

KEY INDICATOR

11/08/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.00	4.25	(25.00)	(200.00)
10 Yr (bps)	6.78	6.80	(1.80)	(75.80)
USD/IDR	14,680.00	14,648.00	0.22%	2.48%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,190.17	0.63%	-17.61%	18.76
MSCI	5,899.11	0.81%	-19.06%	19.08
HSEI	24,890.68	2.11%	-11.70%	11.60
FTSE	6,154.34	1.71%	-18.40%	19.88
DJIA	27,686.91	-0.38%	-2.98%	25.07
NASDAQ	10,782.82	-1.69%	20.17%	37.69

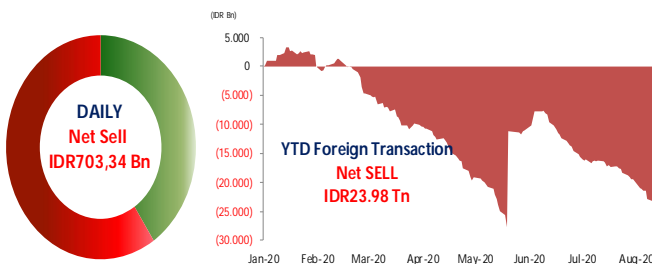
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	41.61	-0.79%	-27.13%	-31.85%
COAL	USD/TON	49.90	-1.19%	-25.69%	-26.29%
CPO	MYR/MT	2,643.00	-2.44%	19.48%	-13.40%
GOLD	USD/TOZ	1,911.89	-5.69%	27.33%	26.01%
TIN	USD/MT	17,690.00	-0.15%	3.45%	3.00%
NICKEL	USD/MT	14,350.00	0.45%	-9.89%	2.32%

CORPORATE ACTION

TICKER	EVENT	NOTES
BWPT	RUPS	
HERO	RUPS	
FAST	RUPS	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA slipped by -0.38% on Tuesday (11/08) followed by S&P 500 (-0.80%) and Nasdaq (-1.69%). The weakening of the Dow was due to profit taking by investors after a long 7-day rally. This decline was led by the fall of Facebook and Amazon by 2%, followed by Apple (-3.4%) and Netflix (-3%). On the other hand, investors are still waiting for further US stimulus, which is still uncertain to face the pandemic. This uncertainty arises due to the absence of an internal agreement by the US government to issue new stimulus. Moreover, the market will look forward to several data releases today, such as: 1) US Inflation Rate; 2) China New Yuan Loans; 3) China FDI.

Domestic Updates

The Retail Sales Survey shows that the Real Sales Index in June 2020 contracted by -17.1% (YoY), which actually improved from a contraction of -20.6% (YoY) in May 2020. Improvements in sales occurred in almost all commodity groups, especially the category of motor vehicle fuels, food and beverages, tobacco, and communication equipment. Improvements are in line with the relaxation of PSBB. In July 2020, retail sales are forecasted to improve again to the contraction of -12.3% YoY.

Company News

- MEDC IJ** plans to buy back its bonds that worth IDR3.24 trillion, before they mature in 2021. Besides early repayment, the company is also planning to sell up to 7.5 billion new shares, amounting to USD150 million, in 3Q20. Shareholders who do not exercise their rights to subscribe to the new share in the Preemptive Rights will have their ownership diluted to a maximum of 29.5% (Insider Stories). **MNCS Comment: This corporate action is to strengthen the company's working capital structure, amid uncertainty over world oil prices. MEDC is currently traded at 0.61x PBV.**
- BBYB IJ** will distribute cash dividends for the 2019 financial year, amounting to IDR1.6 billion on September 3, 2020. The payout ratio is only 10%, and the dividend value is IDR0.24 per share. The cum dividend date will end on August 12, 2020. Aside from the allocation to cash dividends, the company is also allocating 3% for reserves, and the remaining 87% for retained earnings. Management has yet to determine what the retained earnings will be used for (Bisnis). **MNCS Comment: BBYB's yield is at 0.08%, while BBYB was absent in distributing dividend last year. BBYB is currently traded at 2.10x PBV.**
- LPGI IJ** plans to distribute dividends up to IDR32.1 billion, with each share being IDR214 and a dividend yield of 5.67%. The cum dividend date is 18 August 2020. The dividends are equal to 40.12% of FY19 net profit, which is IDR80 billion. This payout ratio and value per share are smaller than the previous year's that reached 70.96% and IDR325, respectively (Kontan). **MNCS Comment: Although net margin rose to 6.9% in FY19, LPGI seems to lower their dividend payout ratio which makes the yield lower this year from 9.02% previously. LPGI is currently traded at 3.73x/0.71x PE/PBV.**

