Riding the Gold Wave

21 November 2025

PT Bumi Resources Minerals Tbk.

BRMS IJ	BUY
Sector	Metals
Price at 20 November 2025 (IDR)	950
Price target (IDR)	1,200
Upside (%)	+26.3

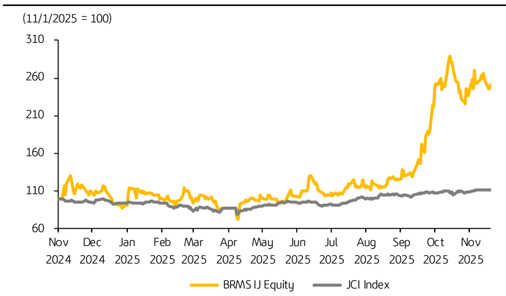
Stock Information

PT Bumi Resources Minerals Tbk. (BRMS) is an Indonesian mining company with the second-largest reserves among listed companies, focusing on gold, base metals, and mineral exploration, backed by the strategic involvement of AP Investment or the Salim Group.

Market cap (IDR Bn)	134,695
Shares outstanding (mn)	141,784
52-week range (IDR)	274 – 1,190
3M average daily vol. ('000)	827,413
3M average daily val. (IDR Bn)	669.9

Shareholders (%)	
Public	61.8
Emirates Investments Group LLC – Salim Related	25.1
Glastrust (Singapore) Ltd	7.6
PT CGS International Sekuritas Indonesia	5.5

Stock Performance



Source: Bloomberg

	YTD	1M	3M	12M
Absolute	174.6	(1.6)	97.9	118.9
JCI Return	19.7	4.7	6.7	18.0
Relative	154.9	(6.3)	91.3	100.9

Analyst
Laurencia Hiemas
Laurencia.hiemas@kbvalbury.com

BRMS delivered a strong 3Q25, with revenue up +9% qoq to USD63 mn and net profit surging +75.5% qoq to USD15 mn, driven by higher ASP of USD3,468/oz and solid cost control. This brought 9M25 earnings to USD38 mn, soaring +142% yoy and outperforming our forecast. We raise our gold assumptions to USD3,300-4,500/oz, lifting FY26F net profit by +119.3% to USD56 mn on improving margins and underground ramp-up. Key catalysts include MSCI inclusion, CIL expansion, and new copper resources at Gorontalo. We maintain our BUY call with a higher TP of IDR1,200/sh, offering +26.3% upside on our rerated gold outlook and multi-asset growth visibility.

Stronger Pricing Offsets Royalty Pressure, Advancing Profitability. BRMS delivered stronger 3Q25 results, with revenue of USD63 mn (+9% qoq, +32.9% yoy) and 9M25 revenue of USD184 mn (+69% yoy), broadly in line with estimates. Gold revenue reached USD61 mn (+8.7% qoq, +31.1% qoq) supported by a higher ASP of USD 3,468/oz (+5.7% qoq, +39.1% yoy) and sales of 17,558 oz (+2.9% qoq, -5.7% yoy). Ore grade slightly to 1.76g/t (2Q25: 1.83g/t, 3Q24: 0.82g/t), due to normal sequencing, though still far above las year's level. Gross margin dipped to 49.5% on a higher royalty rate, but lower mining costs kept gross profit ahead of expectations. Net profit came in strong at USD15 mn (+75.5% qoq, +123.1% yoy), lifting its 9M25 to USD 38mn (+142% yoy), way above our estimates (97.2%) and in line with consensus (74.2%). While operating profit softened due to pushback-related costs, the ongoing CIL upgrade and improving ore characteristics support continued production growth.

