KIWOOM SEKURITAS INDONESIA

Published 7 September 2026

PT Japfa Comfeed Indonesia Tbk

JPFA Earnings Recovery on Track, Broiler Prices Improve

1H26 Results Strong Earnings Growth. JPFA delivered solid 1H26 results, with revenue growing 28.7% YoY to IDR 35.4tn and net profit rising 100.2% YoY to IDR 2.5tn, reaching 54.4% and 55.17% of our FY26E estimates, respectively. Performance was supported by strong growth in the feed segment of 39.9% YoY and commercial farm of 22.4% YoY. 1H26 net profit margin also improved to 7.0% from 4.0% in 1H25. However, 2Q26 net profit declined 63.7% QoQ to IDR 659bn, with NPM falling to 3.7% from 10.3% in 1Q26 and 4.2% in 2Q25, due to weaker broiler prices and higher input costs.

Broiler Price Recovery Positive for 3Q26. The recovery in broiler prices provides a positive catalyst for 3Q26, with prices reaching IDR 26.9k/kg as of September 4 (+5.4% MoM, +4.6% YoY). We expect stronger broiler prices through 2H26, supported by seasonal demand and government absorption through the MBG program, which should help offset input cost pressures and support commercial farm profitability.

Fresh Wind in 3Q26, Growth Potential in 2H26The improving broiler prices in 3Q26 reinforce our confidence that our FY26F estimates can be achieved, with revenue of IDR 65tn and net income of IDR 4.47tn. Although the implementation of the single-window soybean meal import policy through Berdikari could increase feed raw material costs, we believe the impact remains manageable through gradual selling price adjustments and operational efficiencies.

KEY TAKEAWAYS:

- **Strong 1H26 performance,** with revenue +28.7% YoY and net profit +100.2% YoY, reaching 54.4% and 55.17% of our FY26E estimates.
- **Broiler price recovery supports 3Q26 earnings,** with prices reaching IDR 26.9k/kg as of September 4 (+5.4% MoM, +4.6% YoY), supported by seasonal demand and MBG absorption..
- **FY26F outlook remains positive,** with revenue and net profit estimates of IDR 65tn and IDR 4.47tn, respectively, while higher soybean meal costs remain manageable through price adjustments and operational efficiencies.

RECOMMENDATION "Buy"

We maintain our "Buy" recommendation on JPFA with an unchanged target price of IDR 3,140. Our target price implies FY26F P/E of 9.1x, PBV of 1.8x, and EV/EBITDA of 7.7x. At the current share price of IDR 2,310, JPFA trades at FY26F P/E of 6.0x, PBV of 1.2x, and EV/EBITDA of 5.9x, indicating an attractive valuation relative to our target multiples. *Meanwhile, downside risks to our recommendation include weaker consumer purchasing power, intensifying market competition, higher SBM prices from Berdikari, and USD appreciation, which could weigh on future profitability*.

FINANCIAL HIGHLIGHTS

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	9.1x	8.2x	7.5x
P/BV (x)	1.0x	1.4x	1.8x	1.6x	1.4x
EV/EBITDA (x)	10.8x	6.1x	7.7x	7.2x	6.3x

Source: Company, KSI Research estimates.

STOCK RATING

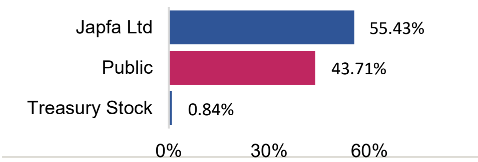
Buy

REITERATED

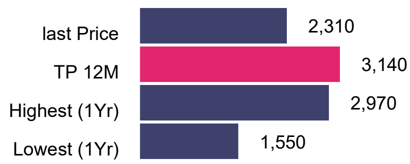
TP 12M (IDR)	3,140
vs. Last Price	+35.9%
Previous TP	*IDR 2,310*

