

Economic Data

	Latest	2021F
7-DRRR (%), eop	3.50	3.75
Inflation (YoY %)	1.42	2.92
US\$ 1 = Rp, period avg	14,450	14,085

Stock Market Data (03 May 2021)

JCI Index	5,952.6	-0.72%
Trading T/O (Rp bn)	7,731.8	
Market Cap (Rp tn)	7,046.6	

Market Data Summary*

	2021F	2022F
P/E (x)	17.4	14.8
P/BV (x)	2.1	2.0
EV/EBITDA (x)	13.1	12.1
Div. Yield (%)	2.3	2.8
Net Gearing (%)	22.9	19.4
ROE (%)	12.7	13.9
EPS Growth (%)	40.9	18.3
EBITDA Growth (%)	15.4	9.0
Earnings Yield (%)	5.7	6.8

* Aggregate of **Error! Not a valid link.** companies in MS research universe, representing **Error! Not a valid link.** of JCI's market capitalization

HIGHLIGHT

- *1Q21 GDP Preview: Recovery Led by Fiscal Spending and External Demand*
- *Apr-2021 CPI: Widening Gap between Wholesale and Consumer Inflation*
- *Strategy: April 2021 - Valuation, Positioning, and Flows*
- *Banking Data Feb-21: Continued Coverage Build-Up*
- *Healthcare: Indonesia COVID-19 Weekly Update*
- *Indika Energy: In Recovery Phase (INDY; Rp1,395; Neutral; TP: Rp1,300)*
- *Indocement 1Q21: Below Estimates (INTP; Rp12,550; Buy; TP: Rp14,500)*
- *Malindo Feedmill: Stellar DOC Segment Supported Weak Feed Margin (MAIN; Rp900; Buy; TP: Rp700)*
- *Semen Indonesia 1Q21: Below Expectations On Weak Volume and ASP (SMGR; Rp10,175; Buy; TP: Rp11,020)*
- *Daily Covid-19 Update: Data as of 3 May-21*

ECONOMY

1Q21 GDP Preview: Recovery Led by Fiscal Spending and External Demand

- Narrower GDP contraction. We forecast the GDP contraction to narrow further to -0.32% YoY in 1Q21 from -2.19% in 4Q20, with domestic demand declining to -1.2% from -3.9% in the corresponding period. Investment may have registered a solid rebound due to public investment and improving activities in the export-oriented sectors, while private consumption was supported by fiscal stimulus. Furthermore, net export is expected to post positive growth, with export growth outpacing import. The Statistics Agency (BPS) is scheduled to release the data on Wednesday (05/05).
- Solid investment rebound amid better external demand and public investment. The gross fixed capital formation (real investment in GDP) is estimated to have a solid rebound in 1Q21, contracting only by -0.8% YoY (vs. -6.2% in 4Q20). The improvement was driven by both building and non-building investments, in our opinion, reflected in cement consumption and capital goods import due to the upbeat external demand and the surge of the government's capital expenditure (185% YoY). Regarding the former, the recovery in external demand partly contributed to the higher domestic PMI index and higher capacity utilization in several export-oriented sectors, such as textile (see [1Q21 Macro Beat: Moderate Recovery Continues: https://www.mandirisekuritas.co.id/r/myWC?c=rsch](https://www.mandirisekuritas.co.id/r/myWC?c=rsch)).
- The contribution of fiscal stimulus to private consumption and government expenditure. We believe the front-loaded fiscal stimulus likely lifted the government expenditure and supported private consumption amid the mobility restriction (PPKM) in 1Q21. In detail, the total personnel, material and social spending increased by 20%, whereas the cash transfers and exemption in luxury tax for cars have likely supported consumption, especially in Mar-2021. Overall, the decline in private consumption is expected to narrow to -2.1% in 1Q21 from -3.6% in 4Q20, and the real government expenditure is estimated to increase to 5.1% from 1.8% in the same period.

- Net export to remain solid. It is expected to maintain its positive growth, with both export and import picking up. On the former, export is forecasted to pick up by 5.1% in 1Q21 (vs. -7.2% in 4Q20), as the economic activities of main trading partners (reflected from the PMI index) have shown an expansion trend along 1Q21. Moreover, the world trade volume has also increased, as implied from the Baltic Dry Index. On the import side, it may have registered a growth of 3.3% (vs. -13.5% in 4Q20), owing to the higher demand in capital goods and raw material imports.

GDP SUMMARY

% YoY	2020	4Q20	1Q21	
			Mandiri	Consensus
GDP	-2.07	-2.19	-0.32	-0.84
Household consumption	-2.63	-3.61	-2.14	
Government expenditures	1.94	1.76	5.06	
Gross fixed capital formation	-4.95	-6.15	-0.80	
Exports of goods and services	-7.70	-7.21	5.11	
Imports of goods and services	-14.71	-13.52	3.34	

Sources: CEIC, Mandiri Sekuritas estimate

INVESTMENT MAY HAVE REGISTERED A SOLID REBOUND IN 1Q21

Investment Indicators (% YoY)	1Q18	2Q18	3Q18	4Q18	1Q19	2Q19	3Q19	4Q19	1Q20	2Q20	3Q20	4Q20	1Q21
Cement consumption	7.69	5.12	4.92	4.78	-0.47	-3.00	-1.71	-0.05	-6.86	-9.30	-9.22	-10.36	-0.96
Capital goods import	25.70	32.56	19.06	6.61	-4.65	-8.13	-0.54	-7.85	-13.07	-20.07	-24.91	-7.90	11.47
WPI Inflation	3.38	5.80	7.38	5.26	2.09	1.86	-0.20	0.24	1.65	1.10	0.88	1.61	2.07
PMI	1.20	1.52	2.27	1.54	-0.53	-0.65	-3.53	-4.40	-3.11	-37.61	-1.90	2.96	6.69
Govt Capital Expenditure	-17.80	-13.17	14.15	-20.18	-6.19	-17.42	-7.17	3.44	31.87	0.27	-22.28	18.64	185.29
Working Capital Loan	8.03	9.90	12.54	13.62	12.69	10.48	8.46	4.45	6.57	-0.10	-3.10	-4.85	-5.34
Investment Loan	4.84	8.60	11.10	11.09	13.05	13.76	13.85	14.47	14.00	6.19	3.36	-1.03	-5.09

Source: CEIC, Mandiri Sekuritas

CONSUMPTION IS EXPECTED TO HAVE A MODEST RECOVERY

Consumption Indicators (% YoY)	1Q18	2Q18	3Q18	4Q18	1Q19	2Q19	3Q19	4Q19	1Q20	2Q20	3Q20	4Q20	1Q21
Headline Inflation	3.28	3.25	3.09	3.17	2.67	2.90	3.00	2.72	2.87	2.27	1.43	1.57	1.43
Core Inflation	2.65	2.72	2.86	3.02	3.05	3.14	3.27	3.10	2.84	2.58	1.99	1.67	1.43
Consumer confidence Index	4.58	0.94	-0.06	-0.07	1.33	1.92	0.25	0.01	-5.87	-35.61	-30.64	-27.49	-25.22
Retail sales index	0.70	4.84	4.56	4.73	8.79	4.08	1.40	1.39	-1.91	-18.27	-10.09	-16.86	-17.19
Car Sales	2.91	4.61	12.09	6.87	-12.91	-12.94	-9.90	-6.66	-6.86	-89.44	-59.30	-41.83	-21.05
Motorcycle Sales	3.99	18.96	4.87	7.44	15.37	-0.01	-1.54	-5.60	-6.46	-79.70	-41.52	-49.83	-17.73
Consumer goods import	21.91	21.32	35.86	11.00	-14.35	-4.67	-7.76	7.99	5.28	-12.01	-19.13	-14.78	13.78
Farmers Terms of Trade	1.99	1.65	0.96	0.13	0.59	0.50	1.79	2.61	2.68	-0.05	0.17	0.19	0.03
Consumption Loan	11.41	10.55	11.52	10.30	8.98	7.66	6.92	5.88	5.42	2.36	0.76	-0.73	-1.01

Source: CEIC, Mandiri Sekuritas

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Apr-2021 CPI: Widening Gap between Wholesale and Consumer Inflation

- Modest CPI inflation.** The Statistics Agency (BPS) reported Indonesia's CPI increased by 0.13% MoM in Apr-2021, aligned with our forecast of 0.16%. Food price was the source of inflation, followed by restaurants and household equipment. The figure resulted in the annual inflation picking up to 1.42% YoY from 1.37% in the previous month. Meanwhile, the core inflation slipped to 1.18% YoY (vs. 1.21% in Mar-2021).

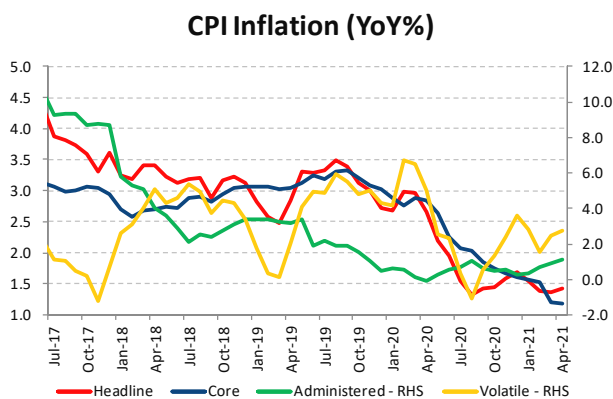
- Inside the CPI basket.** Food prices contributed the most at 0.05 ppt to the monthly inflation (vs. Apr-2020 at 0.02), driven by non-crops segments, such as chicken, oil and cigarettes. Interestingly, the crops (chili, red onion, rice, vegetables) recorded otherwise amid the peak of the harvest season. Regarding core inflation, we believe the mild figure was owing to last year's high-base gold price and lower auto prices due to the extension of the luxury tax exemption for cars with capacities of 1,500–2,500 cc.
- Wholesale inflation creeps up.** On the supply side, the wholesale price index registered a 0.31% MoM inflation, pushing the annual figure to 2.31% YoY (vs. 2.07% in Mar-2021), or the highest level since 2018. The manufacturing sector (0.26 ppt) became the main contributor to WPI inflation, followed by agriculture (0.04 ppt). This is aligned with the latest PMI data, wherein the index continued to increase, breaking another record high of 54.6 (vs. 53.2 in Mar-2021). The further deviation between WPI and CPI inflations strengthens our view that the recovery on the production and investment side has been better than on consumption (see [1Q21 Macro Beat: Moderate Recovery Continues: https://www.mandirisekuritas.co.id/r/myWC?c=rsch](https://www.mandirisekuritas.co.id/r/myWC?c=rsch)).
- Soft inflation during Eid al-Fitr before picking up in 2H21.** All in all, we reiterate our view that inflation will remain <2% during Eid al-Fitr as a consequence of the homecoming (*mudik*) restriction and sufficient food supply post-harvest season. Several online retailers are also providing discounts during Eid al-Fitr, following the national online shopping period (*Harbolnas*), in which the government will subsidize the delivery fees (total budget at Rp500bn). The inflation is expected to return to >2% in 2H21 amid improving domestic demand and potential pass-through on production cost, in our view. Nevertheless, if the consumption recovery does not catch up with the rising cost-push inflation, this could result in a prolonged period of squeezed company margins, hence preventing businesses from absorbing more laborers. For information, the Apr-2021 IHS Markit PMI survey indicates that companies are still reluctant to enhance their employment level despite an improving production trend.

