

KEY INDICATOR

04/06/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.50	4.75	(25.00)	(150.00)
10 Yr (bps)	7.11	7.00	10.70	(62.90)
USD/IDR	14,095.00	14,095.00	0.00%	-1.09%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,916.70	-0.49%	-21.95%	15.29
MSCI	5,570.04	-0.85%	-23.58%	15.86
HSEI	24,366.30	0.17%	-13.56%	11.39
FTSE	6,341.44	-0.64%	-15.92%	19.21
DJIA	26,281.82	0.05%	-7.91%	23.97
NASDAQ	9,615.81	-0.69%	7.17%	35.34

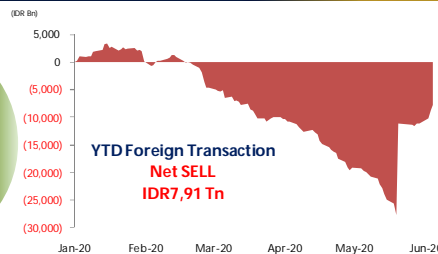
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	37.41	0.32%	-30.05%	-38.73%
COAL	USD/TON	55.20	-1.08%	-24.74%	-18.46%
CPO	MYR/MT	2,326.00	-3.04%	13.13%	-23.79%
GOLD	USD/TOZ	1,714.01	0.84%	29.31%	12.97%
TIN	USD/MT	16,070.00	0.43%	-15.82%	-6.43%
NICKEL	USD/MT	12,773.00	-0.73%	8.14%	-8.93%

CORPORATE ACTION

TICKER	EVENT	NOTES
ITMG	Cum Dividend	IDR570/share
POLA	RUPS	
ADRO	Recording Date	IDR114.25/share

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA were flat, rising only +0.05% on Thursday (05/06) followed by the decrease of S&P 500 (-0.34%) and Nasdaq (-0.69%). These flat movements were driven by the profit taking done by investors, followed by a higher than expected unemployment claims in the US which increased by 1,877 million compared to Dow Jones estimates of 1,775 million which increase wariness on investors towards the pandemic effect in the economy. The market will look forward to several data releases today, such as: 1) UK Consumer Confidence per May-2020; 2) US Unemployment Rate per May-2020; 3) US Non Farm Payrolls per May-2020.

Domestic Updates

The Financial Services Authority (OJK) stated that the total value of credit that had been restructured by banks and financial institutions by the end of May-2020 has reached IDR592.28 trillion. This will increase in the near future because there are still 583,000 restructuring proposals being processed. As much as IDR517.2 trillion of that figure came from banks, while 5.3 million debtors consisting of 4.5 million MSME debtors (IDR250.6 trillion) and 780,000 non-MSME debtors (IDR266.5 trillion). Meanwhile, the remaining IDR75.08 trillion came from financial institutions, from 2.4 million customers.

Company News

- PTPP plans to divest four of its assets and is targeted to be implemented in 2020. PTPP plans to target fresh funds of IDR1.26 trillion from the divestment. **MNCS Comment: we see that PTPP will better maintain the balance sheet amid the uncertainty of infrastructure development in pandemic covid-19. PTPP is traded at 5.48x, lower than peers. (Kontan)**
- TOTL has gathered new contracts up to IDR404 billion as of the end of May-2020. Around IDR6.13 trillion is a pipeline of projects that are still in the tender process. The target of new contracts this year is around IDR500 billion - IDR3 trillion. In the 2H20E there were a number of projects that were temporarily suspended according to the wishes of the customers, while TOTL are still participating in several project tenders. **MNCS comment: TOTL is a building specialized constructor, with this pandemic some clients are forced to halt their construction projects. TOTL is traded at 5.80x PE, lower than peers. (Market Bisnis)**
- ADHI will distribute cash dividends of IDR66.4 billion or equals to 10% of net profit of Rp663.8 billion in FY19. The dividend payout ratio is lower than last year which reached 20%. This decision was taken considering the company's liquidity needs. This was also done to anticipate the impact of the Covid-19 pandemic which caused many project work delays. **MNCS Comment: We consider that ADHI has quite the performance that it still can distribute dividends amidst the pandemic. ADHI is traded at 3.49x PE, lower than peers. (Market Bisnis)**