IHSG Updates

JCI rose by +0.63% to 5,190.17 on Tuesday (11/08) although followed by net foreign sell reaching IDR703.34 billion. Stock prices continue to climb, boosted by a domestic sentiment while the regional Asia indices closes disparately. Bio Farma began conducting clinical trials on its vaccine candidates on 1,620 volunteers as a third phase clinical trial of a vaccine in collaboration with a biotech company from China, Sinovac. This collaboration for clinical trials was carried out by Bio Farma together with Padjadjaran University Faculty of Health. A production plan has also been prepared with a capacity of 100 million doses per year while there will be 250 million doses available per year in December. The news certainly provides a catalyst within the domestic market. Moreover, the Rupiah exchange rate was weakening at IDR14,680. We estimate JCI will move in the range of 5,130-5,200 while waiting for the release of balance of trade data. **Today's recommendation: MAIN, RALS, BBRI, INDY.**

Stock	Close Price	Recommendation	Tactical Moves
MAIN	635	Buy on Weakness	We estimate MAIN's next move will test its crucial resistance at 705 to form wave (C).
RALS	625	Spec Buy	We estimate that RALS is in wave [iv] of wave C.
BBRI	3,190	Buy on Weakness	As long as it is not corrected back below 2,970, the current position of BBRI is expected to be in the beginning of wave C.
INDY	1,085	Sell on Strength	We estimate that as long as INDY is unable to strengthen back above 1.130, INDY is now at the end of wave 5 of wave (C) of wave [A].

