PT Japfa Comfeed Indonesia Tbk. (JPFA IJ)

2Q26 / 1H26 Earnings Flash · Consolidated · 20 August 2026

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JPFA — 1H26 net profit doubled to IDR 2,475 Bn, but 2Q26 operating profit fell 57% QoQ as commercial farming swung to a segment loss

2Q26 · Revenue +34.2% yoy to IDR 17,641 Bn | Operating Profit +13.8% yoy to IDR 1,117 Bn | EBITDA +12.6% yoy to IDR 1,456 Bn | Net Profit +18.6% yoy to IDR 659 Bn
1H26 · Net Profit +100.2% yoy to IDR 2,475 Bn | Gross Margin 17.6% in 2Q26 (-7.9pp qoq) | Commercial farm 2Q26 segment loss of IDR 496 Bn | 1H26 operating cash flow negative IDR 2,228 Bn

Revenue (2Q26)	Operating Profit (2Q26)	EBITDA (2Q26)	Net Profit (2Q26)
IDR 17,641 Bn	**IDR 1,117 Bn**	**IDR 1,456 Bn**	**IDR 659 Bn**
+34.2% YoY | **-0.4%** QoQ	**+13.8%** YoY | **-57.3%** QoQ	**+12.6%** YoY | **-50.6%** QoQ	**+18.6%** YoY | **-63.7%** QoQ

KEY TAKEAWAYS

- **Two very different quarters inside one half.** 1H26 net profit attributable to owners doubled to IDR 2,475 Bn, up 100.2% YoY, on revenue up 28.7% to IDR 35,355 Bn and core operating profit up 77.7% to IDR 3,733 Bn. The half is not a trend, though. Revenue was flat quarter on quarter at IDR 17,641 Bn, but **2Q26 core operating profit fell 57.3% QoQ to IDR 1,117 Bn and gross margin fell 7.9pp QoQ to 17.6%, below the 19.6% of 2Q25.** The YoY comparison flatters because 1H25 was the trough of the cycle: 1H25 took only 34.0% of the full-year operating profit, against 55.9% of the FY26 forecast delivered this half.
- **Commercial farming is the whole of the deterioration.** Note 42 shows the commercial farm segment swung to a **loss of IDR 496 Bn in 2Q26 from a profit of IDR 862 Bn in 1Q26 and IDR 292 Bn in 2Q25, a IDR 1,358 Bn swing in one quarter,** on segment revenue down only 10.3% QoQ to IDR 7,678 Bn. Segment margin went to -6.5% from +10.1%. That is a price event, not a volume event: the livebird and day-old chick ASPs that made 1Q26 exceptional reversed. Management points to Middle East conflict uncertainty and shrinking consumer purchasing power, and the trading and others segment result also fell 53.7% YoY to IDR 44 Bn.
- **Feed and breeding are what kept the quarter profitable.** The animal feed segment result rose 41.1% YoY to IDR 1,077 Bn in 2Q26 at a 9.5% margin against 9.6% a year earlier, which is the cost-plus pass-through working as designed. **Poultry breeding delivered IDR 509 Bn at a 21.4% margin, against a IDR 13 Bn loss in 2Q25,** and poultry processing and consumer products rose 145.0% to IDR 193 Bn on the shift downstream. Strip feed, breeding and processing out of the quarter and the residual group result is negative. Aquaculture was steady at IDR 152 Bn, up 20.3%.
- **The quality of the half sits in the cash flow, not the profit and loss.** Net profit doubled, yet **1H26 operating cash flow was negative IDR 2,228 Bn against a positive IDR 982 Bn in 1H25.** The gap is working capital and bought-in goods: inventories rose 29.2% to IDR 12,399 Bn from IDR 9,600 Bn at end-2025, advances went to IDR 1,467 Bn from IDR 350 Bn, and purchases of finished goods inside cost of goods sold jumped to IDR 3,565 Bn from IDR 162 Bn in Note 31. Capex on fixed assets rose 161.3% to IDR 2,331 Bn. It was funded with debt: **net debt rose IDR 5,356 Bn in six months to IDR 13,668 Bn and gearing went to 0.64x equity from 0.42x,** with the IDR 5,832 Bn bond repaid and replaced by IDR 5,000 Bn of new long-term bank loans and a IDR 6,128 Bn increase in short-term bank loans. Note also a IDR 121 Bn foreign exchange gain in other income against nil in 1H25, and an inventory provision of IDR 142 Bn against IDR 30 Bn.
- **Against consensus the half is a clear beat, but the run rate is not.** 1H26 delivered 53.3% of the FY26 consensus revenue, 55.9% of EBIT, 55.5% of EBITDA and 56.3% of net profit, far above the 45.3% and 30.9% shares that 1H25 took of FY25, on 11 to 14 contributors. The caveat is arithmetic rather than seasonal: **annualising the 2Q26 core operating profit of IDR 1,117 Bn implies a 2H26 of about IDR 2,234 Bn and an FY26 of roughly IDR 5,967 Bn, some 11% below the IDR 6,678 Bn consensus EBIT.** The market already discounts a good part of that: JPFA trades at 5.1x LTM P/E against a two-year mean of 7.3x, below the -1SD band of 5.8x, and at 5.7x the 12-month forward EPS estimate of IDR 402. **Key watch is whether livebird and day-old chick prices recover through 3Q26, and whether the inventory and advances build converts back into operating cash.**

