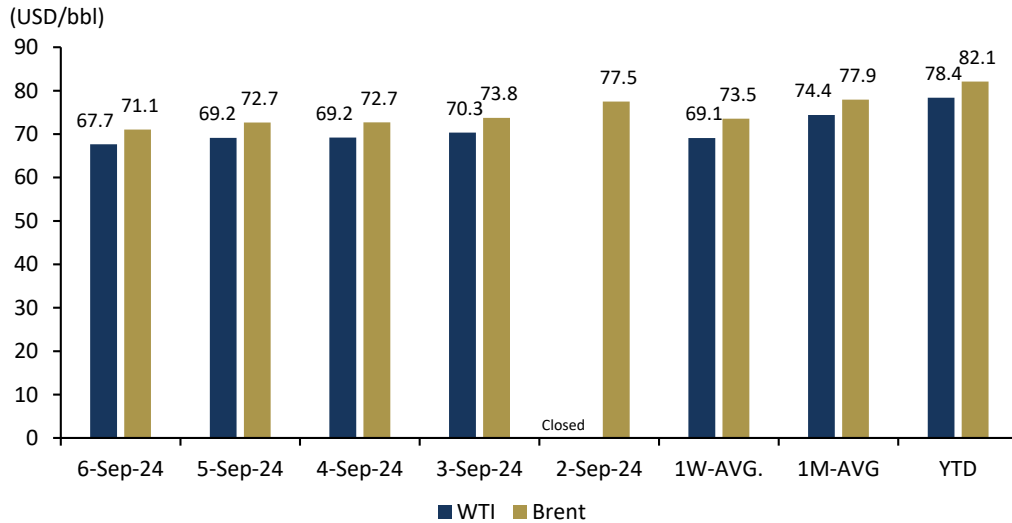


Oil Weekly (09 September 2024): USD 73.5/bbl (-7.7% WoW)



Price Chart



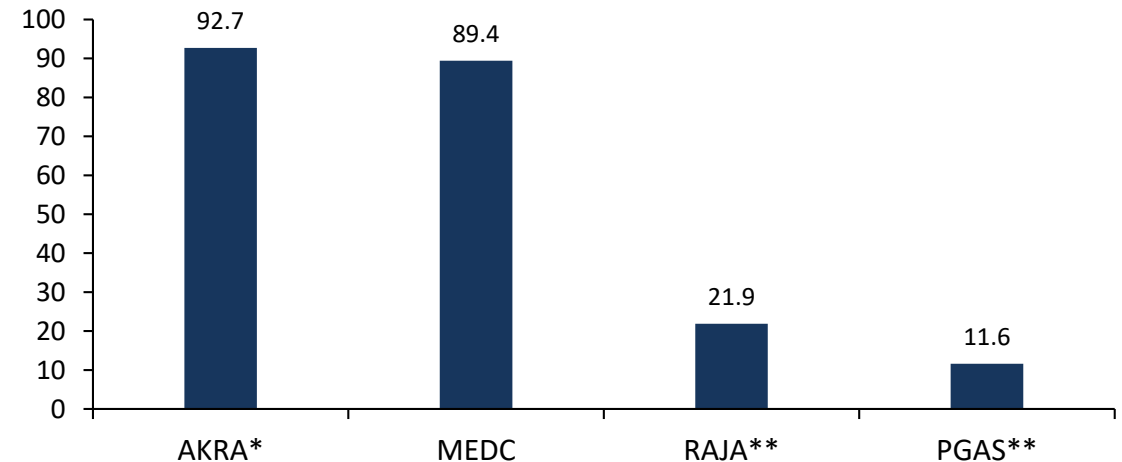
Recent Catalysts Driving the Price

- Between 02 – 06 September 2024, Brent prices declined -7.7% WoW (from USD 79.7/bbl) and WTI prices went down -8.5% WoW (from USD 75.4/bbl), primarily due to lower-than-expected August nonfarm payroll data of 142,000 (forecast: 161,000).
- OPEC+ has announced its decision to delay planned production cuts of 2.2 million barrels per day until the end of November, exacerbating the decline in oil prices. Additionally, concerns over potential recession led money managers to reduce their net long positions in US crude futures and options during the week.
- We maintain average oil forecast at USD 84.5/bbl (avg YTD: USD 82.1/bbl), as we expect some support stemming from extended supply cuts. At this stage, we retain MEDC as our top pick, with target price of IDR 2,200, reflecting FY24F valuation of 4.9x EV/EBITDA.

Peer Comparables

Ticker	Rating	Market	Last	1 Week	2024F				
		Cap.	Price	Net Buy (Sell)	EPS Growth	P/E	P/BV	EV/EBITDA	Div. Yield
		(IDRTn)	(IDR)	(IDRBn)	(%)	(x)	(x)	(x)	(%)
PGAS IJ	BUY	36.7	1,515	(25.1)	21.7	7.3	0.9	3.7	8.8
MEDC IJ	BUY	30.9	1,230	(16.4)	13.5	5.6	1.0	3.9	2.4
AKRA IJ	BUY	28.5	1,420	(61.3)	1.8	10.3	2.5	7.3	7.0
RAJA IJ	BUY	5.2	1,240	(4.0)	45.7	13.9	2.1	5.1	3.7
Sector		101.4			14.8	8.0	1.4	4.9	6.1

Oil and Gas Lifting Production to 2Q24 Revenue, by Company



Notes: *Petroleum distribution, **1Q24 Results