INFLATION SUMMARY

	Mar-21		Apr-21	
		MS Forecast	Market Consensus	Actual
Headline inflation (% YoY)	1.37	1.45	1.49	1.42
Headline inflation (% MoM)	0.08	0.16	0.17	0.13
Core inflation (% YoY)	1.21	1.16	1.27	1.18

Sources: BPS, CEIC, Bloomberg, Mandiri Sekuritas estimate

CORE INFLATION SLIPPED TO 1.18% YOY IN APR-2021



Source: BPS, CEIC

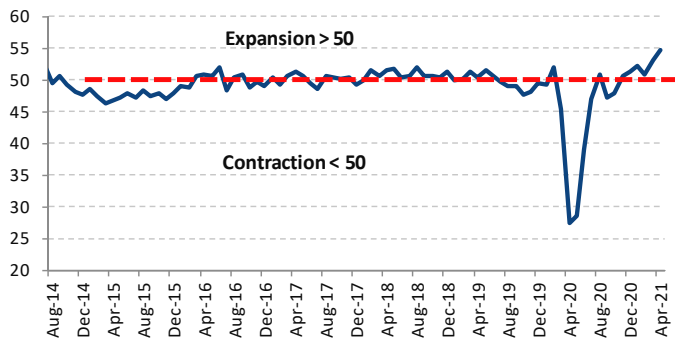
FOOD PRICE CONTRIBUTED 0.05 PPT TO TOTAL INFLATION

	Apr-21 (in ppt)	
	Estimate	Actual
Rice	(0.01)	(0.01)
Broiler chicken meat	0.07	0.06
Red onion	(0.01)	(0.02)
Red chili	0.01	(0.02)
Chili pepper (Rawit)	(0.02)	(0.05)
Cooking oil	0.01	0.01
Others	0.04	0.08
Total	0.10	0.05

Source: BPS, National Strategic Food Information Center (PIHPS), Mandiri Sekuritas estimate (as of 27-Apr-2021)

INDONESIA'S PMI BREAKS ANOTHER RECORD HIGH

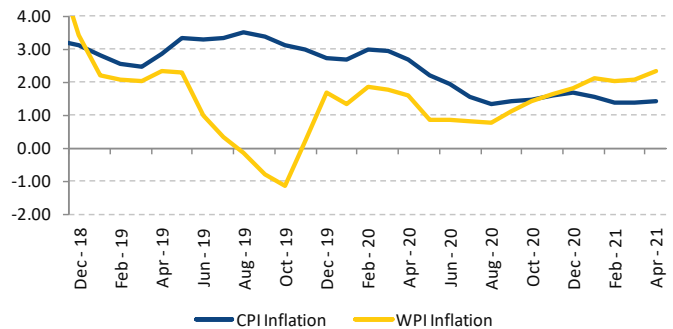
Indonesia's Manufacturing PMI



Source: BPS, CEIC

WPI INFLATION CONTINUES TO OUTWEIGH CPI

CPI vs. WPI Inflation



Source: BPS, CEIC

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STRATEGY

April 2021 - Valuation, Positioning, and Flows

- Ownership of domestic and foreign institutional funds further declined in Apr'21, respectively by 0.2ppt and 0.5ppt to 10.4% and 14.2%. At 14.0%, domestic retail investors now own JCI nearly as high as foreign institutional investors, despite the normalizing trading turnover given the rotations into cryptos and the gradual resumption of business activities. Domestic institutional funds were seen adding notable weights in Building Materials and Industrials, trimming mainly Consumer Non-Cyclicals, Infra, and Healthcare.
- **Flows.** JCI ended Apr'21 with a flat MoM return despite the improvement in COVID-19 stats, relatively progressing vaccination, and the decline in the government bond yield from 6.8% in end-Mar to 6.5% in end-Apr. Foreign outflows netted Rp4.3trn, almost twice of Mar's Rp2.3trn selloff. Selloffs were mainly in Banks, Plantation, and Telecom, outdoing inflows in Construction, Coal, and Staples. Despite some improvement in Mar/Apr economic data points after weak Jan/Feb, domestic institutional funds' ownerships in JCI declined further to 10.4% from 10.6% in Apr'21, much lower vs. 12-13% pre-pandemic. Weak domestic institutional funds' participations, we believe, are partly the reasons behind the fundamental decoupling across the large caps and the relative underperformance of Indonesia. LQ45 down 5.4% YTD, underperforming JCI's -0.4% decline.
- **Mutual fund positioning.** On a MoM basis as of Apr'21, the relative weight of domestic mutual funds materially increased in Basic Materials and decreased in Consumer Non-Cyclicals, both reversing the positioning trend seen in Mar'21. Relative positions were also being trimmed in Big-4 Banks, Healthcare, and Infra. Largest O/W were in Big-4 Banks, Infra, and Consumer Non-Cyclicals. Top U/W in Basic Materials, Healthcare, and Technology. Top five relative weight increases in MDKA, TPIA, ANTM, ASII, and BBKA; meanwhile, declines in TLKM, UNVR, UNTR, BYAN, and GEMS.
- **Insurance and pension fund positioning.** Domestic insurances' relative weight MoM increases were most apparent in Basic Materials, Industrials, and Properties & Real Estate. Reductions were notable in Infra and Consumer Non-Cyclicals. Largest O/W relative to JCI as of Apr'21 were in Infra, Industrials, and Consumer Non-Cyclicals; while top U/W were in Consumer Cyclicals, Energy, and Properties & Real Estate. For domestic pension fund, the relative weight increases were also most apparent in Basic Materials with largest decline in Financials, Consumer Non-Cyclicals, and Infra.

- Valuations.** JCI has traded sideways within the 5,950-6,050 range in the past one month, with 12-mth forward PE now hovering at 15.1x on consensus estimates. The recent pullback in 10Y yield increases the relative attractiveness in equity as earnings yield to bond yield spread has returned to negative again at -0.1%, ~40bps below the 0.3% LT mean. Improvement in Mar/Apr data points should point to a YoY growth rebound in 2Q21, which have not been fully priced in given the weak 4Q20-1Q21 and near-term risks on the potential resurgence of COVID-19 cases post-festive. We reaffirm our positive view on select cyclicals (i.e., banks, auto, property, cement, and poultry) over defensives. The potential of JCI adopting float-adjusted weighting method would trigger material rotations out of Consumer Staples into Banks.

DOMESTIC INVESTORS' RELATIVE POSITIONING BY SECTORS

As of 30-Apr-21	Sector Weight (%)				Sector Weight Relative to JCI (%)							
	Mutual Fund	Insurance	Pension Fund	Retail	Mutual Fund	Chg, MoM	Insurance	Chg, MoM	Pension Fund	Chg, MoM	Retail	Chg, MoM
Basic Materials	10.8	10.6	8.4	15.6	(2.2)	1.0	(1.0)	0.3	(3.1)	0.5	4.1	0.3
Consumer Cyclical	5.7	3.2	3.0	4.3	0.2	0.1	(3.6)	(0.1)	(3.8)	0.1	(2.5)	0.2
Energy	5.2	3.5	5.4	12.9	(0.5)	(0.1)	(3.1)	(0.0)	(1.1)	0.0	6.3	0.2
Financials	31.4	36.9	39.4	21.2	(8.9)	(0.3)	(1.0)	0.1	1.5	(0.4)	(16.7)	0.6
Financials - Big-4 Banks	25.8	23.0	26.1	8.8	7.4	(0.3)	0.9	0.0	4.0	(0.1)	(13.3)	0.3
Healthcare	3.4	4.0	3.5	3.5	(1.2)	(0.3)	(0.4)	(0.1)	(0.8)	(0.1)	(0.8)	(0.2)
Industrials	8.7	9.1	7.9	17.1	1.9	0.1	3.1	0.2	1.8	0.2	11.1	(1.4)
Infrastructures	14.8	15.1	12.8	6.0	5.6	(0.2)	5.1	(0.5)	2.8	(0.2)	(4.0)	0.2
Consumer Non-Cyclicals	12.5	13.3	14.8	9.2	3.6	(0.5)	3.0	(0.2)	4.5	(0.3)	(1.1)	(0.0)
Properties & Real Estate	6.7	3.8	4.1	3.8	2.5	0.1	(1.9)	0.2	(1.5)	0.1	(1.8)	(0.0)
Technology	0.3	0.5	0.0	5.4	(1.1)	0.1	0.1	0.1	(0.3)	0.0	5.0	0.1
Transport & Logistics	0.5	0.2	0.5	1.0	0.1	0.1	(0.2)	0.0	0.1	0.1	0.5	0.1

Source: KSEI, Mandiri Sekuritas

TOP AND BOTTOM 20 MONTH-TO-MONTH CHANGES IN STOCK WEIGHTS RELATIVE TO THEIR JCI WEIGHTS

MoM Changes in Individual Stock's Weight Relative to Their JCI's Weight (%) – Apr'21 vs. Mar'21														
	Domestic Investors					Foreign Investors								
	Mutual Fund	Insurance	Pension Fund	Individual		Mutual Fund	Insurance	Pension Fund						
TOP 20 CHANGES	MDKA	0.29	BINA	0.38	BBCA	0.27	BBRI	0.69	BBCA	1.08	LIFE	2.54	BBCA	1.31
	TPIA	0.28	BBCA	0.24	TPIA	0.27	BYAN	0.48	TPIA	0.33	BBCA	0.74	TPIA	0.33
	ANTM	0.28	TPIA	0.23	POLL	0.19	TLKM	0.31	ASII	0.32	BMRI	0.70	POLL	0.19
	ASII	0.22	ASII	0.20	SMMA	0.19	BANK	0.29	POLL	0.19	TPIA	0.33	SMMA	0.19
	BBCA	0.21	POLL	0.19	ANTM	0.18	SMMA	0.20	SMMA	0.19	LPPF	0.28	BANK	0.13
	BANK	0.21	BMRI	0.18	ASII	0.18	POLL	0.19	BMRI	0.17	ASII	0.27	EMTK	0.11
	POLL	0.19	BBRI	0.15	CPIN	0.17	MDKA	0.13	BANK	0.13	POLL	0.19	MEGA	0.10
	EMTK	0.16	MDKA	0.14	EMTK	0.17	SRTG	0.12	BSDE	0.12	BBRI	0.19	TOWR	0.09
	SMMA	0.13	EMTK	0.14	PNBS	0.15	KREN	0.10	KLBF	0.11	SMMA	0.19	KLBF	0.08
	MEGA	0.10	BANK	0.13	BANK	0.14	MEGA	0.10	MEGA	0.10	KLBF	0.16	MYOR	0.07
	CTRA	0.09	CPIN	0.09	BMRI	0.12	KLBF	0.08	BINA	0.09	BANK	0.13	BMRI	0.07
	TOWR	0.08	ANTM	0.06	MEGA	0.10	TPIA	0.07	EMTK	0.08	INDF	0.11	SMGR	0.06
	ERAA	0.08	AGRO	0.06	BBNI	0.07	SCMA	0.06	PNBN	0.06	EMTK	0.11	INDF	0.06
	BTPS	0.06	BRIS	0.06	CTRA	0.07	UNVR	0.06	AGRO	0.06	MEGA	0.10	AGRO	0.06
	BRIS	0.06	INTP	0.06	BTPS	0.06	BMRI	0.06	CPIN	0.05	BBNI	0.09	PNBN	0.06
	AGRO	0.06	BSDE	0.06	JSMR	0.05	BBCA	0.06	BRIS	0.05	UNTR	0.07	BBNI	0.05
	ARTO	0.04	KREN	0.05	KOTA	0.05	ASSA	0.06	KOTA	0.05	PNBN	0.06	BRIS	0.05
	SMGR	0.04	PNBN	0.05	MAPI	0.05	AGRO	0.06	ANTM	0.05	AGRO	0.06	KOTA	0.05
	PWON	0.04	MAYA	0.04	INKP	0.05	BTPS	0.05	DUTI	0.05	INKP	0.05	SCMA	0.05
	BSDE	0.04	BDMN	0.04	SMGR	0.05	INKP	0.05	BDMN	0.04	BRIS	0.05	MAYA	0.04
BOTTOM 20 CHANGES	TLKM	(0.44)	TLKM	(0.37)	AGRO	(0.29)	EMTK	(1.35)	BBRI	(1.33)	MAYA	(4.29)	BBRI	(0.46)
	UNVR	(0.22)	UNVR	(0.28)	UNVR	(0.22)	TCPI	(0.30)	TLKM	(0.30)	TBIG	(0.35)	TBIG	(0.32)
	UNTR	(0.19)	FREN	(0.17)	TBIG	(0.21)	GEMS	(0.15)	TAPG	(0.29)	TAPG	(0.29)	TAPG	(0.29)
	BYAN	(0.15)	BYAN	(0.15)	GEMS	(0.15)	TAPG	(0.14)	TBIG	(0.28)	TLKM	(0.25)	TLKM	(0.23)

MoM Changes in Individual Stock's Weight Relative to Their JCI's Weight (%) – Apr'21 vs. Mar'21

