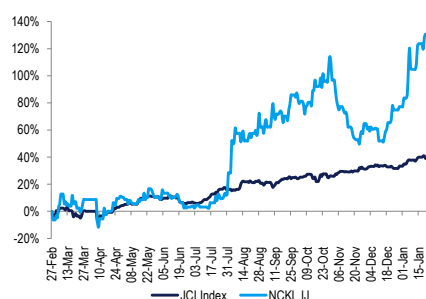


Stock Data

Target price	Rp2,100
Prior TP	Rp1,500
Current price	Rp1,540
Upside/downside	+36%
Shares outstanding (mn)	63,099
Market cap (Rp bn)	97,172
Free float	18%
Avg. 6m daily T/O (Rp bn)	136

Price Performance

	3M	6M	12M
Absolute	54.0%	40.6%	142.5%
Relative to JCI	57.6%	37.1%	115.5%
52w low/high (Rp)	560 – 1,545		



Major Shareholders

Harita Jayaraya	86.5%
-----------------	-------

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

Attractive earnings growth with upside from valuation re-rating

- We think NCKL is poised for a valuation re-rating, supported by potentially massive NP growth in FY26F (+64% yoy) to ~Rp15tr.
- NPI price has gone up by +19% YTD, while MHP margin expanded to above ~US\$10k/t (from US\$6k/t on average) driven by better pricing.
- We expect nickel price to at least sustain throughout FY26F with higher price acting as further upside. Upgrade our TP to Rp2.1k/share.

Attractive earnings growth potential, driven by higher ASP

We think NCKL shall be able to record +64% NP growth in FY26F, mainly driven by higher ASP on their RKEF, as NPI has been up by +19% YTD to ~US\$13-14k/t level. Meanwhile, on the associate income level (i.e. HPL & ONC), HPAL margin is set to expand further, driven by higher cobalt price (+6% YTD), which shall translate into lower HPAL cash costs – as cobalt credit would act as reduction to cash costs, in addition to higher MHP price (+9% YTD) and NiSO₄ price (+17% YTD). Our channel-check has indicated that HPAL margin has already went above ~US\$10k/t, despite the recent rise in sulphur price, while NPI margin stood around US\$2.5k/t in Jan26 (double vs. 4Q25), which shall bode well for NCKL’s RKEF & HPAL as well.

Further upside: dividend payout & higher ASP

One of the primary upside to our NP forecasts would be higher ASP, as every 1% positive change in our FeNi/MHP/NiSO₄ assumptions, NCKL’s net profit rose by +1.8%/+0.5%/+0.3%, respectively. In terms of dividend, based on FY25F NP, 30% dividend payout ratio (DPR) shall translate into c.3% dividend yield. We think there could be further upside in DPR, as the plan for KPS Phase 3 (addl. FeNi 60ktpa capacity) is yet to be firm, in which capex would only be in the form of maintenance capex, enabling ample cash balance for dividend. Note that 30% DPR based on our FY26F earnings estimate should translate to c.5% yield at current share price.

Primary downside risk is lower RKAB quota approval

Biggest downside risk for NCKL would be lower RKAB quota approval. Based on recent RKAB approval that have been obtained by other miners, integrated smelters have less likelihood to get its quota cut. Additionally, ore shortage & higher premium could act as additional risk given that NCKL still purchase ~30% of its required saprolite from 3rd party

Maintain Buy rating with higher TP of Rp2,100/share

We upgrade FY26F/27F NP forecast by +55%/59% as we set higher nickel ASP assumptions (Fig. 2), respectively. We think NCKL shall trade at least to FY26F 9x P/E, vs. peers 11-26x P/E. We raised our TP to Rp2.1k/share (from Rp1.5k/share) based on FY26F 9x target P/E as we expect NCKL P/E to re-rate from 6.5x currently due to strong earnings growth profile.

Financial Summary (Rp bn)	2023A	2024A	2025F	2026F	2027F
Revenue	23,858	26,965	27,710	29,747	31,329
EBITDA	8,113	8,592	10,490	12,449	12,832
Net profit	5,619	6,380	9,065	14,882	15,310
EPS growth	20%	14%	42%	64%	3%
ROE	24%	21%	24%	30%	25%
PER (x)	17.3	15.2	10.7	6.5	6.3
EV/EBITDA (x)	12.6	11.8	9.2	7.1	6.5
Dividend yield	1%	2%	2%	3%	5%
IPS vs. consensus			108%	143%	133%

