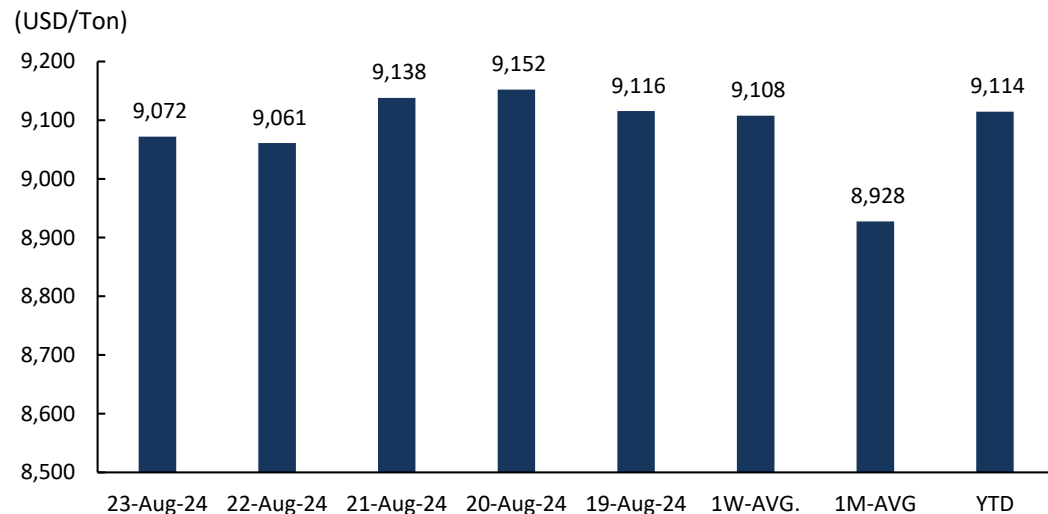


Copper Weekly (26 August 2024): USD 9,108/ton (+2.3% WoW)

Price Chart



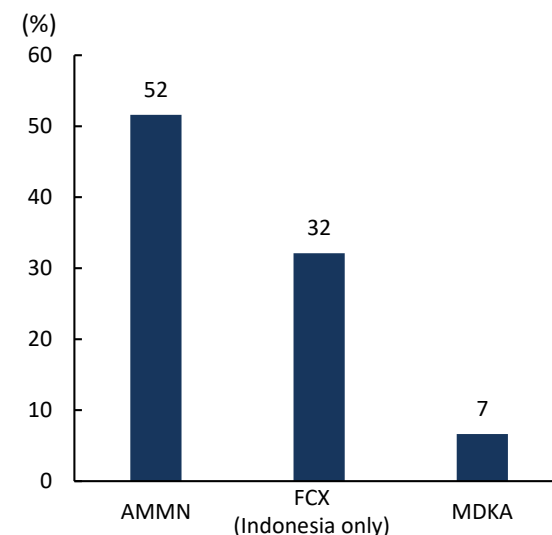
Recent Catalysts Driving the Price

- Between 19–23 August 2024, copper prices increased +2.3% WoW, reaching 11-month high, driven by the Federal Reserve’s hints of potential rate cuts and the slowdown in bond sell-off. The weaker US dollar, resulting from the Fed’s dovish stance, made copper more affordable for foreign investors, boosting demand.
- Fastmarkets' latest report projects refined copper demand to grow 2.6% CAGR, reaching 35.1 million tons by 2034, up from 26.5 million tons in 2023. The energy transition sector, including solar, wind, and EVs, will drive much of this growth, with copper demand in these industries expected to rise 11.2% CAGR. The EV sector alone is anticipated to grow 13.7% CAGR, accounting for over half of energy transition-related demand by 2034.
- We maintain our average FY24 copper price forecast at USD 9,500 per ton (YTD: USD 9,114/ton). On the stock front, we retain MDKA as our top pick, with TP of IDR 3,300 (EV/EBITDA FY24: 12.2x), reflecting 40% upside potential, as the company turns into profit in 2024, supported by its smelter in Weda Bay, Maluku.

Peer Comparables

Company Ticker	Current Price (USD)	Market Cap. (USD Mn)	PER (x)	PBV (x)	2024F		
					EV/EBITDA (x)	EPS Growth (%)	ROE (%)
SCCO US	104.6	82,183	23.6	8.8	13.0	43.6	42.0
FCX US	44.6	64,170	27.3	3.5	7.4	27.8	14.0
ANTO LN	24.8	24,463	31.8	2.3	7.8	-7.8	8.7
LUN CN	10.3	8,001	15.3	1.5	5.6	117.4	10.6
TKO CN	2.3	672	11.7	1.8	6.0	-8.6	9.2
Average Global Peers		179,488	25.6	5.7	9.9	34.0	25.9
AMMN IJ	10,750	50,471	44.6	9.0	10.3	308.7	22.2
MDKA IJ	2,320	3,676	145.5	3.7	19.9	N/A	1.9
Average Local Peers		54,147	43.2	8.7	1.4	281.0	20.7

Copper to Revenue, by Company



Copper Reserves, by Company

