

BUY

Last price	Rp 173
Target price	Rp 240
Upside potential	38.7 %

(in IDR mn.)

General Information

Ticker	BRMS:J
Sector	Materials
52-week range	99 - 304
Year-to-date return	60.3 %
Last price (4 Nov 2022)	173
Target price	240
Shares outstanding	141,784,040,338
Market cap.	24,528,638,978,474
Free float	51,895,181,049
Earnings per share (per 1000 shares) (Dec 2021)	0.74

Source: company, Profindo research

(in IDR mn.)

Shareholder structure

Series A

PT Bumi Resources Tbk	15.71 %
Public (each below 5%)	2.33 %
Total series A	18.04 %

Series B

Emirates Tarian Global Ventures SPC	25.10 %
1st Financial Company Limited	10.05 %
Sugiman Halim	8.15 %
PT Bumi Resources Tbk	4.39 %
Public (each below 5%)	34.27 %
Total series B	81.96 %
Total	100.00 %

Source: company, Profindo research

Company Overview

PT Bumi Resources Minerals Tbk (BRMS) merupakan perusahaan tambang mineral yang terdiversifikasi meliputi tembaga, emas, seng, timah hitam, dan logam berharga lainnya.

Saat ini, Perseroan memiliki 3 aset utama yang sudah memasuki tahap konstruksi, yaitu Dairi Prima Mineral, berlokasi di Dairi, Sumatera Utara (penambangan seng dan timah hitam), Gorontalo Minerals, berlokasi di kabupaten Bone Bolango, Provinsi Gorontalo (penambangan emas dan tembaga), dan Citra Palu Minerals di Provinsi Sulawesi Tengah (penambangan emas). Sejak tahun 2020, Citra Palu Minerals telah memulai produksi komersial dari pabrik pengolahan bijih emas yang pertama. Pabrik kedua dan ketiga sedang dalam proses pengembangan.

Financial Performance

Perseroan mencatatkan penghasilan sebesar US\$ 8.3 juta pada kuarta III tahun 2022. Jumlah ini meningkat sebesar 1.0% dibanding periode yang sama tahun sebelumnya.

EBITDA Perseroan pada periode ini mengalami peningkatan sebesar 16.7%. Pada periode ini, EBITDA Perseroan tercatat sebesar US\$ 2.3 juta dengan margin EBITDA sebesar 27.7%.

Perseroan mencatatkan laba bersih sebesar US\$ 6.4 juta dengan margin laba bersih sebesar 77.8% pada periode ini, dimana nilai tersebut meningkat 4.9% dibanding periode yang sama tahun sebelumnya.

Valuation

Dengan metode valuasi relatif, Perseroan memperoleh rekomendasi BUY dengan target harga Rp 240. Rekomendasi ini didasarkan pada Price to Earnings growth (PEG), dengan 3 tahun earnings forecast Perseroan, sebesar 6.76x.

Research analyst:

Setya Pambudi

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<i>(in Usd.)</i>					
Simplified income statement	2019A	2020A	3Q21	2021A	3Q22
Revenues	Rp 4,460,530	Rp 8,343,695	Rp 8,235,920	Rp 10,578,248	Rp 8,320,837
Cost of revenues	(337,981)	(2,343,234)	(2,577,422)	(4,373,988)	(3,361,822)
Gross profit	4,122,549	6,000,461	5,658,498	6,204,260	4,959,015
Operating expenses	(4,845,112)	(6,127,789)	(4,319,075)	(5,341,284)	(3,379,074)
EBITDA	(92,203)	696,087	1,974,127	1,728,511	2,303,757
Depreciation expenses	(630,360)	(823,415)	(634,704)	(865,535)	(723,816)
EBITA	(722,563)	(127,328)	1,339,423	862,976	1,579,941
Amortization expenses	-	-	-	-	-
EBIT	(722,563)	(127,328)	1,339,423	862,976	1,579,941
Interest expenses and other income & expenses	1,952,196	13,968,469	31,838,606	120,429,298	1,994,718
EBT	1,229,633	13,841,141	33,178,029	121,292,274	3,574,659
Tax expenses	35,092	(9,802,932)	(27,011,585)	(51,509,829)	2,896,921
EAT	Rp 1,264,725	Rp 4,038,209	Rp 6,166,444	Rp 69,782,445	Rp 6,471,580

<i>(in %)</i>					
Profit Margin	2019A	2020A	3Q21	2021A	3Q22
Gross profit margin	92.4 %	71.9 %	68.7 %	58.7 %	59.6 %
EBITDA margin	(2.1 %)	8.3 %	24.0 %	16.3 %	27.7 %
EBIT margin	(16.2 %)	(1.5 %)	16.3 %	8.2 %	19.0 %
Net profit margin	28.4 %	48.4 %	74.9 %	659.7 %	77.8 %

<i>(in Usd.)</i>					
Simplified balance sheet	2019A	2020A	3Q21	2021A	3Q22
Assets					
Current assets					
Cash and cash equivalents	752,333	2,171,078	13,608,848	60,370,551	69,861,435
Trade receivables - third party	-	550,013	1,210,488	-	-
Inventories	1,800,560	8,560,650	8,751,260	7,034,953	7,890,663
Other current assets components	35,341,136	35,709,559	57,876,401	181,877,730	215,973,565
Total current assets	37,894,029.00	46,991,300.00	81,446,997.00	249,283,234.00	293,725,663.00
Non-current assets					
Fixed assets	11,816,152.00	14,942,689.00	99,660,821.00	138,822,717.00	169,344,021.00
Exploration and evaluation assets	-	-	-	128,152,914.00	128,429,440.00
Mining properties	132,721,591.00	140,452,276.00	157,409,250.00	170,910,705.00	209,495,300.00
Other non-current assets components	439,717,628.00	385,757,107.00	360,890,243.00	293,274,356.00	299,507,895.00
Total non-current assets	584,255,371.00	541,152,072.00	617,960,314.00	731,160,692.00	806,776,656.00
Total assets	622,149,400.00	588,143,372.00	699,407,311.00	980,443,926.00	1,100,502,319.00
Current liabilities					
Short-term loan	53,995,367.00	-	30,000,000.00	30,000,000.00	30,000,000.00
Trade payables - third party	5,383,033.00	5,543,072.00	9,451,673.00	9,607,135.00	8,495,283.00
Other current liabilities components	54,217,746.00	61,566,827.00	41,558,118.00	44,311,388.00	52,525,539.00
Total current liabilities	113,596,146.00	67,109,899.00	81,009,791.00	83,918,523.00	91,020,822.00
Non-current liabilities					
Non-current liabilities components	79,086,393.00	34,329,828.00	17,565,632.00	16,896,945.00	62,148,266.00
Total non-current liabilities	79,086,393.00	34,329,828.00	17,565,632.00	16,896,945.00	62,148,266.00
Total liabilities	192,682,539.00	101,439,727.00	98,575,423.00	100,815,468.00	153,169,088.00
Equity					
Equity components					
Total equity	429,466,861.00	486,703,645.00	600,831,888.00	879,628,458.00	947,333,231.00
Total liabilities and equity	622,149,400.00	588,143,372.00	699,407,311.00	980,443,926.00	1,100,502,319.00

<i>(in multiple)</i>					
Current & Debt to Equity Ratios	2019A	2020A	3Q21	2021A	3Q22
Current ratio	0.33 x	0.70 x	1.01 x	2.97 x	3.23 x
Debt to equity ratio	0.13 x	-	0.05 x	0.03 x	0.03 x

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