

KEY INDICATOR

24/07/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.00	4.25	(25.00)	(200.00)
10 Yr (bps)	6.89	6.88	0.20	(37.40)
USD/IDR	14,610.00	14,580.00	0.21%	4.38%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,082.99	-1.21%	-19.31%	17.81
MSCI	5,753.08	-1.89%	-21.06%	18.18
HSEI	24,705.33	-2.21%	-12.36%	11.43
FTSE	6,123.82	-1.41%	-18.81%	19.44
DJIA	26,469.89	-0.68%	-7.25%	23.65
NASDAQ	10,363.18	-0.94%	15.50%	37.79

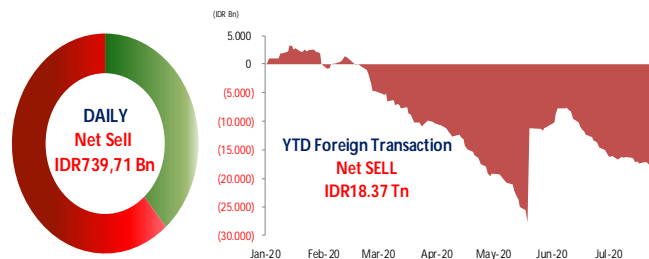
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	41.29	0.54%	-26.11%	-32.38%
COAL	USD/TON	52.00	0.10%	-29.92%	-23.19%
CPO	MYR/MT	2,778.00	2.58%	36.91%	-8.98%
GOLD	USD/TOZ	1,902.02	0.77%	33.39%	25.36%
TIN	USD/MT	17,657.00	-0.88%	-1.50%	2.81%
NICKEL	USD/MT	13,656.00	-0.24%	-6.14%	-2.63%

CORPORATE ACTION

TICKER	EVENT	NOTES
POWR	Cum Dividend	IDR41/share
LSIP	Ex Dividend	IDR15/share
WIIM	RUPS	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA fell 0.68% on Friday (24/07) followed by S&P 500 (-0.62%) and Nasdaq (-0.94%). Stock fell as tech shares struggling, disappointing result of 2Q20 performance and US-China tensions rising. Leading stocks such as Apple and Microsoft fell 4% at the end of last week. However, this weakening is still considered a reasonable correction. Investors are also still watching the development of positive cases in the US which continues to increase. Moreover, the market will look forward to several data releases today, such as: 1) US Durable Goods Orders; 2) China Industrial Profit; 3) Japan All Industry Activity Index.

Domestic Updates

BI release the periodical development of inflation stability which is at a low and controlled level. BI expects a deflation of 0.03% MoM in July while on a yearly basis inflation is at the level of 1.06% YTD/ 1.61% YoY. BI will continue to strengthen coordination with the government to closely monitor the dynamics of Covid-19 spread and its impact towards the economy from time to time as well as to expand policies that needs to be taken to maintain macroeconomic and financial system stability.

Company News

1. **UNVR IJ** recorded an increase in sales of 1.5% YoY to IDR21.77 trillion in 1H20. While sales for 2Q20 reached 10.6 trillion, dropped by 1.6% YoY/4.8% QoQ. Revenue was supported by the 1.6% growth in domestic sales. Furthermore, UNVR also will be distributing final dividends of IDR107/share or equals to IDR4.1 trillion. Interim dividends had been distributed on December 2019 prior to stock split. Dividend payout ratio is at a generous level of 100% from the FY19 net profit with yield at 1.33%. Distribution date will be no later than August 2020. **MNCS Comment: We see that UNVR increase their dividend payout ratio, as the only distributed 75% of the FY18 net profit last year. UNVR is currently traded at 41.28x/42.59x PE/PBV.**
2. **AKRA IJ** booked a revenue of IDR10 trillion in 1H20, grew by 2.9% YoY. Largest contribution came from trade and distribution sector which edged up to IDR9.17 trillion, followed by logistic revenue at IDR410 billion. Meanwhile AKRA managed to keep cost low at IDR29 billion (-18.77% YoY). Despite the fall of oil price in early FY20, AKRA still recorded a growth in net profit of 10% YoY to IDR431.5 billion. **MNCS Comment: AKRA successfully maintain their performance in the 1H20 even though the company itself is hit by many obstacles. AKRA is currently traded at 12.28x/1.25x PE/PBV.**
3. **ITIC IJ** revenue grew by 27.39% YoY to IDR100.92 billion in 1H20. The climb in sales volume by 16% YoY to 1.26 million kg contributed to revenue. Selling price also increased due to the exempt tax impose in FY20. Moreover, net profit increase substantially by 160% YoY to IDR4.2 billion in 1H20 from IDR1.6 billion in 1H19. **MNCS Comment: ITIC's performance seems to not be affected by the tax exemption and the pandemic as seen on the other tobacco companies. ITIC is currently traded at 2.35x PBV.**