INCOME STATEMENT · IDR Bn, Consolidated, Core Operating Basis

(IDR Bn)	2Q25	1Q26	2Q26	QoQ	YoY	1H25	1H26	YTD
Revenue	13,149	17,714	17,641	-0.4%	+34.2%	27,482	35,355	+28.7%
Gross Profit	2,583	4,520	3,105	-31.3%	+20.2%	5,278	7,625	+44.5%
Operating Profit	982	2,615	1,117	-57.3%	+13.8%	2,101	3,733	+77.7%
EBITDA	1,293	2,946	1,456	-50.6%	+12.6%	2,722	4,402	+61.7%
Profit Before Tax	804	2,483	938	-62.2%	+16.7%	1,780	3,420	+92.1%
Profit for the Period	608	1,943	742	-61.8%	+22.0%	1,362	2,684	+97.0%
Net Profit (Owners)	**556**	**1,816**	**659**	**-63.7%**	**+18.6%**	**1,236**	**2,475**	**+100.2%**

Source: PT Japfa Comfeed Indonesia Tbk financial statements, Aldiracita Sekuritas.

MARGIN · Consolidated, Core Operating Basis

(Ratio %)	2Q25	1Q26	2Q26	QoQ pp	YoY pp	1H25	1H26	YTD pp
Gross Margin	19.6%	25.5%	17.6%	-7.9pp	-2.0pp	19.2%	21.6%	+2.4pp
Operating Margin	7.5%	14.8%	6.3%	-8.4pp	-1.1pp	7.6%	10.6%	+2.9pp
EBITDA Margin	9.8%	16.6%	8.3%	-8.4pp	-1.6pp	9.9%	12.4%	+2.5pp
Net Profit Margin	**4.2%**	**10.3%**	**3.7%**	**-6.5pp**	**-0.5pp**	**4.5%**	**7.0%**	**+2.5pp**

Source: PT Japfa Comfeed Indonesia Tbk financial statements, Aldiracita Sekuritas.

REVENUE SEGMENTATION · IDR Bn, Gross Sales by Operating Segment (Note 30)

(IDR Bn)	2Q25	1Q26	2Q26	QoQ	YoY	1H25	1H26	YTD
Commercial farm	5,251	7,040	6,290	-10.7%	+19.8%	10,825	13,330	+23.1%
Animal feed	3,359	4,869	5,250	+7.8%	+56.3%	7,235	10,120	+39.9%
Poultry processing and consumer	2,434	3,187	3,208	+0.7%	+31.8%	4,991	6,395	+28.1%
Aquaculture	1,164	1,218	1,621	+33.0%	+39.2%	2,332	2,839	+21.7%
Poultry breeding	727	1,092	977	-10.6%	+34.3%	1,569	2,069	+31.9%
Trading and others	483	618	677	+9.7%	+40.1%	1,071	1,295	+20.9%
Gross sales	**13,419**	**18,024**	**18,023**	**0.0%**	**+34.3%**	**28,023**	**36,048**	**+28.6%**
Sales discounts	(270)	(310)	(382)	+23.1%	+41.7%	(542)	(693)	+27.8%
Net sales	**13,149**	**17,714**	**17,641**	**-0.4%**	**+34.2%**	**27,482**	**35,355**	**+28.7%**

Source: PT Japfa Comfeed Indonesia Tbk financial statements, Aldiracita Sekuritas.

OPERATIONAL PERFORMANCE · IDR Bn, Segment Results (Note 42)

(IDR Bn)	2Q25	1Q26	2Q26	QoQ	YoY	1H25	1H26	YTD
Animal feed	763	1,005	1,077	+7.2%	+41.1%	1,394	2,082	+49.3%
Poultry breeding	(13)	784	509	-35.1%	n.m.	189	1,293	+582.9%
Commercial farm	292	862	(496)	n.m.	n.m.	548	366	-33.3%
Poultry processing and consumer	79	147	193	+31.0%	+145.0%	177	340	+92.2%
Aquaculture	126	92	152	+64.8%	+20.3%	236	244	+3.5%
Trading and others	94	149	44	-70.7%	-53.7%	240	193	-19.9%
Total, after elimination	**1,326**	**3,016**	**1,449**	**-52.0%**	**+9.3%**	**2,744**	**4,465**	**+62.7%**

Source: PT Japfa Comfeed Indonesia Tbk financial statements, Aldiracita Sekuritas.