A Broad Catalyst Pipeline Sets BRMS Up for Its Next Rerating Phase. Key rerating drivers for BRMS include: 1) inclusion in the MSCI Index and the VanEck GDX ETF, which improves global visibility and passive flow potential, 2) upcoming debt financing expected to fund around 60% of the 25-27F USD500 mn total capex required to advance the Palu underground project, 3) the CPM CIL expansion to 2,000 tpd is expected to start contributing by early 2027, 4) underground production is slated for 4Q27 with grades above 4 g/t, driving a strong output increase, 5) ongoing drilling at Gorontalo Minerals ahead of a planned 2027 JORC copper resource announcement, and 6) continued exploration progress across SHS, LMR, and other assets that strengthens BRMS's multi-asset growth pipeline.

Revised Earnings on Stronger Price Assumptions. We raise our price assumptions for FY25 to FY27 to gold USD 3,300/4,500/4,000/oz and silver USD 35/36/34/oz, representing increases of 3-9%, 33-36%, and 17-35%, supported by continued central-bank buying and persistent geopolitical risk premium. On these assumptions, we upgrade revenue by +3.1/+30/+23.1%, EBITDA by +8.8/+65.2/+15.9%, and net profit by +36/+119.3/+43.2%, implying FY25/26/27F EBITDA of USD 93/111/123 mn and net profit of USD 39/56/60 mn, driven by higher ASPs and improving operating leverage. We also lift 2027F sales volume by +5.7% as the first CIL unit is now assumed to contribute from 2027F (previously end-2027F). Overall, the revisions underline high earnings sensitivity to gold and set the stage for the next leg of growth as underground production ramps from 4Q27 into 28F.

BUY Maintained, TP Upgraded to IDR1,200/ sh on Higher Gold Assumptions and Growth Visibility. We roll forward our base year to FY26F and maintain BUY with a higher SOTP-based TP of IDR 1,200/sh (from IDR 560/sh), implying +26.3% upside. The TP reflects updated project values after incorporating our latest pricing and operating assumptions. At the current price, the stock trades at 26F P/E of 65.9x and EV/EBITDA of 59.3x, supported by strong EPS CAGR and rising output from both CIL and underground operations. Key risks remain metal-price volatility and project execution timing.

Exhibit 1: Forecasts and Valuations (at closing price IDR950/share)

Y/E Dec	23A	24A	25F	26F	27F
Revenue (USD Mn)	47	162	248	377	390
EBITDA (USD Mn)	20	47	101	183	143
EV/EBITDA (x)	162.4	68.8	87.4	47.7	62.2
Net Profit (USD Mn)	14	23	53	123	86
EPS (IDR)	1.6	2.6	6.1	14.4	10.1
P/E Ratio (x)	293.9	176.1	155.6	65.9	93.9
BVPS (IDR)	104	111	121	138	148
P/BV Ratio (x)	9.1	8.5	7.9	6.9	6.4
ROAE (%)	1.4	2.3	5.1	10.5	6.8
ROAA (%)	1.3	2.1	3.9	7.4	4.7
Interest Coverage (x)	-	5.1	8.0	9.4	6.1
Net Gearing (x)	0.1	0.1	0.6	0.6	0.6

Exhibit 2: Financial Summary

(USD mn)	3Q24	2Q25	3Q25	qoq (%)	yoy (%)	9M24	9M25	yoy (%)	9M25/ KBVS (%)	9M25/ Cons (%)
Revenue	47	58	63	*+9.0*	*+32.9*	108	184	*+69.2*	***76.49***	***74.58***
Gross Profit	22	36	31	*-14.0*	*+42.4*	52	103	*+97.1*	***81.30***	***77.00***
Operating Income	12	23	20	*-13.5*	*+58.4*	29	70	*+144.1*	***81.07***	***75.40***
EBITDA	15	25	24	*-0.6*	*+61.1*	35	79	*+129.5*	***85.36***	***78.44***
Net Income	7	9	15	*+75.5*	*+123.1*	16	38	*+142.2*	***97.20***	***74.21***
GPM (%)	46.2	62.7	49.5			48.3	56.2			
OPM (%)	26.1	39.3	31.2			26.3	38.0			
EBITDA Margin (%)	32.1	42.8	39.0			31.9	43.2			
NPM (%)	14.2	14.8	23.8			14.4	20.6			
Gold Sold (koz)	18.6	17.1	17.5	*+2.9*	*-5.7*	45.4	56.6	*+24.7*		
ASP (USD/oz)	2,493	3,282	3,468	*+5.7*	*+39.1*	2,347	3,156	*+34.5*		

