

KEY INDICATOR

06/07/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.25	4.50	(25.00)	(175.00)
10 Yr (bps)	7.23	7.22	1.00	0.40
USD/IDR	14,490.00	14,523.00	-0.23%	2.89%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,988.87	0.30%	-20.81%	17.17
MSCI	5,622.70	0.48%	-22.85%	17.79
HSEI	26,339.16	3.81%	-6.56%	12.20
FTSE	6,285.94	2.09%	-16.66%	19.10
DJIA	26,287.03	1.78%	-7.89%	23.93
NASDAQ	10,433.65	2.21%	16.28%	38.39

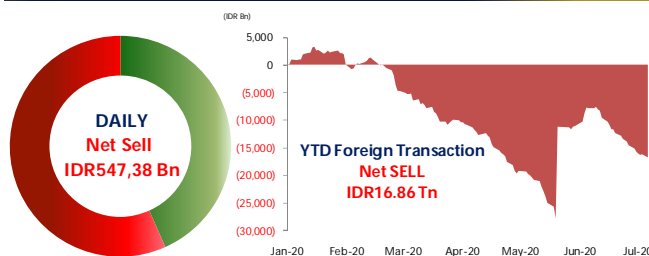
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	40.63	-0.05%	-29.35%	-33.46%
COAL	USD/TON	52.65	0.38%	-30.91%	-22.23%
CPO	MYR/MT	2,391.00	1.40%	21.99%	-21.66%
GOLD	USD/TOZ	1,784.68	0.49%	27.53%	17.62%
TIN	USD/MT	17,010.00	1.01%	-7.30%	-0.96%
NICKEL	USD/MT	13,336.00	2.62%	6.86%	-4.91%

CORPORATE ACTION

TICKER	EVENT	NOTES
MYOR	Ex Dividend	IDR30/share
PGUN	IPO	
SOFA	IPO	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA climbed +1.78% on Monday (06/07) followed by S&P 500 (+1.59%) and Nasdaq (+2.21%). US market jumped Monday following the holiday weekend, lifted by medical, technology companies to banks. Moreover, data from the Institute for Supply Management showed a surprise expansion in the US services sector, ISM rose to 57.1 in June 2020 (vs estimate of 50.1). That was even as data continued to point to a rise in Covid-19 cases, which some investors have worried might force officials to further delay reopening plans across the country. Moreover, Shanghai Composite Index soaring 5.7% to its highest level since early 2018. Furthermore, the market will look forward to several data releases today, such as: 1) US Fed Bostic Speech; 2) China Foreign Exchange Reserves in June-2020; 3) Japan Household Spending in May-2020.

Domestic Updates

BI just released Consumer Confidence Index as of June 2020 which stood at 83.8, an increase from 77.8 in May 2020. This indicated that consumer confidence in economic conditions had improved, although it was still at a level <100. Consumer confidence was monitored to improve in all categories of respondents, both by expenditure level and by age group. The improvement in consumer optimism was mainly due to stronger consumer expectations for economic conditions forecast in the next 6 months, in line with the easing of the Covid-19 pandemic in Indonesia. Strengthening on the expectations side was mainly supported by forecasts of expansion in business activity that increased in the next 6 months. On the other hand, consumer perceptions of current economic conditions are monitored to be still low and continue to weaken, mainly due to a decrease in consumer optimism about purchasing durable goods.

Company News

1. **KLBF IJ** states the realization of the capital expenditure (capex) has reached IDR600 billion from a budget of IDR1 trillion. In other words, the realization reached 60%. The capex which has been absorbed is used to complete the relocation of the Bintang Toedjoe and Saka Farma factories to Cikarang. In addition, capital expenditure has also been used for the construction of Enseval Putera Mega Trading and Global Chemindo Megatrading warehouses. KLBF plans to release one to two new supplement products to boost sales. (Market Bisnis) **MNCS Comment: Amid the pandemic, KLBF seem to expand smoothly while being in the position of advantage, as their top line and bottom line soared by 8.02%/12.47% YoY in 1Q20. KLBF is currently traded at 26.84x/4.36x PE/PBV.**
2. **ACES IJ** has just launched its newest outlet in Sawangan, Depok, West Java over last weekend. The 2,270-m2 store is the 10th outlet opened by the company this year. Currently the company operates a total of 205 stores. Since the start of the year the company has launched new outlets in several cities including Yogyakarta, Mojokerto, Gorontalo, and Makassar. It seeks to open a total of 15 new stores by the end of the year. (Kontan) **MNCS Comment: ACES is also one of the companies benefited from the pandemic as their top and bottom line rose by 4.25%/3.90% YoY in 1Q20 so we see that there will be no obstruction in expansion. ACES is currently traded at 26.05x/5.21x PE/PBV.**
3. **AGRO IJ** are planning a share buyback and will not exceed from 20% of the total paid-up capital. The buyback budget is amounting to IDR2.5 billion and will be done from 3 July 2020 to 2 October 2020. The buyback is planned to be done in current market conditions that fluctuate significantly. (IDX Channel) **MNCS Comment: As the price of its shares continues to decline 23.73% YTD, AGRO plans to repurchase its shares in efforts to shore up the domestic money market amid the Covid-19 outbreak. AGRO is currently traded at 0.79x PBV.**

