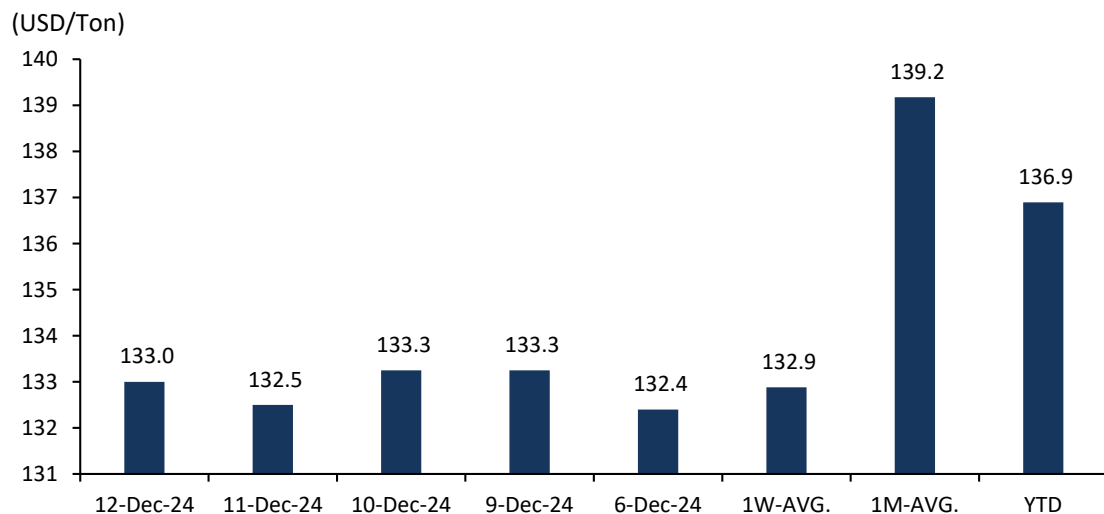


Coal Weekly (06 - 12 December 2024): Avg. USD 132.9/ton (-1.6% WoW)

Price Chart



Recent Catalysts Driving the Price

- ❑ In the last five trading days, average coal prices declined to USD 132.9/ton (-1.6% WoW). Despite China's stimulus efforts, the decline persisted as India's robust domestic coal supply reduced reliance on imports.
- ❑ Furthermore, thermal coal prices plunged to their lowest levels in almost 3 months, with China's strong coal imports in November (55.0 Mt; +18.9% MoM, +26.4% YoY) curbing demand for domestic supplies. The drop was further exacerbated by weak local consumption and China's ongoing transition from thermal coal to renewable energy, highlighted by the construction of 1 GW offshore solar power plant in Dongying, Shandong Province.
- ❑ In light of global economic uncertainties and potentially easing geopolitical tensions next year under Trump, we maintain our FY24 coal price forecast at USD 136/ton (YTD: USD 136.9/ton), and USD 125/ton in 2025. On the stock front, ADRO (TP IDR 3,400; FY25 P/E of 12.8x) is our top pick, primarily due to its AAI spin-off plan and potential 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	78	BUY	2,530	3,400	262.4	N/A	9.8	9.6	11.5
UNTR	104	BUY	27,950	30,850	83.6	(10.5)	5.9	7.3	17.8
BUMI	54	BUY	145	170	(54.8)	26.5	14.5	-	13.2
PTBA	32	BUY	2,800	3,200	2.9	(7.4)	8.2	11.3	18.3
ITMG	32	BUY	28,025	31,500	120.0	(17.4)	7.1	12.5	17.6
Sector	300				414.1	(1.5)	8.8	7.6	15.4

Coal Revenue Contribution 9M24, by Company