Source: Company, KBVS Research

In 3Q25, BRMS delivered solid results with revenue of USD63 mn (+9.0% qoq), bringing 9M25 revenue to USD184 mn (+69.2% yoy), and broadly in our and consensus expectations (76% and 74% of FY25F). Growth was supported by gold revenue of USD61 mn (+8.7% qoq), driven by higher ASP of USD 3,468/oz (+5.7% qoq) and sales volumes of 17,558 oz (+2.9% qoq). Gross margin eased to 49.5% (2Q25: 62.7%) on higher royalty rate of 15.7%, partly offset by lower mining costs following an improved gold grade of 1.5 g/t.

Exhibit 3: Forecast Changes

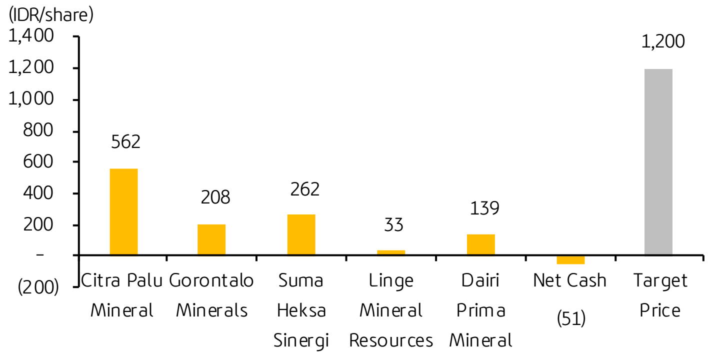
	New forecast			Old forecast			Forecast change (%)		
(USD mn)	25F	26F	27F	25F	26F	27F	25F	26F	27F
Revenue	248	377	390	240	290	317	+3.1	+30.0	+23.1
Gross Profit	139	237	197	127	156	174	+9.5	+51.8	+13.2
Operating Profit	95	174	132	86	102	113	+10.1	+70.2	+17.1
EBITDA	101	183	143	93	111	123	+8.8	+65.2	+15.9
Net Profit	53	123	86	39	56	60	+36.0	+119.3	+43.2
Growth yoy (%)									
Revenue	*+52.5*	*+52.3*	*+3.5*	*+47.8*	*+20.8*	*+9.3*			
Gross Profit	*+77.2*	*+70.4*	*-16.9*	*+61.8*	*+22.8*	*+11.5*			
Operating Profit	*+127.6*	*+83.3*	*-23.7*	*+106.7*	*+18.6*	*+10.8*			
EBITDA	*+116.5*	*+81.3*	*-22.3*	*+99.0*	*+19.4*	*+10.8*			
Net Profit	*+128.4*	*+131.5*	*-30.0*	*+67.9*	*+43.6*	*+7.1*			
Margins (%)									
GPM	*56.2*	*62.8*	*50.4*	*52.9*	*53.8*	*54.9*			
OPM	*38.3*	*46.0*	*33.9*	*35.8*	*35.2*	*35.6*			
EBITDA Margin	*40.9*	*48.6*	*36.5*	*38.8*	*38.3*	*38.8*			
NPM	*21.4*	*32.6*	*22.0*	*16.3*	*19.3*	*18.9*			

Source: KBVS Research

We revise up our forecasts, lifting our FY25-27F gold price assumptions to USD 3,300/4,500/4,000/oz and lowering mining cost estimates following stronger 9M25 performance. As a result, we raise our FY25-27F revenue by +3.1/+30/+23.1% and net profit by +36/+119.3/+43.2%, supported by higher ASPs and better operating leverage. We also increase our 2027F sales volume assumption to 94.6 koz as new processing capacity is expected to start earlier. Overall, higher metal prices, improved cost efficiency, and earlier commissioning drive a meaningful upgrade to our FY25-27F outlook.

