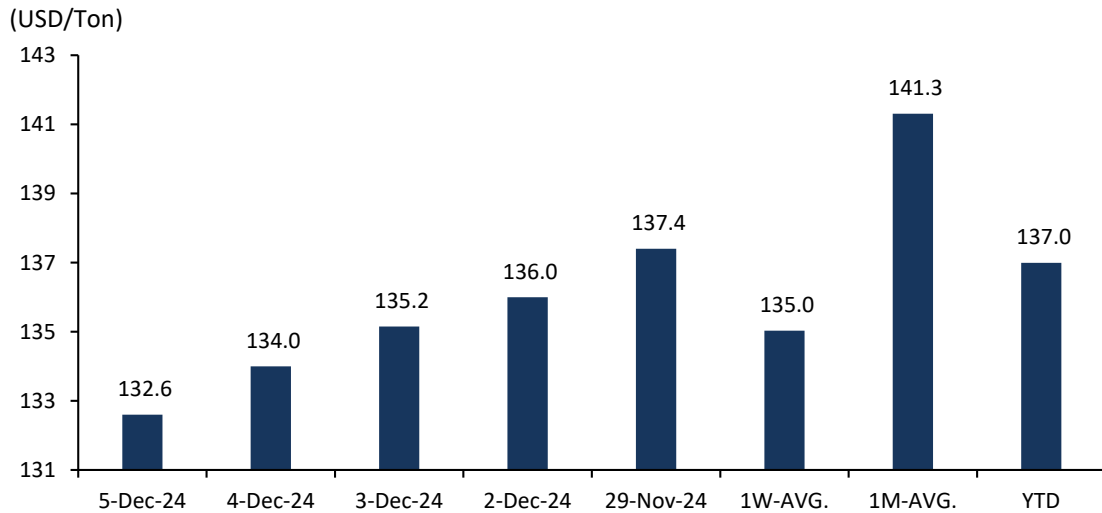


Coal Weekly (29 Nov - 05 Dec 2024): Avg. USD 135.0/ton (-3.3% WoW)



Price Chart



Recent Catalysts Driving the Price

- In the last five trading days, average coal prices dropped to USD 135.0/ton (-3.3% WoW), as traders showed reluctance to sign long-term contracts. Increased domestic supplies in China and India, alongside efforts by both governments to reduce import dependency, are expected to cap demand. Thus, India's coal imports are projected to fall to 206 Mt in 2025 from 265 Mt in 2024.
- China's thermal coal demand in 2025 is projected to remain muted due to weaker-than-expected property sector stimulus, rising hydropower output, and potential US tariff hikes under Donald Trump. Imports are projected to slightly decline to 353 Mt, down from 380 Mt in 2024.
- In light of economic uncertainties and growing pressure from renewable shift, we maintain our FY24 coal price forecast at USD 136/ton (YTD: USD 137.0/ton), with ADRO (TP IDR 3,400, reflecting 2025F P/E of 12.8x) as our top pick, primarily due to AADI spin-off and significant dividends.

Peer Comparables

Ticker	Market		Current Price (IDR)	Target Price (IDR)	1W Net Buy (Sell) (IDR)	2025F			
	Cap. (IDR Tn)	Rating				EPS Growth (%)	P/E (x)	Div. Yield (%)	ROE (%)
ADRO	72	BUY	2,340	3,400	(340.6)	N/A	9.0	9.6	11.5
UNTR	103	BUY	27,625	30,850	69.9	(10.5)	5.9	7.3	17.8
BUMI	52	BUY	139	170	(101.1)	26.5	13.9	-	13.2
PTBA	32	BUY	2,740	3,200	(1.7)	(7.4)	8.0	11.3	18.3
ITMG	31	BUY	27,450	30,500	40.8	(17.4)	7.0	12.5	17.6
Sector	289				(332.7)	(1.7)	8.4	7.6	15.4

Coal Revenue Contribution 9M24, by Company

