

KEY INDICATOR

03/12/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	3.75	4.00	(0.25)	(125.00)
10 Yr (bps)	6.20	6.18	0.02	(93.90)
USD/IDR	14,140	14,125	0.11%	0.11%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,822.94	0.15%	-7.57%	22.76
MSCI	6,545.49	-0.12%	-10.19%	20.53
HSEI	26,728.50	0.74%	-5.18%	13.63
FTSE	6,490.27	0.42%	-13.95%	21.47
DJIA	29,969.52	0.29%	5.01%	24.57
NASDAQ	12,377.18	0.23%	37.94%	39.71

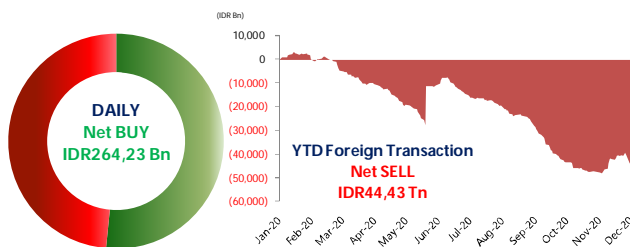
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	45.64	0.80%	-18.44%	-25.25%
COAL	USD/TON	73.55	3.01%	8.80%	8.64%
CPO	MYR/MT	3,332.00	0.48%	22.01%	9.17%
GOLD	USD/TOZ	1,841.08	0.54%	25.89%	21.34%
TIN	USD/MT	18,895.00	0.56%	14.58%	10.01%
NICKEL	USD/MT	15,954.00	-0.29%	16.33%	13.75%

CORPORATE ACTION

TICKER	EVENT	NOTES
PPGL	Cum Dividend Date	IDR6/share

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA increased by +0.29% on Thursday (03/12) followed by Nasdaq (+0.23%) though S&P 500 remains flat (-0.06%). Another vaccine news had boost the market as Pfizer stated that it will ship about 50 million doses of vaccine, lifting the optimism towards faster vaccination and economic reopening. Furthermore, the continuation of the stimulus talks as well as the lower unemployment claims have raise a positive tone within the market. Moreover, the market will look forward to several data releases today, such as: 1) US Unemployment Rate; 2) US Non Farm Payroll; 3) US Balance of Trade.

Domestic Updates

•The government has prepared a strategic plan to develop biofuels or biofuel (BBN). The plan are as follows: 1) ensure the B30 program continues as targeted as well as evaluate and improve the implementation; 2) develop B40 and B50 program by carrying out a road test on existing diesel power plant engines; 3) increase the green fuel program together with Pertamina to develop a standalone green fuel to produce green diesel, green gasoline and green avtur; 4) development of hydrogenation of palm oil (HPO); 5) utilize the reclaimed or ex-mining land in collaboration with the Directorate General of Mineral and Coal and the Regional Government to identify ex-mining land and work with Ministry of Agriculture to determine the most suitable commodity. Target for biofuel production is around 17.8 million kiloliters in 2035.

•Furthermore, the new cases of Covid-19 infection in Jakarta is reported to be 1,153 on December 3, 2020.

Company News

- TOWR IJ** recorded a revenue increase of 19.35% YoY to IDR4.65 trillion in 3Q20. Together with increase in operating profit of 15.69% YoY, the company recorded a net profit of IDR1.91 trillion which increased by 20.13% from the same period last year (Emiten News). **MNCS Comment: TOWR reported performance is slightly in line with our and consensus estimate. We believe tenancy ratio will increased 1.7x-1.8x in FY21F supported by higher demand on network traffic. TOWR is currently traded at 21.25x/5.58x PE/PBV.**
- DEWA IJ** revenue increased by 0.58% YoY to USD239.31 million in 3Q20. Most of the revenue came from few large clients namely PT Kaltim Prima Coal (USD175.82 million), PT Arutmin Indonesia (USD47.64 million), and PT Cakrawala Langit Sejahtera (USD14.84 million). The company booked a net profit of USD1.2 million (+0.8% YoY), slightly increase from the same period last year of USD1.19 million (IDN Financials). **MNCS Comment: While most of the mining sector's performance drop, DEWA managed to maintain its performance. We see that the increasing coal price will benefit DEWA. DEWA is currently traded at 67.03x/0.27x PE/PBV.**
- ASSA IJ** booked an increase in revenue of 28.14% YoY to IDR2.14 trillion in 3Q20. Main contributor of the revenue is the rental vehicles, passenger cars and autopool which increased by 2.14% to IDR942.41 billion, followed by shipping services of 17.86% to IDR 484.39 billion. However, the company's COGS increased by 79.22% while the general and administration expense increased by 24.2%. Thus, the company reported a net profit decrease of 41.7% to IDR51.19 billion (Investor Daily). **MNCS Comment: The increase on COGS seem to top the revenue increase causing a decrease on bottom line, we hope that ASSA's future performance will be able to balance between revenue and cost. ASSA is currently traded at 26.13x/1.44x PE/PBV.**

