

Outperform

Last price	Rp 230
Target price	Rp 272

General Information

Ticker	ENRG
Sector	Energy
Sharia-compliant	Sharia
52-week range	193 - 404
Year-to-date return	(17.7 %)
Last price (Aug 04, 2023)	230
Target price	272
Shares outstanding	24,821,230,250
Market cap.	5,708,882,957,500
Free float	10,872,840,034
Earnings per share (2023 ann.)	32.12

Source: company, Profindo research

Shareholder structure

PT Bakrie Kalila Investment	43.77 %
PT CGS-CIMB Sekuritas Indonesia	6.17 %
PT Trimegah Sekuritas Indonesia	6.26 %
Public (each less than 5% interest)	43.80 %
Total	100.00 %

Source: company, Profindo research

Research analyst:

Setya Pambudi

setya.pambudi@profindo.com

Company Overview

PT Energi Mega Persada Tbk (ENRG) merupakan perusahaan yang bergerak di bidang hulu minyak dan gas alam. Area operasi Perseroan berada di Indonesia dan Mozambique. Bisnis Perseroan meliputi eksplorasi, pengembangan, dan produksi minyak mentah, gas alam, dan gas alam batubara.

Melalui anak-anak usahanya, Perseroan saat ini mengoperasikan 8 properti minyak dan gas alam: Bentu, Korinci Baru, Malacca Strait, South CPP, dan 'B' PSC, Tonga dan Gebang di Sumatera, Kangean di Jawa Timur, Sanggata II di Kalimantan Timur, Sengkang di Sulawesi Selatan dan Buzi di Mozambique. Perseroan merupakan pemasok gas utama untuk daerah Jawa Timur dan Sumatera dimana gas tersebut digunakan untuk PLN (PT Perusahaan Listrik Negara) maupun kebutuhan industri.

Company Update

Perseroan melalui anak usahanya, PT EMP Energi Gandewa, telah menandatangani perjanjian jual beli atas akuisisi dua aset migas yang telah beroperasi di Provinsi Riau. Perseroan melalui PT EMP Energi Gandewa mengakuisisi 90% kepemilikan dan *operatorship* di blok KKS Siak dari PT Pertamina Hulu Energi Siak. Minyak yang diproduksi dari blok ini dijual melalui Terminal Dumai kepada PT Kilang Pertamina Internasional. Perseroan melalui PT EMP Energi Riau juga mengakuisisi 90% kepemilikan dan *operatorship* di blok KKS Kampar dari PT Pertamina Hulu Energi Kampar. Minyak yang diproduksi dari blok ini juga dijual kepada PT Kilang Pertamina Internasional melalui Terminal Buatan. Saat ini, kedua blok tersebut beroperasi dengan produksi harian di sekitar 2,200 – 2,600 barel minyak.

Valuation

Saat ini, harga saham Perseroan berada pada level 0.65x *price-to-book value*. Berdasarkan metode valuasi relatif, Perseroan memperoleh rekomendasi **OUTPERFORM** dengan target harga Rp 272. Rekomendasi ini didasarkan pada *average price-to-book value ratio* perusahaan sejenis Perseroan sebesar 0.77x.

<i>(in Usd.)</i>					
Simplified income statement	2020A	2021A	2Q22	2022A	2Q23
Net sales	324,881,670	406,096,363	230,189,477	451,939,794	191,471,812
Cost of goods sold	(197,089,120)	(257,897,707)	(130,765,742)	(268,322,668)	(123,692,461)
Gross profit	127,792,550	148,198,656	99,423,735	183,617,126	67,779,351
Selling, general and administrative expenses	(16,347,178)	(13,539,650)	(8,390,327)	(15,950,455)	(9,777,159)
Adj. EBIT	111,445,372	134,659,006	91,033,408	167,666,671	58,002,192
Other operating income /(expenses)	(2,691,782)	(4,566,789)	(16,570,240)	(27,307,554)	(14,575,991)
EBT	108,753,590	130,092,217	74,463,168	140,359,117	43,426,201
Tax expenses	(50,160,739)	(90,408,378)	(48,638,566)	(73,622,594)	(17,190,092)
EAT	58,592,851	39,683,839	25,824,602	66,736,523	26,236,109

<i>(in %)</i>					
Profit Margin	2020A	2021A	2Q22	2022A	2Q23
Gross profit margin	39.3 %	36.5 %	43.2 %	40.6 %	35.4 %
Adj. EBIT margin	34.3 %	33.2 %	39.5 %	37.1 %	30.3 %
Net profit margin	18.0 %	9.8 %	11.2 %	14.8 %	13.7 %

