



JPFA Equity Update

PT Japfa Comfeed Indonesia Tbk (JPFA)

Strong Earnings Start to FY26

Published on 17 June 2026



Abdul Azis Setyo W.
 Equity Research Analyst
azis@kiwoom.co.id

Stock Rate **Buy**
 Industry Neutral

TP 12M IDR 3,140
 vs. Last Price +64.40%

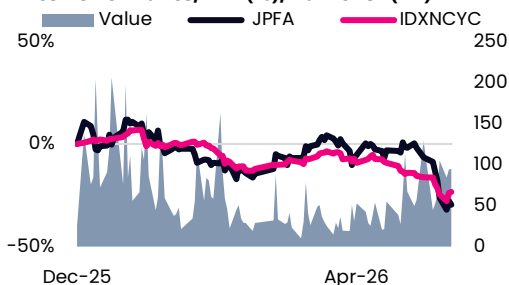
Stock Data
 Ticker Code JPFA
 Sub Sector Food & Beverage
 Sector Consumer Non-Cyclicals

Market Cap (IDR.Tn) 21.8
 Shares Issued (Bn) 11.73
 AVG 3M Turnover (Bn) 44.20

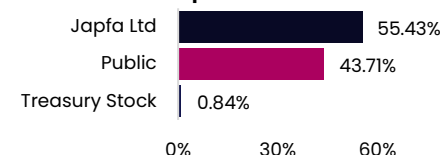
Price (IDR)



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



Shareholders Composition



ESG Rating

Environmental 4.18
 Social 2.98
 Governance 4.47

Source: bloomberg

Strong 1Q26 Earnings Driven by Volume Expansion. The company delivered a strong 1Q26 performance, with revenue increasing 23.6% y/y to IDR 17.7 trillion, supported by higher DOC and broiler sales volumes during the Ramadan period. Growth was broad-based across key business segments, particularly Animal Feed (+25.6% y/y), Poultry Breeding (+29.8% y/y), Commercial Farm (+26.3% y/y), and Poultry Processing (+24.6% y/y). Strong revenue growth, coupled with healthy demand and stable ASPs in the poultry business, drove net profit up 167% y/y to IDR 1.82 trillion, extending the positive earnings momentum seen throughout FY25.

Margin Expansion Boosts Profitability Outlook. Profitability improved significantly in 1Q26, supported by stronger feed margins following higher selling prices and continued profitability in the breeding and commercial farming segments. Gross profit surged 67.7% y/y to IDR 4.52 trillion, while EBITDA increased 156.2% y/y to IDR 3.67 trillion, reflecting substantial operating leverage and improved business fundamentals. As a result, EBITDA margin expanded to 21% from 10.0% a year earlier, while net profit margin improved to 10% from 4.7%. The strong earnings delivery provides a solid foundation for the remainder of FY26, helping offset potential headwinds from softer consumer purchasing power.

We continue to maintain a positive outlook on JPFA, supported by stabilizing live bird prices, which should help sustain profitability in its breeding and commercial farming segments. Meanwhile, we are closely monitoring the implementation of the single-window soybean meal import policy through Berdikari, which may lead to higher feed raw material costs. Nevertheless, we believe the impact should remain manageable through gradual selling price adjustments and operational efficiencies, and therefore does not alter our positive view on JPFA's earnings outlook going forward.

Key Takeaways:

- **Solid 1Q26 Results Fueled by Volume Expansion,** With revenue growing 23.6% y/y and net profit surging 167% y/y, driven by higher DOC and broiler sales volumes alongside improved profitability across key segments.
- **Margin expansion continued,** supported by stronger feed margins, stable DOC and broiler ASPs, and sustained profitability in the breeding and commercial farming businesses, resulting in a 156% y/y increase in EBITDA.
- **Positive outlook remains intact,** supported by stabilizing live bird prices and government support measures, while the impact from the Berdikari single-window soybean meal import policy is expected to remain manageable through pricing adjustments and operational efficiencies.

