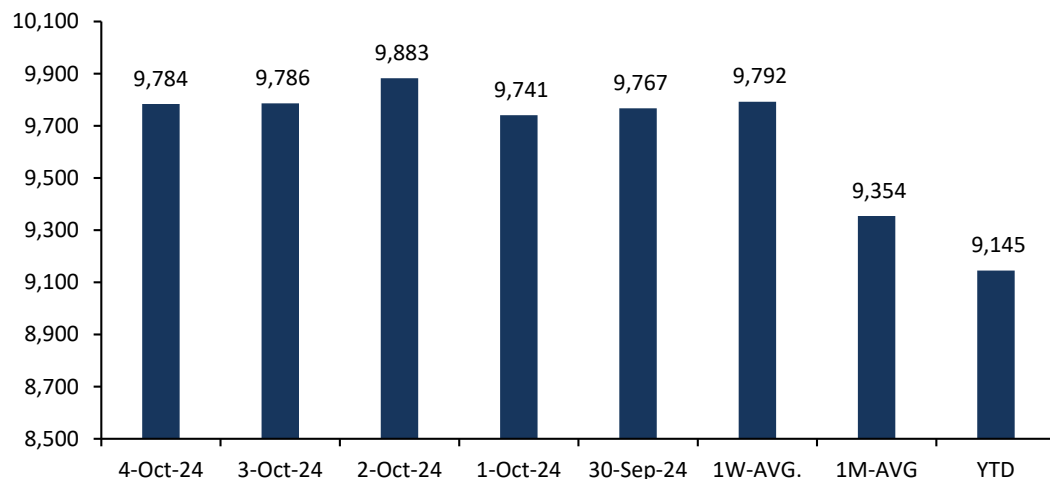


Price Chart

(USD/Ton)



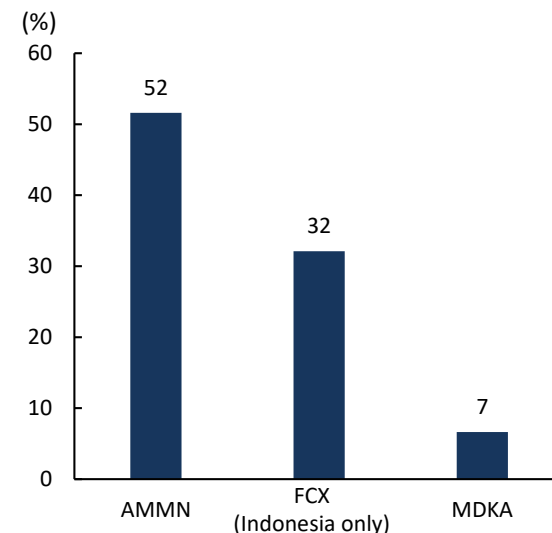
Recent Catalysts Driving the Price

- ❑ In 30 Sep – 04 Oct 2024, copper prices rose +1.5% WoW to USD 9,792/ton, driven by optimism surrounding China's economic stimulus, which are expected to provide much-needed boost to the country's struggling economy.
- ❑ Recent measures by the Chinese government have contributed to positive sentiment in global copper market: 1) Policies were unveiled to support its economy and housing market, including interest rate cuts and lower mortgage costs; 2) The PBOC also introduced RMB 500 billion swap program and RMB 300 billion in low-cost loans to help banks fund stock purchases and buybacks.
- ❑ Therefore, we remain cautiously optimistic and maintain our average FY24 copper price forecast at USD 9,200/ton (YTD: USD 9,145/ton) despite China's industrial growth which currently face headwinds due to potential global economic slowdown. We retain MDKA as our top pick in the sector, with TP IDR 3,000 (EV/EBITDA FY24: 10.9x), thanks to its potential to reach profitability in 2024 and the anticipated completion of Weda Bay smelter in 4Q24.

Peer Comparables

Company Ticker	Rating	Market Cap. (USDMn)	Current Price (USD)	2024F				
				EPS Growth (%)	PER (x)	PBV (x)	EV/EBITDA (x)	ROE (%)
SCCO US	-	92,654	118.0	46.6	26.0	9.8	14.3	41.8
FCX US	-	72,633	50.6	24.7	31.7	4.0	8.2	13.0
ANTO LN	-	25,527	25.9	(10.0)	34.0	2.7	8.4	8.2
LUN CN	-	8,254	10.6	102.9	16.9	1.6	5.9	9.5
TKO CN	-	782	2.6	(2.4)	12.7	2.1	6.6	9.5
Average Global Peers		199,850		33.6	28.7	6.4	11.0	25.6
AMMN IJ	HOLD	41,315	8,875	308.7	38.0	7.4	10.3	22.2
MDKA IJ	BUY	4,210	2,680	N/A	145.5	3.7	19.9	1.9
Average Local Peers		45,525		280.2	47.9	7.1	11.2	20.3

Copper to Revenue, by Company



2023 Copper Reserves, by Company

