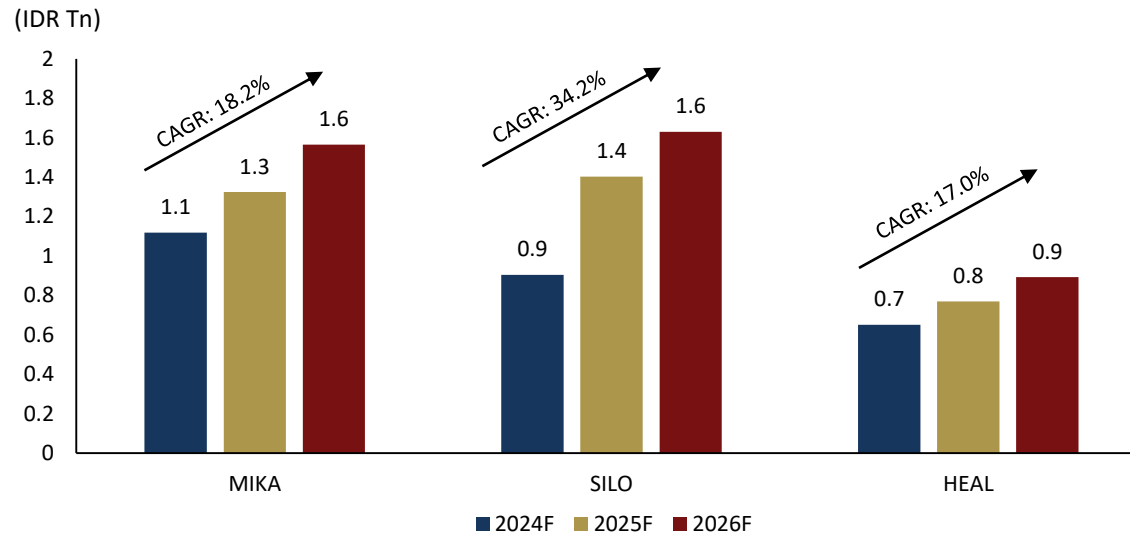


Healthcare: Overweight with HEAL as Top-Pick

Healthcare Sector Net Profit Outlook



SWOT Analysis: 2025 Outlook

Strength

New CoB scheme should help enhance hospital sector's long-term profitability; later-than-expected rainy season may lead to higher 1Q25F patient traffic; Solid balance sheets to allow further expansions

Weakness

Weak purchasing power causing increased trend in self-medication as well as stretched balance sheets of JKN and other insurance companies pose risks to both outpatient and inpatient traffic

Opportunity

Potential further increase in CoB contribution to total top line offers margin expansion opportunities for hospital operators, allowing for relative stock performance support

Threat

ASP adjustments, lower treatment intensity, and elevated USD exchange rate could adversely affect profitability and capex plans; Medical tourism could intensify regional competition

Peer Comparables

Company Ticker	Rating	Last Price	Target Price	Market Cap	2025F			
		(IDR)	(IDR)	(USD Mn)	EPS Growth (%)	P/B (x)	EV/EBITDA (x)	ROE (x)
KIMS IN	-	-	-	2,903	20.8	9.1	27.6	18.8
301267 CH	-	-	-	2,056	19.0	2.2	10.4	10.6
RAINBOW IN	-	-	-	1,696	30.4	8.3	24.5	19.9
SILO IJ	BUY	3,000	3,300	2,334	55.0	4.0	11.5	15.7
MIKA IJ	BUY	2,390	3,300	2,053	18.3	4.7	15.9	19.3
HEAL IJ	BUY	1,530	1,800	1,459	18.0	4.8	11.7	12.3
Sector				12,499	27.5	5.7	17.6	16.3

2024 Relative Performance vs JCI