Recommendation "Buy"

We recommend a "Buy" call on JPFA, upgrade our target price to IDR 3,140 (from IDR 2,730). This implies a valuation of FY26F P/E of 9.0x and FY26F PBV of 1.8x. *Meanwhile, downside risks to our call include weakening consumer purchasing power, intensifying market competition, and higher SBM prices from Berdikari and appreciation US\$, which could weigh on future profitability.*

Financial Highlight

Year-end (IDR Bn)	2024A	2025A	2026F	2027F	2028F
Revenue	55,801	60,716	65,029	70,558	76,779
Net Profit	3,019	4,004	4,474	4,877	5,360
EPS (Full)	260	344	385	419	461
EBITDA Margin	5%	10%	10%	11%	11%
NPM	1.8%	5.4%	6.6%	6.9%	6.9%
ROE	6.7%	19.4%	21.4%	21.2%	20.3%
P/E (x)	14.8x	7.5x	9.0x	8.1x	7.4x
P/BV (x)	1.0x	1.4x	1.8x	1.6x	1.4x
EV/EBITDA (x)	10.8x	6.1x	7.6x	7.1x	6.3x

Source: Company and KSI Research

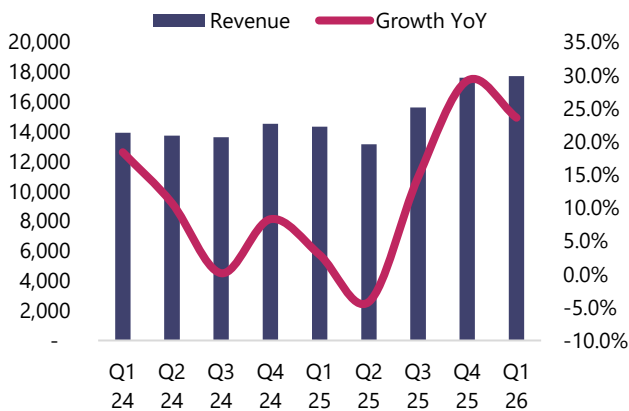


Performance Review

IDR Bn	1Q25	4Q25	1Q26	y/y	q/q
Revenue Segment					
Animal Feed	3,876	4,615	4,869	25.6%	5.5%
Poultry Breeding	841	1,078	1,092	29.8%	1.3%
Commercial Farm	5,575	7,225	7,040	26.3%	-2.6%
Poultry Processing & Consumer Products	2,557	2,923	3,187	24.6%	9.0%
Aquaculture	1,168	1,453	1,218	4.4%	-16.1%
Trading & Others	588	632	618	5.1%	-2.3%
Revenue	14,332	17,611	17,714	23.6%	0.6%
Gross Profit	2,695	4,476	4,520	67.7%	1.0%
Operating Profit	1,124	2,256	2,501	122.6%	10.9%
EBITDA	1,435	2,581	3,676	156.2%	42.4%
Net Income	680	1,593	1,816	167.0%	14.1%
EPS (Full IDR)	59	137	156	164.4%	13.9%
Asset	35,553	40,060	39,334	10.6%	-1.8%
Liabilities	18,267	20,041	17,309	-5.2%	-13.6%
Equity	17,285	20,019	22,024	27.4%	10.0%
GPM %	19%	25%	26%	6.7%	0.1%
OPM %	8%	13%	14%	6.3%	1.3%
Ebitda Margin %	10%	15%	21%	10.7%	6.1%
NPM %	5%	9%	10%	5.5%	1.2%
ROE %	15.7%	31.8%	33.0%	17%	1%
ROA %	7.7%	15.9%	4.6%	-3%	-11%

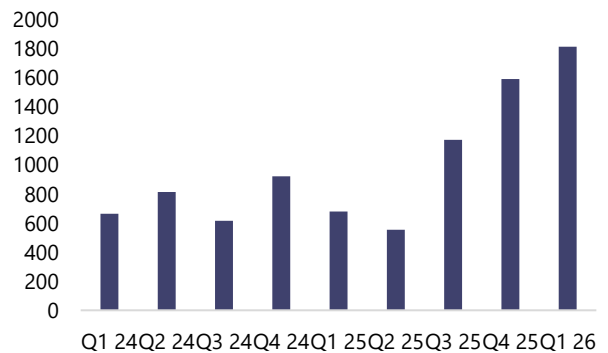
Source: Company & KSI Research

Revenue (IDR Bn) vs Growth



Source: Company & KSI Research

Net Income (IDR Bn) vs Growth



Source: Company & KSI Research



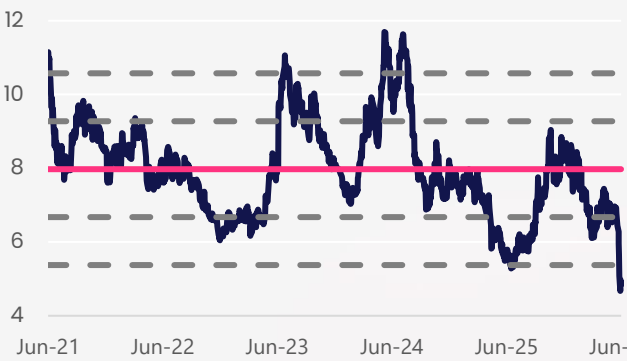
Valuation

We assign a "Trading Buy" rating for JPFA. We calculate the fair value of JPFA using relative valuation methods (PE). We obtained a result that the fair value of JPFA is Rp 3,140 (rounded). The current fair value implements a P/E ratio of 9.0x and a PBV of 1.8x.