Domestic Investors				Foreign Investors									
Mutual Fund		Insurance		Pension Fund		Individual		Mutual Fund		Insurance		Pension Fund	
GEMS	(0.14)	GEMS	(0.15)	BYAN	(0.15)	FREN	(0.12)	GEMS	(0.15)	MDKA	(0.20)	MDKA	(0.16)
MYOR	(0.14)	SILO	(0.13)	MYOR	(0.13)	SILO	(0.11)	BYAN	(0.15)	GEMS	(0.15)	GEMS	(0.15)
ICBP	(0.14)	TBIG	(0.12)	FREN	(0.13)	ARTO	(0.10)	FREN	(0.12)	BYAN	(0.15)	BYAN	(0.15)
PTBA	(0.11)	BBTN	(0.09)	SILO	(0.12)	ANTM	(0.09)	SILO	(0.12)	FREN	(0.13)	FREN	(0.13)
SILO	(0.10)	SLIS	(0.09)	UNTR	(0.11)	BINA	(0.07)	MPPA	(0.11)	SILO	(0.12)	UNVR	(0.11)
SLIS	(0.09)	TFAS	(0.09)	MPPA	(0.11)	DNET	(0.06)	SLIS	(0.09)	MPPA	(0.11)	MPPA	(0.11)
BMAS	(0.08)	MPPA	(0.08)	BRIS	(0.10)	MPPA	(0.06)	BRMS	(0.08)	SLIS	(0.09)	SILO	(0.11)
PTPP	(0.07)	BMAS	(0.08)	PTBA	(0.09)	BNLI	(0.06)	TFAS	(0.08)	BINA	(0.09)	SLIS	(0.09)
TFAS	(0.06)	PGAS	(0.08)	SLIS	(0.09)	BMAS	(0.05)	MDKA	(0.08)	ARTO	(0.08)	ASII	(0.09)
FREN	(0.06)	ICBP	(0.07)	BRMS	(0.08)	WSKT	(0.05)	BMAS	(0.08)	BRMS	(0.08)	BINA	(0.09)
HMSP	(0.06)	INKP	(0.07)	TFAS	(0.08)	ASII	(0.05)	ARTO	(0.07)	TFAS	(0.08)	BRMS	(0.08)
BNLI	(0.06)	TAPG	(0.07)	TAPG	(0.08)	PGAS	(0.04)	BNLI	(0.06)	BMAS	(0.08)	TFAS	(0.08)
PGAS	(0.06)	AALI	(0.07)	BMAS	(0.08)	HEAL	(0.04)	ABMM	(0.06)	LPKR	(0.07)	BMAS	(0.08)
BBNI	(0.05)	PTBA	(0.06)	HMSP	(0.07)	JPFA	(0.04)	SRTG	(0.04)	BNLI	(0.06)	ARTO	(0.07)
BINA	(0.05)	PTPP	(0.06)	ICBP	(0.06)	HMSP	(0.04)	JPFA	(0.04)	MEDC	(0.05)	BNLI	(0.06)
HEAL	(0.04)	BNLI	(0.06)	PTPP	(0.06)	TBIG	(0.04)	MEDC	(0.04)	LINK	(0.05)	MEDC	(0.05)

Source: KSEI, Mandiri Sekuritas

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SECTOR

Banking Data Feb-21: Continued Coverage Build-Up

- Industry loan growth is down 2.1% YoY, but marginally up 0.4% MoM in Feb-21. Deposit growth remains high at 10.1% YoY, backed by CASA. NIM declined MoM, caused by lower LDR, higher NPL and SML ratios. Nevertheless, coverage ratio remains at record high as banks prepare for bad debts write-off this year. Stay OW.
- **Loan growth:**
 - **-2.1% YoY (+0.4% MoM/-1.1% YTD) in Feb-21**, weaker than -1.9% YoY (-1.5% MoM/-1.5% YTD) in Jan-21.
 - Adjusted for forex, loan growth declined by 2.1% YoY in Feb-21, better than -2.3% YoY in Jan-21. **Rupiah loans declined by 1.4% YoY in Feb-21** (-1.7% YoY in Jan-21), **FX loans in IDR terms declined by 6.3% YoY** in Feb-21 (-3.3% YoY in Jan-20), whereas **FX loans in USD also declined by 6.2% YoY in Feb-21** and Jan-21, respectively.
 - Based on bank classification, **only BUKU IV (8 banks) saw positive growth, up by +6.5% YoY** in Feb-21. Meanwhile, BUKU III's (25 banks) loan growth declined 14.9% YoY, and BUKU II's (62 banks) by -8.2% in Feb-21. Sharia banks' (12 banks) loan growth was at +9.7% YoY in Feb-21, compared to +10.3% YoY in Jan-21.
 - Based on usage, **working capital loans posted the largest decline by 3.3% YoY**, followed by consumption and investment loans, down by 1.2% YoY, each.
 - **Of the large sectors with >5% loan exposure:** agriculture loans (7.1% exposure) grew +3.7% YoY, construction (6.8% exposure) +5.9% YoY, homeownership/landed-house (9.2% exposure) +3.9% YoY. Meanwhile wholesale and retail trade (17.1% exposure) declined by 5.1% YoY and manufacturing (16.1% exposure) by -3.6% YoY. This resulted in weak industry loan growth YoY.
 - **On regional basis, only Sulawesi posted higher loan growth, up 3.1% YoY** in Feb-21 from +3.0% YoY in Jan-21. Meanwhile, loan growth in Kalimantan weakened to flat YoY in Feb-21, from +0.6% YoY in Jan-21, in Sumatra to +0.9% YoY in Feb-21 from +1.1% YoY in Jan-21 and, in Java and Bali to -3.5% YoY in Feb-21 from -3.3%. Meanwhile, loan growth in other areas increased to +6.8% YoY in Feb-21 from +8.2% YoY in Jan-21.

■ Deposit growth:

- **+10.1% YoY (+1.2% MoM/-0.3% YTD) in Feb-21** vs. +10.6% YoY (-1.4 MoM/-1.4% YTD) in Jan-21.
- Adjusting for rupiah depreciation, deposits grew by +10.1% YoY in Feb-21 and in Jan-21, each. **Rupiah deposits grew by +10.3% YoY in Feb-21** vs. +10.6% YoY in Jan-21. FX deposits in IDR grew by +8.8% YoY in Feb-21 vs. +10.1% YoY in Jan-20. In USD, **FX deposits increased by +8.8% YoY in Feb-21** vs. +6.8% in Jan-21.
- Based on bank classification, **deposits in BUKU IV banks had the strongest growth at +18.0% YoY**, followed by BUKU II at +7.1% YoY in Feb-21. Meanwhile, deposits in BUKU III banks declined by 1.5% YoY. Deposit growth in sharia banks was at +10.4% YoY in Feb-21 vs. 12.2% in Jan-21.
- Based on type, **CASA deposit growth remained solid, up by +15.2% YoY in Feb-21** vs. 14.1% in Jan-21. Current accounts grew by +20.0% YoY and savings account by +11.6% YoY, while **time deposits went up by +3.7% YoY in Feb-21**. We think that the strong CASA growth trend will continue as economic mobility has not returned to normal yet.

- **Liquidity: LDR declined to 81.5% in Feb-21** (IDR LDR is at 81.7% and FX LDR at 80.9%). BUKU II banks' LDR showed the largest decline, down to 76.1% in Feb-21 from 80.4% in Dec-20. BUKU III's LDR declined to 86.2% from 86.5% and BUKU IV's to 80.9% from 81.1%. Excluding BBKA, LDR in BUKU IV banks was at 84.6% in Feb-21, down from 84.8% in Jan-21. Also, sharia banks' LDR was slightly down to 76.5% in Feb-21 from 76.6% in Jan-21.

■ Asset quality:

- **NPL trended up, increased to 3.21%** in Feb-21 from 3.17% in Jan-21 and 3.06% in Dec-20. Meanwhile, the **special mention loans (category 2) also increased to 5.58% in Feb-21** from 5.41% in Jan-21. In absolute terms, total NPL increased by +12.6% YoY/+1.7% MoM in Feb-21, while special mention loans declined by -12.5% YoY, but up 3.7% MoM in Feb-21.
- **BUKU II bank' NPL saw the largest deterioration, increased to 3.37% in Feb-21** from 3.29% in Jan-21, followed by BUKU IV banks to 3.26% from 3.20%. Meanwhile, NPL in BUKU III banks' stayed at 3.03%. NPF in sharia banks declined to 3.18% in Feb-21 from 3.20% in Jan-21.
- **NPL in working capital loans increased to 4.19% in Feb-21** from 4.12% in Jan-21, and in consumer loans to 1.89% in Feb-21 from 1.85% in Jan-21. Meanwhile, NPL in investment loans was down to 2.98% in Feb-21 from 2.99% in Jan-21.
- **Main industries' NPL levels:** NPL rate in mining increased to 7.49% in Feb-21 (from 7.33% in Jan-21), in accommodation and F&B to 5.93% in Feb-21 (from 5.42% in Jan-21), in construction to 3.68% in Feb-21 (from 3.61% in Jan-21), in wholesale & retail to 4.71% in Feb-21 (from 4.68% in Jan-21), in processing industry to 4.88% in Feb-21 (from 4.79% in Jan-21). Also, NPL rate in household loans increased to 1.99% in Feb-21 from 1.95% in Jan-21, with NPL rate in homeownership (landed house) increased to 2.65% in Feb-21 (2.63% in Jan-21), in apartment ownership declined to 2.41% in Feb-21 (2.51% in Jan-21), in shop house ownership increased to 5.30% in Feb-21 (5.08% in Jan-21), and NPL rate in vehicle ownership increased to 2.11% in Feb-21 (2.08% in Jan-21).
- **NPL rate in Java and Bali increased to 3.40% in Feb-21** from 3.33% in Dec-20, in Sulawesi to 2.74% from 2.69%. Meanwhile, NPL rate in Sumatra declined to 2.91% from 2.99%, in Kalimantan to 3.17% from 3.22%. NPL rate in other parts of Indonesia slightly increased to 1.31% in Feb-21 from 1.30% in Jan-21.
- **Loan-loss coverage ratio grew** to 183% in Feb-21 from 188% in Jan-21. BUKU IV banks still keep their high coverage ratio at 226% in Feb-21, similar to Jan-21's level. Coverage ratio in BUKU III stood at 122% (from 123%), in BUKU II at 107% (105%). The coverage ratio in sharia banks increased to 116% from 112%. On YoY basis, loan-loss coverage ratio in Feb-21 is 21 percentage points higher than the 161% in Feb-20 due to credit cost build up and the implementation of IFRS 9 in early 2020. Especially, BUKU III banks' is 12 percentage points higher on YoY basis, while BUKU IV banks' loan-loss coverage ratio is 1 percentage points higher compared to last year.

■ Profitability:

- Industry **NIM declined to 4.55% in Feb-21** from 4.66% in Dec-20. We believe the declining NIM was due to lower LDR and higher NPL & SML ratios.
- **BUKU IV banks' NIM declined to 5.10% in Feb-21** from 5.26% in Jan-20. NIM in BUKU II was down to 4.41% from 4.51%, in BUKU III to 3.41% from 3.44%.
- **Interest rates across all loan types continue to decline.** On average, lending rates have declined by 79 bps in the past 12 months. On the deposit side, the average 1-M T/D rates declined by 198 bps over the past 12 months, in line with lower benchmark rates and liquidity influx.

■ Capital: average CAR was stable at 24.5% in Feb-21.

- Maintain **Overweight** on the banking sector.