SEGMENT OPERATING MARGIN · Segment Result over Total Segment Net Sales, incl. Inter-segment

(Ratio %)	2Q25	1Q26	2Q26	QoQ pp	YoY pp	1H25	1H26	YTD pp
Animal feed	9.6%	9.7%	9.5%	-0.1pp	-0.1pp	8.4%	9.6%	+1.2pp
Poultry breeding	-0.8%	29.2%	21.4%	-7.8pp	+22.2pp	5.2%	25.6%	+20.3pp
Commercial farm	4.7%	10.1%	-6.5%	-16.5pp	-11.2pp	4.2%	2.3%	-2.0pp
Poultry processing and consumer	3.3%	4.7%	6.1%	+1.4pp	+2.8pp	3.7%	5.4%	+1.8pp
Aquaculture	10.9%	7.6%	9.4%	+1.8pp	-1.4pp	10.1%	8.6%	-1.5pp
Trading and others	10.2%	12.2%	3.2%	-9.0pp	-7.0pp	11.9%	7.5%	-4.4pp
Total, after elimination	**6.6%**	**11.1%**	**5.3%**	**-5.8pp**	**-1.3pp**	**6.5%**	**8.2%**	**+1.7pp**

Source: PT Japfa Comfeed Indonesia Tbk financial statements, Aldiracita Sekuritas.

CASH FLOW · IDR Bn, Six-Month Period Ended 30 June

(IDR Bn)	1H25	1H26	Change
Operating cash flow	982	(2,228)	n.m.
Additions of fixed assets	(892)	(2,331)	+161.2%
Free cash flow, after fixed asset additions	**90**	**(4,559)**	**n.m.**

Capital expenditure (Note 42)	932	2,162	+132.0%
Depreciation (Note 42)	621	669	+7.6%
Dividends paid to owners	(810)	(1,621)	+100.0%
Interest paid	(393)	(528)	+34.5%
Corporate income tax paid	(353)	(775)	+119.6%

Source: PT Japfa Comfeed Indonesia Tbk financial statements, Aldiracita Sekuritas.

BALANCE SHEET · IDR Bn, Position at Period End

(IDR Bn)	31 Dec 25	30 Jun 26	Change
Inventories	9,600	12,399	+29.2%
Biological inventories	2,126	2,100	-1.3%
Biological assets	1,699	1,916	+12.8%
Advances	350	1,467	+318.8%
Cash and cash equivalents	3,550	2,597	-26.8%
Total interest-bearing debt	11,862	16,265	+37.1%
Net debt	**8,312**	**13,668**	+64.4%
Total equity	20,019	21,334	+6.6%
Net debt to equity (x)	**0.42x**	**0.64x**	+0.23x

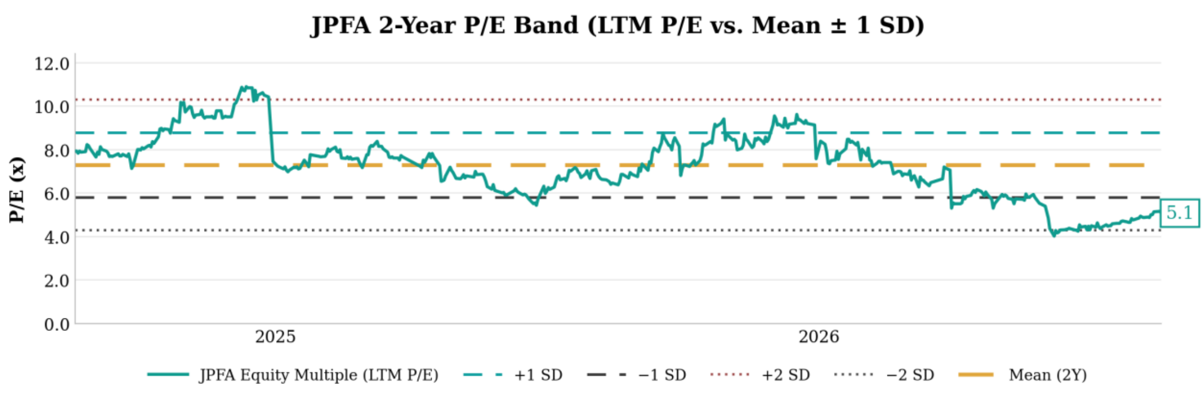
Source: PT Japfa Comfeed Indonesia Tbk financial statements, Aldiracita Sekuritas.

1H26 ACTUAL vs. BLOOMBERG CONSENSUS · % of FY26F, with estimate counts

Metric (IDR Bn)	1H26 Actual	FY26F Cons.	# Est	% of FY26F	1H25 Share	Verdict
Revenue	35,355	66,390	14	53.3%	45.3%	Beat
Operating Profit	3,733	6,678	14	55.9%	34.0%	Beat
EBITDA	4,402	7,935	11	55.5%	37.1%	Beat
Pre-Tax Profit	3,420	5,980	13	57.2%	32.5%	Beat
Net Profit	2,475	4,399	13	56.3%	30.9%	Beat

Source: PT Japfa Comfeed Indonesia Tbk financial statements, Bloomberg, Aldiracita Sekuritas. Operating Profit is gross profit less selling and general and administrative expenses, the Company's own definition; reported profit from operations was IDR 3,748 Bn in 1H26 and IDR 2,134 Bn in 1H25. Bloomberg EBIT is on the reported basis.

VALUATION · JPFA 2-YEAR P/E BAND



Source: Bloomberg, Aldiracita Sekuritas. LTM P/E over the two years to 19 August 2026; mean 7.3x, 1SD 1.5x.

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