



PT Petrindo Jaya Kreasi Tbk (CUAN)

CUAN in Transition: Top-Line Strength, Bottom-Line Strain, Expansion Key

Published on 28 August 2025



Sukarno Alatas

Senior Equity Analyst
sukarno@kiwoom.co.id

Stock Rate

Industry

Not Rated

Neutral

Fair Value
vs. Last PriceIDR 1,790/2,350
+10%/+45%

Stock Data

Ticker Code

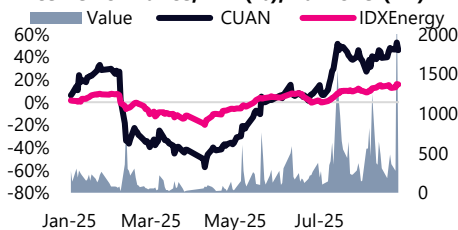
CUAN

Sub Sector/Industry
SectorOil, Gas & Energy
EnergyMarket Cap (IDR.Tn)
Shares Issued (Bn)
AVG 3M Turnover (Bn)183.81
112.42
422.68

Price (IDR)

last Price	1,625
Fair Value	1,790/2,350
Highest (1Yr)	1,795
Lowest (1Yr)	473

Price Performance, YTD(%), Turnover(Bn)



Shareholding After Private Placement

BOD & BOC	1%
Treasury	0.00%
Public	14.15%
Prajogo Pangestu (P)	84.97%

ESG Rating

Environmental
Social
Governancen.a
n.a
n.a

CUAN 1H25: Strong Revenue Growth, Bottom Line Pressured by Finance Cost. CUAN booked revenue of USD 462 million (+49% y/y) in 1H25, supported by growth across all business segments: Mining +31%, Engineering & Construction +73%, Services +162%, and Others +85%. However, the revenue increase was not followed by gross profit, which declined 28% y/y as cost of revenue surged 70% y/y, outpacing top-line growth. The company successfully reduced operating expenses (-21% y/y), limiting operating profit decline to only -2% y/y, with positive growth recorded in 2Q25 on both q/q and y/y basis. Nevertheless, finance costs rose sharply (+108% y/y) following bond issuance, dragging net profit down 93% y/y to USD 1.95 million.

Rising Leverage Amid Weak Equity Growth. Total assets rose 20% y/y, driven by a 30% y/y increase in liabilities following the issuance of bonds, sukuk ijarah, and additional bank facilities, largely from subsidiary PTRO to fund working capital, while equity remained relatively flat (-1% y/y). DER stood at 2.81x in 1H25, higher than FY24, while DAR reached 0.74x, reflecting a capital structure increasingly weighted toward debt. However, the rising leverage could still be tolerable if effectively deployed for expansion and translated into higher capacity and revenue.

Profitability Under Pressure, Room for Recovery Ahead. Margins moderated with GPM -11% y/y, OPM -5% y/y, and NPM -9% y/y, while ROE and ROA contracted by 17% and 5% y/y respectively. Interest coverage ratio (ICR) stood at 2.48x, reflecting higher finance costs, yet the company maintains adequate capacity to service debt with potential improvement once financing costs normalize.

Outlook: Future prospects are underpinned by diversification into gold and silica, as well as vertical integration that could support sustainable growth. Additional positive sentiment stems from CUAN's inclusion in the MSCI index, which enhances global exposure and potential foreign fund inflows.

Key Takeaways

- **Solid revenue:** Revenue rose 49% y/y to USD 462 million, supported by growth across all segments, particularly Mining (+31%), Engineering & Construction (+73%), and Services (+162%).
- **Margin Moderation :** Gross profit declined 28% y/y as cost of revenue surged 70% y/y, pressuring margins despite lower operating expenses.
- **Short-Term Pressure, Long-Term Upside:** Net profit fell 93% y/y to USD 1.95 million, mainly due to higher finance costs from PTRO's funding activities; however, the recent acquisitions of Hafar and HBS are expected to strengthen operational scale and support long-term profitability recovery.
- **Rising leverage:** Assets grew 20% y/y, driven by liabilities up 30% y/y; DER at 2.81x and DAR at 0.74x indicate high leverage weighing on equity, though this could serve as a growth catalyst if expansion is executed effectively.
- **Positive outlook:** Diversification into gold and silica, along with inclusion in the MSCI index, provides medium-term catalysts with potential to attract foreign inflows.