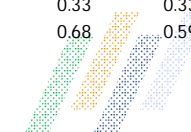
IHSG Updates

JCI dropped by -1.21% to 5,082.99 on Friday (24/07) followed by net foreign sell reaching IDR739.71 billion. The weakening was in unison with the global and regional Asia indices as the market keeps on observing the growth of Covid-19. Furthermore, the Indonesia Stock Exchange has announced LQ45 list for the period of August 2020 until January 2021 with new entrants namely MDKA, MIKA and SMRA which are replacing the stocks that are dropped from the list (BRPT, LLPF and WSKT). Meanwhile, the Rupiah exchange rate was weakening at the level of IDR14,610. We estimate JCI will move in the range of 5,030-5,150 while waiting for Money Supply data release. **Today's recommendation: BMRI, ASII, CPIN, PTBA.**

Stock	Close Price	Recommendation	Tactical Moves
BMRI	5,600	Buy on Weakness	Currently BMRI position is at the beginning of wave [iii] of wave C.
ASII	5,050	Spec Buy	ASII position is at the end of wave (b) of wave [v] of wave C.
CPIN	6,000	Spec Buy	As long as the CPIN is not corrected below 5.925, currently CPIN position is at the beginning of wave (iii) of wave [c] of wave 5.
PTBA	2,070	Sell on Strength	Currently we estimate PTBA is at the beginning 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	204,442	3.61	HOLD	5,500	(24.25)	25.37	12.44	9.92	1.02	0.96
Banking											
BBCA IJ	Bank Central Asia Tbk PT	751,978	13.14	HOLD	28,400	7.00	9.09	24.59	22.54	3.87	3.43
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	85,970	1.50	HOLD	4,300	(2.68)	5.97	5.74	5.42	0.74	0.68
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	381,139	6.66	HOLD	3,200	(7.81)	1.06	11.92	11.79	1.80	1.66
BMRI IJ	Bank Mandiri Persero Tbk PT	261,333	4.57	HOLD	5,100	(4.62)	9.13	9.97	9.14	1.18	1.09
BNGA IJ	Bank CIMB Niaga Tbk PT	19,603	0.34	HOLD	850	2.43	9.99	5.21	4.74	0.46	0.45
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	13,502	0.24	SELL	1,000	(24.98)	497.17	84.98	14.23	0.80	0.76
BRIS IJ	Bank Brisyariah Tbk PT	4,703	0.08	SELL	230	(32.21)	9.83	93.70	85.31	0.92	0.91
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	299,168	5.28	BUY	3,600	4.61	13.65	13.83	12.17	2.60	2.40
EXCL IJ	XL Axiata Tbk PT	29,549	0.52	HOLD	2,700	21.73	5.39	33.84	32.11	1.48	1.41
TOWR IJ	Sarana Menara Nusantara Tbk PT	55,351	0.98	SELL	950	13.11	8.81	21.45	19.71	5.23	4.62
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	29,322	0.52	SELL	3,450	6.41	13.25	13.54	11.95	1.18	1.07
PGAS IJ	Perusahaan Gas Negara Tbk PT	29,575	0.52	HOLD	1,200	83.33	27.27	13.61	10.69	0.47	0.46
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	307,108	5.42	HOLD	8,400	1.60	6.48	40.88	38.40	35.76	33.60
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	106,998	1.89	BUY	10,300	6.31	9.52	19.94	18.20	3.92	3.54
INDF IJ	Indofood Sukses Makmur Tbk PT	56,853	1.00	BUY	8,500	3.50	11.05	11.19	10.08	1.41	1.29
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	18,525	0.33	BUY	1,400	9.01	13.34	20.86	18.41	5.63	5.28
TBLA IJ	Tunas Baru Lampung Tbk PT	3,820	0.07	SELL	630	(43.57)	5.01	9.42	8.97	0.71	0.68
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	73,594	1.30	SELL	1,280	4.28	7.25	28.15	26.25	4.17	3.83
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	28,126	0.50	SELL	1,400	(6.76)	6.90	29.01	27.14	5.16	4.71
ERAA IJ	Erajaya Swasembada Tbk PT	4,657	0.08	SELL	1,280	13.54	66.00	13.98	8.42	0.84	0.75
MAPI IJ	Mitra Adiperkasa Tbk PT	11,454	0.20	SELL	580	4.92	5.28	12.03	11.43	1.52	1.33
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,009	0.07	SELL	500	(32.91)	25.56	8.70	6.93	0.90	0.85
PZZA IJ	Sarimelati Kencana PT	1,979	0.03	BUY	840	4.23	20.53	9.52	7.90	1.25	1.08
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	6,479	0.11	HOLD	1,040	40.73	28.86	4.95	3.84	0.35	0.33
WIKA IJ	Wijaya Karya Persero Tbk PT	11,033	0.19	HOLD	1,225	17.35	20.10	4.11	3.43	0.58	0.51
WSBP IJ	Waskita Beton Precast Tbk PT	5,325	0.09	BUY	262	(29.90)	18.70	8.76	7.38	0.60	0.58
WSKT IJ	Waskita Karya Persero Tbk PT	9,638	0.17	BUY	880	8.47	137.68	9.47	3.99	0.33	0.33
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,914	0.03	BUY	300	4.17	20.85	4.07	3.37	0.68	0.59



