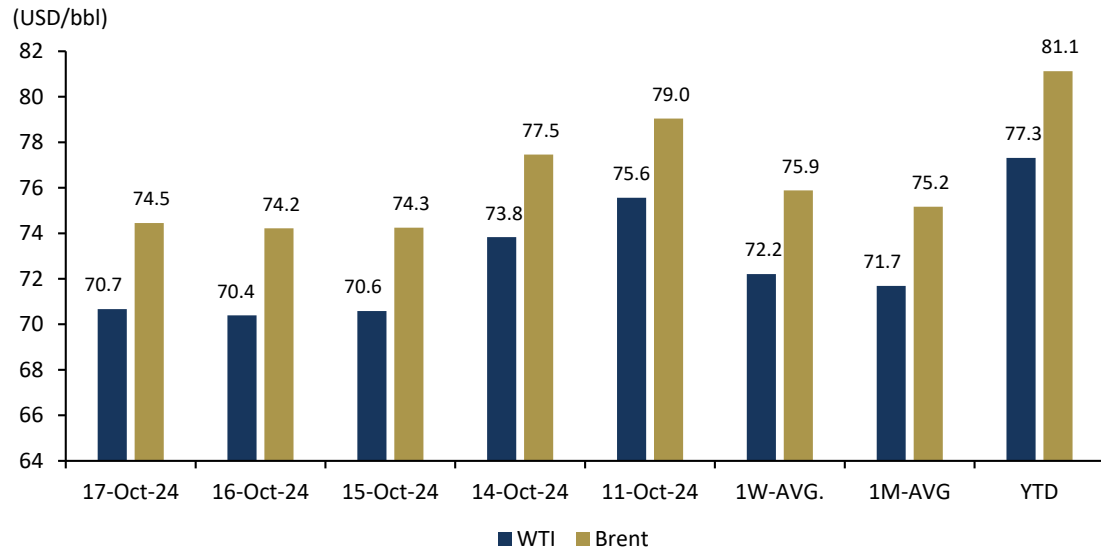


Oil Weekly (18 October 2024): USD 75.9/bbl (-3.2% WoW)



Price Chart



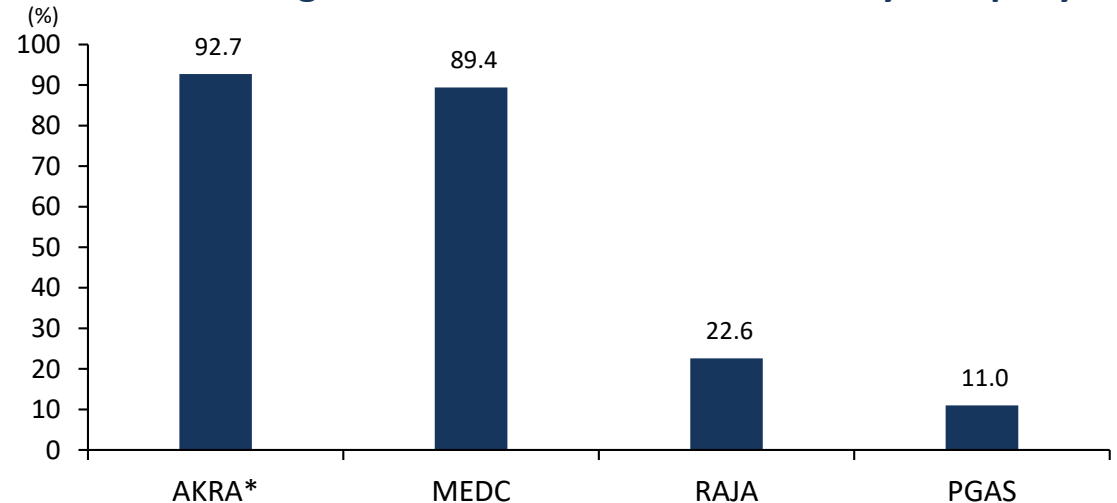
Recent Catalysts Driving the Price

- In 11 – 17 October 2024, Brent prices fell -3.2% WoW (from USD 78.4/bbl), while WTI prices declined -3.5% WoW (from USD 74.8/bbl), mainly due to easing concerns over supply disruptions in the Middle East after Israel clarified its focus on targeting military sites and refrained from attacking Iran's oil facilities.
- OPEC revised 2024-2025 oil demand growth forecast downward to 1.93 Mbpd (from 2.03 Mbpd) and China's 2024 consumption growth projection to 580,000 bpd (from 650,000 bpd). Meanwhile, IEA predicts lower demand growth in 2024 (0.9 Mbpd) and 2025 (1 Mbpd), down from post-COVID era average (2 Mbpd).
- We maintain our average oil forecast at USD 80/bbl (avg YTD: USD 81.1/bbl) due to sustained price pressure and possible oil supply boost from Libya, though some upside persists from potential production cuts in 4Q24 and 2025. 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	Target	1 Week	2024F				
		Cap.	Price	Price	Net Buy (Sell)	EPS Growth	P/E	P/BV	EV/EBITDA	Div. Yield
		(IDRTn)	(IDR)	(IDR)	(IDRBn)	(%)	(x)	(x)	(x)	(%)
PGAS	BUY	37.2	1,535	1,800	49.8	21.7	7.1	0.9	3.4	9.1
MEDC	BUY	32.6	1,295	2,200	(49.3)	13.5	5.6	0.9	4.0	2.4
AKRA	BUY	29.9	1,490	2,000	78.5	2.0	10.4	2.5	7.6	6.7
RAJA	BUY	8.1	1,905	2,200	2.8	45.7	21.1	3.2	7.3	3.6
Sector		107.7			81.8	15.6	8.6	1.5	5.0	6.0

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



Notes: *Petroleum distribution