Exhibit 4: Valuation

Projects	Effective Stake	EV (USDmn)	Valuation Method
Citra Palu Mineral	100%	5,026	DCF
Gorontalo Minerals	80%	2,330	EV/Reserve
Suma Heksa Sinergi	80%	2,927	EV/Resource
Linge Mineral Resources	61%	491	EV/Resource
Dairi Prima Mineral	49%	2,536	EV/Resource
Total EV (USD mn)		10,771	
Net cash/ (debt)		(455)	
Shares outstanding (Mn shares)		142	
USD/IDR rate		16,650	
Target Price (IDR/sh)		**1,200**	

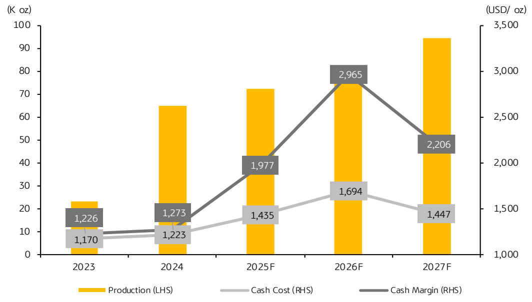


Source: KBVS Research

We maintain our BUY rating on BRMS with a TP of IDR1,200/share, reflecting updated valuations resulting in a total EV of USD 10,771 mn and net debt of USD 455 mn. Our SOTP framework applies a conservative WACC and updated EV/resource benchmarks aligned with improving visibility and firmer long-term commodity prices.

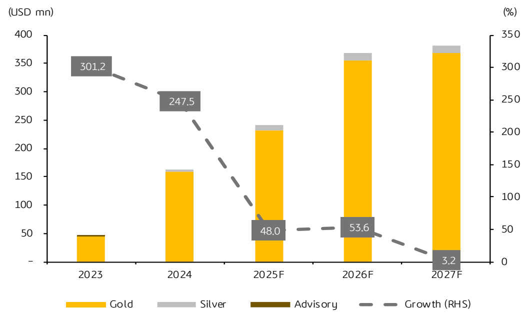
BRMS continues to offer attractive relative value, supported by stronger gold assumptions, steady progress at CPM, and potential uplift from the next Gorontalo resource update. Key catalysts include sustained gold strength, continued development progress, resource enhancement, and potential index inclusion, while risks remain typical of project development and broader commodity-cycle fluctuations.

Exhibit 5: Production and Cash Cost Forecasts



Source: Company, KBVS Research

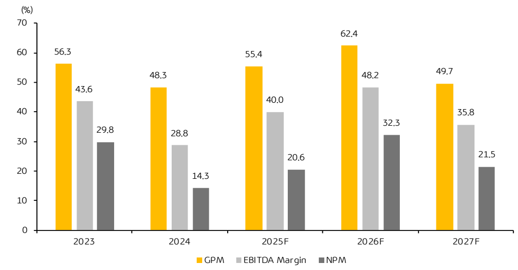
Exhibit 6: Revenue Breakdown and Growth Forecasts



Source: Company, KBVS Research

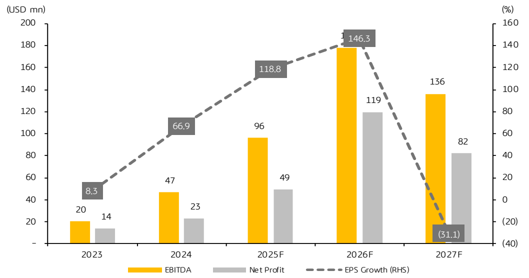
With the ramp-up of the Block-1 Poboya heap leach facility and the early lift from Gorontalo Minerals, BRMS is projected to deliver USD 377mn in revenue for 26F and USD 390mn for 27F, supported by stronger dore production of 81 koz and elevated gold prices of USD 4,500/oz. Cash cost is anticipated to temporarily climb to USD 1,452/oz in 26F due to pit pushback activities, but should ease toward USD 1,100/oz by 2030F as ore grades improve, CPM ramps up to 2,000 tpd, and underground mining begins.

