

KEY INDICATOR

18/06/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.25	4.50	(25.00)	(175.00)
10 Yr (bps)	7.18	7.16	1.60	(49.20)
USD/IDR	14,078.00	14,083.00	-0.04%	-1.73%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,925.25	-1.25%	-21.82%	15.95
MSCI	5,499.41	-1.90%	-24.54%	16.49
HSEI	24,464.94	-0.07%	-13.21%	11.44
FTSE	6,224.07	-0.47%	-17.48%	18.87
DJIA	26,080.10	-0.15%	-8.61%	23.92
NASDAQ	9,943.05	0.33%	10.82%	36.83

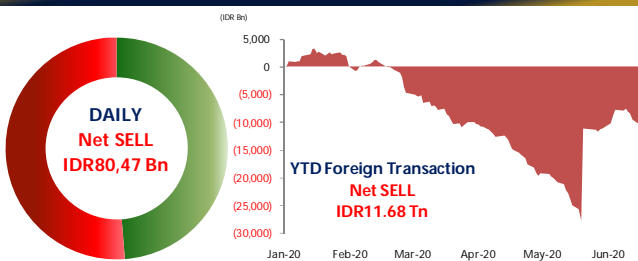
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	38.84	2.32%	-27.94%	-36.39%
COAL	USD/TON	52.95	-0.75%	-25.21%	-21.79%
CPO	MYR/MT	2,367.00	0.25%	17.06%	-22.44%
GOLD	USD/TOZ	1,722.93	-0.23%	27.95%	13.55%
TIN	USD/MT	16,885.00	-0.62%	-11.92%	-1.69%
NICKEL	USD/MT	12,894.00	0.18%	7.90%	-8.06%

CORPORATE ACTION

TICKER	EVENT	NOTES
JSMR	Cum Dividend	IDR45.5/share
UNTR	Cum Dividend	IDR805/share
TLKM	RUPS	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA movement was flat (-0.15%) on Thursday (18/06) followed by S&P 500 (-0.06%) and Nasdaq (+0.33%). The fall on some indices were due to the release of the US unemployment that reached 1.51 million, below estimates of 1.3 million followed by an increase in Covid-19 cases on Texas and Arizona. However, the rise in some technology stocks namely Facebook, Amazon and Netflix contributed to the slight increase on Nasdaq. Moreover, the market will look forward to several data releases today, such as: 1) Japan Inflation Rate; 2) UK Retail Sales; 3) US Current Account.

Domestic Updates

BI decided to lower the BI 7-Day Reverse Repo Rate (BI7DRR) by 25 bps to 4.25%, the Deposit Facility interest rate by 25 bps to 3.50%, and Lending Facility interest rate of 25 bps to 5.00%. This decision is consistent with efforts to maintain economic stability and encourage economic recovery in the COVID-19 era. Bank Indonesia stated that there is still a possibility to lower interest rates, in line with low inflationary pressure, to maintained external stability, and the need to boost economic growth. The policy of stabilizing the Rupiah exchange rate and easing liquidity (quantitative easing) will continue.

Company News

- JPFA IJ** will be distributing dividends amounting to IDR20/share or equals to IDR234.53 billion. The dividend payout ratio is around 13.32% from the net income in FY19 of IDR1.76 trillion. Dividend yield is at 1.57% while the distribution date is yet to be announced. (Market Bisnis) **MNCS comment: Amidst the tough condition, JPFA is still distributing dividend and showing a solid performance. JPFA is traded at 8.29x PE, lower than peers.**
- ELSA IJ** recorded revenue growth of 8.1% YoY to IDR2.06 trillion in 1Q20 (vs IDR1.9 trillion in 1Q19). For the composition of total revenue, upstream oil and gas services contributed 55%, energy distribution and logistics services 40% and the remaining 5% came from supporting services. While net profit decrease -31.75% YoY to IDR51.8 billion in 1Q20. (IDNFinancials) **MNCS Comment: Despite declining oil prices, ELSA was able to equalize top-line growth, but the bottom-line weakened due to increased financial cost in 1Q20. ELSA is traded at 4.96x/0.45x PE/PBV.**
- PNBS IJ** will issue 15.04 million new shares, through a rights issue with a target of obtaining IDR1.5 trillion. Management said the nominal value for the shares is IDR100 per share. But the company has not yet determined the exercise price that will be used in the rights issue. PNBS has yet explained when the rights issue will be held, since it is still waiting for the effective date from the Financial Services Authority (OJK). (IDNFinancials) **MNCS Comment: We see that the right issue is aimed to strengthen the capital structure. PNBS is traded at 0.71x PBV.**