Valuation "Historical Discount"

Trading at IDR 1,625, CUAN is currently valued at an EV/EBITDA of 87.85x and a PBV of 36.5x. Using a blended valuation approach (EV/EBITDA of 114.5x, 3Y average, and PBV of 32.85x, 3Y average), the fair value is estimated at IDR 1,790. Under a more optimistic scenario, applying a target EV/EBITDA of 180x (+1 Std Dev) and a PBV of 49.1x (+1 Std Dev), and incorporating a 15% margin of safety, we estimate the fair value at IDR 2,350 (rounded). Positive sentiment is further supported by CUAN's inclusion in the MSCI index, which enhances global exposure and potential foreign fund inflows, as well as expectations of more strategic acquisitions ahead that could accelerate business integration and long-term growth. *Key downrisks include elevated costs, commodity price volatility, risks in diversification and integration, speculative market sentiment, and regulatory pressures, all of which could weigh on margins and growth prospects.*

Financial Highlight

End 31 Dec	2022A	2023A	2024A	1H24	1H25
Revenue (USD mn)	102.42	98.10	801.72	309.69	462.12
EBITDA (USD mn)	52.63	22.04	301.76	78.79	97.90
Net Profit (USD mn)	38.48	15.65	160.79	29.57	1.95
NPM (%)	37.6%	16.0%	20.1%	9.5%	0.4%
ROE (%)	46.8%	12.9%	28.4%	18.1%	0.7%
PE (x)	n.a	628.91	49.08	176.90	65.60
PBV (x)	n.a	89.62	25.23	38.57	28.73

Source: Bloomberg and KSI Research



CUAN Flash Update

Published on 28 August 2025

KIWOOM
SEKURITAS INDONESIA

Result 1H2025

In Millions of USD	1H24	1H25	yoy	2Q24	1Q25	2Q25	q/q	y/y
Mining	204	267	31%	146	128	139	8%	-5%
Engineering & Construction	92	159	73%	67	69	90	31%	35%
Service	13	35	162%	9	16	19	14%	97%
Others	1	1	84%	1	1	1	9%	27%
Export	70	95	35%	59	24	71	197%	19%
Domestic	239	367	53%	164	190	177	-7%	8%
Revenue	310	462	49%	223	214	248	16%	11%
Cost of Revenue	243	414	70%	177	197	217	10%	23%
Gross Profit	66	48	-28%	47	17	31	83%	-33%
Selling, General & Adm. Exp.	42	34	-21%	31	20	13	-35%	-58%
EBIT	47	46	-2%	10	15	31	113%	198%
Finance Cost	19	39	108%	14	18	21	15%	52%
Pre-Tax Income	34	6	-83%	0	4	2	-52%	1056%
EBITDA	79	98	24%	35	52	46	-12%	32%
Net income	30	1.95	-93%	-1	2	0	-86%	140%
EPS (Full USD)	0.0003	0.0000	-93%	(0.000)	0.000	0.000	-86%	140%
	FY2024	1H25		2Q24	1Q25	2Q25		
Cash and Cash Equivalents	273	126	-54%	176	229	126	-45.1%	-29%
Short Term Debt	117	97	-17%	60	116	97	-16.2%	62%
Long Term Debt	699	949	36%	468	834	949	13.7%	103%
Liabilities	1,212	1,572	30%	830	1,375	1,572	14.4%	89%
Equity	566	560	-1.0%	327	566	560	-1%	71%
Total Asset	1,778	2,133	20%	1,157	1,941	2,133	10%	84%
	1H24	1H25		2Q24	1Q25	2Q25		
GPM %	21.45%	10.37%	-11%	20.85%	7.91%	12.49%	5%	-8%
OPM %	15.14%	9.89%	-5%	4.67%	6.83%	12.53%	6%	8%
NPM %	9.55%	0.42%	-9%	-0.27%	0.80%	0.10%	-1%	0%
EBITDA %	25.44%	21.18%	-4%	15.47%	24.39%	18.42%	-6%	3%
ROE (%)	18.1%	0.7%	-17%	-0.7%	1.2%	0.2%	-1%	1%
ROA (%)	5.1%	0.2%	-5%	-0.2%	0.4%	0.0%	0%	0%
	FY2024	1H25		2Q24	1Q25	2Q25		
Debt to Equity (x)	1.44x	1.87x	0.42	1.61x	1.68x	1.87x	0.19	0.26
DER (x)	2.14x	2.81x	0.66	2.53x	2.43x	2.81x	0.38	0.27
DAR (x)	0.68x	0.74x	0.06	0.72x	0.71x	0.74x	0.03	0.02
ICR (x)	6.16x	2.48x	(3.68)	2.49x	2.85x	2.17x	(0.68)	(0.32)
Current Ratio (x)	1.95x	1.50x	(0.45)	1.61x	1.86x	1.50x	(0.36)	(0.11)
Cash Ratio (%)	79%	28%	-51%	58%	61%	28%	-33%	-30%