Multiple Valuation	Base Amount	Target Multiple	Value	Weight (%)	The Value of the firm
PE	4,474	10.2	45,611	100%	45,611
Total Value (Bn)					45,611
Share (Bn)					12
Fair Value					3,923
MoS					20%
Target Price (IDR)					3,140
Current Price					1,910
Potential Upside (%)					64.40%

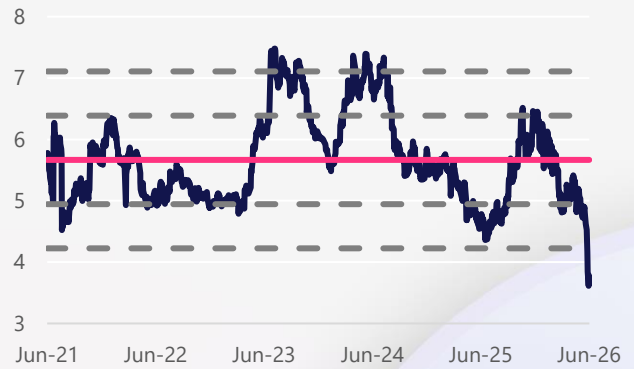
Source: KSI Research

Historical P/E 5Y

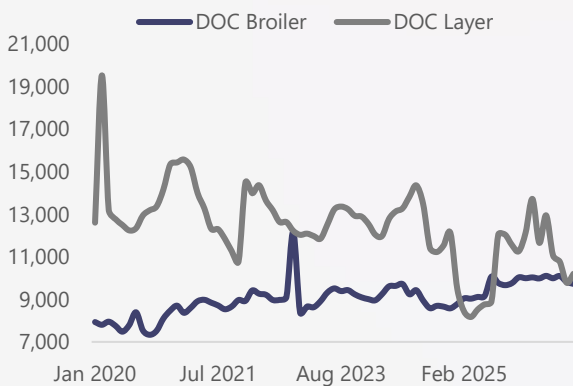


Source: Bloomberg, KSI Research

Historical PBV 5Y

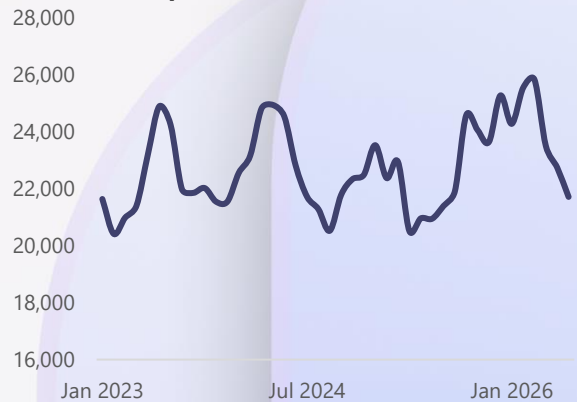


DOC Monthly Price (IDR)



Source: Simponiternak & KSI Research

Broiler Monthly Price (IDR)



Source: Simponiternak & KSI Research



Financial Exhibits

Year-end (IDR Bn)	2023A	2024A	2025A	2026F	2027F	2028F
Revenue	51,176	55,801	60,716	65,029	70,558	76,779
Costs of revenue	43,665	44,583	47,524	50,885	55,212	60,080
Gross profit	7,511	11,218	13,191	14,144	15,346	16,699
EBITDA	2,450	5,457	6,311	7,208	7,903	8,605
Operating profit	2,208	5,134	6,024	6,895	7,559	8,233
Income before tax	1,261	4,241	5,484	6,104	6,663	7,328
Tax expenses	315	1,029	1,202	1,343	1,466	1,612
Minority interests	16	193	277	287	321	356
Net income	930	3,019	4,004	4,474	4,877	5,360
EPS	80	260	344	385	419	461

