KEY INDICATOR

14/07/2021	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	3,50	3,50	0,00	-75,00
10 Yr (bps)	6,42	6,50	-0,07	-66,90
USD/IDR	14,480	14,464	0,11%	0,21%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5.979,22	-0,55%	0,00%	17,92
MSCI	5.764,95	-0,98%	-12,61%	16,51
HSEI	27.787,46	-0,63%	2,04%	13,41
FTSE	7.091,19	-0,47%	9,76%	13,67
DJIA	34.933,23	0,13%	14,14%	19,52
NASDAQ	14.644,95	-0,22%	13,63%	32,55

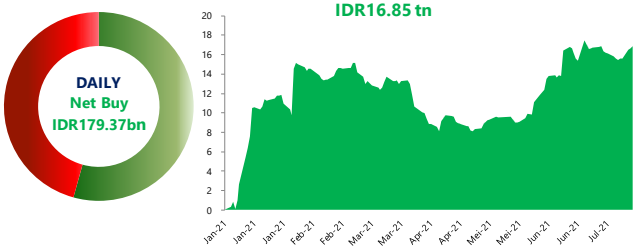
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	73,13	-2,82%	82,37%	50,72%
COAL	USD/TON	144,50	-0,07%	176,82%	79,50%
CPO	MYR/MT	4.021,00	1,11%	65,54%	11,69%
GOLD	USD/TOZ	1.827,53	1,09%	1,37%	-3,73%
TIN	USD/MT	32.661,00	0,86%	87,33%	60,69%
NICKEL	USD/MT	18.581,00	-1,05%	35,52%	11,85%

CORPORATE ACTION

TICKER	EVENT	NOTES
HOKI	Cum Dividend	IDR1/share
CSMI	RUPS	-
DLTA	RUPS	-

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA rose by +0.13% on Wednesday (14/07) followed by S&P 500 (+0.12%), while Nasdaq fell by -0.22%. Wall Street closing was mixed as Jerome Powell state that The Fed currently focus on increasing employment growth. Previously, investors worried about the possibility of a hawkish move by the Federal Reserve due to rising inflation above the consensus. The market will look forward to several data releases today, such as: 1) US Fed Chair Powell Testimony; 2) UK Employment Change; 3) China GDP Growth Rate YoY.

Domestic Updates

- **Bank Indonesia pointed to a faster business expansion in the 2Q21. BI Prompt Manufacturing Index soared to 51.45% in the 2Q21 from 50,01% in the 1Q21. Consistent with increasing business activity, production capacity utilization soared to 75.33% from 73.38% in the same period accompanied by improving corporate financial conditions and access to credit. MNCS comment:** We foresee a slower business activity ahead particularly in 3Q21 due to a tighter public activity restriction. This policy will also have a negative impact on Indonesia manufacturing sectors that contribute >20% GDP. Demand & production volume are under the threat risking Indonesia economic recovery momentum.
- **Furthermore, there was an addition of 12,667 new Covid-19 cases in Jakarta yesterday.**