Source : Bloomberg & KSI Research

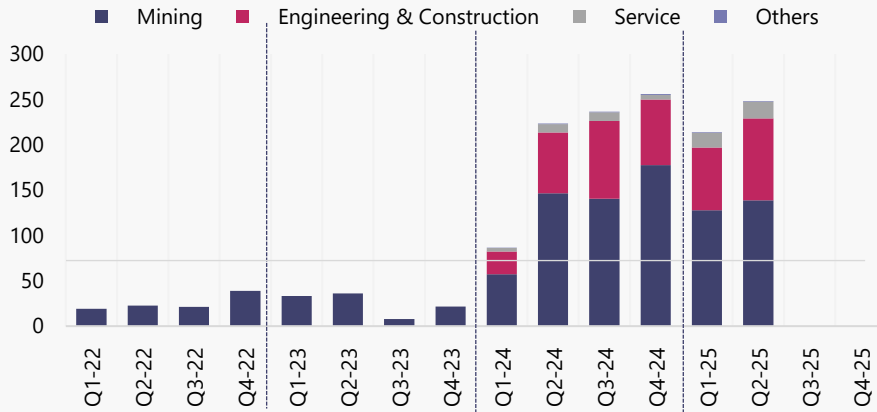


CUAN Flash Update

Published on 28 August 2025

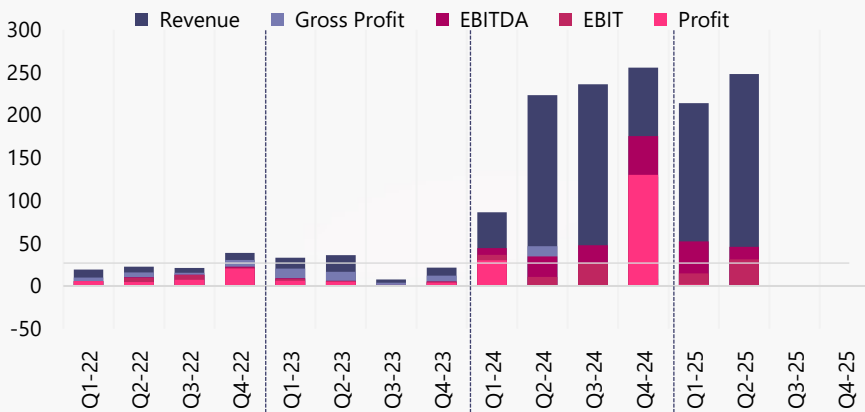
KIWOOM
SEKURITAS INDONESIA

Historical Quarterly Revenue Breakdown (USD Mn)