Ticker	JPFA
Sub-Sector	Food & Beverage
Last Price (IDR)	2,310
Market Cap (IDR Tn)	27.09
Shares Issued (Bn)	11.72
AVG 3M Turnover (Bn)	34.28

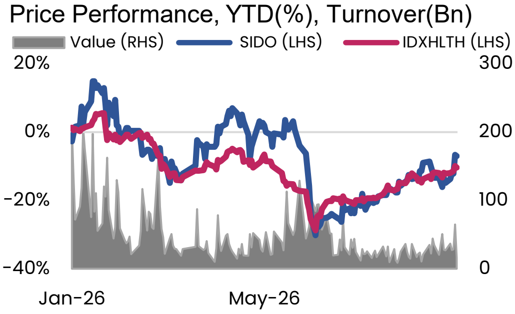
SHAREHOLDER STRUCTURE



Abdul Azis Setyo Wibowo
Equity Analyst
azis@kiwoom.co.id



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



ESG Rating

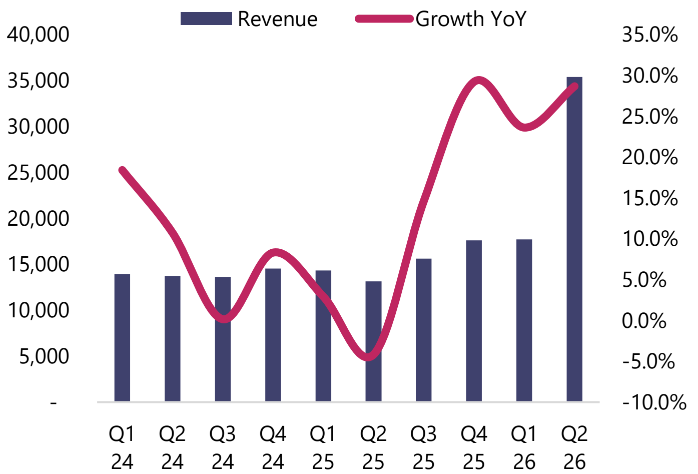
Environmental	4.19
Social	2.98
Governance	4.54

PERFORMANCE OVERVIEW

IDR Bn	1H25	1H26	y/y	2Q25	1Q26	2Q26	y/y	q/q
Revenue Segment								
Animal Feed	7,235	10,120	39.9%	3,359	4,869	5,250	56.3%	7.8%
Poultry Breeding	1,569	2,069	31.9%	727	1,092	977	34.3%	-10.6%
Commercial Farm	10,825	13,330	23.1%	5,251	7,040	6,290	19.8%	-10.7%
Poultry Processing & Consumer Products	4,991	6,395	28.1%	2,434	3,187	3,208	31.8%	0.7%
Aquaculture	2,332	2,839	21.7%	1,164	1,218	1,621	39.2%	33.0%
Trading & Others	1,071	1,295	20.9%	483	618	677	40.1%	9.7%
Revenue	27,482	35,355	28.7%	14,332	17,714	17,641	23.1%	-0.4%
Gross Profit	5,278	7,625	44.5%	2,695	4,520	3,105	15.2%	-31.3%
Operating Profit	2,144	3,609	68.3%	1,124	2,501	1,108	-1.4%	-55.7%
EBITDA	2,768	5,121	85.0%	1,435	3,676	1,445	0.7%	-60.7%
Net Income	1,236	2,475	100.2%	680	1,816	659	-3.1%	-63.7%
EPS (Full IDR)	107	212	98.8%	59	156	56	-4.6%	-63.9%
	1H25	*1H26*						
Asset	36,374	40,060	10.1%	36,374	39,334	40,060	10.1%	1.8%
Liabilities	19,306	20,041	3.8%	19,306	17,309	20,041	3.8%	15.8%
Equity	17,068	20,019	17.3%	17,068	22,024	20,019	17.3%	-9.1%
GPM %	*19%*	*22%*	2.4%	*19%*	*26%*	*18%*	-1.2%	-7.9%
OPM %	*8%*	*10%*	2.4%	*8%*	*14%*	*6%*	-1.6%	-7.8%
Ebitda Margin %	*10%*	*14%*	4.4%	*10%*	*21%*	*8%*	-1.8%	-12.6%
NPM %	*4%*	*7%*	2.5%	*5%*	*10%*	*4%*	-1.0%	-6.5%
ROE %	*12.8%*	*24.7%*	11.9%	*15.9%*	*33.0%*	*13.2%*	-3%	-19.8%
ROA %	*6.8%*	*12.4%*	5.6%	*7.5%*	*18.5%*	*6.6%*	-1%	-11.9%