IHSG Updates

JCI slipped by -0.49% to 4,916.70 on Thursday (05/06) despite a net foreign buy reaching IDR980.67 billion. We considered the decline as a healthy correction as JCI has been on a climb this week. Although the euphoria was still rising in the market as the large scale social restriction has been loosened up followed by a transition period towards the new normal. Meanwhile, the Rupiah exchange rate against the USD was stagnant at IDR14,095. We estimate JCI will move in the range of 4,770-5,040 while waiting for Foreign Exchange reserve as of May-2020. **Today's recommendation: BSDE, BMRI, ANTM, AKRA.**

Stock	Close Price	Recommendation	Tactical Moves
BSDE	760	Buy on Weakness	Currently, BSDE in wave (iv) of wave [iii].
BMRI	4,730	Buy on Weakness	Currently, BMRI in wave (iv), which means BMRI will tend to be corrected but quietly limited.
ANTM	570	Buy on Breakout	Currently, ANTM is in wave [c] of wave Y, where ANTM is estimated to still have a chance to continue strengthening.
AKRA	2,430	Sell on Strength	Currently AKRA is at the end of wave (ii) and vulnerable to correction to form wave (iii).

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	192,702	3.52	HOLD	4,900	1.49	3.45	8.75	8.46	0.96	0.90
Banking											
BBCA IJ	Bank Central Asia Tbk PT	713,763	12.89	HOLD	28,400	7.00	9.09	23.34	21.40	3.68	3.26
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	77,205	1.39	HOLD	4,300	(2.68)	5.97	5.16	4.87	0.67	0.61
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	377,438	6.82	HOLD	3,200	(7.81)	1.06	11.80	11.68	1.78	1.64
BMRI IJ	Bank Mandiri Persero Tbk PT	220,733	3.99	HOLD	5,100	(4.62)	9.13	8.42	7.72	1.00	0.92
BNGA IJ	Bank CIMB Niaga Tbk PT	17,843	0.32	BUY	850	2.43	9.99	4.74	4.31	0.42	0.41
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	10,325	0.19	HOLD	1,000	(24.98)	497.17	64.98	10.88	0.61	0.58
BRIS IJ	Bank Brisyariah Tbk PT	3,051	0.06	SELL	230	(32.21)	9.83	60.79	55.35	0.59	0.59
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	326,905	5.96	HOLD	3,600	4.61	13.65	15.12	13.30	2.84	2.62
EXCL IJ	XL Axiata Tbk PT	28,371	0.52	HOLD	2,700	21.73	5.39	32.49	30.83	1.42	1.35
TOWR IJ	Sarana Menara Nusantara Tbk PT	51,780	0.94	HOLD	950	13.11	8.81	20.06	18.44	4.89	4.32
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	28,088	0.51	SELL	3,450	6.41	13.25	12.97	11.45	1.13	1.02
PGAS IJ	Perusahaan Gas Negara Tbk PT	23,151	0.42	BUY	1,200	83.33	27.27	10.65	8.37	0.37	0.36
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	311,876	5.69	HOLD	8,400	1.60	6.48	41.52	38.99	36.32	34.12
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	99,126	1.81	BUY	10,300	6.31	9.52	18.47	16.86	3.63	3.28
INDF IJ	Indofood Sukses Makmur Tbk PT	54,000	0.99	BUY	8,500	3.50	11.05	10.63	9.57	1.33	1.22
HOKI IJ	Buyung Poetra Sembada PT	1,718	0.03	BUY	990	20.45	3.77	13.58	13.09	2.34	2.07
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	18,225	0.33	BUY	1,400	9.01	13.34	20.53	18.11	5.53	5.19
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	66,094	1.21	HOLD	1,280	4.28	7.25	25.28	23.57	3.74	3.44
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	25,639	0.47	HOLD	1,400	(6.76)	6.90	26.44	24.74	4.70	4.30
ERAA IJ	Erajaya Swasembada Tbk PT	4,195	0.08	HOLD	1,280	13.54	66.00	12.59	7.58	0.75	0.68
MAPI IJ	Mitra Adiperkasa Tbk PT	12,699	0.23	SELL	580	4.92	5.28	13.34	12.67	1.69	1.47
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,400	0.08	SELL	500	(32.91)	25.56	9.55	7.60	0.98	0.93
PZZA IJ	Sarimelati Kencana PT	2,191	0.04	BUY	840	4.23	20.53	10.54	8.74	1.39	1.20
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,101	0.04	BUY	755	(74.40)	99.60	11.73	5.88	0.31	0.30
PTPP IJ	PP Persero Tbk PT	5,084	0.09	BUY	1,040	40.73	28.86	3.88	3.01	0.28	0.26
WIKA IJ	Wijaya Karya Persero Tbk PT	11,302	0.21	HOLD	1,225	17.35	20.10	4.21	3.51	0.60	0.52
WSBP IJ	Waskita Beton Precast Tbk PT	4,376	0.08	BUY	262	(29.90)	18.70	7.20	6.07	0.49	0.48
WSKT IJ	Waskita Karya Persero Tbk PT	9,570	0.17	BUY	880	8.47	137.68	9.40	3.96	0.33	0.32
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,733	0.03	BUY	300	4.17	20.85	3.68	3.05	0.62	0.53