OJK BANKING DATA SUMMARY

	Feb-20	Mar-20	Jun-20	Sep-20	Dec-20	Jan-21	Feb-21
Loan growth (% YoY)	5.9	8.0	1.5	0.1	(2.4)	(1.9)	(2.1)
Loan growth (% YTD)	(1.4)	1.7	(1.2)	(1.5)	(2.4)	(1.5)	(1.1)
Deposits growth (% YoY)	7.8	9.5	7.9	12.9	11.1	10.6	10.1
Deposits growth (% YTD)	0.6	3.6	4.4	10.9	11.1	(1.4)	(0.3)
LDR (%)	91.8	91.9	88.6	83.2	82.2	82.2	81.5
NPL (%)	2.79	2.77	3.11	3.14	3.06	3.17	3.21
Loan-loss coverage (%)	161	165	159	166	181	182	183
Special mention loans (%)	6.2	6.6	5.5	4.9	4.4	5.4	5.6
NIM (%)	4.81	4.31	4.46	4.41	4.45	4.66	4.55
CAR (%)	22.3	21.7	22.5	23.5	23.9	24.5	24.5
Avg. Rp. lending rates (%):							
Investment loans	9.83	9.70	9.30	9.06	8.88	8.83	8.77
Working capital loans	10.01	9.91	9.43	9.37	9.15	9.21	9.17
Consumer loans	11.41	11.37	11.20	11.10	10.97	10.95	10.94
Avg. Rp. deposit rates (%):							
Demand deposit	2.23	2.18	2.20	2.07	1.91	1.92	1.89
Savings deposit	1.16	1.14	1.03	0.95	0.86	0.84	0.83
1-M T/D	5.87	5.72	5.49	4.90	4.22	4.05	3.88
3-M T/D	6.22	6.12	5.75	5.14	4.39	4.34	4.25
BI rate (%)	4.75	4.50	4.25	4.00	3.75	3.75	3.50
Inflation rate (% YoY)	2.98	2.96	1.96	1.42	1.68	1.55	1.38

Source: OJK, BPS, Mandiri Sekuritas

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Healthcare: Indonesia COVID-19 Weekly Update

- Analysis on COVID-19 case and vaccination trends in Indonesia for the period of 26-Apr to 2-May 2021.
- **New cases.** Indonesia's COVID-19 new case trend last week (26-Apr to 2-May) declined by 2% WoW. Riau replaced Central Java's position as the third-highest region that contributed the most new cases last week, now comprising 47% of total new cases nationwide. The top 3 regions include West Java (+8,183 new cases; +8% WoW); Jakarta (+5,337 new cases; -11% WoW), and; Riau (+3,529 new cases; +25% WoW). Other regions that also saw increasing WoW new cases were Banten (+5% WoW); Yogya (+7% WoW); South Sumatra (+5% WoW), and; Aceh (+49% WoW).

- Testing and infection rate.** Nationally, the COVID-19 new testing last week increased by 2% WoW to 311,077. Jakarta's new testing last week was at 61,722, -3% WoW, and new testing outside Jakarta was at 249,355, +4% WoW. Meanwhile, last week's infection rate mildly declined in both Jakarta and outside Jakarta. The national infection rate declined by -0.5 ppt WoW to 11.6%. Jakarta's infection rate declined by -0.8 ppt WoW to 8.6%, whereas Ex-Jakarta's declined by -0.5 ppt WoW to 12.3%.
- Active cases and hospital occupancy.** There were 286 additional active cases last week nationally, mainly from West Java (+1,792 new active cases) and Riau (+1,267). Other regions in Java-Bali recorded fewer active cases last week. As of 1-May, we noted almost all regions in Java-Bali recorded decreasing BOR in the past 1 month, which is now at a very low level (<40%), except for Central Java (BOR mildly increased to 34% on 1-May from 30% on 4-Apr) and Yogyakarta (BOR stable at 49% in the past 1 month). Nevertheless, aligned with higher cases, we saw regions in Sumatra experienced rising BOR in the past 1 month. Notable regions whose BOR rates are now high and rapidly increased in the past 1 month are North Sumatra (BOR as of 1-May touched 60% vs. 39% on 4-Apr) and Riau (59% vs. 36%). Meanwhile, as of 1-May, Wisma Atlet COVID-19 makeshift hospital's occupancy was stable WoW at 27%. Note that the Wisma Atlet facility only treats patients with mild to moderate symptoms.
- Fatality.** We see higher new fatalities during the week nationally at +32 WoW, largely driven by Central Java (+33 WoW), Riau (+24 WoW), and Jakarta (+13 WoW). We also see rapidly rising 7 DMA fatalities in South Sumatra, West Sumatra, and Riau, where cases are surging.
- COVID-19 vaccination progress.** The total vaccinations declined again last week, although we expect improvement starting in May with more supply arrival. In total, there were 1.6mn doses of COVID-19 vaccine administered last week, -13% WoW, vs. 1.8mn doses in the third week of April. The vaccination pace also declined to 226k shots/day last week vs. 260k shots/day in the third week of April. Out of 1.6mn doses administered, the first-shot allocation declined to 46%, showing that more doses are currently prioritized for fulfilling the second dose rather than for new people. Cumulatively, 12.5mn people have received their first shot of COVID-19 vaccine (30.87% of phase 1 target), and 7.7mn people have received their second shot (19.03%). The phase 1 target includes medical workers, frontliners, and the elderly, which comprise c. 40mn people in combination.

COVID-19 WEEKLY SUMMARY

WEEKLY COVID-19 SUMMARY	5 -11 Apr'21	12-18 Apr'21	19-25 Apr'21	26 Apr-2 May'21	%wow			
					5 -11 Apr'21	12-18 Apr'21	19-25 Apr'21	26 Apr-2 May'21
New cases								
Indonesia (benchmark)	32,740	37,353	36,846	36,080	-14%	14%	-1%	-2%
Jakarta	6,132	6,477	5,988	5,337	-9%	6%	-8%	-11%
West Java	6,033	8,309	7,561	8,183	5%	38%	-9%	8%
East Java	2,002	1,872	1,898	1,859	9%	-6%	1%	-2%
Central Java	3,532	4,736	3,571	2,593	21%	34%	-25%	-27%
Banten	1,334	764	757	798	23%	-43%	-1%	5%
Yogya	1,442	1,395	1,376	1,468	8%	-3%	-1%	7%
Bali	1,313	1,194	1,053	918	5%	-9%	-12%	-13%
North Sumatra	530	454	461	456	6%	-14%	2%	-1%
West Sumatra	914	1,068	1,826	1,417	31%	17%	71%	-22%
South Sumatra	488	568	805	849	-15%	16%	42%	5%
Aceh	160	218	377	560	108%	36%	73%	49%
Riau	1,507	1,882	2,818	3,529	38%	25%	50%	25%
South Sulawesi	826	450	228	176	80%	-46%	-49%	-23%
East Kalimantan	1,197	1,158	1,134	921	-9%	-3%	-2%	-19%
South Kalimantan	1,527	1,196	905	560	-13%	-22%	-24%	-38%
Papua	330	168	102	73	25%	-49%	-39%	-28%
West Nusa Tenggara	313	269	335	332	-8%	-14%	25%	-1%

WEEKLY COVID-19 SUMMARY	5 -11 Apr'21	12-18 Apr'21	19-25 Apr'21	26 Apr-2 May'21	%wow			
					5 -11 Apr'21	12-18 Apr'21	19-25 Apr'21	26 Apr-2 May'21
Case tested								
Indonesia (benchmark)	318,621	304,422	304,450	311,077	7%	-4%	0%	2%
Jakarta	71,442	68,511	63,669	61,722	1%	-4%	-7%	-3%
Outside Jakarta	247,179	235,911	240,781	249,355	8%	-5%	2%	4%
Infection rate								
Indonesia (benchmark)	10.3%	12.3%	12.1%	11.6%	-2.5%	2.0%	-0.2%	-0.5%
Jakarta	8.6%	9.5%	9.4%	8.6%	-1.0%	0.9%	0.0%	-0.8%
Outside Jakarta	10.8%	13.1%	12.8%	12.3%	-3.0%	2.3%	-0.3%	-0.5%
Active cases								
Indonesia (benchmark)	(6,751)	(4,099)	(5,385)	286				
Jakarta	397	(14)	193	(78)				
West Java	1,063	3,019	(153)	1,792				
East Java	52	54	104	(399)				
Central Java	(7,972)	(7,564)	(7,146)	(2,166)				
Banten	(97)	(175)	(139)	(275)				
Yogya	34	(405)	(365)	(402)				
Bali	97	(63)	(219)	(138)				
North Sumatra	(43)	(63)	7	17				
West Sumatra	238	106	817	(27)				
South Sumatra	(138)	(147)	166	271				
Aceh	83	(295)	(303)	80				
Riau	531	581	1,154	1,267				
South Sulawesi	(348)	131	(255)	(63)				
East Kalimantan	(431)	(333)	(72)	(301)				
South Kalimantan	(150)	(171)	(308)	(288)				
Papua	151	(250)	(62)	(78)				
West Nusa Tenggara	26	22	(22)	83				
Active cases rate								
Indonesia (benchmark)	-20.6%	-11.0%	-14.6%	0.8%	-0.9%	9.6%	-3.6%	15.4%
Jakarta	6.5%	-0.2%	3.2%	-1.5%	25.0%	-6.7%	3.4%	-4.7%
West Java	17.6%	36.3%	-2.0%	21.9%	14.3%	18.7%	-38.4%	23.9%
East Java	2.6%	2.9%	5.5%	-21.5%	9.8%	0.3%	2.6%	-26.9%
Central Java	-225.7%	-159.7%	-200.1%	-83.5%	-190.7%	66.0%	-40.4%	116.6%
Banten	-7.3%	-22.9%	-18.4%	-34.5%	39.4%	-15.6%	4.5%	-16.1%
Yogya	2.4%	-29.0%	-26.5%	-27.4%	17.4%	-31.4%	2.5%	-0.9%
Bali	7.4%	-5.3%	-20.8%	-15.0%	10.7%	-12.7%	-15.5%	5.8%
North Sumatra	-8.1%	-13.9%	1.5%	3.7%	5.5%	-5.8%	15.4%	2.2%
West Sumatra	26.0%	9.9%	44.7%	-1.9%	0.2%	-16.1%	34.8%	-46.6%
South Sumatra	-28.3%	-25.9%	20.6%	31.9%	-72.7%	2.4%	46.5%	11.3%
Aceh	51.9%	-135.3%	-80.4%	14.3%	-17.0%	-187.2%	54.9%	94.7%
Riau	35.2%	30.9%	41.0%	35.9%	14.9%	-4.4%	10.1%	-5.0%
South Sulawesi	-42.1%	29.1%	-111.8%	-35.8%	66.2%	71.2%	-141.0%	76.0%
East Kalimantan	-36.0%	-28.8%	-6.3%	-32.7%	-15.2%	7.3%	22.4%	-26.3%
South Kalimantan	-9.8%	-14.3%	-34.0%	-51.4%	-31.2%	-4.5%	-19.7%	-17.4%
Papua	45.8%	-148.8%	-60.8%	-106.8%	12.3%	-194.6%	88.0%	-46.1%
West Nusa Tenggara	8.3%	8.2%	-6.6%	25.0%	-1.1%	-0.1%	-14.7%	31.6%
Recovery								
Indonesia (benchmark)	38,630	40,558	41,061	34,592	-13%	5%	1%	-16%
Jakarta	5,645	6,405	5,686	5,293	-29%	13%	-11%	-7%
West Java	4,847	5,160	7,566	6,278	-11%	6%	47%	-17%
East Java	1,764	1,641	1,618	2,095	-1%	-7%	-1%	29%
Central Java	11,355	12,175	10,412	4,421	198%	7%	-14%	-58%
Banten	1,419	919	878	1,059	-10%	-35%	-4%	21%
Yogya	1,375	1,759	1,700	1,846	-8%	28%	-3%	9%