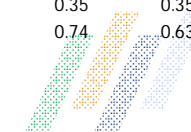
IHSG Updates

JCI slipped by -1.25% to 4,925.25 on Thursday (18/06), followed by a net foreign sell reaching IDR80.47 billion. The decrease was due to the profit taking which resulted on the decline of banking and basic industry. Although, BI decided to lower the rate even further by 25 bps, the market seems to have anticipate this move and so the issue does not affect the market movement. Meanwhile, the Rupiah exchange rate against the USD was strengthening at IDR14,078. We estimate JCI will move in the range of 4,816-5,040 while waiting for Motorbike Sales as of May 2020. **Today's recommendation: TBIG, BBTN, BRPT, PTBA.**

Stock	Close Price	Recommendation	Tactical Moves
TBIG	1,170	Buy on Weakness	Currently TBIG is in wave iv of wave (c) of wave [iii].
BBTN	1,135	Buy on Weakness	Currently, BBTN is still in the part of wave [v].
BRPT	1,130	Sell on Strength	Currently, BRPT is in wave (iii) of wave [c], which means BRPT is still vulnerable to correction.
PTBA	2,450	Sell on Strength	Currently PTBA is at the end of wave [v] 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	194,321	3.54	BUY	5,500	(24.25)	25.37	11.82	9.43	0.97	0.91	
Banking												
BBCA IJ	Bank Central Asia Tbk PT	688,491	12.41	HOLD	28,400	7.00	9.09	22.52	20.64	3.55	3.14	
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	83,919	1.51	HOLD	4,300	(2.68)	5.97	5.60	5.29	0.72	0.66	
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	376,205	6.78	HOLD	3,200	(7.81)	1.06	11.76	11.64	1.77	1.64	
BMRI IJ	Bank Mandiri Persero Tbk PT	224,933	4.06	HOLD	5,100	(4.62)	9.13	8.58	7.86	1.02	0.93	
BNGA IJ	Bank CIMB Niaga Tbk PT	18,849	0.34	BUY	850	2.43	9.99	5.01	4.55	0.44	0.43	
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	12,020	0.22	SELL	1,000	(24.98)	497.17	75.65	12.67	0.71	0.67	
BRIS IJ	Bank Brisyariah Tbk PT	3,070	0.06	SELL	230	(32.21)	9.83	61.18	55.70	0.60	0.59	
Telco												
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	324,924	5.92	HOLD	3,600	4.61	13.65	15.02	13.22	2.82	2.60	
EXCL IJ	XL Axiata Tbk PT	29,442	0.54	HOLD	2,700	21.73	5.39	33.72	31.99	1.47	1.41	
TOWR IJ	Sarana Menara Nusantara Tbk PT	52,800	0.96	HOLD	950	13.11	8.81	20.46	18.80	4.99	4.40	
Toll Road & Utilities												
JSMR IJ	Jasa Marga Persero Tbk PT	30,265	0.55	SELL	3,450	6.41	13.25	13.97	12.34	1.22	1.10	
PGAS IJ	Perusahaan Gas Negara Tbk PT	26,908	0.49	HOLD	1,200	83.33	27.27	12.38	9.73	0.43	0.42	
Consumer												
UNVR IJ	Unilever Indonesia Tbk PT	307,108	5.59	HOLD	8,400	1.60	6.48	40.88	38.40	35.76	33.60	
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	102,042	1.86	BUY	10,300	6.31	9.52	19.01	17.36	3.74	3.37	
INDF IJ	Indofood Sukses Makmur Tbk PT	56,853	1.04	BUY	8,500	3.50	11.05	11.19	10.08	1.41	1.29	
HOKI IJ	Buyung Poetra Sembada PT	1,611	0.03	BUY	990	20.45	3.77	12.74	12.27	2.19	1.95	
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	18,450	0.34	BUY	1,400	9.01	13.34	20.78	18.33	5.60	5.26	
TBLA IJ	Tunas Baru Lampung Tbk PT	2,965	0.05	BUY	790	21.14	14.60	3.40	2.97	0.49	0.44	
Pharmacy												
KLBF IJ	Kalbe Farma Tbk PT	66,094	1.20	HOLD	1,280	4.28	7.25	25.28	23.57	3.74	3.44	
Retail												
ACES IJ	Ace Hardware Indonesia Tbk PT	25,554	0.47	HOLD	1,400	(6.76)	6.90	26.36	24.65	4.68	4.28	
ERAA IJ	Erajaya Swasembada Tbk PT	4,115	0.07	HOLD	1,280	13.54	66.00	12.35	7.44	0.74	0.67	
MAPI IJ	Mitra Adiperkasa Tbk PT	13,031	0.24	SELL	580	4.92	5.28	13.69	13.00	1.73	1.51	
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,470	0.08	SELL	500	(32.91)	25.56	9.70	7.73	1.00	0.94	
PZZA IJ	Sarimelati Kencana PT	2,569	0.05	HOLD	840	4.23	20.53	12.36	10.25	1.63	1.40	
Construction												
ADHI IJ	Adhi Karya Persero Tbk PT	2,261	0.04	BUY	755	(74.40)	99.60	12.63	6.33	0.33	0.32	
PTPP IJ	PP Persero Tbk PT	5,487	0.10	BUY	1,040	40.73	28.86	4.19	3.25	0.30	0.28	
WIKI IJ	Wijaya Karya Persero Tbk PT	11,751	0.21	HOLD	1,225	17.35	20.10	4.38	3.65	0.62	0.54	
WSBP IJ	Waskita Beton Precast Tbk PT	5,220	0.10	BUY	262	(29.90)	18.70	8.59	7.24	0.58	0.57	
WSKT IJ	Waskita Karya Persero Tbk PT	10,316	0.19	BUY	880	8.47	137.68	10.14	4.27	0.35	0.35	
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	2,068	0.04	BUY	300	4.17	20.85	4.39	3.64	0.74	0.63	