IHSG Updates

JCI rose by +0.15% to 5,822.94 on Thursday (03/12) followed by net foreign buy reaching IDR264.23 billion. JCI still continuing its rise supported by foreign inflow although most of the sectors fell but agriculture, mining, finance and property still offset the decline. We see that JCI is mostly moved by commodity stocks such as CPO, coal and metals due to the latest issue that affect the prices. Meanwhile, the Rupiah exchange rate was weakening at IDR14,140. We estimate JCI will move in the range of 5,563 – 5,900 while waiting for foreign exchange reserve data release. **Today's recommendation: MAPI, ADRO, PNLF, WSBP.**

Stock	Close Price	Recommendation	Tactical Moves
MAPI	805	Spec Buy	At the moment the movement of MAPI is at the start of wave [v] of wave C.
ADRO	1,375	Spec Buy	Currently the ADRO movement is in the initial wave (v) of wave [c] of wave 3.
PNLF	228	Buy on Weakness	We estimate the PNLF movement is forming wave [iv] of wave 3.
WSBP	242	Sell on Strength	WSBP position is already at the end of wave [v] of wave 3.

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	227,720	3.51	BUY	6,700	(27.15)	59.76	14.41	9.02	1.16	1.08
Banking											
BBCA IJ	Bank Central Asia Tbk PT	796,357	12.14	BUY	36,200	7.00	9.09	26.05	23.87	4.10	3.64
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	118,419	1.81	HOLD	6,700	(28.97)	24.57	10.84	8.70	1.06	0.97
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	542,722	8.28	SELL	3,200	(7.81)	1.06	16.97	16.79	2.56	2.36
BMRI IJ	Bank Mandiri Persero Tbk PT	306,833	4.68	SELL	5,100	(4.62)	9.13	11.71	10.73	1.39	1.27
BNGA IJ	Bank CIMB Niaga Tbk PT	21,864	0.33	HOLD	850	2.43	9.99	5.81	5.28	0.51	0.50
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	18,215	0.28	SELL	1,000	(24.98)	497.17	114.64	19.20	1.07	1.02
BRIS IJ	Bank Brisyariah Tbk PT	14,699	0.22	SELL	230	(32.21)	9.83	287.48	261.75	2.81	2.79
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	326,905	5.04	BUY	4,000	(8.00)	8.33	17.19	15.87	3.05	2.88
EXCL IJ	XL Axiata Tbk PT	25,909	0.40	BUY	2,700	21.73	5.39	29.67	28.15	1.29	1.24
TOWR IJ	Sarana Menara Nusantara Tbk PT	54,076	0.83	HOLD	1,150	13.11	8.81	20.95	19.26	5.11	4.51
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	31,789	0.49	SELL	3,450	6.41	13.25	14.68	12.96	1.28	1.16
PGAS IJ	Perusahaan Gas Negara Tbk PT	35,271	0.54	SELL	1,200	83.33	27.27	16.23	12.75	0.56	0.54
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	288,033	4.44	BUY	8,400	1.60	6.48	38.34	36.01	33.54	31.51
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	116,911	1.80	BUY	12,500	6.31	9.52	21.78	19.89	4.28	3.86
INDF IJ	Indofood Sukses Makmur Tbk PT	61,902	0.95	BUY	8,500	3.50	11.05	12.19	10.97	1.53	1.40
HOKI IJ	Buyung Poetra Sembada PT	2,425	0.04	SELL	700	(26.89)	37.61	31.55	22.93	3.27	2.78
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	23,700	0.37	BUY	1,400	118.02	13.34	13.35	11.78	3.60	3.38
TBLA IJ	Tunas Baru Lampung Tbk PT	4,381	0.07	SELL	630	(43.57)	5.01	10.80	10.29	0.82	0.78
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	68,672	1.06	BUY	1,700	4.28	7.25	26.27	24.49	3.89	3.58
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	28,298	0.44	SELL	1,400	(6.76)	6.90	29.19	27.30	5.19	4.74
ERAA IJ	Erajaya Swasembada Tbk PT	5,598	0.09	BUY	2,200	13.54	66.00	16.80	10.12	1.01	0.91
MAPI IJ	Mitra Adiperkasa Tbk PT	13,363	0.21	SELL	580	4.92	5.28	14.04	13.33	1.78	1.55
RALS IJ	Ramayana Lestari Sentosa Tbk PT	5,322	0.08	SELL	500	(32.91)	25.56	11.55	9.20	1.19	1.12
PZZA IJ	Sarimelati Kencana PT	2,206	0.03	BUY	840	4.23	20.53	10.61	8.80	1.40	1.21
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	4,558	0.07	SELL	790	(74.40)	99.60	25.46	12.75	0.67	0.64
PTPP IJ	PP Persero Tbk PT	9,889	0.15	SELL	1,160	(58.56)	30.26	25.66	19.70	0.54	0.50
WIKA IJ	Wijaya Karya Persero Tbk PT	16,819	0.26	SELL	1,350	(69.76)	7.05	24.34	22.74	0.89	0.77
WSBP IJ	Waskita Beton Precast Tbk PT	6,379	0.10	HOLD	262	(29.90)	18.70	10.50	8.85	0.71	0.70
WSKT IJ	Waskita Karya Persero Tbk PT	15,814	0.24	SELL	930	(67.97)	18.14	52.63	44.55	0.54	0.54
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	2,527	0.04	BUY	300	4.17	20.85	5.37	4.44	0.90	0.78