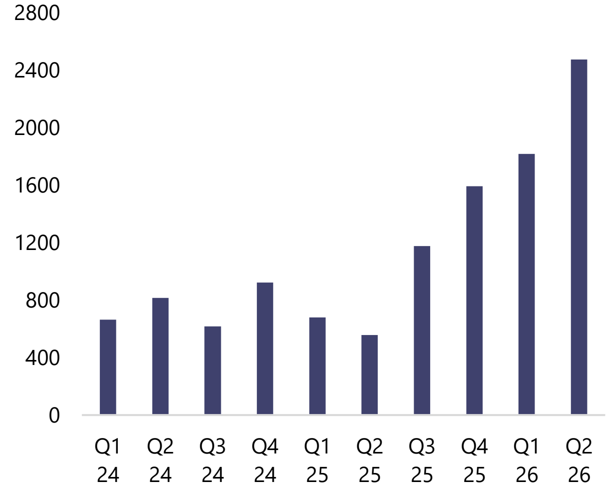
Source : KSI Research & Bloomberg

Revenue (IDR Bn) vs Growth (YoY)



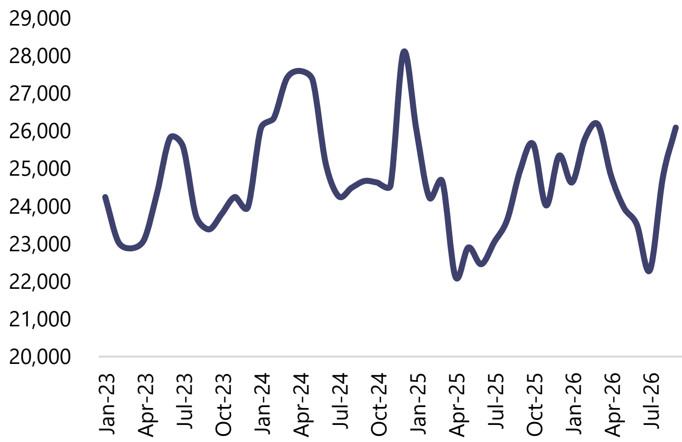
Source: Company & KSI Research

Net Income (IDR Bn))



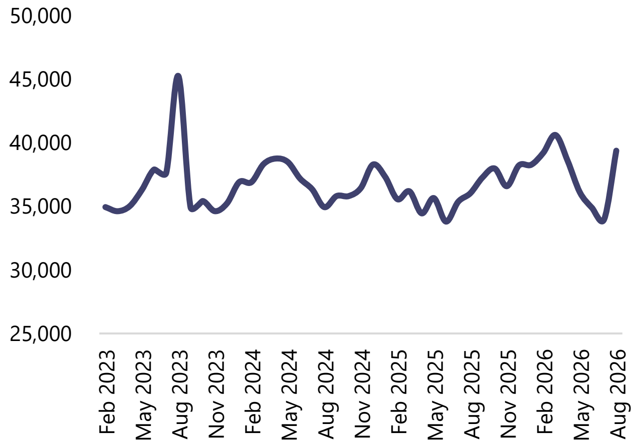
Source: Company & KSI Research

LB Price (IDR)



