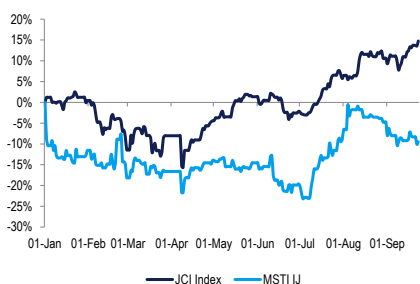


Stock Data

Target price	Rp2,000
Prior TP	Rp2,000
Current price	1,430
Upside/downside	+39.9%
Shares outstanding (mn)	3,139.4
Market cap (Rp bn)	4,489
Free float	15%
Avg. 6m daily T/O (Rp bn)	5

Price Performance

	3M	6M	12M
Absolute	-12.0	0.7	-8.3
Relative to JCI	-18.6	-17.1	-26.2
52w low/high (Rp)	1,295-1,685		



Major Shareholders

Wijaya, Jupri	28.8%
Anthony, Eddy	28.8%
Gunawan, Joko	27.5%

Belva Monica

PT Indo Premier Sekuritas
belva.monica@ipc.co.id
 +62 21 5088 7168 ext. 716

Aurelia Barus

PT Indo Premier Sekuritas
aurelia.barus@ipc.co.id
 +62 21 5088 7168 ext. 719

Rosier growth outlook in FY26F

- We cut our core NP estimate by 5% for FY25F mainly due to delayed SOE contract disbursements.
- We estimate 10% yoy contract growth in FY26F, with stronger core NP growth of 14% yoy, supported by spillover revenue from FY25F.
- We fine tune our core NP estimates in FY26-27F by 1-2%; growth and dividend payout outlook remains intact. Maintain BUY.

Delay in SOE contracts disbursement led to lower growth in FY25F

Based on our latest discussion, the company expects delays in FY25F revenue recognition as several major contracts were shifted to Oct–Nov25 following mid-year SOE board changes. With 3–6-month execution period, completion by Dec25 is unlikely, in our view and as such, we estimate a Rp1.8tr revenue spillover into FY26F. This lowers our FY25F burn-rate estimate to 76% (from 78%), resulting in 5% lower revenue at Rp5.6tr (+4% yoy) and 5% lower core NP at Rp554bn (+4% yoy). This implies 4Q25F core NP of Rp245bn (117% qoq/13% yoy).

A more conservative growth outlook for FY26F

For FY26F, the company now guides for more conservative contract and revenue growth of 10%. We revise our contract-growth assumptions to 10% yoy in FY26–27F (from 11–12%, previously), reflecting softer oil & gas demand, while maintaining burn-rate assumption at 78%. This supports a higher FY26F revenue growth of 13% yoy, aided by spillover revenue from delayed FY25F SOE projects.

Lower costs shall provide some buffer to earnings

Despite lower top-line estimates in FY26–27F (-2% to -3%), core NP cuts are smaller at -1 to -2%, supported by: 1) lower capex assumptions (-29% to -30%) due to softer oil & gas demand; and 2) lower opex assumptions (-5% to -8%) amid smaller than expected additional headcount in 9M25.

Maintain our BUY call with an unchanged TP of Rp2,000/sh

We retain our BUY call on MSTI with an unchanged TP of Rp2,000, based on 10x FY26F PE. We expect dividend payout ratios in FY26–27F to be at 70% p.a., implying 8–10% yield to the last closing price. Upside risks include stronger-than-expected demand i.e. ISAT (BUY, TP Rp2,200) rolls out the GB200 chip in FY26F or if there is meaningful progress on the National AI Roadmap that boosts demand for data centers and AI infrastructure. Potential downside risks include lower-than-expected contracts, weaker revenue delivery, and higher costs.

Financial Summary (Rp bn)	2023A	2024A	2025F	2026F	2027F
Revenue	4,201	5,362	5,578	6,292	6,838
Gross margin	21%	18%	18%	18%	18%
EBITDA	641	701	739	841	918
EBITDA growth	9%	9%	5%	14%	9%
Core net profit	446	532	554	633	690
Core EPS	142.2	169.5	176.5	201.7	219.9
Core EPS growth		19%	4%	14%	9%
ROE	22.9%	24.6%	23.6%	24.4%	24.3%
PER (x)	10.1	8.4	8.1	7.1	6.5
Dividend yield	7.8%	7.0%	8.3%	8.6%	9.9%
Forecast change			-5%	-1%	-2%
IPS vs. consensus			99%	103%	103%