MNCS UNIVERSE

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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	22,759	0.35	BUY	1,300	(7.75)	12.60	7.93	7.04	0.57	0.53	
PWON IJ	Pakuwon Jati Tbk PT	25,765	0.40	HOLD	520	(9.02)	(3.70)	10.76	11.18	1.48	1.32	
SMRA IJ	Summarecon Agung Tbk PT	11,974	0.18	SELL	610	(69.64)	44.19	76.57	53.10	1.25	1.22	
CTRA IJ	Ciputra Development Tbk PT	17,168	0.26	HOLD	880	8.58	(11.20)	13.74	15.47	1.04	0.99	
DMAS IJ	Puradelta Lestari Tbk PT	12,050	0.19	HOLD	228	(30.89)	31.52	13.06	9.93	2.00	2.23	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	23,289	0.36	HOLD	11,800	240.96	15.24	32.35	28.07	1.21	1.16	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	8,460	0.13	HOLD	1,250	27.51	22.68	26.28	21.42	0.97	0.94	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	43,981	0.68	HOLD	1,310	(18.31)	0.59	8.17	8.12	0.65	0.63	
PTBA IJ	Bukit Asam Tbk PT	28,110	0.43	HOLD	2,390	(16.98)	4.55	7.92	7.58	1.50	1.48	
ITMG IJ	Indo Tambangraya Megah Tbk PT	16,836	0.26	SELL	10,630	(58.33)	(20.00)	18.28	22.85	0.66	0.57	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	30,159	0.46	BUY	1,430	26.09	42.23	25.21	17.72	1.37	1.27	
INCO IJ	Vale Indonesia Tbk PT	49,384	0.76	SELL	3,590	13.79	2.00	60.98	59.79	1.52	1.48	
MDKA IJ	Merdeka Copper Gold Tbk PT	43,686	0.67	SELL	1,595	(21.21)	25.00	30.60	24.48	4.08	3.22	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	103,717	1.60	SELL	4,150	9.82	15.94	27.07	23.35	4.31	3.83	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	16,828	0.26	SELL	1,150	(60.18)	121.37	23.86	10.78	1.41	1.26	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	85,141	1.31	BUY	55,000	(16.02)	8.63	9.32	8.58	1.59	1.46	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	193,670	2.98	HOLD	1,650	(22.03)	3.26	18.10	17.53	5.77	5.80	
Cement												
INTP IJ	Indocement Tunggul Prakarsa Tbk PT	53,562	0.83	HOLD	13,900	19.34	12.44	24.45	21.75	2.28	2.23	
SMGR IJ	Semen Indonesia Persero Tbk PT	71,178	1.10	SELL	9,000	30.77	(33.40)	22.77	34.19	2.11	2.05	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	4,001	0.06	BUY	650	18.73	7.01	15.61	14.59	2.57	2.02	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	97,357	1.50	HOLD	27,800	(30.93)	(10.36)	12.46	13.90	1.42	1.32	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	22.96	2.01
JAKCONS INDEX	19.69	3.97
JAKINFRA INDEX	74.91	2.42
JAKBIND INDEX	67.98	2.25
JAKTRAD INDEX	13.87	1.15
JAKPROP INDEX	-	1.06
JAKMINE INDEX	24.66	1.46
JAKMIND INDEX	15.25	1.32
JAKAGRI INDEX	-	1.09

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





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