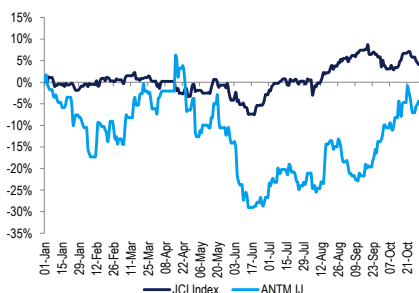


Stock Data

Target price	Rp2,000
Prior TP	Rp1,750
Current price	Rp1,635
Upside/downside	+19%
Shares outstanding (mn)	24,031
Market cap (Rp bn)	35,445
Free float	35%
Avg. 6m daily T/O (Rp bn)	78

Price Performance

	3M	6M	12M
Absolute	-10.9%	-2.6%	-24.4%
Relative to JCI	-14.6%	-5.9%	-34.1%
52w low/high (Rp)	1,210 – 1,995		



Major Shareholders

Mineral Industri Indonesia	65.0%
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3Q24 results: above consensus on robust nickel ore ASP and gold volume

- 9M24 NP stood at Rp2.2tr (-23% yoy) above ours & consensus (80%/87% IPS/consensus) on robust operational performance.
- 3Q24 NP declined by 50% qoq to Rp651bn as forex gain in 2Q24 are reversed in 3Q24; but core NPAT remained at ~Rp1tr (flat qoq).
- Expect nickel ore and gold performance to remain robust in 4Q24F. Upgrade our TP to Rp2,000/share (from Rp1,750/share). Maintain Buy.

3Q24 review: robust nickel ore and gold performance

ANTM reported Rp2.2tr NP in 9M24 (-23% yoy) which came above ours and consensus forecast (80%/87% IPS/consensus) on robust operational performances in 3Q24 particularly from higher nickel ore ASP (+18% qoq) as a result of ore-shortage issue, and robust gold sales volume in 9M24 (+47% yoy; 76% of FY24F target). In 3Q24, revenue grew by +37% qoq to Rp20tr while gross profit also improved by +20% qoq driven by robust nickel ore & gold business performance. Opex slightly increased by +5% qoq to Rp768bn, while below operating line, ANTM reported a forex loss of Rp428bn in 3Q24 as USD/IDR trended lower by end of Sep24. Nevertheless, on core basis, NP stood at Rp1tr (flat qoq) in 3Q24.

Operational: elevated ore premium lifted nickel ore ASP

Nickel ore volume was flattish on qoq basis at 2.3mn wmt in 3Q24, however, its ASP grew significantly by +18% qoq to US\$44/wmt, roughly c.25% higher than nickel ore benchmark price (HPM). Additionally, its gold trading volume also grew significantly to 405koz (+42% qoq) coupled with higher gold ASP of US\$2.7k/oz (+15% qoq) while its net profit margin (excl. head office) grew by 40bps qoq to 6.2%. We estimated that FeNi business dragged ANTM's NP in 3Q24 as nickel's NP contribution declined by -38% qoq despite higher Ni ore ASP, attributed to drop in FeNi volume by 28% qoq in addition to potentially higher cash costs in 3Q24.

WBN: dragged NP in 3Q24, but expect recovery in 4Q24F

WBN associate income also dragged down ANTM's NP in 3Q24 as WBN managed to sold only 1.4mn wmt of nickel ore in 3Q24 vs. 6mn wmt in 2Q24 (-77% qoq) due to limited RKAB quota approval. Thus, we expect recovery in 4Q24F following recent approval of 32mn quota in FY24F/25F/26F, albeit lower than WBN's initial 40-42mn sales target.

Maintain Buy rating with a higher TP of Rp2,000/share

We upgrade our FY24F/25F/26F NP forecast by +10%/+3%/+4% as we are taking into account 9M24 achievement and sustained ore shortage outlook; We re-iterate our Buy rating as we raised our TP to Rp2,000/share (from Rp1,750/share), based on 14x 12-month forward P/E (3-year mean). Downside risks include decline in gold sales volume and lower ore premium.