Source: Company, Indo Premier

Share price closing as of: 24 November 2025

Fig. 1: Forecast changes

In Rp bn, unless otherwise stated	Previous			Current			Changes		
	FY25F	FY26F	FY27F	FY25F	FY26F	FY27F	FY25F	FY26F	FY27F
Profit & Loss									
Revenue	5,844	6,420	7,078	5,578	6,292	6,838	-5%	-2%	-3%
Cost of revenues	(4,782)	(5,253)	(5,792)	(4,565)	(5,149)	(5,596)	-5%	-2%	-3%
Gross profit	1,062	1,167	1,286	1,013	1,143	1,242	-5%	-2%	-3%
Operating expense	(351)	(389)	(432)	(334)	(367)	(397)	-5%	-6%	-8%
EBIT	711	778	854	679	776	845	-5%	0%	-1%
EBITDA	775	855	947	739	841	918	-5%	-2%	-3%
Other income/(expense)	38	43	48	31	36	40	-17%	-16%	-16%
Pre-tax profit	749	821	902	710	812	885	-5%	-1%	-2%
Taxes	(165)	(181)	(198)	(156)	(179)	(195)	-5%	-1%	-2%
Net profit	584	640	704	554	633	690	-5%	-1%	-2%
Core profit	584	640	704	554	633	690	-5%	-1%	-2%
EPS	186	204	224	176	202	220	-5%	-1%	-2%
Core EPS (Rp)	186	204	224	176	202	220	-5%	-1%	-2%
Annual growth, %									
Revenue	9%	10%	10%	4%	13%	9%			
Gross profit	10%	10%	10%	5%	13%	9%			
EBIT	10%	9%	10%	5%	14%	9%			
EBITDA	10%	10%	11%	5%	14%	9%			
Net profit	10%	10%	10%	4%	14%	9%			
Core net profit	10%	10%	10%	4%	14%	9%			
EPS	10%	10%	10%	4%	14%	9%			
Core EPS (Rp)	10%	10%	10%	4%	14%	9%			
Profitability, %									
Gross profit margin	18%	18%	18%	18%	18%	18%			
EBIT margin	12%	12%	12%	12%	12%	12%			
EBITDA margin	13%	13%	13%	13%	13%	13%			
Net profit margin	10%	10%	10%	10%	10%	10%			
Core net profit margin	10%	10%	10%	10%	10%	10%			
Operational data									
	Previous			Current			Changes		
	FY25F	FY26F	FY27F	FY25F	FY26F	FY27F	FY25F	FY26F	FY27F
Contracts									
Order booked (Rp bn)	5,840	6,540	7,260	5,735	6,309	6,940	-2%	-4%	-4%
growth, yoy	12%	12%	11%	10%	10%	10%			
Burn rate	78%	78%	78%	76%	78%	78%	-3%	-1%	-1%

Source: Company report, Indo Premier

Fig. 2: Our TP is Rp2,000 (rounded from Rp2,017/sh) based on 10x PE FY26F

P/E valuation	FY26F
P/E	10
EPS	202
Target price (Rp)	2,017
Current price (Rp)	1,430
Upside	41%

