580	10,334	1,302	1,524	53	62	53	62	37.5%	17.0%	7.4	6.3	6.3	5.6	1.3	1.2	17.2	18.4	
Wika Beton	BUY	406	730	3,538	423	493	51	59	51	59	25.5%	16.6%	8.0	6.9	5.1	4.5	1.2	1.0	14.5	15.2	
Jasa Marga	BUY	4,610	5,300	33,459	1,742	1,825	240	251	240	251	-20.8%	4.8%	19.2	18.3	13.1	13.5	2.1	1.9	11.1	10.8	
<b>Consumer</b>					<b>561,533</b>	<b>17,984</b>	<b>19,716</b>	<b>347</b>	<b>380</b>			<b>7.9%</b>	<b>9.6%</b>	<b>19.2</b>	<b>28.5</b>	<b>17.6</b>	<b>16.1</b>	<b>7.9</b>	<b>7.2</b>	<b>26.4</b>	<b>26.4</b>
Indofood CBP	BUY	8,800	9,400	102,625	3,979	4,230	341	363	341	363	4.8%	6.3%	25.8	24.3	15.2	14.2	4.7	4.3	19.3	18.6	
Indofood	BUY	6,300	8,000	55,317	4,493	4,968	512	566	512	566	7.8%	10.6%	12.3	11.1	5.7	5.3	1.6	1.5	13.9	14.2	
Unilever	HOLD	44,300	48,000	338,009	7,673	8,484	1,006	1,112	1,006	1,112	9.5%	10.6%	44.1	39.8	30.8	27.9	60.8	56.3	143.0	146.8	
Kino Indonesia	BUY	1,615	2,100	2,307	93	142	65	99	65	99	-16.1%	53.3%	24.9	16.2	10.5	7.9	1.1	1.0	4.5	6.6	
Mayora Indah	HOLD	2,830	2,790	63,275	1,747	1,892	78	85	76	85	9.5%	8.3%	36.2	33.4	19.6	18.0	7.6	6.5	22.4	21.0	
<b>Healthcare</b>					<b>76,266</b>	<b>2,806</b>	<b>3,083</b>	<b>102</b>	<b>121</b>			<b>-7.0%</b>	<b>18.5%</b>	<b>27.2</b>	<b>24.7</b>	<b>17.2</b>	<b>15.4</b>	<b>4.3</b>	<b>3.9</b>	<b>16.8</b>	<b>16.6</b>
Kalbe Farma	BUY	1,345	1,500	63,047	2,538	2,733	54	58	54	58	5.6%	7.7%	24.8	23.1	15.6	14.5	4.2	3.8	18.0	17.4	
Kimia Farma	HOLD	2,380	2,170	13,219	268	350	48	63	48	63	-18.0%	30.8%	49.3	37.7	29.0	20.7	4.9	4.4	10.2	12.2	
<b>Heavy Equipment</b>					<b>128,503</b>	<b>8,783</b>	<b>9,714</b>	<b>2,355</b>	<b>2,604</b>			<b>18.6%</b>	<b>10.6%</b>	<b>14.6</b>	<b>13.2</b>	<b>6.4</b>	<b>5.6</b>	<b>2.6</b>	<b>2.3</b>	<b>18.9</b>	<b>18.6</b>
United Tractors	BUY	34,450	39,000	128,503	8,783	9,714	2,355	2,604	2,355	2,604	18.6%	10.6%	14.6	13.2	6.4	5.6	2.6	2.3	18.9	18.6	
<b>Industrial Estate</b>					<b>10,871</b>	<b>1,052</b>	<b>1,237</b>	<b>17</b>	<b>20</b>			<b>-54.6%</b>	<b>17.6%</b>	<b>10.3</b>	<b>8.8</b>	<b>6.9</b>	<b>6.2</b>	<b>0.7</b>	<b>0.7</b>	<b>7.0</b>	<b>7.9</b>
Puradelta Lestari	BUY	138	240	6,651	645	594	13	12	13	12	-1.8%	-7.9%	10.3	11.2	8.4	8.8	0.9	0.9	9.1	8.1	
Bekasi Fajar	BUY	216	300	2,084	498	581	52	60	52	60	3.0%	16.6%	6.0	3.6	4.8	4.3	0.5	0.4	12.2	12.7	