Financial Summary (US\$ mn)	2022A	2023A	2024F	2025F	2026F
Revenue	45,930	41,048	55,839	54,996	53,162
EBITDA	4,800	4,086	3,687	4,722	4,518
Net profit	3,821	3,078	2,758	3,464	3,336
EPS growth	105%	-19%	-10%	26%	-4%
ROE	16%	10%	9%	11%	11%
PER (x)	9.6	11.9	13.2	10.5	10.9
EV/EBITDA (x)	7.3	7.3	8.8	6.4	6.6
Dividend yield	3%	5%	8%	8%	9%
IPS vs. consensus			109%	113%	93%

Source: Company, Indo Premier

Share price closing as of: 30 October 2024

Fig. 1: 3Q24/9M24 financial summary

ANTM 9M24 result	9M24	9M23	% yoy	3Q24	3Q23	% yoy	2Q24	% qoq	IPS FY24F	% IPS	Cons. FY24F	% Cons.
Revenue	43,201	30,899	40%	20,012	9,238	117%	14,569	37%	55,839	77%	47,641	91%
COGS	39,098	24,801	58%	17,912	7,381	143%	12,816	40%				
Gross profit	4,103	6,098	-33%	2,100	1,857	13%	1,753	20%	5,398	76%	5,988	69%
Operating expenses	2,239	2,752	-19%	768	838	-8%	729	5%				
EBIT	1,864	3,345	-44%	1,331	1,019	31%	1,024	30%	2,158	86%	2,103	89%
Net interest income (expenses)	175	(140)	-225%	57	(61)	-193%	39	47%				
Income from associates/JV	340	723	-53%	(12)	154	-108%	158	-108%				
Other income (expenses)	243	(245)	-199%	(404)	110	-466%	343	-218%				
Pre-tax profit	2,622	3,684	-29%	972	1,222	-20%	1,564	-38%				
Corporate income tax	(393)	(835)	-53%	(255)	(263)	-3%	(262)	-3%				
Minority interests	(28)	(0)	na	(66)	-	na	10	-773%				
Net profit	2,201	2,849	-23%	651	959	-32%	1,312	-50%	2,758	80%	2,520	87%

Source: Bloomberg, Company data, Indo Premier

Fig. 2: 3Q24/9M24 operational summary

ANTM 9M24 operationals	9M24	9M23	% yoy	3Q24	3Q23	% yoy	2Q24	% qoq	IPS FY24F	% IPS
Production										
Gold (k oz)	23.9	29.2	-18%	9.8	10.1	-3%	8.8	11%		
Ferronickel (k ton)	15.2	15.8	-3%	5.1	5.3	-3%	5.4	-6%		
Nickel ore (k w mt)	7,304	10,673	-32%	3,118	3,861	-19%	2,742	14%		
Bauxite ore (k w mt)	638	1,417	-55%	95	566	-83%	390	-76%		
Alumina (k t)	106	115	-8%	43	37	17%	38	14%		
Sales										
Gold (k oz)	918	626	47%	405	191	112%	285	42%	1,185	77%
Ferronickel (k ton)	11.7	14.1	-17%	4.9	3.5	39%	6.8	-28%	17.9	65%
Nickel ore (k w mt)	5,712	9,413	-39%	2,353	3,146	-25%	2,355	0%	8,500	67%
Bauxite ore (k w mt)	97.4	989	-90%	97.4	534	-82%	-	na	-	na
Alumina (k t)	133	108	23%	45	84	-47%	59	-24%	164	81%
ASP										
Gold (US\$/oz)	2,568	1,994	29%	2,752	2,024	36%	2,398	15%	2,400	107%
Ferronickel (US\$/t)	14,689	15,131	-3%	14,137	14,050	1%	-	na	13,500	109%
Nickel ore (US\$/w mt)	41	47	-13%	44	39	11%	37	18%	37	110%
Alumina (US\$/t)	553	566	-2%	575	572	1%	495	16%	651	85%

