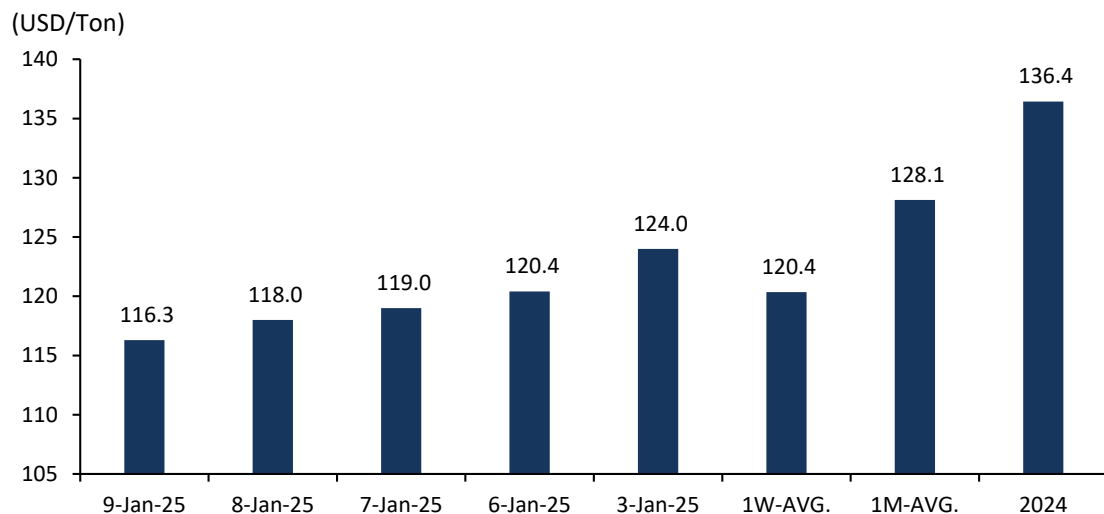


Coal Weekly (3 - 9 January 2025): Avg. USD 120/ton (-4.6% WoW)

Price Chart



Recent Catalysts Driving the Price

- Over the past 5 trading days, avg. coal prices plummeted to USD 120.4/ton (-4.6% WoW), mainly due to lower projection for China's 2025 imports of 525Mt (-1.9% YoY) coupled with higher domestic output forecast to 4.8 Bt (+1.5% YoY).
- In 2024, Mongolia's coal exports hit a record 83.7 Mt, exceeding the annual target of 78 Mt, though the average selling price fell short, averaging USD 103/t (target: USD 115/t). Additionally, prices were weighed down by Australia's December coal exports of 34.8 Mt (+8.4% MoM, +3.9% YoY), and South Africa's November exports to 6.8 Mt (+5.0% MoM, +15.4% YoY).
- In FY24, average coal price reached USD 136.4/t (SSI: USD 136). For FY25, we cut our forecast to USD 120/t (YTD: USD 120.7) from USD 125, down -12.0% YoY, due to economic uncertainties and oversupply pressures. On the stock front, ADRO (TP IDR 3,400; FY25 P/E of 12.8x) is our top pick, primarily due to its green business initiatives as well as ADMR and SIS' contributions to earnings.

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	93	BUY	2,530	24,975	(12.8)	(10.5)	5.3	7.3	17.8
ADRO	72	BUY	2,340	3,400	(13.9)	N/A	9.0	9.6	11.5
BUMI	40	BUY	108	170	(1.2)	26.5	10.8	-	13.2
PTBA	30	BUY	2,620	3,200	(20.2)	(7.4)	7.7	11.3	18.3
ITMG	29	BUY	25,300	31,500	(37.2)	(17.4)	6.4	12.5	17.6
Sector	264				(85.3)	(2.4)	7.5	7.8	15.4

Coal Revenue Contribution 9M24, by Company

