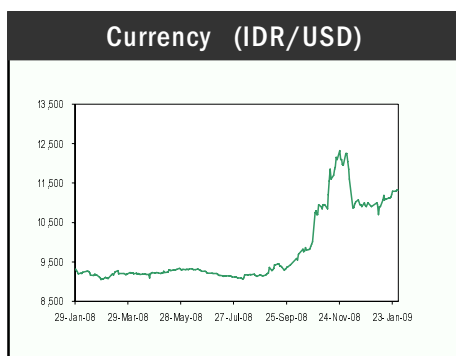
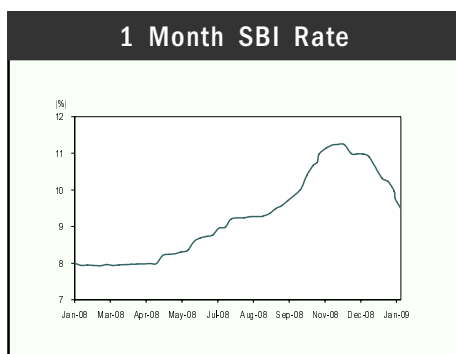
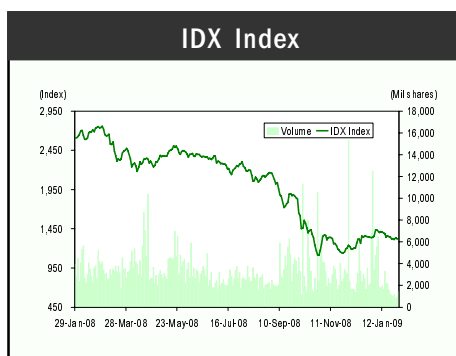


Indonesia Equity Daily



	29-Jan-09	28-Jan-09	Point	(%)
IDX Index	1,324.65	1,321.45	3.2	0.2
IDR/USD	11,315	11,330	15.0	0.1

Our Comment

Aneka Tambang said that it is interested to increase its stake in Martabe gold mine to more than 50%. Martabe is a gold mine located in North Sumatra with resources of 6m ounces of gold and 60m ounces of silver. At present, Oxiana from Australia owns 90% stake, while the remaining is owned by Aneka Tambang. At present, Aneka Tambang has an option to acquire 10% of Martabe project for US\$66.5m. While the company does not disclose its bid price, Aneka Tambang is seeking for lower valuation.

The government proposes to set benchmark coal price from domestic market obligation (DMO) at US\$75/ton or Rp825,000 per ton (assuming Rp11,000/US\$). We see the proposal as attractive, considering that typically the state-owned electric company PLN consumes coal with low-rank calorific value (below 6000 kcal). For comparison, benchmark price for coal with 6700 kcal at Newcastle is trading at US\$85/ton. We recommend BUY on Bukit Asam, a major domestic player, with target price Rp8500.

Ricardo Silaen

Highlights

- **Aneka Tambang (SELL):** Seeking majority ownership in Martabe
- **Mobile-8:** Three investors from Middle East interested to buy stake
- **Bank BNI:** Plans to issue US\$200-300m subordinate bond
- **Coal sector:** Government proposes coal price with average US\$75/ton for DMO

From our chartist desk

- **IDX:** IDX will move to test low level at 1317 and 1298 as supports, referring to line of Bollinger band and MA 14 day tools. But, on the positive side; our quantitative on Financial sector in US is in good direction. Today's trading range is between 1298-1310-1317 (support) and 1345-1355-1375 (resistance)
- **UNVR:** The share price closed at support level. Meanwhile, trading in oversold area on Stochastic tool. **TRADING BUY**
- **PTBA:** The price is still moving above our moving average, with many consideration; good stochastic and TD sequential buy set up. **BUY ON WEAKNESS**

Research Team:

Katarina Setiawan (62 21) 2557 1125
 Ricardo Silaen, CFA (62 21) 2557 1126
 Teguh Sunyoto (62 21) 2557 1127
 Adi Wicaksono (62 21) 2557 1130
 Arwani Pranadjaya (62 21) 2557 1129
 Lilita (62 21) 2557 1132
 Darajat Kurniawan (62 21) 2557 1131

ksetiawan@kimeng.co.id
 rsilaen@kimeng.co.id
 tsunyoto@kimeng.co.id
 anwicaksono@kimeng.co.id
 apranadjaya@kimeng.co.id
 lilita@kimeng.co.id
 dkurniawan@kimeng.co.id