Company News

1. **ASII IJ** recorded total car sales reaching 209,815 units in 1H21, up +50.40% YoY (vs 139,505 units in 1H20). Meanwhile, sales in Jun-21 increased +742% YoY from 4,856 units in Jun-20 to 40,910 units. Toyota car sales are still the biggest contribution with 57% or 23,387 units followed by Daihatsu with 15,481 units and Isuzu 2,017 units (Bisnis Indonesia). **MNCS Comment: We see the relaxation of PPnBM will still increase domestic car sales this year, but along with the increase in Covid-19 cases in Indonesia and the implementation of emergency PPKM, it will slightly restrain the growth rate, which we estimate will not reach the pre-pandemic level of 1 million units in FY21E. Currently KAEF is trading at 12.84x/1.19x PE/PBV levels.**
2. **BRMS** IJ has spent USD1.56 million to carry out exploration activities in 2Q21. With drilling in Blocks I - VI Central Sulawesi and there are additional 11 drill holes with a depth of 1,291 meters. Furthermore, BRMS plans to continue drilling activities at Hill Reef 1 of PT CPM's gold mine project, Block 1 Poboya. The cost for this exploration is USD517 thousand (Emitennews). **MNCS Comment: BRMS is currently focus on the gold-metal construction project to support revenue in the future, we hope it would increase BRMS' future revenue. We see that the funding came from FY21E capex. Currently INDY is trading at 77.77x/0.67x PE/PBV levels.**
3. **HERO IJ** established PT Distribution Mebel Nusantara (DMN) as a new subsidiary. HERO controls 99.99% of the total issued and paid-up capital of IDR11 billion. It will be engaged in the trading business (Bisnis Indonesia). **MNCS Comment: HERO planned closure of its Giant outlets and will focus on expanding the furniture segment in response to higher market demand. The higher demand on furniture business, especially during the pandemix, is an opportunity to grab new market demand on homestyle needs. Currently HERO is trading at 3.66x PBV levels.**

IHSG Updates

JCI fell by -0.55% to 5,979.22 on Wednesday (14/07) while net foreign buy reaching IDR179.37 billion. JCI closing was lower along with most sector led by industrial (-2.47%), followed by Property (-1.52%). On the other hand, the technology sector rose by +1.33% followed by transport (0.89%). JCI fell due to there is potential for a tapering policy by US inflation rate was reported to have shot up 5.4% YoY with core inflation of 4.5%. The number is much higher than consensus. Meanwhile the Rupiah exchange rate was weakening at IDR14,480. We estimate the JCI will move in the range of 5,950-6,040 while waiting for balance of trade. **Today's recommendation: AGII, ADRO, WIKA, MYOR.**