Surya Semesta	HOLD	454	540	2,136	(91)	62	(19)	13	(19)	13	-107.7%	-168.5%	(23.5)	34.3	7.7	5.5	0.6	0.6	(2.4)	1.7	
<b>Media</b>					<b>43,697</b>	<b>3,551</b>	<b>3,919</b>	<b>123</b>	<b>136</b>			<b>27.5%</b>	<b>10.4%</b>	<b>12.3</b>	<b>11.1</b>	<b>8.0</b>	<b>7.2</b>	<b>2.9</b>	<b>2.6</b>	<b>25.5</b>	<b>24.5</b>
Media Nusantara Citra	BUY	910	1,450	12,991	1,960	2,158	137	151	137	151	34.9%	10.1%	6.6	6.0	4.6	4.1	1.3	1.1	20.3	19.7	
Surya Citra Media	BUY	2,100	2,700	30,705	1,591	1,761	107	119	107	119	19.5%	10.7%	19.6	17.7	13.0	11.6	6.7	5.6	37.4	35.0	
<b>Mining</b>					<b>213,568</b>	<b>18,825</b>	<b>19,111</b>	<b>212</b>	<b>215</b>			<b>24.1%</b>	<b>1.5%</b>	<b>11.3</b>	<b>11.2</b>	<b>5.0</b>	<b>5.0</b>	<b>1.6</b>	<b>1.5</b>	<b>14.7</b>	<b>14.1</b>
Adaro Energy	BUY	1,895	2,800	60,613	7,376	6,806	231	213	231	213	17.4%	-7.7%	8.2	8.9	3.2	3.2	1.3	1.3	16.0	14.2	
Timah	BUY	785	1,400	5,846	603	689	81	93	81	93	19.9%	14.4%	9.7	8.5	5.0	4.4	0.9	0.8	9.6	10.2	
Vale Indonesia	BUY	3,890	5,900	38,652	1,117	1,708	112	172	112	172	-662.5%	53.0%	34.6	22.6	11.1	8.8	1.6	1.6	4.7	7.1	
Aneka Tambang	HOLD	865	1,000	20,787	428	501	18	21	18	21	213.7%	17.0%	48.5	41.5	12.4	12.1	1.1	1.1	2.3	2.6	
Bukit Asam	BUY	4,160	5,000	47,926	4,735	5,028	436	463	436	463	5.8%	6.2%	9.6	9.0	6.3	6.1	2.9	2.4	31.2	27.2	
Indo Tambangraya Megah	BUY	29,000	33,200	32,768	3,903	3,669	3,455	3,247	3,455	3,247	15.3%	-6.0%	8.4	8.9	4.0	4.6	2.3	2.1	28.9	24.9	
Harum Energy	HOLD	2,580	3,100	6,975	663	709	245	262	245	262	12.7%	6.9%	10.5	9.8	2.6	2.0	1.6	1.5	15.8	16.1	
<b>Plantation</b>					<b>39,451</b>	<b>2,811</b>	<b>3,094</b>	<b>264</b>	<b>291</b>			<b>-8.2%</b>	<b>10.1%</b>	<b>14.0</b>	<b>12.8</b>	<b>7.3</b>	<b>5.8</b>	<b>1.2</b>	<b>1.2</b>	<b>9.1</b>	<b>9.4</b>
Astra Agro Lestari	HOLD	13,225	11,800	25,454	1,639	1,874	851	973	851	973	-18.5%	14.3%	15.5	13.6	7.6	6.6	1.3	1.2	8.8	9.5	
Sampoerna Agro	HOLD	2,370	2,300	4,479	346	406	191	223	191	223	20.4%	17.1%	12.4	10.6	7.1	3.9	1.1	1.0	8.7	9.4	
PP London Sumatra	BUY	1,395	1,150	9,518	826	815	121	119	121	119	8.2%	-1.4%	11.5	11.7	6.7	5.0	1.1	1.0	9.9	9.2	
<b>Poultry</b>					<b>107,316</b>	<b>5,847</b>	<b>6,722</b>	<b>39</b>	<b>45</b>	</											