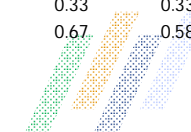
IHSG Updates

JCI was flat by +0.30% to 4,988.87 on Monday (06/07), followed by net foreign sell reaching IDR547.38 billion. The movement occurred with the significant strengthening of global and regional Asia indices driven from euphoria from data releases that indicates economic recovery. Moreover, the Consumer Confidence Index raise optimism in the domestic market as it indicates improving economic condition. Meanwhile, the Rupiah exchange rate against the USD was weakening at IDR14,490. We estimate JCI will move in the range of 4,914-5,020 while waiting for Foreign Exchange Reserves. **Today's recommendation: TLKM, BBNI, ASII, INDF.**

Stock	Close Price	Recommendation	Tactical Moves
TLKM	3,050	Spec Buy	As long as TLKM is not corrected below 2,970, we estimate that TLKM's position is still in wave [ii] of wave C.
BBNI	4,610	Buy on Weakness	As long as BBNI is not corrected below 4,320, we believe that BBNI position is currently in wave (ii) of wave [c] of wave 5.
ASII	4,840	Accum Buy	As long as ASII is not corrected below 4,400, we estimate ASII's movement is in wave (b) of wave [v] of wave C.
INDF	6625	Sell on Strength	Currently, INDF is at the beginning of wave [ii] of wave C.

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	195,940	3.52	BUY	5,500	(24.25)	25.37	11.92	9.51	0.98	0.92
Banking											
BBCA IJ	Bank Central Asia Tbk PT	731,637	13.02	HOLD	28,400	7.00	9.09	23.93	21.93	3.77	3.34
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	85,970	1.53	HOLD	4,300	(2.68)	5.97	5.74	5.42	0.74	0.68
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	374,971	6.67	HOLD	3,200	(7.81)	1.06	11.72	11.60	1.77	1.63
BMRI IJ	Bank Mandiri Persero Tbk PT	236,833	4.22	HOLD	5,100	(4.62)	9.13	9.04	8.28	1.07	0.98
BNGA IJ	Bank CIMB Niaga Tbk PT	19,100	0.34	BUY	850	2.43	9.99	5.07	4.61	0.45	0.44
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	13,132	0.23	SELL	1,000	(24.98)	497.17	82.65	13.84	0.77	0.74
BRIS IJ	Bank Brisyariah Tbk PT	3,848	0.07	SELL	230	(32.21)	9.83	76.66	69.80	0.75	0.74
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	302,140	5.43	BUY	3,600	4.61	13.65	13.97	12.29	2.63	2.42
EXCL IJ	XL Axiata Tbk PT	31,583	0.57	HOLD	2,700	21.73	5.39	36.17	34.32	1.58	1.51
TOWR IJ	Sarana Menara Nusantara Tbk PT	56,626	1.02	SELL	950	13.11	8.81	21.94	20.17	5.35	4.72
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	32,370	0.58	SELL	3,450	6.41	13.25	14.95	13.20	1.31	1.18
PGAS IJ	Perusahaan Gas Negara Tbk PT	27,514	0.49	HOLD	1,200	83.33	27.27	12.66	9.95	0.44	0.42
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	301,385	5.42	HOLD	8,400	1.60	6.48	40.12	37.68	35.10	32.97
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	109,913	1.98	HOLD	10,300	6.31	9.52	20.48	18.70	4.02	3.63
INDF IJ	Indofood Sukses Makmur Tbk PT	58,170	1.05	BUY	8,500	3.50	11.05	11.45	10.31	1.44	1.32
HOKI IJ	Buyung Poetra Sembada PT	1,563	0.03	HOLD	700	(26.89)	37.61	20.36	14.80	2.11	1.79
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	18,450	0.33	BUY	1,400	9.01	13.34	20.78	18.33	5.60	5.26
TBLA IJ	Tunas Baru Lampung Tbk PT	3,072	0.06	HOLD	630	(43.57)	5.01	7.57	7.21	0.57	0.55
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	71,719	1.29	SELL	1,280	4.28	7.25	27.43	25.58	4.06	3.74
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	25,468	0.46	HOLD	1,400	(6.76)	6.90	26.27	24.57	4.67	4.27
ERAA IJ	Erajaya Swasembada Tbk PT	3,972	0.07	HOLD	1,280	13.54	66.00	11.92	7.18	0.71	0.64
MAPI IJ	Mitra Adiperkasa Tbk PT	11,952	0.21	SELL	580	4.92	5.28	12.55	11.92	1.59	1.39
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,187	0.08	SELL	500	(32.91)	25.56	9.09	7.24	0.93	0.88
PZZA IJ	Sarimelati Kencana PT	2,161	0.04	BUY	840	4.23	20.53	10.39	8.62	1.37	1.18
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,279	0.04	BUY	755	(74.40)	99.60	12.73	6.38	0.33	0.32
PTPP IJ	PP Persero Tbk PT	6,324	0.11	HOLD	1,040	40.73	28.86	4.83	3.75	0.34	0.32
WIKA IJ	Wijaya Karya Persero Tbk PT	10,764	0.19	HOLD	1,225	17.35	20.10	4.01	3.34	0.57	0.50
WSBP IJ	Waskita Beton Precast Tbk PT	5,325	0.10	BUY	262	(29.90)	18.70	8.76	7.38	0.60	0.58
WSKT IJ	Waskita Karya Persero Tbk PT	9,773	0.18	BUY	880	8.47	137.68	9.61	4.04	0.33	0.33
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,876	0.03	BUY	300	4.17	20.85	3.99	3.30	0.67	0.58