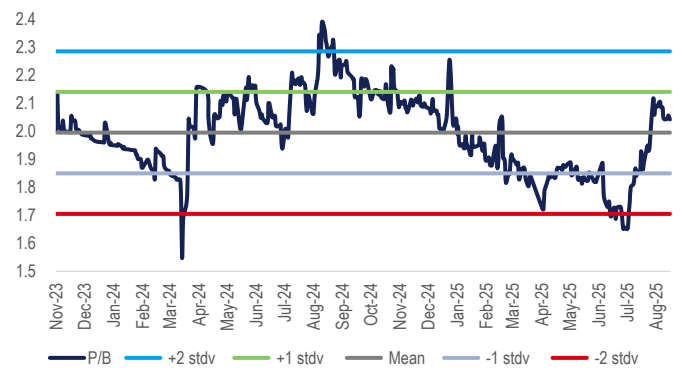
Source: Indo Premier

Fig. 3: MSTI IJ forward P/E



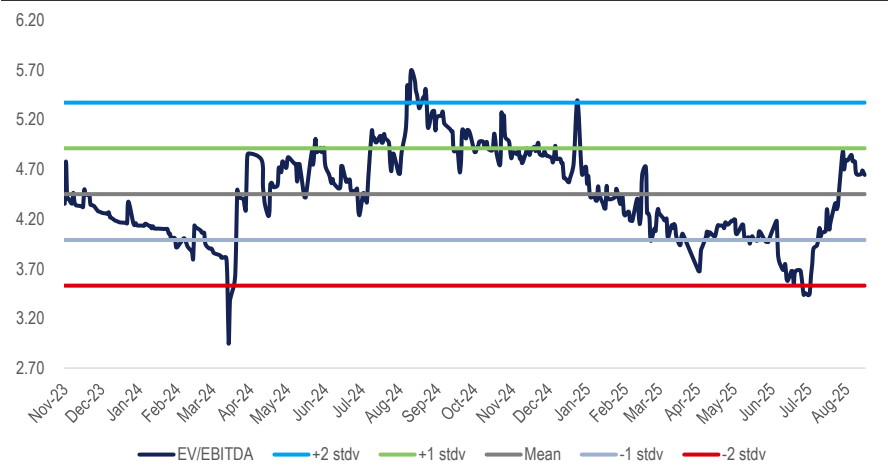
Source: Company, Indo Premier

Fig. 4: MSTI IJ forward P/B



Source: Company, Indo Premier

Fig. 5: MSTI IJ forward EV/EBITDA



Source: Indo Premier

Income Statement (Rp bn)	2023A	2024A	2025F	2026F	2027F
Net revenue	4,201	5,362	5,578	6,292	6,838
Cost of sales	(3,329)	(4,397)	(4,565)	(5,149)	(5,596)
Gross profit	872	964	1,013	1,143	1,242
SG&A Expenses	(290)	(319)	(334)	(367)	(397)
Operating profit	582	646	679	776	845
EBITDA	641	701	739	841	918
Net interest	(14)	9	19	22	25
Forex gain (loss)	2	(2)	-	-	-
Others	8	32	13	14	15
Pre-tax income	577	685	710	812	885
Income tax	(129)	(154)	(156)	(179)	(195)
Net income	448	530	554	633	690
Core net income	446	532	554	633	690

Balance Sheet (Rp bn)	2023A	2024A	2025F	2026F	2027F
Cash & equivalents	1,002	1,421	1,393	1,489	1,637
Receivables	780	577	706	796	865
Other current assets	1,076	875	981	1,106	1,202
Total current assets	2,859	2,873	3,079	3,392	3,704
Fixed assets	181	196	222	249	274
Other non-current assets	43	43	45	51	55
Total non-current assets	224	239	267	300	329
Total assets	3,083	3,112	3,346	3,691	4,033
Payables	677	519	571	644	700
Other payables	170	242	252	284	309
Current portion of LT loans	191	63	51	30	42
Total current liab.	1,038	825	874	958	1,051
Long term loans	29	39	36	39	32
Other LT liab.	70	88	91	103	112
Total liabilities	1,138	951	1,001	1,100	1,194
Equity	683	684	684	684	684
Retained earnings	1,263	1,477	1,661	1,907	2,155
Minority interest	-	-	-	-	-
Total SHE + minority int.	1,945	2,161	2,345	2,591	2,839
Total liabilities & equity	3,083	3,112	3,346	3,691	4,033

Cash Flow Statement (Rp bn)	2023A	2024A	2025F	2026F	2027F
Net income	448	530	554	633	690
Depr. & amortization	53	52	60	66	73
Changes in working capital	(281)	320	(174)	(111)	(84)
Others	-	-	-	-	-
Cash flow from operating	220	902	440	588	679
Capital expenditure	(37)	(67)	(86)	(93)	(98)
Others	8	(0)	(2)	(6)	(4)
Cash flow from investing	(28)	(67)	(88)	(99)	(103)
Loans	101	(118)	(14)	(18)	4
Equity	615	1	-	-	-
Dividends	(350)	(313)	(370)	(387)	(442)
Others	13	15	4	12	9
Cash flow from financing	379	(416)	(381)	(393)	(429)
Changes in cash	571	419	(29)	97	147

Key Ratios	2023A	2024A	2025F	2026F	2027F
Gross margin	20.8%	18.0%	18.2%	18.2%	18.2%
EBITDA margin	15.3%	13.1%	13.2%	13.4%	13.4%
Pre-tax margin	13.7%	12.8%	12.7%	12.9%	12.9%
Net margin	10.7%	9.9%	9.9%	10.1%	10.1%
ROA	15.6%	18.5%	18.0%	18.7%	18.6%
ROE	22.9%	24.6%	23.6%	24.4%	24.3%
ROIC	160.7%	114.8%	487.1%	212.3%	99.1%
Acct. receivables TO - days	72	45	45	45	45
Acct. payables TO - days	74	49	45	45	45
Inventory TO - days	65	56	56	56	56
Net debt/EBITDA (inc. leases) (x)	(1.2)	(1.9)	(1.8)	(1.7)	(1.7)
Interest coverage (x)	30.4	67.1	89.5	110.4	112.8

Source: Company, Indo Premier

SECTOR RATINGS

- OVERWEIGHT : An Overweight rating means stocks in the sector have, on a market cap-weighted basis, a positive absolute recommendation
- NEUTRAL : A Neutral rating means stocks in the sector have, on a market cap-weighted basis, a neutral absolute recommendation
- UNDERWEIGHT : An Underweight rating means stocks in the sector have, on a market cap-weighted basis, a negative absolute recommendation

COMPANY 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.