

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



3Q24 Results: 29 November 2024

(USDMn)	3Q23	2Q24	3Q24	QoQ (%)	YoY (%)	YoY (%)	9M23	9M24	YoY (%)	9M24/ SSI (%)	9M24/ Cons. (%)
Revenue	17	41	47	15.3	179.2	33	108	231.3	82.6	82.6	88.2
Gross Profit	9	22	22	0.5	152.3	18	52	198.6	74.9	74.9	75.2
Operating Profit	5	11	12	9.9	153.6	10	29	189.0	73.0	73.0	74.2
EBITDA	6	12	14	13.8	147.9	12	33	163.3	74.4	74.4	75.6
Net Profit	5	5	7	24.5	36.4	10	16	49.5	66.9	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	-	-	-	-

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.

Peer Comparables

Ticker	Rating	Market Cap. (IDR Tn)	Current Price (IDR)	Target Price (IDR)	2024F			
					EPS Gwt (%)	PER (x)	EV/EBITDA (x)	ROE (%)
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

Relative Performance vs JCI