Source: Simponni Ternak & KSI Research

Broiler carcass price (IDR)



Source: Simponni Ternak & KSI Research

VALUATION

TP Raised to IDR 3,140; Rated Buy

Buy TP 12M: IDR 3,140

vs. Last Price (IDR 2,310, 4 September 2026): +35.9% upside | Previous TP: Not Change

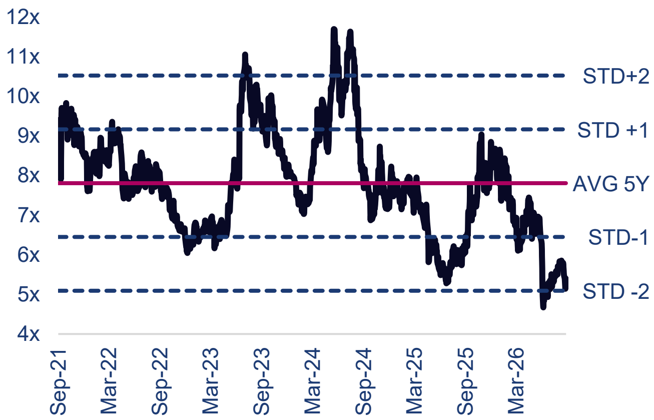
VALUATION

Relative 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	2,310
Potential Upside (%)	35.93%

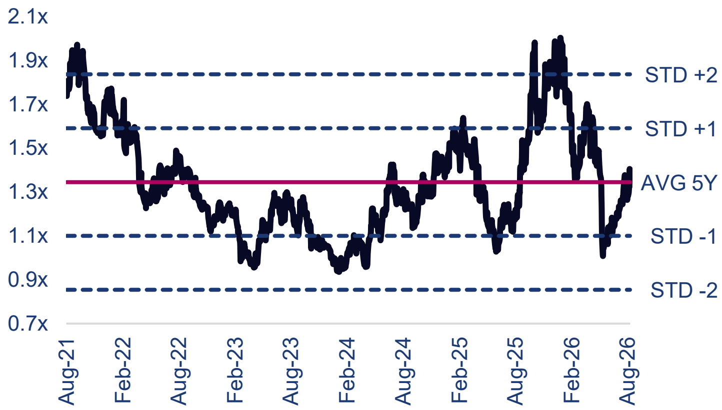
Source : KSI Research & Bloomberg

HISTORICAL PE 5Y (at SD -2)



Source : KSI Research & Bloomberg

HISTORICAL PBV 5Y (at AVG 5Y)



Source : KSI Research & Bloomberg

FINANCIAL EXHIBITS

Income Statement, Balance Sheet & Cash Flow

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 RATIOS

Earnings Growth Supports Positive Outlook

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	9.12	8.16	7.49	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	7.67	7.19	6.34	5.85

Source : Company, KSI Research & Bloomberg

Rating Guide, Disclaimer & Contact

KIWOOM SEKURITAS GUIDE TO SECTOR / STOCK RATINGS

SECTOR / INDUSTRY

OVERWEIGHT	Sector & Industry outlook has potential and good condition
NEUTRAL	Sector & Industry outlook stable or tends to be stagnant
UNDERWEIGHT	Sector & Industry outlook has challenges and bad condition

STOCK

BUY	Performance > +15% over the next 12 months (ex-dividend)
TRADING BUY	Performance +5% to +15%, minor to medium term
HOLD	Performance -10% to +15% over the next 12 months (ex-dividend)
SELL	Performance < -15% over the next 12 months (ex-dividend)
TRADING SELL	Performance -5% to -15%, minor to medium term
NOT RATED	Stock not within regular research coverage

DISCLAIMER

OTHER DISCLOSURES

All KSI Research reports are simultaneously available at www.kiwoom.co.id. Not all research content is redistributed, emailed, or made available to third-party aggregators. Any data discrepancies in this report may result from differing calculation methods or subsequent adjustments.

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).