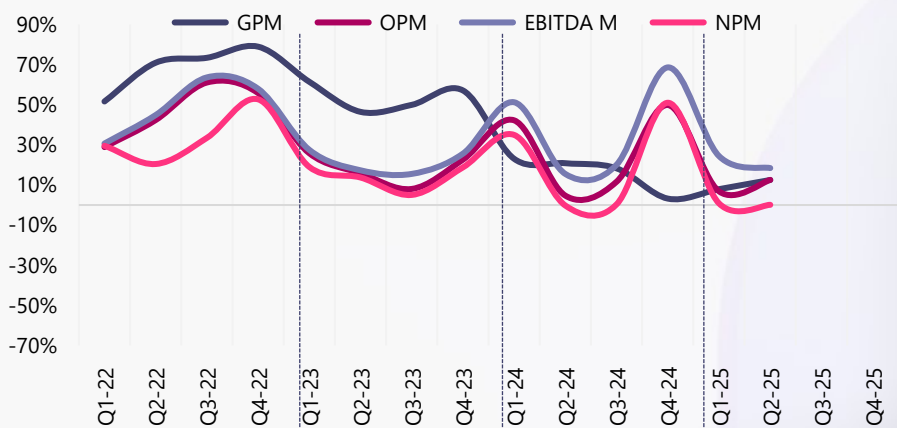
Source : Bloomberg & KSI Research

Historical Performances Quarters (USD Mn)



Source : Bloomberg & KSI Research

Profitability Ratio



Source : Bloomberg & KSI Research



Kiwoom Sekuritas Guide to Sector/Industry/Stock Ratings

Sector/Industry

OVERWEIGHT	: Sector & Industry Outlook has potential and good condition
NEUTRAL	: Sector & Industry Outlook Stable or tend to be stagnant
UNDERWEIGHT	: Sector & Industry Outlook has challenges and bad condition

Stock

BUY	: Stock Performance > +15%	Over the next 12 month (excluding dividend)
TRADING BUY	: Stock Performance, range between +5% to +15%	Minor to Medium Term
HOLD	: Stock Performance, range between -10% to +15%	Over the next 12 month (excluding dividend)
SELL	: Stock Performance > -15%	Over the next 12 month (excluding dividend)
TRADING SELL	: Stock Performance, range between -5% to -15%	Minor to Medium Term
NOT RATED	: Stock is not within regular research coverage	Over the next 12 month (excluding dividend)



HEAD OFFICE

Treasury Tower 27th Floor Unit A, District 8 Kawasan SCBD Lot 28,
Jl.Jend.Sudirman Kav 52-53, Jakarta Selatan 12190
Tel : (021) 5010 5800
Fax : (021) 5010 5820
Email : cs@kiwoom.co.id

PT Kiwoom Sekuritas Indonesia is licensed and supervised by the Financial Services Authority (OJK)

OTHER DISCLOSURES

All Kiwoom's research reports made available to clients are simultaneously available on our own website <http://www.kiwoom.co.id/>. Not all research content is redistributed, e-mailed or made available to third-party aggregators. For all research reports available on a particular stock, please contact your sales representative. Any data discrepancies in this report could be the result of different calculations and/or adjustments.

DISCLAIMER

This report has been prepared and issued by PT Kiwoom Sekuritas Indonesia. Information has been obtained from sources believed to be reliable but Kiwoom Securities do not warrant its completeness or accuracy. Forward-looking information or statements in this report contain information that is based on forecast of future results, estimates of amounts not yet determinable, assumptions, and therefore involve known and unknown risks and uncertainties which may cause the actual results, performance or achievements of their subject matter to be materially different from current expectations. To the fullest extent allowed by law, PT Kiwoom Sekuritas Indonesia shall not be liable for any direct, indirect or consequential losses, loss of profits, damages, costs or expenses incurred or suffered by any person or organization arising from reliance on or use of any information contained on this report. The information that we provide should not be construed in any manner whatsoever as, personalized advice. No mention of a particular security in this report constitutes a recommendation to buy, sell or hold that or any security, or that any particular security, portfolio of securities, transaction or investment strategy is suitable for any specific person. This report is being supplied to you solely for your information and may not be reproduced by, further distributed to or published in whole or in part by, any other person.