Source: Bloomberg, Indo Premier

Fig. 3: Old vs New forecast

ANTM Rp bn	New forecast			Forecast change			Consensus			IPS vs Consensus		
	2024F	2025F	2026F	2024F	2025F	2026F	2024F	2025F	2026F	2024F	2025F	2026F
Revenues	59,925	54,996	53,162	7%	0%	0%	47,641	52,076	54,740	126%	106%	97%
Gross profit	6,084	6,678	6,475	13%	3%	3%	5,988	7,457	8,216	102%	90%	79%
Operating profit	2,783	3,383	3,071	29%	6%	7%	2,103	3,068	3,507	132%	110%	88%
EBITDA	4,312	4,921	4,708	17%	4%	4%	3,334	4,394	5,018	129%	112%	94%
NPAT	3,008	3,580	3,484	10%	3%	4%	2,520	3,064	3,602	119%	117%	97%
%y-y												
Revenues	46%	-8%	-3%				16%	9%	5%			
Gross profit	-4%	10%	-3%				-5%	25%	10%			
Operating profit	6%	22%	-9%				-20%	46%	14%			
EBITDA	6%	14%	-4%				-18%	32%	14%			
NPAT	-2%	19%	-3%				-18%	22%	18%			
Gross margin	10.2%	12.1%	12.2%	0.5%	0.4%	na	12.6%	14.3%	15.0%	-2.4%	-2.2%	-2.8%
Operating margin	4.6%	6.2%	5.8%	0.8%	0.4%	na	4.4%	5.9%	6.4%	0.2%	0.3%	-0.6%
EBITDA margin	7.2%	8.9%	8.9%	0.6%	0.4%	na	7.0%	8.4%	9.2%	0.2%	0.5%	-0.3%
NPAT margin	5.0%	6.5%	6.6%	0.1%	0.2%	na	5.3%	5.9%	6.6%	-0.3%	0.6%	0.0%

Source: Bloomberg, Indo Premier

Fig. 4: Operational data assumptions change

Basis		Old			New			Change (%)		
		FY24F	FY25F	FY26F	FY24F	FY25F	FY26F	FY24F	FY25F	FY26F
Sales volume										
FeNi	kt Ni	17.8	20.3	20.8	17.9	20.3	20.8	0%	0%	0%
Nickel ore	mn w mt	9.0	12.0	12.0	8.0	12.0	12.0	-11%	0%	0%
Gold	000 toz	1,135	1,082	1,031	1,185	1,082	1,031	4%	0%	0%
CGA	k ton	164	164	164	164	164	164	0%	0%	0%
Silver	000 toz	270	245	235	270	245	235	0%	0%	0%
Bauxite ore	mn w mt	0.0	1.8	1.8	0.0	1.8	1.8	0%	0%	0%
Average selling price (ASP)										
FeNi	US\$/ton	13,500	13,250	13,250	13,500	13,250	13,250	0%	0%	0%
Nickel ore	US\$/w mt	35.0	37.0	37.0	42.0	37.0	37.0	20%	0%	0%
Gold	US\$/oz	1,135	1,082	1,031	1,185	1,082	1,031	4%	0%	0%
CGA	US\$/ton	651	651	651	651	651	651	0%	0%	0%
Silver	US\$/oz	21.6	22.0	22.0	21.6	22.0	22.0	0%	0%	0%
Bauxite ore	US\$/w mt	24.2	24.2	24.2	24.2	24.2	24.2	0%	0%	0%

Source: Bloomberg, Indo Premier

Fig. 5: Peers comparison table

Ticker	Company	Rating	Target price (Rp/share)	P/E			EV/EBITDA			Dividend yield (%)		
				24F	25F	26F	24F	25F	26F	24F	25F	26F
ADMR IJ	Adaro Minerals Indonesia	Buy	1,650	8.5	8.2	6.5	7.2	8.0	7.2	N/A	N/A	N/A
ANTM IJ	Aneka Tambang	Buy	1,750	13.3	10.3	10.7	9.0	6.1	6.4	8.7%	7.5%	9.7%
HRUM IJ	Harum Energy	Buy	1,450	8.9	9.0	6.9	5.2	6.2	4.2	N/A	N/A	N/A
INCO IJ	Vale Indonesia	Buy	5,850	28.2	26.3	38.5	6.1	6.8	7.3	N/A	N/A	N/A
MBMA IJ	Merdeka Battery Materials	Buy	700	53.7	22.2	16.2	18.4	10.5	8.2	N/A	N/A	N/A
MDKA IJ	Merdeka Copper Gold	Buy	3,100	N/A	195.7	79.7	12.6	9.3	7.7	N/A	N/A	N/A
NCKL IJ	Trimegah Bangun Persada	Buy	1,100	10.3	7.8	6.9	7.3	5.5	4.9	2.9%	2.9%	3.8%