Source: Company, Indo Premier

Share price closing as of: 27 February 2026

Fig. 1: Old vs New forecast

NCKL (Rp bn)	New forecast			Forecast change			Consensus			IPS vs. Consensus		
	2025F	2026F	2027F	2025F	2026F	2027F	2025F	2026F	2027F	2025F	2026F	2027F
Revenues	27,710	29,747	31,329	-2%	3%	8%	29,473	34,639	36,491	94%	86%	86%
Gross profit	10,004	11,958	12,338	3%	14%	16%	9,528	11,944	12,568	105%	100%	98%
Operating profit	8,684	10,573	10,886	5%	17%	19%	8,091	10,025	10,699	107%	105%	102%
EBITDA	10,490	12,449	12,832	4%	14%	16%	9,645	12,061	11,984	109%	103%	107%
NPAT	9,065	14,837	15,310	0%	55%	59%	8,404	10,433	11,547	108%	142%	133%
%y-y												
Revenues	190%	7%	5%				208%	18%	5%			
Gross profit	114%	20%	3%				104%	25%	5%			
Operating profit	129%	22%	3%				114%	24%	7%			
EBITDA	141%	19%	3%				121%	25%	-1%			
NPAT	61%	64%	3%				80%	24%	11%			
Gross margin	36.1%	40.2%	39.4%	1.7%	3.7%	na				36.1%	40.2%	39.4%
Operating margin	31.3%	35.5%	34.7%	1.9%	4.1%	na				31.3%	35.5%	34.7%
EBITDA margin	37.9%	41.8%	41.0%	2.0%	3.9%	na				37.9%	41.8%	41.0%
NPAT margin	32.7%	49.9%	48.9%	0.6%	16.5%	na				32.7%	49.9%	48.9%

Source: Bloomberg, Company Data, Indo Premier

Fig. 2: Key operational assumptions

Key assumptions	Old			New			Change (%)		
	FY25F	FY26F	FY27F	FY25F	FY26F	FY27F	FY25F	FY26F	FY27F
HJF + ONC									
Sales volume (ton)	125,000	127,000	127,000	125,000	115,000	125,000	0%	-9%	-2%
ASP (US\$/t)	11,800	11,900	11,900	11,800	13,000	13,000	0%	9%	9%
Cash costs (US\$/t)	8,500	8,500	8,500	8,300	8,700	8,700	-2%	2%	2%
HPL - HPAL									
MHP									
Sales volume (ton)	38,500	38,500	38,500	13,000	13,000	13,000	-66%	-66%	-66%
ASP (US\$/t)	13,100	13,500	13,500	13,100	14,500	14,500	0%	7%	7%
Cash costs (US\$/t)	7,000	7,000	7,000	7,000	7,000	7,000	0%	0%	0%
Cash costs (US\$/t), net byp.	5,680	5,680	5,680	5,680	5,000	5,000	0%	-12%	-12%
Nickel sulphate (NISO4)									
Sales volume (ton)	16,500	16,500	16,500	42,000	42,000	42,000	155%	155%	155%
ASP (US\$/t)	14,000	14,500	14,500	13,600	14,500	14,500	-3%	0%	0%
Cash costs (US\$/t)	8,180	8,180	8,180	8,800	10,000	10,000	8%	22%	22%

Source: Bloomberg, Company Data, Indo Premier

Fig. 3: Peers valuation table

Ticker	Company	Rating	Target price (Rp/share)	P/E			EV/EBITDA			Dividend yield (%)		
				25F	26F	27F	25F	26F	27F	25F	26F	27F
ANTM IJ	Aneka Tambang	Buy	3,900	14.8	12.8	13.6	9.5	8.6	9.0	3.5%	5.1%	5.9%
HRUM IJ	Harum Energy	Buy	1,050	12.0	10.8	8.4	5.5	3.9	1.7	N/A	N/A	N/A
INCO IJ	Vale Indonesia	Buy	5,200	58.8	26.3	12.0	17.3	10.7	6.4	N/A	N/A	N/A
MBMA IJ	Merdeka Battery Materials	Buy	560	106.4	24.4	14.4	21.4	9.9	6.8	N/A	N/A	N/A
MDKA IJ	Merdeka Copper Gold	Buy	2,400	N/A	N/A	96.6	18.4	11.1	8.3	N/A	N/A	N/A
EMAS IJ	Merdeka Gold Resources	Buy	5,300	33.5	16.2	6.5	21.7	11.6	5.1	N/A	N/A	N/A
NCKL IJ	Trimegah Bangun Persada	Buy	1,100	10.7	6.5	6.3	9.2	7.1	6.5	2.0%	2.8%	4.6%

Source: Bloomberg, Company Data, Indo Premier; IPS forecast for metal miners under our coverage, Bloomberg forecast for non-rated.