WEEKLY COVID-19 SUMMARY	5 -11 Apr'21	12-18 Apr'21	19-25 Apr'21	26 Apr-2 May'21	%wow			
					5 -11 Apr'21	12-18 Apr'21	19-25 Apr'21	26 Apr-2 May'21
Bali	1,170	1,211	1,221	1,004	-6%	4%	1%	-18%
North Sumatra	560	503	438	426	1%	-10%	-13%	-3%
West Sumatra	651	934	980	1,408	27%	43%	5%	44%
South Sumatra	604	687	582	530	102%	14%	-15%	-9%
Aceh	70	508	660	460	204%	626%	30%	-30%
Riau	944	1,246	1,597	2,171	12%	32%	28%	36%
South Sulawesi	1,168	317	470	235	22%	-73%	48%	-50%
East Kalimantan	1,598	1,467	1,183	1,196	4%	-8%	-19%	1%
South Kalimantan	1,650	1,341	1,186	825	22%	-19%	-12%	-30%
Papua	175	418	164	151	2%	139%	-61%	-8%
West Nusa Tenggara	277	229	337	235	-3%	-17%	47%	-30%
Recovery rate								
Indonesia (benchmark)	118.0%	108.6%	111.4%	95.9%	1.5%	-9.4%	2.9%	-15.6%
Jakarta	92.1%	98.9%	95.0%	99.2%	-25.6%	6.8%	-3.9%	4.2%
West Java	80.3%	62.1%	100.1%	76.7%	-14.4%	-18.2%	38.0%	-23.3%
East Java	88.1%	87.7%	85.2%	112.7%	-9.0%	-0.5%	-2.4%	27.4%
Central Java	321.5%	257.1%	291.6%	170.5%	190.7%	-64.4%	34.5%	-121.1%
Banten	106.4%	120.3%	116.0%	132.7%	-38.6%	13.9%	-4.3%	16.7%
Yogya	95.4%	126.1%	123.5%	125.7%	-17.3%	30.7%	-2.5%	2.2%
Bali	89.1%	101.4%	116.0%	109.4%	-10.6%	12.3%	14.5%	-6.6%
North Sumatra	105.7%	110.8%	95.0%	93.4%	-5.3%	5.1%	-15.8%	-1.6%
West Sumatra	71.2%	87.5%	53.7%	99.4%	-1.8%	16.2%	-33.8%	45.7%
South Sumatra	123.8%	121.0%	72.3%	62.4%	71.5%	-2.8%	-48.7%	-9.9%
Aceh	43.8%	233.0%	175.1%	82.1%	13.9%	189.3%	-58.0%	-92.9%
Riau	62.6%	66.2%	56.7%	61.5%	-14.2%	3.6%	-9.5%	4.8%
South Sulawesi	141.4%	70.4%	206.1%	133.5%	-66.9%	-71.0%	135.7%	-72.6%
East Kalimantan	133.5%	126.7%	104.3%	129.9%	16.1%	-6.8%	-22.4%	25.5%
South Kalimantan	108.1%	112.1%	131.0%	147.3%	30.8%	4.1%	18.9%	16.3%
Papua	53.0%	248.8%	160.8%	206.8%	-12.4%	195.8%	-88.0%	46.1%
West Nusa Tenggara	88.5%	85.1%	100.6%	70.8%	4.9%	-3.4%	15.5%	-29.8%
Fatality								
Indonesia (benchmark)	861	894	1,170	1,202	-29%	4%	31%	3%
Jakarta	90	86	109	122	61%	-4%	27%	12%
West Java	123	130	148	113	13%	6%	14%	-24%
East Java	186	177	176	163	0%	-5%	-1%	-7%
Central Java	149	125	305	338	23%	-16%	144%	11%
Banten	12	20	18	14	-37%	67%	-10%	-22%
Yogya	33	41	41	24	3%	24%	0%	-41%
Bali	46	46	51	52	0%	0%	11%	2%
North Sumatra	13	14	16	13	0%	8%	14%	-19%
West Sumatra	25	28	29	36	213%	12%	4%	24%
South Sumatra	22	28	57	48	16%	27%	104%	-16%
Aceh	7	5	20	20	600%	-29%	300%	0%
Riau	32	55	67	91	3%	72%	22%	36%
South Sulawesi	6	2	13	4	na	-67%	550%	-69%
East Kalimantan	30	24	23	26	-35%	-20%	-4%	13%
South Kalimantan	27	26	27	23	na	-4%	4%	-15%
Papua	4	-	-	-	33%	-100%	na	na
West Nusa Tenggara	10	18	20	14	na	80%	11%	-30%
Fatality rate								
Indonesia (benchmark)	2.6%	2.4%	3.2%	3.3%	-0.6%	-0.2%	0.8%	0.2%
Jakarta	1.5%	1.3%	1.8%	2.3%	0.6%	-0.1%	0.5%	0.5%
West Java	2.0%	1.6%	2.0%	1.4%	0.1%	-0.5%	0.4%	-0.6%
East Java	9.3%	9.5%	9.3%	8.8%	-0.8%	0.2%	-0.2%	-0.5%

WEEKLY COVID-19 SUMMARY	5 -11 Apr'21	12-18 Apr'21	19-25 Apr'21	26 Apr-2 May'21	%wow			
					5 -11 Apr'21	12-18 Apr'21	19-25 Apr'21	26 Apr-2 May'21
Central Java	4.2%	2.6%	8.5%	13.0%	0.1%	-1.6%	5.9%	4.5%
Banten	0.9%	2.6%	2.4%	1.8%	-0.8%	1.7%	-0.2%	-0.6%
Yogya	2.3%	2.9%	3.0%	1.6%	-0.1%	0.7%	0.0%	-1.3%
Bali	3.5%	3.9%	4.8%	5.7%	-0.2%	0.3%	1.0%	0.8%
North Sumatra	2.5%	3.1%	3.5%	2.9%	-0.1%	0.6%	0.4%	-0.6%
West Sumatra	2.7%	2.6%	1.6%	2.5%	1.6%	-0.1%	-1.0%	1.0%
South Sumatra	4.5%	4.9%	7.1%	5.7%	1.2%	0.4%	2.2%	-1.4%
Aceh	4.4%	2.3%	5.3%	3.6%	3.1%	-2.1%	3.0%	-1.7%
Riau	2.1%	2.9%	2.4%	2.6%	-0.7%	0.8%	-0.5%	0.2%
South Sulawesi	0.7%	0.4%	5.7%	2.3%	0.7%	-0.3%	5.3%	-3.4%
East Kalimantan	2.5%	2.1%	2.0%	2.8%	-1.0%	-0.4%	0.0%	0.8%
South Kalimantan	1.8%	2.2%	3.0%	4.1%	0.3%	0.4%	0.8%	1.1%
Papua	1.2%	0.0%	0.0%	0.0%	0.1%	-1.2%	0.0%	0.0%
West Nusa Tenggara	3.2%	6.7%	6.0%	4.2%	-3.8%	3.5%	-0.7%	-1.8%

Source: Ministry of Health, Mandiri Sekuritas

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CORPORATE

Indika Energy: In Recovery Phase (INDY; Rp1,395; Neutral; TP: Rp1,300)

- **INDY's 1Q21 EBITDA was stronger than forecast, but its net profit was below due to higher effective tax. INDY will benefit from the recovery in coal prices due to its low cost structure. Nevertheless, we reiterate our Neutral call, with a higher TP of Rp1,300/share.**
- **1Q21 EBITDA was above forecast.** INDY reported USD 9.4mn net loss in 1Q21 (vs. USD 21mn net loss in 1Q20) because of high effective tax on coal-related business at 65% (Kideco, MUTU, and coal trading), whereas its EBITDA of USD 145mn (+14% YoY) was above forecast at 33%/31% of our/consensus estimates. Revenue declined to USD 582.2bn (-9% YoY) due to lower revenue from energy services (-36% YoY), while revenue from its coal-related business was flattish (-4% YoY). We suspect a recovery in ASP at Kideco, while production was weak because of the bad weather due to La Nina, in line with coal peers. Weak revenue in energy resources also translated to a net loss of USD 12.6mn, whereas its coal-related unit still booked a decent profit of USD 13mn (vs. USD 17.7mn net loss in 1Q20). Despite lower revenue, operating margin improved to 14.6% in 1Q21 from 10.7% in 1Q20, possibly thanks to the higher margin at Kideco amid lower costs and higher ASP. We expect INDY's earnings to improve further in 2Q, driven by higher coal production amid better weather.
- **Guidance in 2021.** Kideco targets up to 34mn tons (+3% YoY) of coal production, 5.5x stripping ratio (SR) (vs. 5.7x in FY20), and ASP at USD 42.2/ton (+12% YoY), based on USD 67/ton coal price benchmark. Petrosea's coal overburden was at 118mn bcm (+25% YoY) and coal production at 31mn tons (+16% YoY). INDY will spend around 61% of its USD 130mn capex this year for Petrosea (USD 80m), mainly for mining equipment, while capex for Kideco is only around USD 13mn.
- **Anticipate earnings recovery this year.** We believe INDY will benefit from the recovery in coal prices, given its low cost structure and higher production growth. Nevertheless, we reiterate our Neutral call on INDY, with a higher TP of Rp1,300/share based on 0.7x FY21F PBV (-0.5 SD). The plan to diversify away from coal, including the investment in gold mining, should be positive for INDY in the long run.

FINANCIAL SUMMARY

YE Dec (US\$ Mn)	2019A	2020A	2021F	2022F	2023F
EBITDA	540	344	447	359	234
Net Profit	(18)	(118)	8	44	127
Fully-diluted EPS	(0.3)	(2.3)	0.2	0.8	2.4
Fully-diluted EPS growth (%)	(122.7)	n/m	n/m	455.4	187.5
P/E Ratio (x)	(28.9)	(4.4)	64.4	11.6	4.0
EV/EBITDA (x)	2.3	3.8	2.6	2.9	3.9
P/B Ratio (x)	0.6	0.8	0.7	0.7	0.6
Dividend Yield (%)	(0.9)	(5.7)	0.4	2.2	6.2
ROAE (%)	(2.0)	(15.3)	1.1	5.8	14.9

Source: Company (2019-2020), Mandiri Sekuritas (2021-2023)

RESULTS SUMMARY

in US\$m	1Q21	1Q20	%YoY	4Q20	%QoQ	3M21	3M20	%YoY	FY21F	% ours	% to cons.
Revenue	582.2	641.5	-9%	538.6	8%	582	642	-9%	2,426	24%	26%
COGS	(461.2)	(536.6)	-14%	(499.0)	-8%	(461)	(537)	-14%	(2,055)	22%	24%
Gross profit	120.9	104.9	15%	39.6	205%	121	105	15%	371	33%	33%
Operating expenses	(36.1)	(36.2)	0%	(32.5)	11%	(36)	(36)	0%	(155)	23%	21%
Operating profit	84.9	68.7	23%	7.1	1100%	85	69	23%	216	39%	43%
EBITDA	145.3	126.9	14%	65.4	n.a	145	127	14%	447	33%	31%
Net profit	(9.4)	(21.0)	n.a	(65.0)	n.a	(9)	(21)	n.a	8	n.a	n.a
Gross margin	20.8%	16.4%		7.4%		20.8%	16.4%				
Operating margin	14.6%	10.7%		1.3%		14.6%	10.7%				
Net margin	-1.6%	-3.3%		-12.1%		-1.6%	-3.3%				

Source: Company, Mandiri Sekuritas estimates

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Indocement 1Q21: Below Estimates (INTP; Rp12,550; Buy; TP: Rp14,500)

- INTP's 1Q21 revenue was below estimates despite a 6% yoy increase in total sales volume. ASP fell yoy and qoq due to product mix differences. The company saw positive yoy traction in cost savings despite qoq increases due to differences in economies of scale. Maintain Buy on INTP.
- **1Q21 revenue slightly below estimates.** INTP booked IDR 3.4tn in 1Q21 revenue, +2% yoy, -15% qoq. Despite a +6% increase in total sales volume (inclusive of domestic cement, domestic clinker and exported sales), a -3% yoy, -1% qoq decline in blended ASP offset the growth in sales volume; the decline in blended ASP was due to product mix differences as ready-mix concrete revenue fell -18% yoy. Cement-only revenue saw +3.6% yoy growth, as the volume growth in cement sales offset a -1% yoy decline in cement and clinker ASP (flat qoq). The 1Q21 revenue achievement formed 22% of consensus' full-year estimate and 23% of ours.
- **Cost savings continue, PSAK 73 impact meaningful.** The company's ongoing cost savings initiatives led to fuel, overheads and transport cost savings in 1Q21 on per ton bases. INTP's EBITDA margin improved +1.7 ppt yoy to 20.4% in 1Q21 from 18.7% in 1Q20. The improvement in COGS was driven by the decision to increase coal stockpiling in FY20 amid low coal prices, on top of continuing increase in LCV and alternative fuel components, while transport cost savings was due to its Konawe floating terminal being operational and heightened intra-plant shipping. On qoq basis, transport and cash cost per ton saw material increases of +28% qoq and +16% respectively as the low sales volume which normally occurs earlier in the year impacted upon economies of scale-related cost efficiencies and this should improve following seasonally better sales volumes throughout the year. Additionally, accounting rule changes in the form of PSAK 73 had

also impacted earnings in lower transport cost savings and higher depreciation expenses due to capitalization of leased vessels. This led to an +11% yoy increase in 1Q21 EBITDA, although it was below estimates at 21% of our FY forecast and 20% of consensus'.

- **PATMI of IDR 351bn, -12% yoy, -49% qoq, was below expectations.** The bottom line saw erosion from higher yoy interest costs yoy, as IDR 50bn in deferred tax benefits in 1Q20 (from the government's lowering of the corporate tax rate) did not re-occur this year; INTP's 1Q21 effective tax rate rebounded to 20%. INTP's 1Q21 PATMI of IDR 351bn was a decline of -12% yoy and -49% qoq. It formed just 18% of our and consensus' full-year targets. However, this should improve with better economies of scale as sales volume improves while effective tax rate should also decrease.
- We have a Buy on INTP.