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	14,627	0.27	BUY	1,110	(7.75)	12.60	5.60	4.98	0.40	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	7,646	0.14	BUY	610	18.80	15.30	12.50	10.84	0.96	0.89	
CTRA IJ	Ciputra Development Tbk PT	12,250	0.22	BUY	880	8.58	(11.20)	9.80	11.04	0.74	0.70	
DMAS IJ	Puradelta Lestari Tbk PT	8,097	0.15	BUY	228	(30.89)	31.52	8.78	6.67	1.35	1.50	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	15,157	0.28	SELL	6,620	(1.86)	(5.89)	73.16	77.73	0.81	0.80	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	5,219	0.10	BUY	1,000	27.51	22.68	16.21	13.22	0.93	0.80	
TBLA IJ	Tunas Baru Lampung Tbk PT	2,858	0.05	BUY	790	21.14	14.60	3.28	2.86	0.47	0.42	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	35,824	0.65	HOLD	1,100	(18.31)	0.59	6.65	6.62	0.53	0.51	
PTBA IJ	Bukit Asam Tbk PT	25,115	0.46	HOLD	2,310	(3.33)	(6.24)	6.08	6.48	1.34	1.32	
ITMG IJ	Indo Tambangraya Megah Tbk PT	10,085	0.18	BUY	10,630	(39.96)	(18.30)	7.60	9.30	0.56	0.48	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	13,698	0.25	BUY	920	26.09	42.23	11.45	8.05	0.62	0.58	
INCO IJ	Vale Indonesia Tbk PT	29,213	0.53	SELL	2,300	(20.63)	(33.21)	25.78	38.60	0.89	0.87	
MDKA IJ	Merdeka Copper Gold Tbk PT	29,343	0.54	HOLD	1,280	(19.26)	10.41	20.89	18.92	2.74	2.16	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	96,748	1.76	SELL	4,150	9.82	15.94	25.25	21.78	4.02	3.57	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	13,603	0.25	HOLD	1,060	2.99	15.17	7.46	6.48	1.11	1.00	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	92,501	1.69	BUY	55,450	(16.02)	8.63	10.12	9.32	1.73	1.59	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	208,791	3.81	BUY	2,500	(6.78)	3.44	16.32	15.78	5.84	5.86	
Cement												
INTP IJ	Indocement Tunggul Prakarsa Tbk PT	47,672	0.87	HOLD	13,900	19.34	12.44	21.76	19.36	2.03	1.99	
SMGR IJ	Semen Indonesia Persero Tbk PT	56,943	1.04	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	2,863	0.05	BUY	450	18.73	7.01	11.17	10.44	1.84	1.45	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	63,412	1.16	BUY	19,930	(18.84)	13.03	6.91	6.11	0.94	0.82	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	12.50	1.57
JAKCONS INDEX	17.77	3.83
JAKINFRA INDEX	22.20	2.10
JAKBIND INDEX	45.70	1.98
JAKTRAD INDEX	11.83	1.22
JAKPROP INDEX	16.87	0.86
JAKMINE INDEX	13.14	1.01
JAKMIND INDEX	9.37	1.08
JAKAGRI INDEX	-	0.80

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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