Balance Sheet

Year-end (IDR Bn)	2023A	2024A	2025A	2026F	2027F	2028F
Cash and equivalents	1,503	1,354	3,550	4,767	2,493	2,643
Account receivables	2,456	2,677	3,126	3,196	3,496	3,844
Inventories	12,877	12,761	13,399	16,736	18,141	19,753
Fixed assets	14,504	15,117	16,551	18,041	19,845	22,028
Other assets	2,770	2,757	3,434	3,935	4,096	4,353
Total assets	34,109	34,666	40,060	46,675	48,071	52,621
S-T liabilities	4,919	3,273	9,772	7,633	5,257	4,788
Other S-T liabilities	5,765	6,023	6,746	7,386	7,238	7,929
L-T liabilities	7,927	7,471	2,090	7,691	8,345	9,081
Other L-T liabilities	1,332	1,327	1,434	1,535	1,666	1,812
Total liabilities	19,942	18,094	20,041	24,245	22,506	23,610
Equity	14,167	16,573	20,019	22,430	25,565	29,011

Cash Flows Statement

Year-end (IDR Bn)	2023A	2024A	2025A	2026F	2027F	2028F
Net Income	930	3,019	4,004	4,474	4,877	5,360
Depreciation	220	242	323	286	313	343
Change in working capital	1,896	1,772	9,539	(82)	908	3,881
Operating cash flow	746	(1,488)	5,211	(4,842)	(4,282)	(1,823)
Capital expenditure	(919)	(614)	(1,434)	(1,490)	(1,804)	(2,183)
Others	(282)	8	247	(564)	(108)	(173)
Investing cash flow	(1,202)	(606)	(1,187)	(2,054)	(1,912)	(2,356)
Dividend paid	-	(814)	(1,401)	(1,790)	(1,951)	(2,144)
Net change in debt	(504)	(456)	(5,380)	5,601	654	736
Others	651	2,401	3,553	2,512	3,266	3,593
Financing cash flow	147	1,945	(1,828)	8,113	3,920	4,329
Change in cash	(308)	(149)	2,196	1,217	(2,274)	150
Beginning cash flow	1,811	1,503	1,354	3,550	4,767	2,493
Ending cash flow	1,503	1,354	3,550	4,767	2,493	2,643

Source : Company, KSI Research & Bloomberg



Financial Ratio

Key Ratios	2023A	2024A	2025A	2026F	2027F	2028F
Revenue Growth (%)	4.5%	9.0%	8.8%	7.1%	8.5%	8.8%
Gross Profit Growth (%)	-2.2%	49.3%	17.6%	7.2%	8.5%	8.8%
Operating Profit Growth (%)	-18.9%	132.5%	17.3%	14.5%	9.6%	8.9%
EBITDA Growth (%)	-16.7%	122.8%	15.6%	14.2%	9.6%	8.9%
Net Profit Growth (%)	-34.5%	224.7%	32.6%	11.7%	9.0%	9.9%
EPS Growth (%)	-34.6%	224.7%	32.6%	11.7%	9.0%	9.9%
Gross margin (%)	14.7%	20.1%	21.7%	21.8%	21.8%	21.8%
EBIT margin (%)	4.3%	9.2%	9.9%	10.6%	10.7%	10.7%
EBITDA margin (%)	4.8%	9.8%	10.4%	11.1%	11.2%	11.2%
Net margin (%)	2.8%	9.3%	10.7%	10.2%	10.8%	10.9%
ROE (%)	6.7%	19.4%	21.4%	21.2%	20.3%	19.7%
ROA (%)	2.8%	9.3%	10.7%	10.2%	10.8%	10.9%
Current ratio (x)	0.11	3.20	4.86	2.99	3.42	3.42
Quick ratio (x)	0.41	0.47	0.48	0.61	0.58	0.62
Receivable turn over (x)	20.84	20.84	19.42	20.34	20.19	19.97
AR turnover (days)	17.52	17.51	18.79	17.94	18.08	18.27
Inventory turnover (x)	3.39	3.49	3.55	3.04	3.04	3.04
Inventory Days	107.64	104.47	102.91	120.05	119.93	120.00
DER (x)	1.41	1.09	1.00	1.08	0.88	0.81
DAR (x)	0.58	0.52	0.50	0.52	0.47	0.45
Interest Coverage	223.4%	590.0%	613.6%	647.2%	672.1%	663.5%
Cash Ratio	14.1%	14.6%	31.7%	20.0%	20.8%	23.7%
Earning Yield (%)	6.8%	13.4%	11.0%	12.3%	13.4%	14.7%
Dividend Yield (%)	0.0%	3.6%	3.8%	4.9%	5.3%	5.9%
PE (x)	14.76	7.47	9.11	8.15	7.48	6.81
PBV (x)	0.97	1.36	1.82	1.63	1.43	1.26
P/Sales (x)	0.27	0.40	0.60	0.56	0.52	0.48
EV/Ebitda (x)	10.84	6.10	7.66	7.19	6.34	5.85

Source : Company, KSI Research & Bloomberg



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.