INTP 1Q21 RESULTS

INTP quarterly earnings	1Q20	4Q20	1Q21	YoY	QoQ	3M20	3M21	YoY	FY21 Consensus Expectations	FY21 MANSEK Expectations		
Cement and Clinker Sales Vol ('000 tons)	3,994	4,911	4,214	6%	-14%	3,994	4,214	6%				
Cement/Clinker Only ASP	769	760	759	-1%	0%	769	759	-1%				
COGS/ton (Rp/ton)	575	480	555	-4%	16%	575	555	-4%				
Blended ASP total (Rp k/ton)	842	822	816	-3%	-1%	842	816	-3%				
Cash Cost (Rp k/ton)	685	584	650	-5%	11%	685	650	-5%				
Delivery cost/ton (Rp/ton)	128,251	84,793	108,208	-16%	28%	128,251	108,208	-16%				
Sales (Rpbn)	3,363	4,034	3,438	2%	-15%	3,363	3,438	2%	15,320	22%	15,090	23%
Cost of good sold	2,298	2,359	2,338	2%	-1%	2,298	2,338	2%				
Gross Profit	1,064	1,676	1,100	3%	-34%	1,064	1,100	3%	5,517	20%	5,445	20%
Operating Expense	771	844	735	-5%	-13%	771	735	-5%				
Operating Profit	294	832	364	24%	-56%	294	364	24%	2,175	17%	2,138	17%
EBITDA	628	1,167	700	11%	-40%	628	700	11%	3,510	20%	3,349	21%
Pretax Profit	458	788	439	-4%	-44%	458	439	-4%	2,421	18%	2,453	18%
Tax	(58)	(99)	(88)	52%	-11%	(58)	(88)	52%				
Net Profit	400	689	351	-12%	-49%	400	351	-12%	1,965	18%	2,003	18%
Gross Margin	31.7%	41.5%	32.0%	0.3%	-9.6%	31.7%	32.0%	0.3%	36.0%		36.1%	
Operating Margin	8.7%	20.6%	10.6%	1.9%	-10.0%	8.7%	10.6%	1.9%	14.2%		14.2%	
Pretax Margin	13.6%	19.5%	12.8%	-0.9%	-6.8%	13.6%	12.8%	-0.9%	15.8%		16.3%	
Tax Rate	-12.6%	-12.6%	-20.0%	-7.4%	-7.4%	-12.6%	-20.0%	-7.4%				
Net Margin	11.9%	17.1%	10.2%	-1.7%	-6.9%	11.9%	10.2%	-1.7%	12.8%		13.3%	
EBITDA Margin	18.7%	28.9%	20.4%	1.7%	-8.6%	18.7%	20.4%	1.7%	22.9%		22.2%	

Source: Company, Mandiri Sekuritas

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Malindo Feedmill: Stellar DOC Segment Supported Weak Feed Margin (MAIN; Rp900; Buy; TP: Rp700)

- MAIN 1Q21 earnings were a beat, forming respectively 59% and 63% of our and consensus forecasts. DOC continued its uptrend performance, given the all-time high selling price, while feed margin plunged, as we think MAIN did not fully pass through the rising input cost. We have a Buy rating for MAIN.
- **1Q21 earnings: above ours and consensus.** MAIN recorded Rp89bn PATMI in 1Q21 (+531.3% YoY/+164.0% QoQ), forming 59%/63% of our/consensus forecasts. The earnings beat our expectation, as DOC continued its strong performance amid the strict culling programs since Aug-2020 and low GPS import quota since 2019. Feed margin

dropped by -3.9 ppt QoQ, implying MAIN's initiatives to maintain its market share by keeping its feed ASP stable despite the rising input cost. The SG&A-to-sales remained manageable at 6.1% (-1.0 ppt YoY; +1.2 ppt QoQ). On the top-line, the Company booked 1Q21 revenues of Rp2.2tn (+26.8% YoY; +7.8% QoQ), which formed 31%/28% of ours/consensus forecasts.

■ Key highlights by division:

- **Feed: below.** 1Q21 revenue/EBIT recorded Rp1.3tn/Rp66bn or grew by +21.0%/-41.9% YoY and +12.1%/-35.7% QoQ, forming 32%/16% of our/consensus forecasts. EBIT margin plunged to 5.2% (-5.6 ppt YoY/-3.9 ppt QoQ) or the lowest since 3Q18 due to rising soybean meal prices.
- **DOC: beat.** 1Q21 revenue/EBIT stood at Rp430bn/Rp78bn or grew by +0.8%/+40.3% QoQ. On YoY, sales increased by +43.9%, while 1Q20 EBIT booked Rp70bn loss. This result formed 35% of our sales forecast, whereas the EBIT was a beat, as we initially expected loss for DOC. EBIT margin surged to 18.2% (+5.1 ppt QoQ) or the highest since 1Q19.
- **Commercial farming: below.** 1Q21 revenue stood at Rp414bn or increased by +37.1% YoY/+6.1% QoQ, while EBIT loss narrowed to Rp3bn from Rp5bn/Rp9bn in 4Q20/1Q20. The 1Q21 sales beat our estimates with 29% achievement. In contrast, EBIT was below, as we had expected a positive number for FY21. EBIT margin was at -0.8% or grew by +2.1 ppt YoY and +0.4 ppt QoQ, as the increase in feed price was softer compared to competitors' increase.
- **Processed food: in line.** 1Q21 revenue came at Rp37bn or declined by -20.4% YoY/-19.8% QoQ, while EBIT loss came at Rp6bn (vs. Rp11bn/Rp8bn losses in 4Q20/1Q21). This revenue/EBIT results formed 29%/19% of our FY21 forecast.

- **Key action.** With the continuous support from the government to adjust the supply and balance dynamics, and considering the further decline in oversupply, we maintain our positive view that this year can be another bull cycle for the sector. We have a Buy rating for MAIN.

MAIN 1Q21 RESULT SUMMARY

MAIN	1Q21	4Q20	%qoq	1Q20	%yoy	% of Mansek	% of Cons
Net sales	2,146	1,991	7.8%	1,693	26.8%	31%	28%
Gross profit	240	273	-12.3%	145	65.7%	28%	28%
Operating profit	109	176	-38.2%	24	352.1%	30%	33%
Pretax profit	112	82	37.1%	18	522.3%	58%	67%
Net profit	89	34	164.0%	14	531.3%	59%	63%

Margins

Gross margin	11.2%	13.7%	-2.6%	8.6%	2.6%
Operating margin	5.1%	8.9%	-3.8%	1.4%	3.7%
Pretax margin	5.2%	4.1%	1.1%	1.1%	4.2%
Net margin	4.1%	1.7%	2.5%	0.8%	3.3%

Segmental performance	1Q21	4Q20	%qoq	1Q20	%yoy	% of Mansek
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Net revenue breakdown

Feed	1,265	1,129	12.1%	1,046	21.0%	31.6%
DOC	430	426	0.8%	299	43.9%	34.8%
Processed food	37	46	-19.8%	46	-20.4%	19.0%
Commercial farming	414	390	6.1%	302	37.1%	29.0%

Operating profit breakdown

Feed	66	103	-35.7%	114	-41.9%	15.6%
DOC	78	56	40.3%	(70)	n.m.	-54.1%
Processed food	(6)	(11)	-48.5%	(8)	-32.9%	19.3%
Commercial farming	(3)	(5)	-32.4%	(9)	-62.3%	-3.7%

MAIN	1Q21	4Q20	%qoq	1Q20	%yoy	% of Mansek	% of Cons
Operating profit margin							
Feed	5.2%	9.1%	-3.9%	10.9%	-5.6%		
DOC	18.2%	13.1%	5.1%	-23.4%	n.m.		
Processed food	-15.3%	-23.8%	8.5%	-18.1%	2.8%		
Commercial farming	-0.8%	-1.2%	0.4%	-2.8%	2.1%		

Source: Company, Bloomberg, Mandiri Sekuritas estimates

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Semen Indonesia 1Q21: Below Expectations On Weak Volume and ASP (SMGR; Rp10,175; Buy; TP: Rp11,020)

- **SMGR booked weak 1Q21 earnings as weak domestic sales volume was worsened by weak ASP due to higher contribution from non-domestic sales.** PATMI accounted for just 14% of consensus' full-year estimate (16% of ours). However we maintain Buy on expectations of stronger performance throughout the year.
- **1Q2 revenue -5.9% yoy, -15.4% qoq, below expectations.** SMGR booked consolidated IDR 8.1tn in 1Q21 revenue, -5.9% yoy and -15.4% qoq. Domestic cement and clinker sales volume fell -13.2% yoy despite a strong pick-up in regional sales (exports + TLCC) at +58.1% yoy. Management attributes the fall in domestic sales volume to bulk demand having remained lacklustre, as the government's infrastructure budget realization had still not translated to a pick-up in bag demand. Meanwhile, the strong regional sales volume is a continuation of recent trends as is slated to sustain in the near term. On blended cement and clinker basis, ASP fell -7.8% yoy due to product mix, with the significantly higher contribution from export and TLCC revenues. The 1Q21 revenue achievement translated to an underperformance at just 21% of our and consensus' full-year forecasts.
- **EBITDA margin improvement from cost savings, PSAK impact.** Cost savings from energy, labour and transport costs helped lower COGS/ton by -3.8% yoy, and opex/ton by -20.2% yoy, leading to cash cost/ton falling -8.6% yoy. Energy cost savings stemmed from the company's push to increasing alternative fuel usage while transport cost savings were due to PSAK 73 impact. These helped improve EBITDA margin to 23% in 1Q21, +0.7 ppt yoy, with EBITDA yoy decline or just -2.9% yoy. However, 1Q21 EBITDA was likewise below target at 20% of consensus' FY estimate and 21% of ours.
- **Lower interest costs but PATMI below target due to seasonally high effective tax rate.** Interest costs fell -27.1% yoy due to lower debt levels (net gearing improved to 53% in 1Q21 from 67% in 1Q20) and lower interest costs. However, effective tax rate in 1Q21 remained seasonally high despite significant yoy improvement from the government's lowering of the corporate tax rate in 2020. This is due to the non-tax deductibility of the interest cost of debt taken in acquiring SMCB, which skews the effective tax rate upward due to unfavourable earnings to interest cost ratio. This is expected to improve in the coming quarters following improved sales volumes. 1Q21 PATMI saw slight +0.9% yoy growth at IDR 450bn, however was also below street estimates, forming just 14% of consensus' full-year estimates and 16% of ours.
- **We have a Buy call on SMGR.** Current valuation levels have reflected the weak sales volume earlier in the year and the sector is expected to be 2H-heavy.