MNCS UNIVERSE

Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)	
						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F
Automotive											
ASII IJ	Astra International Tbk PT	211,527	3.66	HOLD	5,500	(24.25)	25.37	12.87	10.27	1.06	0.99
Banking											
BBCA IJ	Bank Central Asia Tbk PT	761,223	13.02	HOLD	28,400	7.00	9.09	24.90	22.82	3.92	3.48
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	89,141	1.53	SELL	4,300	(2.68)	5.97	5.95	5.62	0.77	0.71
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	393,473	6.73	HOLD	3,200	(7.81)	1.06	12.30	12.17	1.86	1.71
BMRI IJ	Bank Mandiri Persero Tbk PT	278,833	4.77	SELL	5,100	(4.62)	9.13	10.64	9.75	1.26	1.16
BNGA IJ	Bank CIMB Niaga Tbk PT	19,728	0.34	HOLD	850	2.43	9.99	5.24	4.77	0.46	0.45
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	14,932	0.26	SELL	1,000	(24.98)	497.17	93.98	15.74	0.88	0.84
BRIS IJ	Bank Brisyariah Tbk PT	5,538	0.09	SELL	230	(32.21)	9.83	110.35	100.47	1.08	1.07
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	290,252	5.02	BUY	3,600	(8.00)	8.33	15.26	14.09	2.71	2.56
EXCL IJ	XL Axiata Tbk PT	25,801	0.45	BUY	2,700	21.73	5.39	29.55	28.04	1.29	1.23
TOWR IJ	Sarana Menara Nusantara Tbk PT	54,586	0.94	SELL	950	13.11	8.81	21.15	19.44	5.16	4.55
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	29,394	0.51	SELL	3,450	6.41	13.25	13.57	11.98	1.19	1.07
PGAS IJ	Perusahaan Gas Negara Tbk PT	29,332	0.51	HOLD	1,200	83.33	27.27	13.50	10.60	0.47	0.45
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	307,108	5.31	HOLD	8,400	1.60	6.48	40.88	38.40	35.76	33.60
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	118,951	2.06	HOLD	10,300	6.31	9.52	22.16	20.24	4.36	3.93
INDF IJ	Indofood Sukses Makmur Tbk PT	61,902	1.07	BUY	8,500	3.50	11.05	12.19	10.97	1.53	1.40
HOKI IJ	Buyung Poetra Sembada PT	1,539	0.03	HOLD	700	(26.89)	37.61	20.05	14.57	2.08	1.76
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	20,700	0.36	HOLD	1,400	9.01	13.34	23.31	20.57	6.29	5.90
TBLA IJ	Tunas Baru Lampung Tbk PT	4,434	0.08	SELL	630	(43.57)	5.01	10.93	10.41	0.83	0.79
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	75,000	1.30	SELL	1,280	4.28	7.25	28.69	26.75	4.25	3.91
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	28,298	0.49	SELL	1,400	(6.76)	6.90	29.19	27.30	5.19	4.74
ERAA IJ	Erajaya Swasembada Tbk PT	5,503	0.10	SELL	1,280	13.54	66.00	16.51	9.95	0.99	0.89
MAPI IJ	Mitra Adiperkasa Tbk PT	11,537	0.20	SELL	580	4.92	5.28	12.12	11.51	1.53	1.34
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,435	0.08	SELL	500	(32.91)	25.56	9.62	7.67	0.99	0.94
PZZA IJ	Sarimelati Kencana PT	1,874	0.03	BUY	840	4.23	20.53	9.01	7.48	1.19	1.02
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,154	0.04	BUY	755	(74.40)	99.60	12.03	6.03	0.32	0.30
PTPP IJ	PP Persero Tbk PT	6,107	0.11	HOLD	1,040	40.73	28.86	4.67	3.62	0.33	0.31
WIKA IJ	Wijaya Karya Persero Tbk PT	10,585	0.18	HOLD	1,225	17.35	20.10	3.95	3.29	0.56	0.49
WSBP IJ	Waskita Beton Precast Tbk PT	4,560	0.08	BUY	262	(29.90)	18.70	7.51	6.32	0.51	0.50
WSKT IJ	Waskita Karya Persero Tbk PT	8,891	0.15	BUY	880	8.47	137.68	8.74	3.68	0.30	0.30
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,857	0.03	BUY	300	4.17	20.85	3.95	3.27	0.66	0.57