<i>(in ldr. mn.)</i>					
Simplified Balance Sheet	2020A	2021A	2Q22	2022A	2Q23
Assets					
Current assets					
Cash and cash equivalents	24,428,263	32,785,788	38,396,382	46,288,330	51,076,147
Trade receivables - third parties - net	29,308,764	29,454,030	48,081,171	25,725,290	37,015,382
Other current assets components	78,912,450	100,718,501	113,235,398	107,975,953	105,742,894
Total current assets	132,649,477	162,958,319	199,712,951	179,989,573	193,834,423
Non-current assets					
Fixed assets - net	847	1,619,409	3,766,813	4,608,958	4,123,345
Right-of-use assets - net	142,648,874	228,084,043	216,229,819	183,739,670	151,628,652
Exploration and evaluation assets - net	32,680,621	45,230,627	50,677,539	46,833,683	58,887,779
Oil and gas properties - net	308,727,363	343,217,472	467,098,325	503,710,737	528,710,737
Other non-current assets components	227,910,826	282,465,979	262,774,784	275,447,787	275,810,332
Total non-current assets	711,968,531	900,617,530	1,000,547,280	1,014,340,835	1,019,160,845
Total assets	844,618,008	1,063,575,849	1,200,260,231	1,194,330,408	1,212,995,268
Liabilities					
Current liabilities					
Short-term bank loans	18,780,111	-	-	-	-
Trade payables - third parties	75,093,990	62,493,528	56,469,095	58,972,892	64,330,398
Finance leases - current maturity	20,959,942	33,478,822	41,170,849	37,910,963	42,951,838
Bank loans - current maturity	20,031,899	10,934,502	18,678,584	18,760,524	22,624,892
Other current liabilities components	243,714,923	186,669,810	245,297,164	222,009,374	237,657,696
Total current liabilities	359,800,754	293,576,662	361,615,692	337,653,753	367,564,824
Non-current liabilities					
Finance leases - net of current maturity	48,277,757	103,689,690	95,232,102	77,918,041	52,270,628
Bank loans - net of current maturity	78,546,922	42,931,982	32,865,906	39,844,427	26,933,171
Other non-current liabilities components	145,818,109	174,410,537	236,051,324	223,987,901	225,466,866
Total non-current liabilities	272,642,788	321,032,209	364,149,332	341,750,369	304,670,665
Total liabilities	632,443,542	614,608,871	725,765,024	679,404,122	672,235,489
Equity					
Retained earnings	(626,219,552)	(585,954,937)	(560,116,654)	(519,228,673)	(492,654,497)
Other equity components	838,394,018	1,034,921,915	1,034,611,862	1,034,154,959	1,033,414,276
Total equity	212,174,466	448,966,978	474,495,208	514,926,286	540,759,779
Total liabilities & equity	844,618,008	1,063,575,849	1,200,260,232	1,194,330,408	1,212,995,268

<i>(in multiple)</i>					
Current & Debt to Equity Ratios	2020A	2021A	2Q22	2022A	2Q23
Current ratio	0.37 x	0.56 x	0.55 x	0.53 x	0.53 x
Debt to equity ratio	0.79 x	0.43 x	0.40 x	0.34 x	0.27 x

Profindo Research Team:

Setya Pambudi
(Research Analyst)
Setya.pambudi@profindo.com
Ext 181

Yuda Sukama
(Technical Analyst)
yuda.sukama@profindo.com
Ext 170

Profindo Equity Sales Team

Jessie James
(Head of Equity Sales)
jessie.james@profindo.com
Ext 125/137

Gabriella Pratiwy
(Head of Marcom & OLT)
Gabriella.pratiwy@profindo.com
Ext 111

KANTOR PUSAT

Permata Kuningan Building, 19F
Jl. KuninganMulia, Kav. 9C, Guntur Setiabudi
South Jakarta 12980
Phone : +62 21 5093 1888
Fax : +62 21 50933 1889
WA : 0818 0772 5505
FB : ProclickProfindo
IG : @profindosekuritas
Telegram : RanGers Stock Community
Twitter : proclickRG

KANTOR PERWAKILAN**SERANG**

IDX Indonesia Stock Exchange
Jl. Veteran No 39-40
Cimuncang, Kota Serang
Banten 42117

BANDUNG

IDX Indonesia Stock Exchange
Jl. PHH Mustofa No 33
Neglasari, Kec. Cibeunying Kaler,
Bandung 40124

DISCLAIMER

This research report is prepared by PT PROFINDO SEKURITAS INDONESIA for information purposes only and is not to be used or considered as an offer or the solicitation of an offer to sell or to buy or subscribe for securities or other financial instruments. The report has been prepared without regard to individual financial circumstance, need or objective of person to receive it. The securities discussed in this report may not be suitable for all investors. The appropriateness of any particular investment or strategy whether opined on or referred to in this report or otherwise will depend on an investor's individual circumstance and objective and should be independently evaluated and confirmed by such investor, and, if appropriate, with his professional advisers independently before adoption or implementation (either as is or varied).