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	15,686	0.29	BUY	1,110	(7.75)	12.60	6.01	5.34	0.43	0.40	
PWON IJ	Pakuwon Jati Tbk PT	22,057	0.40	BUY	520	(9.02)	(3.70)	9.22	9.57	1.26	1.13	
SMRA IJ	Summarecon Agung Tbk PT	9,738	0.18	HOLD	610	(69.64)	44.19	62.27	43.19	1.01	0.99	
CTRA IJ	Ciputra Development Tbk PT	13,549	0.25	BUY	880	8.58	(11.20)	10.84	12.21	0.82	0.78	
DMAS IJ	Puradelta Lestari Tbk PT	8,579	0.16	BUY	228	(30.89)	31.52	9.30	7.07	1.43	1.59	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	16,456	0.30	HOLD	9,125	240.96	15.24	22.86	19.84	0.88	0.87	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	5,697	0.10	BUY	1,000	27.51	22.68	17.70	14.43	1.01	0.87	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	32,946	0.60	HOLD	1,100	(18.31)	0.59	6.12	6.08	0.49	0.47	
PTBA IJ	Bukit Asam Tbk PT	28,226	0.51	HOLD	2,310	(3.33)	(6.24)	6.83	7.29	1.50	1.48	
ITMG IJ	Indo Tambangraya Megah Tbk PT	8,757	0.16	BUY	10,630	(39.96)	(18.30)	6.60	8.08	0.48	0.42	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	14,899	0.27	BUY	920	26.09	42.23	12.45	8.75	0.68	0.63	
INCO IJ	Vale Indonesia Tbk PT	29,014	0.53	SELL	2,300	(20.63)	(33.21)	25.60	38.34	0.89	0.87	
MDKA IJ	Merdeka Copper Gold Tbk PT	28,138	0.51	HOLD	1,280	(19.26)	10.41	20.03	18.14	2.63	2.07	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	91,009	1.66	SELL	4,150	9.82	15.94	23.75	20.49	3.78	3.36	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	14,893	0.27	SELL	1,060	2.99	15.17	8.17	7.09	1.22	1.10	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	91,490	1.67	BUY	55,450	(16.02)	8.63	10.01	9.22	1.71	1.57	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	203,557	3.71	BUY	2,500	(6.78)	3.44	15.91	15.38	5.70	5.71	
Cement												
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	42,886	0.78	BUY	13,900	19.34	12.44	19.58	17.41	1.82	1.79	
SMGR IJ	Semen Indonesia Persero Tbk PT	55,311	1.01	HOLD	9,000	30.77	(33.40)	17.69	26.57	1.64	1.59	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	2,804	0.05	BUY	450	18.73	7.01	10.94	10.22	1.80	1.42	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	65,837	1.20	BUY	19,930	(18.84)	13.03	7.17	6.34	0.98	0.85	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	12.64	1.64
JAKCONS INDEX	17.64	3.77
JAKINFRA INDEX	22.66	2.14
JAKBIND INDEX	37.77	1.85
JAKTRAD INDEX	12.01	1.23
JAKPROP INDEX	17.76	0.88
JAKMINE INDEX	10.37	1.00
JAKMIND INDEX	9.73	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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