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	15,773	0.28	BUY	1,110	(7.75)	12.60	5.49	4.88	0.39	0.37	
PWON IJ	Pakuwon Jati Tbk PT	19,938	0.36	BUY	520	(9.02)	(3.70)	8.33	8.65	1.14	1.02	
SMRA IJ	Summarecon Agung Tbk PT	8,800	0.16	HOLD	610	(69.64)	44.19	56.27	39.03	0.92	0.90	
CTRA IJ	Ciputra Development Tbk PT	11,415	0.21	BUY	880	8.58	(11.20)	9.14	10.29	0.69	0.66	
DMAS IJ	Puradelta Lestari Tbk PT	8,001	0.14	BUY	228	(30.89)	31.52	8.67	6.59	1.33	1.48	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	16,552	0.30	HOLD	9,125	240.96	15.24	22.99	19.95	0.86	0.82	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,072	0.11	BUY	1,000	27.51	22.68	18.86	15.38	1.08	0.93	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	34,065	0.61	BUY	1,310	(18.31)	0.59	6.33	6.29	0.51	0.49	
PTBA IJ	Bukit Asam Tbk PT	23,848	0.43	BUY	2,390	(16.98)	4.55	6.72	6.43	1.27	1.25	
ITMG IJ	Indo Tambangraya Megah Tbk PT	8,390	0.15	BUY	10,630	(58.33)	(20.00)	9.11	11.39	0.33	0.28	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	15,380	0.28	BUY	920	26.09	42.23	12.85	9.04	0.70	0.65	
INCO IJ	Vale Indonesia Tbk PT	31,101	0.56	SELL	2,300	(20.63)	(33.21)	27.45	41.09	0.95	0.93	
MDKA IJ	Merdeka Copper Gold Tbk PT	30,000	0.54	HOLD	1,280	(19.26)	10.41	21.36	19.34	2.80	2.21	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	106,587	1.92	SELL	4,150	9.82	15.94	27.82	23.99	4.42	3.93	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	14,365	0.26	SELL	1,060	2.99	15.17	7.88	6.84	1.17	1.06	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	89,903	1.62	BUY	55,450	(16.02)	8.63	9.84	9.06	1.68	1.54	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	194,251	3.49	BUY	2,500	(6.78)	3.44	15.18	14.68	5.44	5.45	
Cement												
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	43,991	0.79	BUY	13,900	19.34	12.44	20.08	17.86	1.87	1.83	
SMGR IJ	Semen Indonesia Persero Tbk PT	59,019	1.06	HOLD	9,000	30.77	(33.40)	18.88	28.35	1.75	1.70	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	2,716	0.05	BUY	450	18.73	7.01	10.60	9.90	1.75	1.37	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	64,252	1.16	BUY	19,930	(18.84)	13.03	7.00	6.19	0.95	0.83	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	13.24	1.70
JAKCONS INDEX	17.03	3.77
JAKINFRA INDEX	25.04	2.01
JAKBIND INDEX	34.26	1.82
JAKTRAD INDEX	14.21	1.25
JAKPROP INDEX	21.18	0.85
JAKMINE INDEX	10.88	1.01
JAKMIND INDEX	10.36	1.12
JAKAGRI INDEX	-	0.84

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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