Exhibit 7: Profitability Margins



Source: Company, KBVS Research

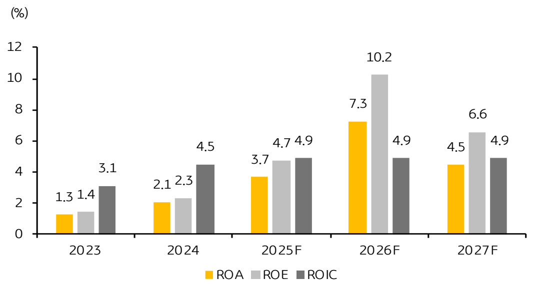
Exhibit 8: EBITDA & Earnings Forecast



Source: Company, KBVS Research

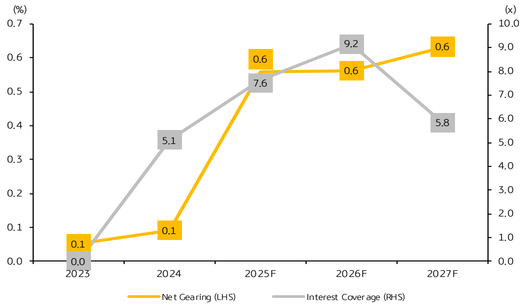
Supported by firm gold prices, BRMS is set to deliver strong profitability, with 26F EBITDA margin at 48.6% and net profit climbing to USD123 mn. Margins remain solid through 27F, with GPM above 50%, EBITDA margin over 35%, and NPM at 22%, resulting in USD 101mn-183mn EBITDA and USD 53mn-123mn net profit in 25-27F.

Exhibit 9: Return Ratios



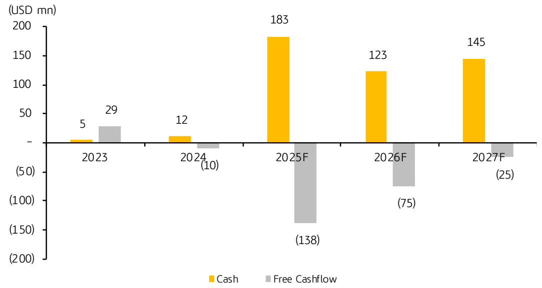
Source: Company, KBVS Research

Exhibit 10: Gearing Ratio and Interest Coverage



BRMS's returns peak in 2026F with ROE at 10.5% and ROA at 7.4%, before easing to 5.2% and 4.1% in 2027F. Net gearing rises slightly to 0.2x, supported by healthy interest coverage of 9.4x and 6.1x, reflecting balance-sheet strength. The uptick in leverage stems from BRMS's plan to secure financing for its next growth phase.

Exhibit 11: Cash Position and Free Cash Flow



BRMS's free cash flow remains negative as major expansion continues, but its cash position strengthens through operating inflows and planned financing. By 27F, cash is projected to reach USD141 mn, with free cash flow improving to -USD 24mn as capex pressures ease.

Exhibit 12: Peers Comparable

Company Ticker	Market Cap. (IDR tn)	EPS Growth (%)		P/E (x)		EV/EBITDA (x)		ROE (%)	
		26F	27F	26F	27F	26F	27F	26F	27F
AMMN IJ	471.4	433.3	55.0	39.0	26.0	19.9	15.3	13.0	17.3
ANTM IJ	71.9	5.9	7.8	9.7	9.2	6.4	6.0	20.1	20.0
MDKA IJ	53.8	N/A	92.1	26.2	16.4	8.3	6.3	10.6	13.8
ARCI IJ	28.9	50.0	33.3	11.6	8.7	7.0	5.9	32.6	31.1
BRMS IJ	134.7	134.8	136.2	83.2	118.7	47.7	62.2	10.5	6.8
Sector	*760.7*	*294.9*	*66.7*	*42.1*	*39.5*	*22.2*	*21.7*	*13.8*	*16.0*

Source: Bloomberg, KBVS Research

Despite trading at premium valuations BRMS's exceptional earnings growth strong leverage to gold prices, and multi-asset expansion pipeline justify a rerating case versus more mature peers.