Source: Bloomberg, Indo Premier

Income Statement (US\$ mn)	2022A	2023A	2024F	2025F	2026F
Net revenue	45,930	41,048	55,839	54,996	53,162
Cost of sales	(37,720)	(34,733)	(50,441)	(48,517)	(46,877)
Gross profit	8,211	6,315	5,398	6,479	6,285
SG&A Expenses	(4,269)	(3,698)	(3,241)	(3,295)	(3,403)
Operating profit	3,942	2,617	2,158	3,184	2,882
Net interest	(296)	(43)	300	289	364
Income from associates	931	947	702	769	814
Others	638	334	100	0	0
Pre-tax income	5,215	3,854	3,260	4,242	4,060
Income tax	(1,394)	(777)	(502)	(779)	(724)
Minority interest	(0)	(0)	0	0	0
Net income	3,821	3,078	2,758	3,464	3,336

Balance Sheet (US\$ mn)	2022A	2023A	2024F	2025F	2026F
Cash & equivalent	4,476	9,209	6,258	8,556	8,695
Receivable	1,833	1,094	1,489	1,466	1,417
Inventory	2,906	3,470	5,040	4,847	4,683
Other current assets	2,480	6,291	6,271	6,271	6,271
Total current assets	11,695	20,065	19,056	21,140	21,067
Fixed assets	16,472	16,183	15,914	15,636	15,262
Other non-current assets	5,471	6,604	7,866	8,117	8,330
Total non-current assets	21,942	22,787	23,779	23,753	23,592
Total assets	33,637	42,851	42,836	44,893	44,659

ST loans	189	1,002	500	500	500
Payable	1,302	1,550	2,250	2,165	2,091
Other payables	0	0	0	0	0
Current portion of LT loans	0	0	0	0	0
Other current liabilities	4,481	6,025	3,771	5,088	4,932
Total current liab.	5,972	8,576	6,521	7,753	7,523
Long term loans	2,082	881	1,506	1,506	1,506
Other LT liab.	1,871	2,228	3,963	4,083	4,206
Total non-current liabilities	3,954	3,109	5,469	5,589	5,712
Total liabilities	9,925	11,686	11,990	13,341	13,235

Equity	6,338	12,099	12,099	12,099	12,099
Retained earnings	13,143	14,390	14,070	14,776	14,648
Minority interest	4,232	4,677	4,677	4,677	4,677
Total SHE + minority int.	23,712	31,166	30,846	31,552	31,424
Total liabilities & equity	33,637	42,851	42,836	44,893	44,659

Source: Company, Indo Premier

Cash Flow Statement (US\$ mn)	2022A	2023A	2024F	2025F	2026F
Net income	3,517	3,410	2,005	3,739	3,353
Depr. & amortization	858	1,469	1,489	1,497	1,593
Changes in working capital	167	(2,118)	(2,796)	1,193	13
Others	0	0	0	0	0
Cash flow from operating	4,542	2,761	698	6,429	4,959
Capital expenditure	(432)	(1,297)	(1,162)	(1,162)	(1,162)
Others	(916)	(600)	1,092	(211)	(194)
Cash flow from investing	(1,348)	(1,897)	(69)	(1,373)	(1,356)
Loans	(2,860)	(507)	(502)	0	0
Equity	4	6,206	0	0	0
Dividends	(931)	(1,910)	(3,078)	(2,758)	(3,464)
Others	0	0	0	0	0
Cash flow from financing	(3,787)	3,789	(3,580)	(2,758)	(3,464)
Changes in cash	(594)	4,652	(2,951)	2,298	139

Key Ratios	2022A	2023A	2024F	2025F	2026F
Gross margin	18%	15%	10%	12%	12%
Operating margin	9%	6%	4%	6%	5%
Pre-tax margin	11%	9%	6%	8%	8%
Net margin	8%	7%	5%	6%	6%
ROA	11%	7%	6%	8%	7%
ROE	16%	10%	9%	11%	11%
Acct. receivables TO (days)	25.1	37.5	37.5	37.5	37.5
Inventory TO (days)	13.0	10.0	10.0	10.0	10.0
Payable TO (days)	29.0	22.4	22.4	22.4	22.4
Debt to equity	0.1	0.1	0.1	0.1	0.1
Interest coverage ratio (x)	10.3	12.2	10.6	16.9	15.3
Net gearing	(0.1)	(0.2)	(0.1)	(0.2)	(0.2)

Source: Company, Indo Premier