

Price Changes, Weighted by High-Consumption Areas

Category	Unit	1W	WoW	1M	MoM	YTD	YTD
		(Avg)	(%)	(Avg)	(%)	(Avg)	(%)
Live Birds							
Broiler	IDR	20,928	0.9	20,793	0.4	19,665	11.7
DOC	IDR	6,750	(3.6)	7,058	26.2	6,572	(3.6)
Raw Materials							
Local Corn	IDR	4,464	0.9	4,435	(1.4)	4,949	(30.8)
Imported SBM	USD/t	294	0.9	294	(7.7)	338	(24.4)

Poultry Notes

- ❑ In 22 – 29 Nov 2024, avg. broiler price rose to ~IDR 20,928/kg (+0.9% WoW/+0.4% MoM/+11.7 YTD), while avg. DOC price declined -3.6% WoW to IDR 6,750. Broiler continued to benefit from higher consumption due to year-end seasonality, and DOC saw an uptick in demand from suppliers looking to benefit from the government's free-lunch program.
- ❑ For raw materials, domestic corn prices increased slightly (+0.9% WoW), as did SBM prices (+0.9% WoW). SBM averaged at USD 294/t, with YTD average of USD 338/t (YTD: -24.4%), on the back of softer demand, high crushing rates for soybean-derived products, and larger-than-anticipated soybean harvests in northern US, which led to high stockpiles.
- ❑ Looking ahead, we anticipate positive margins across all segments from poultry players in 4Q24. In the sector, JPFA and MAIN appear to have the most attractive valuations, particularly on performance support as we expect voluntary culling and favorable government policies, including the free lunch program, June-24 reduced price relaxation, and 2024 lower GPS import quotas onwards.

Peer Comparables

Company	Rating	Market Cap	Last Price	Target Price	2024F				
					EPS Gwt	P/E	P/B	Div. Yield	ROE
Ticker		(IDR Tn)	(IDR)	(IDR)	(%)	(x)	(x)	(%)	(%)
CPIN IJ**	BUY	77.9	4,750	5,900	51.2*	22.0	2.7	1.9	12.0
JPFA IJ	BUY	20.1	1,715	2,400	196.1	7.5	1.2	2.2	16.2
MAIN IJ**	BUY	1.7	780	1,700	361.1*	3.0	0.7	NA	10.9
Sector		99.7			85.8	18.8	2.3	1.9	12.8

*annualized

**based on consensus

Relative Performance vs JCI