Exhibit 13: Financial Tabels

Profit and Loss (USD Mn)	23A	24A	25F	26F	27F
Revenue	**47**	**162**	**248**	**377**	**390**
COGS	(20)	(84)	(109)	(140)	(193)
Gross Profit	**26**	**78**	**139**	**237**	**197**
Operating Expenses	(9)	(37)	(44)	(63)	(65)
Operating Profit	**17**	**42**	**95**	**174**	**132**
EBITDA	**20**	**47**	**101**	**183**	**143**
Net Interest Income	0	(9)	(12)	(5)	(14)
Pre-tax Profit	**17**	**33**	**74**	**169**	**119**
Income Taxes	(3)	(9)	(20)	(45)	(32)
Profit for Period	**14**	**24**	**54**	**124**	**87**
Minority Interest	(0)	(1)	(1)	(1)	(1)
Net Profit	**14**	**23**	**53**	**123**	**86**

Balance Sheet (USD Mn)	23A	24A	25F	26F	27F
Cash and Cash Equivalent	5	12	179	116	141
Account Receivable	0	-	0	0	0
Others	141	165	192	290	358
Total Current Assets	**146**	**177**	**371**	**405**	**499**
Fixed Assets	198	213	214	219	229
Mining Properties	243	245	435	566	647
Others	518	520	535	552	569
Total Assets	**1,105**	**1,155**	**1,556**	**1,742**	**1,943**
ST Debt	21	96	179	190	211
Payables	60	48	62	81	108
Others	3	3	3	4	6
Total Current Liabilities	**84**	**147**	**244**	**275**	**325**
LT Debt	33	6	254	288	353
Others	18	7	7	7	7
Total Liabilities	**136**	**160**	**506**	**570**	**685**
Minority Interest	(207)	(207)	(207)	(207)	(207)
Total Equity	**969**	**994**	**1,050**	**1,173**	**1,259**

Cash Flow (USD Mn)	23A	24A	25F	26F	27F
Net Profit	14	23	51	95	74
D&A	4	8	9	16	17
Changes in Working Capital	39	(36)	(11)	(76)	(39)
Operating Cash Flow	**57**	**(5)**	**49**	**35**	**51**
Capital Expenditure	(55)	(26)	(44)	(67)	(81)
Others	(12)	(1)	(16)	(16)	(17)
Investing Cash Flow	**(67)**	**(27)**	**(216)**	**(167)**	**(123)**
Net - Borrowing	(9)	48	331	45	86
Other Financing	14	(9)	2	-	-
Financing Cash Flow	**5**	**39**	**333**	**45**	**86**
Net - Cash Flow	**(6)**	**7**	**167**	**(63)**	**25**
Cash at Beginning	**10**	**5**	**12**	**179**	**116**
Cash at Ending	**5**	**12**	**179**	**116**	**141**

Key Ratios	23A	24A	25F	26F	27F
Gross Profit Margin (%)	56.3	48.3	56.2	62.8	50.4
Operating Profit Margin (%)	36.7	25.6	38.3	46.0	33.9
EBITDA Margin (%)	43.6	28.8	40.9	48.6	36.5
Pre-Tax Margin (%)	37.4	20.2	29.7	44.8	30.4
Debt to Equity (x)	29.8	14.3	21.4	32.6	22.0
Net Profit Margin (%)	0.1	0.1	0.7	0.7	0.7
Net Gearing (x)	0.1	0.1	0.6	0.6	0.6

