Bumi Resources (BUMI): IDR 140 – BUY, SSI TP: IDR 170; Cons. TP: IDR 170



3Q24 Results (Arutmin Only) 02 December 2024				QoQ	YoY			YoY	9M24/
(USDMn)	3Q23	2Q24	3Q24	(%)	(%)	9M23	9M24	(%)	SSI (%)
Revenue	288	285	331	16.2	14.8	1,175	927	(21.1)	76.1
Gross Profit	(29.7)	32	40	26.1	N/A	79	94	18.6	74.3
Operating Profit	(51.4)	2	13	662.9	N/A	17	25	50.2	73.3
EBITDA	(47.6)	6	18	194.1	N/A	27	39	42.7	73.1
Net Profit	(23.6)	17	38	119.7	N/A	58	123	110.9	90.0
Key Ratios									
GPM (%)	(10.3)	11.1	12.0	-	-	6.7	10.1	-	-
OPM (%)	(17.8)	0.6	4.0	-	-	1.4	2.7	-	-
EBITDA Margin (%)	(16.5)	2.2	5.6	-	-	2.3	4.2	-	-
NPM (%)	(8.2)	6.1	11.5	-	-	5.0	13.3	-	-

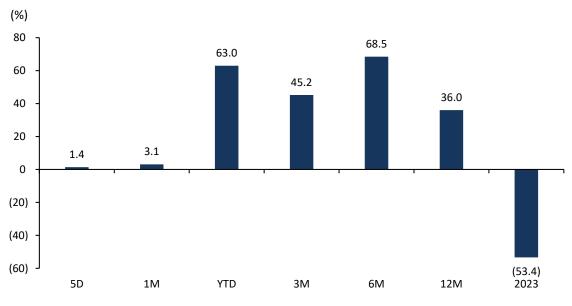
Our take on the results (Bottom-line Above, Operating in-line)

- □ In 3Q24, BUMI posted solid revenue of USD 331mn (+16.2% QoQ, +15% YoY) on higher ASP at USD 72/ton (+3.6% QoQ, +27.2% YoY) on the back of favorable sales mix despite mixed sales volume performance reaching 4.6 Mt (+12.2% QoQ, -9.8% YoY) due to rains and market conditions.
- Efficient mining activities enabled BUMI to reduce its stripping ratio (3Q24: 7.3x; -1.4% QoQ, -24.7% YoY) and mining costs (USD 203mn; -16.5% YoY, OB removal: 37.5 Mbcm), leading to improved production (+22.6% QoQ, +0.5% YoY) and cash margin (USD 64/ton; +2.5% QoQ, +1.5% YoY).
- On the bottom-line, higher interest income (+15.3% QoQ) and USD 18mn income tax benefit lifted the company's net profit margin to 11.5% (+540 bps QoQ).
- ☐ In terms of production, we project FY24 volumes to decline to c.19 Mt (c.-20.8% YoY) due to adverse weather conditions expected in the latter part of the year, which could disrupt mining operations.
- □ Valuation-wise, we maintain our BUY recommendation on BUMI with TP of IDR 170 (DCF-based), reflecting 2025F P/E of 23.3x. Key risks to our recommendation include operational disruptions, increased adoption of renewable energy, and declining coal prices on global economic slowdown next year.

Peer Comparables

	· ·	Market	Current	Target			2025F ——	
Ticker	Rating	Cap.	Price	Price	EPS Gwt	PER	Div. Yield	ROE
		(IDR Tn)	(IDR)	(IDR)	(%)	(x)	(%)	(%)
ADRO IJ	BUY	72	2,340	3,400	N/A	9.1	9.6	11.5
UNTR IJ	BUY	103	27,625	30,850	(10.5)	5.8	7.3	17.8
BUMI IJ	BUY	52	139	170	26.5	13.7	-	13.2
PTBA IJ	HOLD	32	2,740	3,200	(7.4)	7.9	11.3	18.3
ITMG IJ	SELL	31	27,450	30,500	(17.4)	6.9	12.5	17.6
Sector		289			(1.7)	8.4	7.6	15.4

Relative Performance vs JCI



Sources: Company, Bloomberg, SSI Research

Analysts: Farras Farhan, Hernanda Cahyo