Consumer, Infra, Shipping, Strategy, Telco, Others
 Auto, Energy, Heavy Equipment, Property, Resources
 Cement, Construction, Pharmaceutical, Retail
 Generalist
 Technical analyst
 Research support
 Research support

Aneka Tambang (SELL): Seeking majority ownership in Martabe

- *The Jakarta Post* cited President Director of Aneka Tambang Aneka as saying that the company is seeking more than 50% stakes in Martabe Gold mine currently owned by Oxiana Ltd.
- The company at the moment has 10% ownership in the project as well as has an option to acquire further 10% of the Martabe project for US\$66.5m.
- The company stated that it has sent new offer to Oxiana asking for more stakes and lower price as the previous price is considered too expensive.
- The Martabe project is initially based on a resource of 6m ounces (187 tons) of gold and 60m ounces (1,866 tons) of silver. Planned annual production from Martabe will be 200,000oz (6 tons) of gold and 2m ounces (62 tons) of silver.
- Maintain SELL on the counter with target price of Rp900.

Teguh Sunyoto

Mobile-8: Three investors from Middle East interested to buy stakes

- *Investor Daily* quoted, President Director of Mobile 8, Wityasmoro Sih Handayanto saying that 3 investment companies from Middle East are interested to buy stakes in Mobile 8.
- He said they will buy stake through rights issue mechanism.
- The company appointed Bhakti Investama as advisor for the rights issue.

Katarina Setiawan

Bank BNI: Plans to issue US\$200-300m subordinate bond

- *Bisnis Indonesia* quoted, Director of Bank Negara Indonesia (BNI), Bien Subiantoro saying that the company plans to issue US\$200-300m subordinate bond this year.
- The company expects to offer subordinate bond with Interest rate below LIBOR rate+600bp or below 8% p.a. No further details of term of maturity.
- The aim of subordinate bond issuance is to strengthen its Capital Adequacy Ratio (CAR).

Coal sector: Government proposes coal price with average US\$75/ton for DMO

- Director General of Electricity and Energy Utilization J. Purwono said that the government proposes to set benchmark coal price for domestic market obligation at average US\$75/ton.
- At present, the government is awaiting approval from Ministry of Finance and House of Representative to set the price.

Comment:

- The proposed price is average for different qualities of coal. Typically, the state owned electric company PLN uses lower rank coal below 6000 kcal.
- We view the proposed coal price is relatively attractive. For comparison, at present benchmark coal price with 6700 kcal at Newcastle is trading at US\$85/ton.

Ricardo Silaen

Commodities	29-Jan-09	28-Jan-09	Change (US\$)	Change (%)
Nickel (US\$/ton)	11,349.00	11,702.00	(353.00)	(3.02)
Tin (US\$/ton)	10,895.00	11,500.00	(605.00)	(5.26)
Gold (US\$/t.oz)	908.65	887.55	21.10	2.38
CPO Malaysia (US\$/ton)	488.69	502.65	(13.97)	(2.78)
Oil NYMEX (US\$/barrel)	41.44	42.16	(0.72)	(1.71)
Rubber (Sin \$/100 kg)	223.25	225.25	(2.00)	(0.89)

Weekly data	23-Jan-09	16-Jan-09	Change (US\$)	Change (%)
Coal (US\$/ton)	85.00	82.00	3.00	3.66

Source: Bloomberg

Dual Listing Stocks	29-Jan-09	28-Jan-09	Change (US\$)	Change (%)	Rp-Last	IDX-Last
Telkom - NY (US\$)	22.17	23.39	(1.22)	(5.22)	6,282	6,300
Indosat - NY (US\$)	24.34	25.18	(0.84)	(3.34)	5,518	5,650
BLT -SG (Sin\$)	0.07	0.07	-	-	488	475
Rp	11,335.00					
Sin \$	7,507.55					

Source: Bloomberg

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SINGAPORE

**Kim Eng Securities Pte Ltd
Kim Eng Research Pte Ltd**
9 Temasek Boulevard.
#39-00 Suntec Tower 2
Singapore 038989

Tel: +65 6336 9090
Fax: +65 6339 6003

LAU Wai Kwok (sales)
lauwk@kimeng.com

Stephanie WONG (research)
swong@kimeng.com

Hong Kong

Kim Eng Securities (HK) Ltd
Level 30, Three Pacific Place
1 Queens's Road East
Hong Kong