MNCS UNIVERSE

Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)	
						FY21E	FY22F	FY21E	FY22F	FY21E	FY22F
Automotive											
ASII IJ	Astra International Tbk PT	191.487	2,71	BUY	7.480	2,14	11,71	11,61	10,39	0,91	0,87
Banking											
BBCA IJ	Bank Central Asia Tbk PT	738.418	10,36	BUY	38.000	21,42	14,19	22,42	19,64	3,73	3,46
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	85.411	1,20	BUY	7.800	162,73	88,51	9,90	5,25	0,72	0,64
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	457.535	6,42	BUY	4.800	49,34	29,52	16,34	12,62	2,16	2,03
BMRI IJ	Bank Mandiri Persero Tbk PT	266.000	3,73	BUY	8.400	-92,29	-14,84	201,41	236,51	1,35	1,28
BNGA IJ	Bank CIMB Niaga Tbk PT	22.367	0,31	BUY	1.200	69,41	15,86	6,51	5,62	0,48	0,45
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	13.026	0,18	BUY	2.200	22,52	45,95	6,65	4,56	0,63	0,56
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	303.130	4,30	BUY	4.000	9,16	12,14	13,35	11,90	2,43	2,29
EXCL IJ	XL Axiata Tbk PT	26.704	0,38	BUY	3.200	98,23	74,04	35,89	20,62	1,33	1,25
TOWR IJ	Sarana Menara Nusantara Tbk PT	68.870	0,98	HOLD	1.400	8,77	11,00	21,77	19,62	6,14	5,19
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	25.403	0,36	BUY	5.100	113,37	65,72	23,76	14,34	1,22	1,14
PGAS IJ	Perusahaan Gas Negara Tbk PT	23.635	0,33	BUY	2.040	134,55	50,00	17,72	11,81	0,67	0,65
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	194.565	2,76	BUY	7.300	3,02	7,76	26,33	24,44	36,82	32,87
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	101.459	1,44	BUY	11.600	6,55	10,55	14,45	13,07	3,12	2,84
INDF IJ	Indofood Sukses Makmur Tbk PT	58.170	0,82	BUY	8.650	3,12	11,75	8,74	7,82	1,27	1,17
HOKI IJ	Buyung Poetra Sembada PT	1.790	0,03	BUY	275	197,14	31,48	15,57	11,84	2,03	1,67
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	22.800	0,32	BUY	900	12,21	12,74	21,58	19,15	6,73	6,37
TBLA IJ	Tunas Baru Lampung Tbk PT	4.220	0,06	BUY	870	4,00	10,21	5,92	5,37	0,70	0,65
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	63.985	0,91	BUY	1.800	0,96	8,79	23,19	21,31	3,43	3,15
Healthcare											
SILO IJ	Siloam International Hospitals Tbk PT	16.258	0,23	HOLD	9.000	181,85	15,57	49,61	42,92	2,69	2,59
HEAL IJ	Medikaloka Hermina Tbk PT	17.868	0,25	SELL	4.700	36,39	-5,61	27,57	29,21	5,11	4,55
MIKA IJ	Mitra Keluarga Karyasehat Tbk PT	39.035	0,55	BUY	3.450	21,00	-2,43	38,38	39,33	6,91	6,37
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	25.211	0,36	BUY	1.800	10,55	22,23	31,03	25,38	4,46	4,01
ERAA IJ	Erajaya Swasembada Tbk PT	9.171	0,13	BUY	750	42,60	18,51	10,50	8,86	1,67	1,30
MAPI IJ	Mitra Adiperkasa Tbk PT	10.624	0,15	BUY	1.100	202,58	51,81	18,91	12,45	1,88	1,67
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4.364	0,06	BUY	900	253,16	56,39	19,49	12,46	1,11	1,05
PZZA IJ	Sarimelati Kencana PT	1.949	0,03	BUY	840	231,44	60,81	15,79	9,82	1,71	-
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2.386	0,03	BUY	1.400	-69,27	63,27	11,10	6,80	0,46	0,44
PTPP IJ	PP Persero Tbk PT	5.239	0,07	BUY	1.600	184,33	58,52	14,15	8,93	0,55	0,48
WIKA IJ	Wijaya Karya Persero Tbk PT	8.791	0,12	BUY	1.550	167,69	42,48	17,68	12,41	0,69	0,65
WSBP IJ	Waskita Beton Precast Tbk PT	3.717	0,05	BUY	230	99,90	1238,71	-695,51	61,08	3,65	3,48
WSKT IJ	Waskita Karya Persero Tbk PT	11.538	0,16	BUY	1.200	-88,48	-40,79	-13,58	-22,93	1,66	1,88
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1.675	0,02	BUY	250	40,16	43,67	7,80	5,43	0,71	0,65