Major Assumptions	23A	24A	25F	26F	27F
Gold production (koz)	23.3	65.0	72.6	80.9	94.6
ASP (USD/oz)	1,943	2,443	3,300	4,500	4,000

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KB Valbury Sekuritas
Head Office

Sahid Sudirman Center 41st Floor Unit A-C
Jalan Jenderal Sudirman No. 86 Kelurahan Karet Tengsin,
Kecamatan Tanah Abang, Jakarta Pusat 10220, Indonesia
T. (021) 25098300
F. (021) 25098400

Branch Office

Jakarta – Sudirman
Sahid Sudirman Center 41st Floor Unit A-C
Jalan Jenderal Sudirman No. 86 Karet Tengsin,
Tanah Abang, Jakarta Pusat 10220
T. (021) 25098300/301

Jakarta - Kelapa Gading
Rukan Plaza Pasifik
Jl. Boulevard Barat Raya Blok A1 No. 10
Jakarta Utara 14240
T. (021) 29451577

Jakarta - Puri Indah
Rukan Grand Aries Niaga Blok E1 No. IV
Jl. Taman Aries, Kembangan
Jakarta Barat 11620
T. (021) 22542390

Jakarta – Pluit
Jl. Pluit Putra Raya No. 2
Jakarta Utara 14450
T. (021) 6692119

Bandung
Jl. Abdul Rivai No. 1A, Kel. Pasirkaliki,
Kec. Cicendo Bandung 40171
T. (022) 3003133

Malang
Jl. Pahlawan Trip No. 7
Malang 65112
T. (0341) 585888

Banjarmasin
Jl. Gatot Subroto No. 33
Banjarmasin 70235
T. (0511) 3265918

Pekanbaru
Jl. Tuanku Tambusai, Komplek CNN
Blok A No. 3 Pekanbaru 28291
T. (0761) 839393

Palembang
Komplek PTC Mall Blok I No. 7
Jl. R. Sukamto
Palembang 30114
T. (0711) 2005050

Surabaya
Pakuwon Center Lt 21
Jl. Embong Malang No.1
Surabaya 60261
T. (031) 21008080

Padang
Jl. Proklamasi No. 60A
Padang Timur 25121
T. (0751) 8688080

Yogyakarta
Jl. Magelang KM 5.5 No. 75
Yogyakarta 55000
T. (0274) 8099090

Semarang
Jl. Gajahmada 23A,
Kecamatan Semarang Tengah,
Kelurahan Kembang Sari 50241
T. (024) 40098080

Makassar
Komplek Ruko Citraland City Losari
Business Park, Blok B2 No. 09
Jl. Citraland Boulevard Makassar 90111
T. (0411) 6000818

Medan
Komplek Golden Trade Center
Jl. Jenderal Gatot Subroto No. 18-19
Medan 20112
T. (061) 50339090

Denpasar
Jl. Teuku Umar No. 177
Komplek Ibis Styles Hotel
Denpasar Bali 80114
T. (0361) 225229

Pontianak
Jl. Prof. M Yamin No. 14
Kotabaru, Pontianak Selatan
Kalimantan Barat 78116
T. (0561) 8069000

Investment Gallery

Jakarta
Citra Garden 6 Ruko Sixth Avenue
Blok J.1 A/18, Cengkareng
Jakarta Barat 11820
T. (021) 52392181

Tangerang
Ruko Aniva Junction Blok D No. 32
Gading Serpong, Tangerang,
Banten 15334
T. (021) 35293147

Semarang
Jl. Jati Raya No. D6,
Srondol Wetan,
Banyumanik,
Semarang 50263
T. (024) 8415195

Salatiga
Jl. Diponegoro No. 68
Salatiga 50711
T. (0298) 313007

Solo
Jl. Ronggowarsito No. 34
Surakarta 57118
T. (0271) 3199090

Jambi
Jl. Orang Kayo Hitam No. 48 B
Jambi Timur 36123
T. (0741) 3068533

KB Valbury Sekuritas