Tel: +852 2268 0800
Fax: +852 2877 0104

Ray LUK (sales)
rluk@kimeng.com.hk

Edward FUNG (research)
edwardfung@kimeng.com.hk

Philippines

ATR-Kim Eng Securities Inc.
17/F, Tower One & Exchange
Plaza
Ayala Triangle, Ayala Avenue
Makati City, Philippines 1200

Tel: +63 2 849 8888
Fax: +63 2 848 5738

Lorenzo ROXAS (sales)
lorenzo_roxas@atr.com.ph

Ed BANCOD (research)
ed_bancod@atr.com.ph

South Asia Sales Trading

Connie TAN
connielau@kimeng.com
Tel: +65 6333 5775
US Toll Free: +1 866 406 7447

London

Kim Eng Securities (London) Ltd
6/F, 20 St. Dunstan's Hill
London EC3R 8HY, UK.

Tel: +44 20 7621 9298
Dealers' Tel: +44 20 7626 2828
Fax: +44 20 7283 6674

Giles WALSH (sales)
gwalsh@kimeng.co.uk

Geoff HO (sales)
gho@kimeng.co.uk

James JOHNSTONE (sales)
jjohnstone@kimeng.co.uk

Thailand

**Kim Eng Securities (Thailand)
Public Company Limited**
999/9 The Offices at Centralworld,
20th - 21st Floor,
Rama 1 Road, Pathumwan,
Bangkok 10330, Thailand

Tel: +66 2 658 6300
Fax: +66 2 658 6384

Vikas KAWATRA (sales)
vkawatra@kimeng.co.th

David BELLER (research)
david.b@kimeng.co.th

Vietnam

**Kim Eng Vietnam Securities Joint
Stock Company**
1st Floor, 255 Tran Hung Dao St.
District 1
Ho Chi Minh City, Vietnam

Tel: (84) 8 8386636
Fax: (84) 8 8386639

DAO Minh Duc (sales)
duc.dao@kimeng.com.vn

LE Huy Hoang (research)
hoang.le@kimeng.com.vn

North Asia Sales Trading

Eddie LAU
eddielau@kimeng.com.hk
Tel: +852 2268 0800
US Toll Free: +1 866 598 2267

New York

Kim Eng Securities USA Inc
406, East 50th Street
New York, NY 10022, U.S.A.

Tel: +1 212 688 8886
Fax: +1 212 688 3500

Jeffrey S. SEO
jseo@kesusa.com

Lynda KOMMEL-BROWNE
Lkommel@kesusa.com

Michelle MALLETT
mmallette@kesusa.com

Jeffry NIEDERMEYER
jniedermeyer@kesusa.com

Indonesia

PT Kim Eng Securities
Plaza Bapindo -
Citibank Tower 17th floor
Jl. Jenderal Sudirman Kav. 54-55
Jakarta 12190 - Indonesia

Tel: +62 21 2557 1188
Fax: +62 21 2557 1189

Kurnia SALIM (sales)
ksalim@kimeng.co.id

Katarina SETIAWAN (research)
ksetiawan@kimeng.co.id

India

Kim Eng Securities India Pvt Ltd
2nd Floor, The International,
Plot No.16, Maharishi Karve Road,
Churchgate,
Mumbai - 400 020

Vikas KAWATRA (sales)
vkawatra@kimeng.co.th

Jigar SHAH (research)
J.shah@kimeng.com

North America Sales Trading

Warren KIM
wkim@kesusa.com
Tel: +1 212 688-8886

Taiwan

**Yuanta Securities Investment
Consulting Co.**
10/F, No 225, Nanking East Rd
Section 3
Taipei 104, Taiwan

Tel: +886 2 8770-6078
Fax: +886 2 2546-0376

Arthur LO (sales)
Arthur.lo@yuanta.com.tw

Gary CHIA (research)
Gary.chia@yuanta.com.tw

Malaysia

Kim Eng Research Sdn Bhd
16/F, Kompleks Antarabangsa
Jalan Sultan Ismail
50250 Kuala Lumpur, Malaysia

Tel: +603 2141 1555
Fax: +603 2141 1045

YEW Chee Yoon (research)
cheeyoon@kimengkl.com