SMGR 1Q21 RESULTS

	1Q20	4Q20	1Q21	YoY	QoQ	3M20	3M21	YoY	Cons	% of cons.	Mansek	% of Mansek
Domestic cement sales (k tons)	7,999	8,945	7,330	4.7%	-29.9%	7,999	7,330	-13.2%				
Total Sales Volume (k tons)	9,020	10,726	9,697	23.2%	-15.6%	9,020	9,697	7.5%				
Revenue/ton (Rp 'th)	904	890	833	-7.8%	-6.4%	904	833	-7.8%				
Cement + clinker ASP (Rp 'th)	827	771	762	-7.8%	-1.1%	827	762	-7.8%				

	1Q20	4Q20	1Q21	YoY	QoQ	3M20	3M21	YoY	Cons	% of cons.	Mansek	% of Mansek
Blended COGS/ton (Rp 'th)	619	574	595	-3.8%	3.6%	619	595	-3.8%				
Cash Cost/ton (Rp 'th)	702	627	641	-8.6%	2.4%	702	641	-8.6%				
Delivery Cost/ton (Rp 'th)	117	107	104	-11.1%	-3.1%	117	104	-11.1%				
Sales	8,580	9,547	8,077	-5.9%	-15.4%	8,580	8,077	-5.9%	38,282	21%	39,332	21%
COGS	5,876	5,479	5,770	-1.8%	-6.3%	5,876	5,770	-1.8%				
Gross profit	2,704	4,067	2,307	-14.7%	-31.9%	2,704	2,307	-14.7%	12,582	18%	13,045	18%
Operating expense	1,547	1,498	1,260	-18.6%	-24.0%	1,547	1,260	-18.6%				
Operating profit	1,157	2,569	1,046	-9.5%	-39.4%	1,157	1,046	-9.5%	6,147	17%	6,643	16%
EBITDA	1,811	3,669	1,858	-2.9%	-34.3%	1,811	1,858	-2.9%	9,118	20%	9,016	21%
Int exp	(608)	(563)	(444)	-27.1%	-21.2%	(608)	(444)	-27.1%				
Others and int income	165	16	67	-59.1%	326.5%	165	67	-59.1%				
Pretax profit	713	2,022	670	-6.0%	-43.2%	713	670	-6.0%	4,175	16%	4,055	17%
Net Profit	425	1,133	446	4.9%	-60.6%	425	446	4.9%				
PATMI	446	1,251	450	0.9%	-64.0%	446	450	0.9%	3,147	14%	2,825	16%
Tax rate	-40.4%	-15.5%	-33.4%			-40.4%	-33.4%					
Gross margin	31.5%	35.5%	28.6%	-3.0%	-6.9%	31.5%	28.6%	-3.0%				
Operating margin	13.5%	19.8%	13.0%	-0.5%	-5.1%	13.5%	13.0%	-0.5%				
Net income margin	5.2%	13.1%	5.6%	0.4%	-7.5%	5.2%	5.6%	0.4%				
EBITDA margin	22.2%	31.3%	23.0%	0.7%	-6.6%	22.2%	23.0%	0.7%				

Source: Company, Mandiri Sekuritas

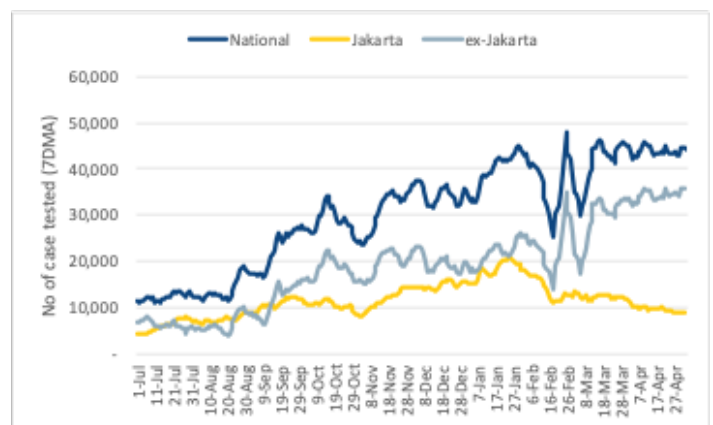
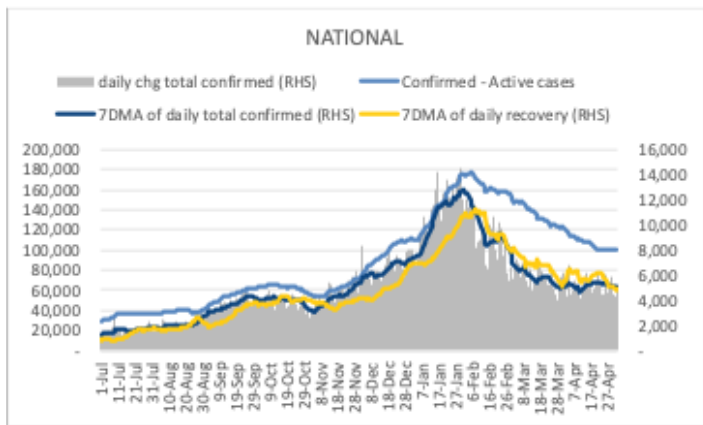
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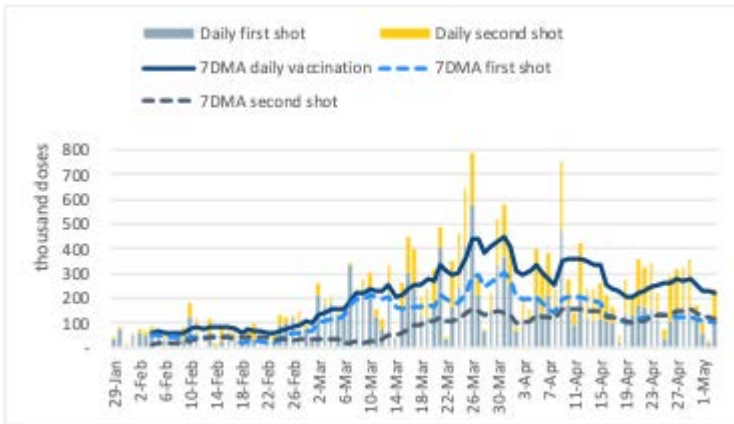
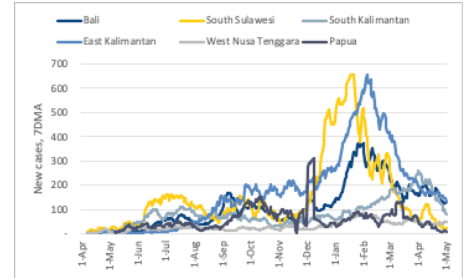
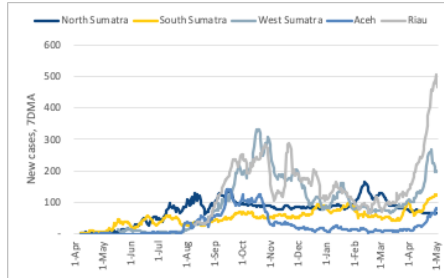
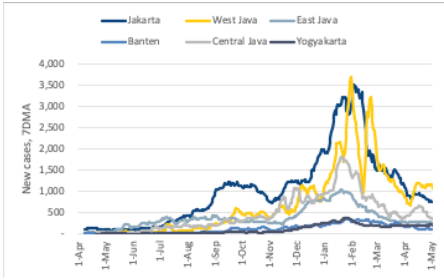
COVID-19 INDONESIA

Daily Covid-19 Update: Data as of 3 May-21

- **Testing:** Daily specimens tested reached 48k, daily people tested reached 36k yesterday.
- **New cases:** Indo recorded 4,730 daily new cases yesterday.
- **Infection rate:** Daily national infection rate reached 13% yesterday (3DMA 12%/7DMA 12%). Jakarta daily infection rate reached 13% (3DMA 10%/7DMA 9%).
- **Epicenters:** West Java (+1292), Jakarta (+757), Central Java (+531), Riau (+341).
- **Vaccine progress:** Total vaccine administered yesterday was 237k doses (7DMA 219k). 12.54mn people (31.09% phase 1 target) have received first shot, 7.83mn people (19.40% phase 1 target) have received second shot.
- **From the news:**
 - Govt found 2 confirmed cases with variant B1.617 (India) in Jakarta and 1 confirmed case with variant B1.351 (South Africa) in Bali.
 - Govt extended PPKM Mikro until 17 May and added 5 more provinces (Riau Islands, Bengkulu, Central Sulawesi, West Papua, SE Sulawesi and West Sulawesi). No changes in activity restriction. PPKM Mikro now covers 30 provinces.



Source: Ministry of Health Indonesia



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Indices and Fund Flows				Currencies and Bonds				Major Commodities			
Indices	Last	Chg (%)	YTD Chg (%)	Currency	Last	Chg (%)	YTD Chg (%)		Last	Chg (%)	YTD Chg (%)
JCI	5,952.6	-0.7	-0.4	Rp/US\$	14,450	+0.06	-2.8	Crude Oil, WTI (US\$/bl)	64.49	+1.4	+32.9
Dow Jones	34,113.2	+0.7	+11.5	US\$/EUR	1.206	+0.37	+1.3	Copper (US\$/mt)	9,825	-0.6	+26.5
Nikkei	28,812.6	-0.8	+5.0	YEN/US\$	109.07	-0.22	-5.3	Nickel (US\$/mt)	17,674	+2.4	+6.4
Hang Seng	28,357.5	-1.3	+4.1	SGD/US\$	1.330	-0.09	-0.6	Gold (US\$/oz)	1,793	+1.3	-5.6
STI	3,184.8	-1.0	+12.0					Tin 3-month (US\$/mt)	28,690	+0.8	+41.2
Ishares indo	21.5	-0.5	-8.1					CPO futures (Ringgit/ton)	4,061	+5.0	+12.8
								Coal (US\$/ton)	92.8	-0.5	+15.3
Foreign Fund Flows (US\$m)	Last	Chg	YTD Chg	Gov. Bond Yield	Last	Chg (bps)	YTD Chg (bps)	Rubber forward (US\$/kg)	225.3	-0.3	+1.3
Equity Flow		+7.4	+610	5Yr	5.65	-0	+44	Soybean oil (US\$/100gallons)	68.31	-0.2	+57.7
Bonds Flow		+21.5	-564	10Yr	6.46	+0	+58	Baltic Dry Index	3,053.0	+2.0	+123.5