**COVERAGE PERFORMANCE**
**LEADERS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		30-Aug-18	29-Aug-18					
Pakuwon Jati	PWON	535	515	3.9	0.9	3.9	(21.9)	BUY
Kalbe Farma	KLBF	1,345	1,310	2.7	1.5	3.9	(20.4)	BUY
Indo Tambangraya Megah	ITMG	29,000	28,300	2.5	13.0	1.8	40.1	BUY
Ramayana	RALS	1,300	1,270	2.4	(0.8)	(7.5)	8.3	HOLD
PP London Sumatra	LSIP	1,395	1,365	2.2	1.8	38.8	(1.8)	BUY
Bank Central Asia	BBCA	25,075	24,800	1.1	2.0	7.7	14.5	HOLD
Sampoerna Agro	SGRO	2,370	2,350	0.9	0.9	0.4	(7.8)	HOLD
Harum Energy	HRUM	2,580	2,560	0.8	(2.6)	(11.0)	25.9	HOLD
Summarecon Agung	SMRA	690	685	0.7	-	(9.8)	(27.0)	BUY
Astra Agro Lestari	AALI	13,225	13,150	0.6	(2.8)	21.6	0.6	HOLD

Sources: Bloomberg

**LAGGARDS**

	Code	Price as on		Chg, %	w-w, %	m-m, %	YTD, %	Rating
		30-Aug-18	29-Aug-18					
Surya Semesta	SSIA	454	476	(4.6)	(6.6)	(21.7)	(11.8)	HOLD
Malindo Feedmill	MAIN	1,265	1,315	(3.8)	(14.8)	15.0	70.9	HOLD
Waskita Karya	WSKT	1,950	2,020	(3.5)	1.0	(8.0)	(11.8)	BUY
Waskita Beton	WSBP	392	406	(3.4)	1.0	(8.4)	(3.9)	BUY
Erajaya Swasembada	ERAA	2,720	2,810	(3.2)	(4.2)	(12.8)	270.1	BUY
Bank Rakyat Indonesia	BBRI	3,190	3,290	(3.0)	(2.4)	3.9	(12.4)	BUY
Matahari Putra Prima	MPPA	202	208	(2.9)	(1.9)	(20.5)	(55.3)	SELL
Wika Beton	WTON	406	418	(2.9)	3.6	2.0	(18.8)	BUY
Bank Negara Indonesia	BBNI	7,625	7,850	(2.9)	1.0	3.0	(23.0)	BUY
Ciputra Development	CTRA	855	880	(2.8)	(4.5)	(14.1)	(27.8)	BUY

Sources: Bloomberg

**PREVIOUS REPORTS**

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- Danareksa Research Institute: Inflation Outlook – Milder [SnapShot20180829](#)
- Plantation: Impact of the Full Implementation of B20, Indofood Sukses Makmur: Go with the grain, Danareksa Research Institute: Monetary Watch – Further Tightening [SnapShot20180828](#)
- Bank Rakyat Indonesia: A further boost from the KUR program, Erajaya Swasembada: Where is the company headed? [SnapShot20180827](#)
- Adaro Energy: Expect higher production in 2H18, Alam Sutra Realty: Hit by Forex Loss [SnapShot20180824](#)
- Cigarettes: Positive outlook on modest excise tax increases, Astra International: Solid car sales in July 2018, United Tractors: Impressive Komatsu sales in July 2018 [SnapShot20180823](#)

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