

MSCI Indonesia Feb26 preview: no exclusion, BUMI likely to be included

- We think BUMI has the highest likelihood for an inclusion to MSCI standard cap index during Feb26 index review.
- While FILM may have fulfilled minimal price cutoff, inclusion to standard index could be postponed due to >1 day suspension.
- PTRO is another candidate that could be included; Additionally, at current price level, there won't be any exclusion from standard index.

BUMI: current market cap already above threshold

We think BUMI has one of the highest likelihood for an inclusion to MSCI Standard Cap index during Feb26 index review with Rp315/share as the minimum threshold (current price: Rp326/share) for an inclusion, as per our estimates. Note that BUMI is already a member of MSCI's IMI (Investible Market Indexes) and currently is a member of MSCI Small Cap index. We also checked that: despite share price doubling mom (+117%), it is still compliant to MSCI extreme price increase rule, unless BUMI share price went above >Rp700/share by late Jan26 (review period).

PTRO: another 15-20% increase shall trigger an inclusion

Aside from BUMI, we think PTRO has the second highest chance for an inclusion to MSCI standard-cap index as it only requires its share price to increase by ~15-20% from current price level (Fig. 1). Similar to BUMI, PTRO is also a member of MSCI Small Cap Indonesia Index. MSCI has also updated PTRO's free-float to 30% at the latest index review, from previously 25%, which lead to a lower price cut-off of Rp11-12k/share (vs. Rp13-14k/share initially).

FILM: inclusion could be postponed due to Watchlist Board criteria

While FILM share price has been trading above market-cap and free-float market cap threshold, based on our estimates, we think its inclusion to MSCI standard-cap index could be postponed by at least another quarter (eligible by May26 review), given that FILM has already been suspended by more than a day (starting 8 December 2025). Based on MSCI methodology, MSCI will not allow any size segment migration (from small to standard-cap) or inclusion, if the shares are under Watchlist Board Criteria 10 (more than 1 day share suspension), starting from previous index review price cut-off date (13 October 2025) until three business days before current index review effective date (2 March 2026).

Likely no exclusion from Indonesia standard-cap at current price level

At current price level, we do not expect any exclusion from MSCI Indonesia standard cap index, with **INDF** and **CPIN** having the lowest weighting in the index at the moment (around 1.5-2% weighting each). However, exclusion may happen shall INDF share price to decline by at least another ~20%, while CPIN has more buffer in our view, as it requires 30-40% decline from current share price for an exclusion. Another notable stock to monitor is **IMPC**, in our view, as an update to its free-float (at least to 15%), shall enable inclusion at around Rp4.1-4.2k/share (vs. Rp3.7k/share currently).

Ryan Winipta

PT Indo Premier Sekuritas
ryan.winipta@ipc.co.id
+62 21 5088 7168 ext.718

Reggie Parengkuan

PT Indo Premier Sekuritas
reggie.parengkuan@ipc.co.id
+62 21 5088 7168 ext.714

Fig. 1: MSCI Feb25 preview, in the order of its likelihood

Feb26 Index Preview	Estimated free-float (%)	Current share price (Rp/share)	Share price required (Rp/share)	% increase/decline needed	Notes
Potential inclusion					
BUMI	30%	326	315	Already above	
PTRO	30%	10,025	11,580	16%	
FILM	35%	11,000	9,195	Already above	Might be ineligible due to Watchlist Board Criteria 10 rule
Exclusion candidate					
INDF	50%	6,900	5,320	-23%	
CPIN	45%	4,610	3,165	-31%	

Source: MSCI, Company data, Indo Premier

ANALYSTS CERTIFICATION

The views expressed in this research report accurately reflect the analyst's personal views about any and all of the subject securities or issuers; and no part of the research analyst's compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in the report.

DISCLAIMERS

This research is based on information obtained from sources believed to be reliable, but we do not make any representation or warranty nor accept any responsibility or liability as to its accuracy, completeness or correctness. Opinions expressed are subject to change without notice. This document is prepared for general circulation. Any recommendations contained in this document do not have any regard to the specific investment objectives, financial situation and the particular needs of any specific addressee. This document is not and should not be construed as an offer or a solicitation of an offer to purchase or subscribe or sell any securities. PT Indo Premier Sekuritas or its affiliates may seek or will seek investment banking or other business relationships with the companies in this report.

Certain information contained herein (the "Information") is sourced from/copyright of MSCI Inc., MSCI ESG Research LLC, or their affiliates ("MSCI"), or information providers (together the "MSCI Parties") and may have been used to calculate scores, signals, or other indicators. The Information is for internal use only and may not be reproduced or disseminated in whole or part without prior written permission. The Information may not be used for, nor does it constitute, an offer to buy or sell, or a promotion or recommendation of, any security, financial instrument or product, trading strategy, or index, nor should it be taken as an indication or guarantee of any future performance. Some funds may be based on or linked to MSCI indexes, and MSCI may be compensated based on the fund's assets under management or other measures. MSCI has established an information barrier between index research and certain Information. None of the Information in and of itself can be used to determine which securities to buy or sell or when to buy or sell them. The Information is provided "as is" and the user assumes the entire risk of any use it may make or permit to be made of the Information. No MSCI Party warrants or guarantees the originality, accuracy and/or completeness of the Information and each expressly disclaims all express or implied warranties. No MSCI Party shall have any liability for any errors or omissions in connection with any Information herein, or any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.