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	15,138	0.27	BUY	1,110	(7.75)	12.60	5.27	4.68	0.38	0.35	
PWON IJ	Pakuwon Jati Tbk PT	20,420	0.36	BUY	520	(9.02)	(3.70)	8.53	8.86	1.17	1.05	
SMRA IJ	Summarecon Agung Tbk PT	8,512	0.15	HOLD	610	(69.64)	44.19	54.43	37.75	0.89	0.87	
CTRA IJ	Ciputra Development Tbk PT	11,971	0.21	BUY	880	8.58	(11.20)	9.58	10.79	0.73	0.69	
DMAS IJ	Puradelta Lestari Tbk PT	10,796	0.19	HOLD	228	(30.89)	31.52	11.70	8.90	1.79	2.00	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	18,044	0.32	HOLD	9,125	240.96	15.24	25.07	21.75	0.94	0.90	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,789	0.12	HOLD	1,000	27.51	22.68	21.09	17.19	1.20	1.04	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	34,865	0.62	BUY	1,310	(18.31)	0.59	6.48	6.44	0.52	0.50	
PTBA IJ	Bukit Asam Tbk PT	23,848	0.42	BUY	2,390	(16.98)	4.55	6.72	6.43	1.27	1.25	
ITMG IJ	Indo Tambangraya Megah Tbk PT	8,672	0.15	BUY	10,630	(58.33)	(20.00)	9.42	11.77	0.34	0.29	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	16,461	0.29	BUY	920	26.09	42.23	13.76	9.67	0.75	0.69	
INCO IJ	Vale Indonesia Tbk PT	32,591	0.58	HOLD	3,590	13.79	2.00	40.25	39.46	1.01	0.98	
MDKA IJ	Merdeka Copper Gold Tbk PT	37,554	0.66	HOLD	1,595	(21.21)	25.00	26.30	21.04	3.50	2.77	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	98,388	1.74	SELL	4,150	9.82	15.94	25.68	22.15	4.08	3.63	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	13,251	0.23	HOLD	1,150	2.99	15.17	7.27	6.31	1.08	0.98	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	91,779	1.62	BUY	55,450	(16.02)	8.63	10.04	9.25	1.71	1.57	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	195,996	3.46	BUY	2,500	(6.78)	3.44	15.32	14.81	5.49	5.50	
Cement												
INTP IJ	Indocement Tunggai Prakarsa Tbk PT	45,003	0.79	BUY	13,900	19.34	12.44	20.55	18.27	1.91	1.87	
SMGR IJ	Semen Indonesia Persero Tbk PT	55,015	0.97	HOLD	9,000	30.77	(33.40)	17.60	26.42	1.63	1.58	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	3,186	0.06	HOLD	450	18.73	7.01	12.43	11.62	2.05	1.61	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	72,551	1.28	HOLD	19,930	(18.84)	13.03	7.90	6.99	1.08	0.93	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	13.62	1.74
JAKCONS INDEX	17.92	3.98
JAKINFRA INDEX	24.27	2.01
JAKBIND INDEX	34.72	1.87
JAKTRAD INDEX	14.37	1.26
JAKPROP INDEX	23.48	0.28
JAKMINE INDEX	11.43	1.04
JAKMIND INDEX	10.71	1.16
JAKAGRI INDEX	-	0.90

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.

