Bumi Resources Mineral (BRMS): IDR 410 – BUY, SSI TP: IDR 500; Cons. TP: IDR 500



3Q24 Results: 29 November 2024				QoQ	YoY			YoY	9M24/	9M24/
(USDMn)	3Q23	2Q24	3Q24	(%)	(%)	9M23	9M24	(%)	SSI (%)	Cons. (%)
Revenue	17	41	47	15.3	179.2	33	108	231.3	82.6	88.2
Gross Profit	9	22	22	0.5	152.3	18	52	198.6	74.9	75.2
Operating Profit	5	11	12	9.9	153.6	10	29	189.0	73.0	74.2
EBITDA	6	12	14	13.8	147.9	12	33	163.3	74.4	75.6
Net Profit	5	5	7	24.5	36.4	10	16	49.5	66.9	63.9
Key Ratios										
GPM (%)	51.1	53.0	46.2	-	-	53.6	48.3	-	-	-
OPM (%)	28.8	27.4	26.1	-	-	30.2	26.3	-	-	-
EBITDA Margin (%)	33.7	30.3	29.9	-	-	37.7	30.0	-	-	-
NPM (%)	29.0	13.1	14.2	-	-	32.0	14.4	-	-	-

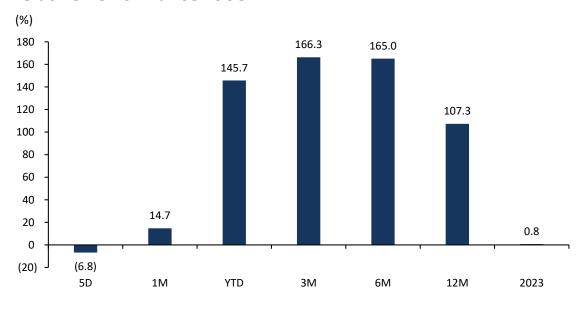
Peer Comparables

		Market	Current	Target	2024F				
Ticker	Rating	Cap.	Price	Price	EPS Gwt	PER	EV/EBITDA	ROE	
		(IDR Tn)	(IDR)	(IDR)	(%)	(x)	(x)	(%)	
AMMN	BUY	653	9,000	12,000	156.5	65.9	43.4	13.0	
MDKA	BUY	45	1,840	3,050	N/A	145.5	21.9	1.9	
ANTM	BUY	34	1,430	1,800	(23.6)	16.4	10.0	7.9	
BRMS	BUY	59	414	500	81.6	93.5	54.8	1.5	
ARCI	N.R	7	266	N.R	N/A	45.0	N/A	5.7	
Sector		797			133.1	70.1	41.2	11.3	

Our take on the results (SSI: Below, Cons: Below)

- Robust 3Q24 top-line on strong gold output of 18 koz (+8.8% QoQ, +111.0% YoY), supported by improved processed gold grade of 1.67 g/t (+6.4% QoQ, +19.3% YoY), reflected better ore quality and higher ASP of USD 2,347/oz (+22.6% YoY).
- □ 3Q24 cash costs rose to USD 1,219/oz (+20.0% QoQ, +61.2% YoY), primarily due to the full utilization of CIL Plant, while delivering high recovery rate of around 90%. Despite this, cash margin expanded to USD 1,274/oz (-3.5% QoQ, +10.0% YoY), thanks to strong operating performance. However, 9M24 earnings were below our and consensus estimates due to higher interest charges of USD 3.3mn (+41.1 QoQ).
- ☐ In 4Q24, BRMS plans to commence operations at its 3rd plant, a heap leach facility, adding 4,000 tpd of capacity. Combined with expanded underground mining in 2027F, we project a boost in BRMS' gold production to 145.4 koz (9M24: 45.4 Koz).
- On valuation, we maintain our BUY recommendation on BRMS with TP of IDR 500 (SOTP-based), reflecting EV/reserve amounting to USD 26.6/ton. Risks to our call include gold price normalization, potential financing challenges, and operational delays in expansion plans.

Relative Performance vs JCI



Sources: Company, Bloomberg, SSI Research

Analysts: Farras Farhan, Hernanda Cahyo