Income Statement (Rp bn)	2023A	2024A	2025F	2026F	2027F
Net revenue	23,858	26,965	27,710	29,747	31,329
Cost of sales	(15,582)	(18,518)	(17,706)	(17,790)	(18,990)
Gross profit	8,276	8,447	10,004	11,958	12,338
SG&A Expenses	(1,446)	(1,590)	(1,320)	(1,384)	(1,452)
Operating profit	6,830	6,857	8,684	10,573	10,886
Net interest	(427)	(508)	(443)	(231)	(113)
Income from associates	1,578	2,013	4,451	8,885	9,253
Others	194	309	(48)	0	0
Pre-tax income	8,175	8,671	12,644	19,228	20,026
Income tax	(1,107)	(958)	(1,070)	(1,624)	(1,733)
Minority interest	(1,449)	(1,333)	(2,509)	(2,722)	(2,984)
Net income	5,619	6,380	9,065	14,882	15,310

Balance Sheet (Rp bn)	2023A	2024A	2025F	2026F	2027F
Cash & equivalent	3,935	6,486	11,009	18,385	22,578
Receivable	1,243	1,541	1,584	1,701	1,791
Inventory	5,504	5,158	4,932	4,955	5,290
Other current assets	1,078	279	279	279	279
Total current assets	11,759	13,465	17,804	25,319	29,938
Fixed assets	22,350	22,533	21,878	21,152	20,357
Other non-current assets	11,180	16,256	18,772	23,165	29,922
Total non-current assets	33,530	38,789	40,650	44,317	50,278
Total assets	45,289	52,254	58,453	69,636	80,216
ST loans	432	0	0	0	0
Payable	5,477	3,535	3,380	3,396	3,625
Other payables	0	0	0	0	0
Current portion of LT loans	1,371	1,679	0	0	0
Other current liabilities	2,026	640	640	640	640
Total current liab.	9,306	5,854	4,020	4,036	4,265
Long term loans	6,781	9,130	10,000	9,000	8,500
Other LT liab.	809	816	828	833	838
Total non-current liabilities	7,591	9,946	10,828	9,833	9,338
Total liabilities	16,897	15,800	14,848	13,869	13,603
Equity	16,677	16,677	16,677	16,677	16,677
Retained earnings	5,838	12,074	19,225	31,387	42,233
Minority interest	5,876	7,703	7,703	7,703	7,703
Total SHE + minority int.	28,392	36,454	43,606	55,768	66,613
Total liabilities & equity	45,289	52,254	58,453	69,636	80,216

Source: Company, Indo Premier

Cash Flow Statement (Rp bn)	2023A	2024A	2025F	2026F	2027F
Net income	5,936	6,181	9,065	14,882	15,310
Depr. & amortization	1,283	1,735	1,805	1,876	1,946
Changes in working capital	(4,083)	(2,303)	29	(124)	(196)
Others	0	0	0	0	0
Cash flow from operating	3,137	5,613	10,899	16,633	17,060
Capital expenditure	(2,965)	(1,919)	(1,150)	(1,150)	(1,150)
Others	(3,383)	(3,516)	(2,516)	(4,393)	(6,757)
Cash flow from investing	(6,348)	(5,434)	(3,666)	(5,543)	(7,907)
Loans	(2,672)	2,232	(797)	(995)	(495)
Equity	9,942	1,827	0	0	0
Dividends	(1,400)	(1,686)	(1,914)	(2,720)	(4,464)
Others	0	0	0	0	0
Cash flow from financing	5,869	2,373	(2,711)	(3,715)	(4,959)
Changes in cash	2,658	2,552	4,523	7,376	4,193

Key Ratios	2023A	2024A	2025F	2026F	2027F
Gross margin	35%	31%	36%	40%	39%
Operating margin	29%	25%	31%	36%	35%
Pre-tax margin	34%	32%	46%	65%	64%
Net margin	24%	24%	33%	50%	49%
ROA	12%	12%	16%	21%	19%
ROE	24%	21%	24%	30%	25%
Acct. receivables TO (days)	19.2	17.5	17.5	17.5	17.5
Inventory TO (days)	2.8	3.6	3.6	3.6	3.6
Payable TO (days)	2.8	5.2	5.2	5.2	5.2
Debt to equity	0.4	0.4	0.3	0.2	0.1
Interest coverage ratio (x)	13.7	11.4	15.8	20.7	22.6
Net gearing	0.2	0.1	(0.0)	(0.2)	(0.2)

Source: Company, Indo Premier

INVESTMENT RATINGS

BUY	: Expected total return of 10% or more within a 12-month period
HOLD	: Expected total return between -10% and 10% within a 12-month period
SELL	: Expected total return of -10% or worse within a 12-month period

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.