MNCS UNIVERSE

Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)		
						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	14,926	0.26	BUY	1,110	(7.75)	12.60	5.20	4.62	0.37	0.35	
PWON IJ	Pakuwon Jati Tbk PT	18,975	0.33	BUY	520	(9.02)	(3.70)	7.93	8.23	1.09	0.97	
SMRA IJ	Summarecon Agung Tbk PT	8,223	0.14	HOLD	610	(69.64)	44.19	52.58	36.47	0.86	0.84	
CTRA IJ	Ciputra Development Tbk PT	12,250	0.21	BUY	880	8.58	(11.20)	9.80	11.04	0.74	0.70	
DMAS IJ	Puradelta Lestari Tbk PT	10,989	0.19	HOLD	228	(30.89)	31.52	11.91	9.06	1.83	2.04	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	19,584	0.34	SELL	9,125	240.96	15.24	27.21	23.61	1.02	0.98	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,857	0.12	HOLD	1,000	27.51	22.68	21.30	17.36	1.22	1.05	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	36,784	0.64	BUY	1,310	(18.31)	0.59	6.83	6.79	0.55	0.52	
PTBA IJ	Bukit Asam Tbk PT	24,193	0.42	BUY	2,390	(16.98)	4.55	6.82	6.52	1.29	1.27	
ITMG IJ	Indo Tambangraya Megah Tbk PT	9,463	0.16	BUY	10,630	(58.33)	(20.00)	10.28	12.85	0.37	0.32	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	19,225	0.33	BUY	920	26.09	42.23	16.07	11.30	0.87	0.81	
INCO IJ	Vale Indonesia Tbk PT	35,970	0.62	HOLD	3,590	13.79	2.00	44.42	43.55	1.11	1.08	
MDKA IJ	Merdeka Copper Gold Tbk PT	41,934	0.72	SELL	1,595	(21.21)	25.00	29.37	23.50	3.91	3.09	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	103,307	1.79	SELL	4,150	9.82	15.94	26.96	23.25	4.29	3.81	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	12,958	0.22	HOLD	1,150	(60.18)	121.37	18.38	8.30	1.09	0.97	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	98,177	1.70	HOLD	55,450	(16.02)	8.63	10.74	9.89	1.83	1.68	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	198,322	3.43	HOLD	1,650	(22.03)	3.26	18.53	17.95	5.91	5.94	
Cement												
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	43,439	0.75	BUY	13,900	19.34	12.44	19.83	17.64	1.85	1.81	
SMGR IJ	Semen Indonesia Persero Tbk PT	56,943	0.98	HOLD	9,000	30.77	(33.40)	18.22	27.35	1.69	1.64	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	3,230	0.06	HOLD	450	18.73	7.01	12.60	11.78	2.08	1.63	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	90,549	1.56	SELL	19,930	(18.84)	13.03	9.86	8.72	1.34	1.16	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	15.35	1.88
JAKCONS INDEX	18.95	4.04
JAKINFRA INDEX	33.19	2.06
JAKBIND INDEX	43.70	1.91
JAKTRAD INDEX	17.52	1.34
JAKPROP INDEX	22.25	0.81
JAKMINE INDEX	12.73	1.12
JAKMIND INDEX	11.25	1.21
JAKAGRI INDEX	-	0.94

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





Thendra Crisnanda – Head of Institution Research
thendra.crisnanda@mncgroup.com
 Investment Strategy
 Ext. 52162



Victoria Venny – Research Analyst
victoria.nawang@mncgroup.com
 Telco, Toll Road, Logistic, Consumer, Poultry
 Ext. 52236



T. Herditya Wicaksana – Technical Analyst
herditya.wicaksana@mncgroup.com
 Technical Specialist – Elliott Wave
 Ext. 52150



Muhamad Rudy Setiawan – Research Analyst
muhamad.setiawan@mncgroup.com
 Construction, Property, Oil and Gas
 Ext. 52317



Catherina Vincentia – Research Associate
catherina.vincentia@mncgroup.com
 Generalist
 Ext. 52306

Disclaimer : MNCS Morning Navigator has been issued by PT MNC Sekuritas, It may not be reproduced or further distributed or published, in whole or in part, for any purpose. PT MNC Sekuritas has based this document on information obtained from sources it believes to be reliable but which it has not independently verified; PT MNC Sekuritas makes no guarantee, representation or warranty and accepts no responsibility to liability as to its accuracy or completeness. Expression of opinion herein are those of the research department only and are subject to change without notice. This document is not and should not be construed as an offer or the solicitation of an offer to purchase or subscribe or sell any investment. PT MNC Sekuritas and its affiliates and/or their offices, directors and employees may own or have positions in any investment mentioned herein or any investment related thereto and may from time to time add to or dispose of any such investment. PT MNC Sekuritas and its affiliates may act as market maker or have assumed an underwriting position in the securities of companies discusses herein (or investment related thereto) and may sell them to or buy them from customers on a principal basis and may also perform or seek to perform investment banking or underwriting services for or relating to those companies.