Equity Valuation

Code	Rating	Price	Price	% of	Mkt Cap	Net Profit		PER (x)		P/BV (x)		EV/EBITDA (x)		EPS Growth		Div.Yield	
		(Rp)	Target	PT		(Rp Bn)	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
MANSEK universe		5,953	6,850	15.1	4,114,287	236,346	279,493	17.4	14.8	2.1	2.0	13.1	12.1	40.9%	18.3%	2.3%	2.8%
Banking					1,643,686	96,946	114,412	16.9	14.6	2.2	2.0	N.A.	N.A.	50.2%	18.1%	1.5%	2.4%
BBCA	Buy	31,950	38,000	18.9	787,728	30,524	34,015	25.8	23.2	4.2	3.8	N.A.	N.A.	12.5%	11.4%	1.8%	1.9%
BBNI	Buy	5,575	8,000	43.5	103,966	14,210	16,049	7.3	6.5	0.9	0.8	N.A.	N.A.	255.0%	12.9%	1.0%	4.1%
BBRI	Buy	4,010	5,500	37.2	494,427	32,751	39,703	15.1	12.5	2.2	2.0	N.A.	N.A.	71.2%	21.2%	1.2%	3.3%
BBTN	Buy	1,605	2,200	37.1	16,997	2,153	2,660	7.9	6.4	0.8	0.7	N.A.	N.A.	34.4%	23.5%	0.1%	0.0%
BDMN	Buy	2,530	4,100	62.1	24,727	3,538	4,034	6.9	6.0	0.5	0.5	N.A.	N.A.	71.5%	14.0%	2.9%	5.0%
BJBR	Neutral	1,410	1,700	20.6	13,873	1,744	2,023	8.0	6.9	1.1	1.0	N.A.	N.A.	11.3%	16.0%	6.9%	7.1%
BJTM	Buy	805	900	11.8	12,077	1,557	1,810	7.8	6.7	1.1	1.0	N.A.	N.A.	10.0%	16.3%	6.3%	6.5%
BNGA	Buy	995	1,300	30.7	25,006	3,309	4,229	7.6	5.9	0.6	0.5	N.A.	N.A.	44.6%	27.8%	3.7%	5.3%
BNLI	Neutral	2,240	2,900	29.5	103,030	1,170	2,366	62.3	47.8	2.8	3.7	N.A.	N.A.	10.5%	30.4%	0.0%	0.0%
PNBN	Buy	900	1,400	55.6	21,673	3,405	3,829	6.4	5.7	0.6	0.5	N.A.	N.A.	12.9%	12.4%	0.0%	0.0%
BTPS	Buy	3,330	4,500	35.1	25,653	1,597	2,286	16.1	11.2	3.5	2.8	N.A.	N.A.	87.3%	43.1%	0.8%	1.6%
BFIN	Buy	665	475	(28.6)	9,951	841	1,196	11.8	8.3	1.4	1.2	N.A.	N.A.	7.7%	42.3%	2.4%	3.0%
AMOR	Buy	4,120	4,400	6.8	4,578	107	188	42.7	24.4	15.7	15.2	33.3	18.8	28.1%	75.1%	2.2%	3.9%
Construction & materials					183,149	6,093	9,792	30.1	18.7	1.4	1.3	12.3	10.8	N/M	60.7%	0.8%	1.2%
INTP	Buy	12,550	14,500	15.5	46,199	2,003	2,586	23.1	17.9	1.8	1.7	10.9	8.8	19.8%	29.1%	1.3%	1.5%
SMGR	Buy	10,175	11,020	8.3	60,353	2,825	3,387	21.4	17.8	1.7	1.6	9.0	8.2	12.1%	19.9%	1.6%	1.7%
ADHI	Neutral	1,150	1,350	17.4	4,095	261	442	15.7	9.3	0.7	0.6	8.8	7.6	491.0%	69.6%	0.2%	1.3%
PTPP	Neutral	1,205	1,600	32.8	7,471	220	494	34.0	15.1	0.6	0.6	9.0	7.7	87.6%	124.8%	0.5%	0.9%
WIKA	Neutral	1,440	1,800	25.0	12,903	513	743	25.2	17.4	0.9	0.8	8.8	7.7	213.6%	44.8%	0.8%	1.2%
WSKT	Neutral	1,085	1,410	30.0	14,518	-1,957	-1,277	-7.4	-11.4	1.9	2.2	28.2	23.6	44.5%	34.7%	-2.7%	-1.8%
WTON	Buy	296	400	35.1	2,580	201	309	12.8	8.4	0.7	0.7	5.6	4.6	57.2%	53.3%	1.5%	2.3%
WSBP	Neutral	200	240	20.0	5,272	71	227	74.5	23.2	0.8	0.8	15.9	12.3	N/M	220.6%	0.0%	0.7%
JSMR	Buy	4,100	7,040	71.7	29,757	1,957	2,882	15.2	10.3	1.5	1.3	11.8	10.9	251.0%	47.3%	0.4%	1.3%
Consumer staples					769,322	41,130	47,357	18.7	16.2	3.7	3.4	11.8	10.6	-0.9%	15.1%	3.8%	3.9%
ICBP	Buy	8,550	12,050	40.9	99,709	6,319	6,940	15.8	14.4	3.1	2.8	9.4	8.7	5.7%	9.8%	3.0%	3.1%
INDF	Buy	6,475	9,950	53.7	56,850	6,307	6,849	9.0	8.3	1.3	1.2	5.8	5.4	6.5%	8.6%	5.2%	5.5%
MYOR	Buy	2,560	2,600	1.6	57,239	2,190	2,466	26.1	23.2	4.5	4.0	14.9	13.4	-9.2%	12.6%	1.6%	1.4%
UNVR	Buy	5,900	7,150	21.2	225,085	6,871	7,725	32.8	29.1	49.6	42.6	22.9	21.0	-4.1%	12.4%	3.2%	3.1%
GGRM	Buy	35,900	46,550	29.7	69,075	6,337	7,797	10.9	8.9	1.1	1.1	7.4	6.5	-17.1%	23.0%	5.6%	5.6%
HMSP	Buy	1,305	1,750	34.1	151,795	8,189	9,964	18.5	15.2	5.1	4.8	12.7	10.7	-4.6%	21.7%	5.7%	5.5%
KLBF	Buy	1,435	1,900	32.4	67,266	2,842	3,180	23.7	21.2	3.6	3.3	15.8	14.3	4.1%	11.9%	2.1%	2.3%
SIDO	Buy	785	980	24.8	23,550	1,011	1,136	23.3	20.7	7.0	6.7	17.3	15.8	10.9%	12.4%	3.8%	4.2%
MLBI	Buy	8,900	13,250	48.9	18,752	1,063	1,299	17.6	14.4	14.4	12.2	11.3	9.5	656.9%	22.1%	0.7%	5.7%
Healthcare					64,948	1,724	1,756	37.7	37.0	4.5	4.2	15.6	15.0	32.9%	1.8%	1.0%	0.9%
MIKA	Buy	2,690	3,200	19.0	38,323	1,099	1,016	34.9	37.7	6.8	6.1	23.6	26.1	30.6%	-7.6%	0.9%	1.2%
SIL0	Buy	8,075	9,000	11.5	13,128	225	218	58.4	60.3	2.2	2.1	8.6	8.3	93.5%	-3.2%	1.7%	0.5%
HEAL	Buy	4,540	4,000	(11.9)	13,497	400	522	33.8	25.9	4.8	4.1	13.8	11.2	17.8%	30.6%	0.4%	0.4%
Consumer discretionary					24,644	29,486	13.0	10.9	1.5	1.4	8.6	7.6	19.7%	19.6%	2.9%	3.2%	
ACES	Buy	1,480	2,200	48.6	25,382	991	1,153	25.6	22.0	4.3	3.8	17.1	15.0	23.8%	16.4%	0.9%	1.2%
LPPF	Buy	1,675	2,000	19.4	4,399	224	839	19.6	5.2	5.5	2.7	4.9	2.0	N/M	274.6%	0.0%	0.0%
MAPA	Buy	2,340	4,000	70.9	6,670	314	475	21.2	14.1	2.0	1.8	8.5	5.7	N/M	51.1%	0.0%	0.0%
MAPI	Buy	800	1,223	52.8	13,280	550	976	24.1	13.6	2.1	1.9	6.5	4.8	N/M	77.3%	0.0%	0.0%
RALS	Neutral	760	900	18.4	5,393	-41	148	-130.3	36.4	1.5	1.4	72.8	12.4	70.2%	N/M	0.0%	0.0%
ERAA	Buy	590	700	18.6	9,411	771	947	12.2	9.9	1.6	1.4	8.5	7.7	53.3%	22.9%	1.6%	2.0%
ASII	Buy	5,425	6,300	16.1	219,623	18,098	20,591	12.1	10.7	1.3	1.2	8.9	8.3	1.9%	13.8%	3.6%	3.7%
SCMA	Neutral	1,570	2,000	27.4	21,831	1,341	1,515	16.3	14.4	3.6	3.1	11.0	9.6	12.8%	13.0%	2.5%	3.1%
MNCN	Buy	960	2,000	108.3	11,885	2,266	2,639	5.2	4.5	0.8	0.7	3.8	3.2	20.3%	16.5%	2.9%	6.7%
PZZA	Buy	755	750	(0.7)	2,282	130	202	17.6	11.3	1.7	1.5	6.7	5.2	N/M	55.5%	0.0%	2.8%
Commodities					350,479	22,899	26,484	15.3	13.2	1.5	1.4	6.0	5.3	78.5%	15.7%	2.4%	2.7%
UNTR	Buy	20,950	28,500	36.0	78,146	9,476	9,814	8.2	8.0	1.2	1.1	3.0	2.5	57.8%	3.6%	3.6%	3.8%
ADRO*	Buy	1,240	1,750	41.1	39,663	257	282	10.9	9.9	0.7	0.7	3.9	3.3	74.7%	9.9%	3.1%	3.5%
HRUM*	Neutral	4,990	3,000	(39.9)	12,808	10	11	93.0	79.5	2.8	2.7	30.8	26.0	-66.1%	17.1%	0.6%	0.7%
INDY*	Neutral	1,395	1,300	(6.8)	7,268	8	44	64.4	11.6	0.7	0.7	2.6	2.9	N/M	455.4%	0.4%	2.2%

Code	Rating	Price	Price	% of	Mkt Cap	Net Profit		PER (x)		P/BV (x)		EV/EBITDA (x)		EPS Growth		Div.Yield	
		(Rp)	Target	PT		(Rp Bn)	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
ITMG*	Neutral	11,875	15,000	26.3	13,022	93	128	9.9	7.2	1.0	1.0	3.7	2.9	61.3%	38.1%	8.6%	11.9%
PTBA	Buy	2,280	3,000	31.6	26,271	2,647	3,130	9.9	8.3	1.5	1.4	14.0	9.7	10.9%	18.3%	7.6%	8.9%
ANTM	Buy	2,520	3,300	30.9	60,558	2,264	2,270	26.7	26.7	2.5	2.4	14.6	14.0	97.0%	0.3%	1.3%	1.3%
INCO*	Neutral	4,570	3,800	(16.8)	45,409	127	164	25.2	19.6	1.5	1.4	8.2	6.8	53.4%	28.9%	0.0%	0.0%
TINS	Sell	1,720	1,400	(18.6)	12,810	651	706	19.7	18.1	2.2	2.1	10.9	10.3	N/M	8.5%	1.8%	1.9%
MDKA*	Buy	2,490	3,300	32.5	54,525	60	115	63.9	33.3	6.3	5.3	18.9	12.8	1.2%	91.9%	0.0%	0.0%
Property & Industrial Estate					112,309	7,523	8,023	14.9	14.0	0.9	0.9	9.5	9.2	112.6%	6.6%	1.7%	1.7%
ASRI	Buy	194	250	28.9	3,812	485	524	7.9	7.3	0.4	0.4	7.7	7.1	N/M	8.0%	1.0%	1.0%
BSDE	Buy	1,205	1,630	35.3	25,511	956	1,638	26.7	15.6	0.8	0.8	13.2	9.2	27.8%	71.2%	0.0%	0.0%
CTRA	Buy	1,150	1,360	18.3	21,344	1,096	1,111	19.5	19.2	1.3	1.2	10.9	10.9	-17.0%	1.4%	1.0%	0.8%
JRPT	Buy	560	750	33.9	7,700	917	891	8.4	8.6	0.9	0.9	7.3	7.2	-0.9%	-2.8%	3.6%	3.6%
PWON	Buy	540	680	25.9	26,006	2,046	2,320	12.7	11.2	1.6	1.4	9.3	8.2	101.5%	13.4%	1.1%	1.1%
LPKR	Neutral	210	210	0.0	14,824	913	215	16.2	69.0	0.5	0.5	7.3	10.9	N/M	-76.5%	0.5%	0.5%
DMAS	Buy	242	300	24.0	11,664	988	1,158	11.8	10.1	2.0	2.0	11.4	9.5	11.7%	17.2%	8.7%	8.7%
BEST	Neutral	150	130	(13.3)	1,447	122	167	11.9	8.7	0.3	0.3	9.6	8.5	14.2%	37.4%	0.6%	1.0%
Telecom					495,706	30,737	31,524	16.1	15.7	2.9	2.7	6.1	5.7	32.1%	2.6%	3.5%	3.6%
EXCL	Buy	2,060	3,300	60.2	21,938	1,596	2,066	13.7	10.6	1.1	1.0	3.9	3.6	329.5%	29.5%	0.9%	1.6%
TLKM	Buy	3,170	4,200	32.5	314,027	20,506	23,496	15.3	13.4	2.9	2.7	5.5	5.1	7.8%	14.6%	4.8%	4.9%
ISAT	Buy	6,275	7,500	19.5	34,098	3,372	439	10.1	77.6	2.2	2.2	4.7	4.3	N/M	-87.0%	0.0%	0.0%
LINK	Buy	3,880	4,500	16.0	11,009	925	942	12.4	12.2	1.9	1.7	5.6	5.4	0.1%	1.8%	2.5%	2.6%
TBIG	Buy	2,700	2,500	(7.4)	58,404	1,467	1,512	39.8	38.6	9.1	8.0	16.6	15.8	29.9%	3.1%	1.0%	1.0%
TOWR	Buy	1,120	1,500	33.9	56,230	2,872	3,068	19.6	18.3	4.8	4.1	10.6	9.9	12.5%	6.8%	2.1%	2.1%
Transportation					3,278	251	303	13.1	10.8	0.6	0.6	5.3	5.3	N/M	20.6%	1.9%	2.3%
BIRD	Buy	1,310	1,700	29.8	3,278	251	303	13.1	10.8	0.6	0.6	5.3	5.3	N/M	20.6%	1.9%	2.3%
Poultry					141,075	5,574	6,218	25.3	22.7	3.5	3.2	14.1	13.1	86.5%	11.6%	0.9%	1.7%
CPIN	Buy	7,000	6,950	(0.7)	114,786	3,728	4,282	30.8	26.8	4.6	4.2	19.3	17.0	34.3%	14.9%	1.0%	1.6%
JPFA	Buy	2,070	1,700	(17.9)	24,274	1,696	1,714	14.3	14.2	1.9	1.8	7.9	8.0	392.5%	1.1%	0.4%	2.1%
MAIN	Buy	900	700	(22.2)	2,015	150	222	13.4	9.1	0.9	0.9	5.7	4.8	N/M	48.1%	0.0%	1.7%
Oil and Gas					30,181	-1,175	4,138	-25.7	7.3	1.0	0.9	6.0	5.2	-65.2%	N/M	0.0%	4.1%
PGAS*	Buy	1,245	2,200	76.7	30,181	-83	292	-25.7	7.3	1.0	0.9	6.0	5.2	65.5%	N/M	0.0%	4.1%

Note:

- *) net profit in USD mn
- U/R means Under Review
- n/a means Not Available
- N/M means Not Meaningful
- N.A means Not Applicable

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INVESTMENT RATINGS: Indicators of expected total return (price appreciation plus dividend yield) within the 12-month period from the date of the last published report, are: Buy (15% or higher), Neutral (-15% to 15%) and Sell (-15% or lower).

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