Sources: Bloomberg LP, MNCS

MNCS UNIVERSE

Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)	
						FY21E	FY22F	FY21E	FY22F	FY21E	FY22F
Property											
BSDE IJ	Bumi Serpong Damai Tbk PT	19.266	0,27	BUY	1.450	501,95	28,12	10,71	8,36	0,60	0,57
PWON IJ	Pakuwon Jati Tbk PT	19.745	0,28	BUY	660	56,19	18,15	13,59	11,51	1,24	1,13
SMRA IJ	Summarecon Agung Tbk PT	12.675	0,18	BUY	1.100	134,85	21,22	27,13	22,39	1,66	1,54
CTRA IJ	Ciputra Development Tbk PT	16.240	0,23	BUY	1.300	14,53	6,36	10,76	10,12	1,05	0,98
DMAS IJ	Puradelta Lestari Tbk PT	9.447	0,13	BUY	240	-29,98	-10,18	10,01	11,15	1,54	1,47
Agriculture											
AALI IJ	Astra Agro Lestari Tbk PT	14.195	0,20	BUY	14.350	33,27	7,23	12,79	11,92	0,72	0,69
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	7.300	0,10	BUY	1.920	51,11	14,43	6,94	6,07	0,73	0,69
Coal Mining											
ADRO IJ	Adaro Energy Tbk PT	39.023	0,55	BUY	1.450	123,04	4,33	8,23	7,89	0,68	0,68
PTBA IJ	Bukit Asam Tbk PT	23.848	0,34	BUY	3.000	68,89	5,69	5,75	5,44	1,38	1,36
ITMG IJ	Indo Tambangraya Megah Tbk PT	16.836	0,24	HOLD	14.400	117,03	4,20	11,85	11,37	1,31	1,29
Metal Mining											
ANTM IJ	Aneka Tambang Tbk	62.240	0,88	BUY	3.100	136,86	36,96	22,86	16,69	2,76	2,36
INCO IJ	Vale Indonesia Tbk PT	52.166	0,74	BUY	7.150	66,52	37,50	26,23	19,08	1,67	1,53
MDKA IJ	Merdeka Copper Gold Tbk PT	68.027	0,96	BUY	3.300	140,49	36,56	50,17	36,74	7,57	6,32
Poultry											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	104.947	1,49	HOLD	6.650	11,41	11,32	24,55	22,05	4,04	3,60
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	19.290	0,27	BUY	2.200	118,77	8,10	9,52	8,80	1,51	1,36
Cigarette											
GGRM IJ	Gudang Garam Tbk PT	77.926	1,10	HOLD	45.000	-14,16	7,85	11,87	11,00	1,24	1,16
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	129.695	1,84	BUY	1.300	-5,68	8,83	15,97	14,68	4,28	4,10
Cement											
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	38.193	0,54	BUY	14.500	-4,59	13,89	22,16	19,46	1,72	1,70
SMGR IJ	Semen Indonesia Persero Tbk PT	50.566	0,72	BUY	12.200	-2,68	25,63	18,60	14,80	1,40	1,30
Basic Industry and Chemical											
ARNA IJ	Arwana Citramulia Tbk PT	5.506	0,08	BUY	1.000	23,87	9,68	13,65	12,45	3,76	3,42
Heavy Equipment and Trade											
UNTR IJ	United Tractors Tbk PT	69.381	0,98	BUY	33.700	18,06	2,36	9,79	9,57	1,03	0,99
AKRA IJ	AKR Corporindo Tbk PT	12.205	0,17	BUY	4.200	13,34	1,13	11,49	11,36	1,10	1,19
IPCM IJ	Jasa Armada Indonesia Tbk PT	1.850	0,03	HOLD	380	20,34	3,77	19,15	18,45	1,53	1,44

SECTOR RATIO

SECTOR	PE	PBV
IDXBASIC INDEX	-	2,02
IDXCYC INDEX	-	1,68
IDXENER INDEX	64,37	1,26
IDXFIN INDEX	27,08	2,08
IDXHLTH INDEX	35,43	3,79
IDXINDUS INDEX	-	1,13
IDXINFRA INDEX	37,38	2,35
IDXNCYC INDEX	20,04	2,61
IDXPROP INDEX	-	0,93
IDXTECH INDEX	-	11,44
IDXTRANS INDEX	-	1,49

Sources: Bloomberg LP, MNCS

RATING AND RECOMMENDATIONS

MNCS' fundamental views and ratings (Buy, Hold, Sell) are medium-term calls within a 12-month investment horizon.

BUY	Share price may exceed 10% over the next 12 months
HOLD	Share price may fall within the range of +/- 10% of the next 12 months
SELL	Share price may fall by more than 10% over the next 12 months
NOT RATED	Stock is not within regular research coverage

MNC Research Investment Ratings Guidance

BUY : Share price may exceed 10% over the next 12 months
HOLD : Share price may fall within the range of +/- 10% of the next 12 months
SELL : Share price may fall by more than 10% over the next 12 months
Not Rated : Stock is not within regular research coverage

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