

KEY INDICATOR

22/06/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.25	4.50	(25.00)	(175.00)
10 Yr (bps)	7.20	7.18	1.10	(25.70)
USD/IDR	14,150.00	14,100.00	0.35%	-0.06%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,918.83	-0.47%	-21.92%	16.30
MSCI	5,508.20	-0.78%	-24.42%	16.81
HSEI	24,511.34	-0.54%	-13.05%	11.45
FTSE	6,244.62	-0.76%	-17.21%	18.82
DJIA	26,024.96	0.59%	-8.81%	23.86
NASDAQ	10,056.48	1.11%	12.08%	37.23

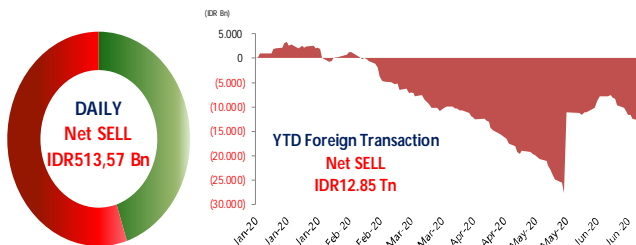
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	40.46	1.79%	-29.55%	-33.74%
COAL	USD/TON	53.10	0.00%	-25.53%	-21.57%
CPO	MYR/MT	2,445.00	-1.09%	20.92%	-19.89%
GOLD	USD/TOZ	1,754.43	0.61%	25.35%	15.63%
TIN	USD/MT	16,859.00	-0.15%	-11.39%	-1.84%
NICKEL	USD/MT	12,647.00	-0.96%	4.61%	-9.83%

CORPORATE ACTION

TICKER	EVENT	NOTES
ITMG	Cash Dividend	IDR570/share
UNTR	Recording Date	IDR805/share
JSMR	Recording Date	IDR45.5/share

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA rose slightly by +0.59% on Monday (22/06) followed by S&P 500 (+0.65%) and Nasdaq (+1.11%). These increases was still supported by the euphoria caused by the lockdown easing followed by a positive sentiments from The Fed data release of National Activity Index which rose up to 2.61 from previously -17.89, being the highest in history which give optimism towards the market. Moreover, the market will look forward to several data releases today, such as: 1) US Markit Manufacturing; 2) UK PMI Markit Manufacturing; 3) Eurozone PMI Markit Composite.

Domestic Updates

Bappenas targets the level of inequality or the Gini ratio in 2021 to be around 0.377 - 0.379 points. During the Covid-19 pandemic, to reduce this ratio due to the impact of the pandemic the expansion of social protection has been carried out such as the provision of basic food needs, electricity tariff discounts, the BPJS program, the Family Hope Program (PKH), pre-employment cards, fiscal stimulus for MSMEs and reallocation adjustments transfers to regions through the Special Allocation Fund (DAK).

Company News

- TINS IJ** recorded a slight increase in revenue of 5.3% YoY in 1Q20 from IDR4.16 trillion to IDR4.38 trillion. The majority of revenue comes from export market sales which contributed 96% or IDR4.21 trillion while the rest, around IDR174.72 billion came from domestic market sales. The increase in income was also accompanied by an increase in cost of revenue by 34.9% YoY. As a result, the company experienced a net loss of IDR412.85 billion. Whereas in 1Q19, TINS still posted a net profit of IDR301.27 billion. (Kontan) **MNCS Comment: The decline in performance was still caused by the disruption in operation caused by Covid-19 outbreak. TINS is currently traded at 0.89x PBV.**
- MDKA IJ** plans to do a share buyback of 2% of the company's issued and paid-up capital with the budget amounting to IDR568 billion for the corporate action. Management explained that the share buyback is intended so that the company gets flexibility to maintain price stability. Based on the latest stipulations, issuers who carry out share buybacks will get a corporate income tax (PPH) rate cut by 3% from 19%. (Kontan) **MNCS Comment: The management has not yet stated the exact price of stock for the buyback, as the price has bounce back from their lowest level at IDR905 in March. MDKA is currently traded at 4.21x PBV.**
- INDY IJ** will continue to increase productivity and cost efficiency so that it can have a positive impact on EBITDA. Meanwhile, during 4M20, the company through its subsidiary Kideco recorded production of around 11.5 million tons of coal and another subsidiary of PT MUTU of 600,000 tons of coal. (Market Bisnis) **MNCS Comment: With this strategy INDY will be able to increase bottom line margin. INDY is currently traded at 0.31x PE.**

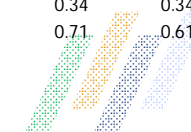
IHSG Updates

JCI slipped slightly by -0.47% to 4,918.83 on Monday (22/06), followed by a net foreign sell reaching IDR513.57 billion. This was due to the reluctance in investors to trade risky assets caused by the concern over the re-spread of the Covid-19. Furthermore, there is an additional of 954 cases in Indonesia, making the total cases to reach 46,845 as of yesterday. On the other hand, the Minister of Finance states that the economy will return to positive growth, or estimated to reach 1.4% in the 3Q20 and 4Q20, provided that state spending was well absorbed and PSBB continued to be relaxed. Meanwhile, the Rupiah exchange rate against the USD was weakening at IDR14,150. We estimate JCI will move in the range of 4,880-5,020 while waiting for Loan Growth Data as of May 2020. **Today's recommendation: TLKM, ICBP, BRPT, SMGR.**

Stock	Close Price	Recommendation	Tactical Moves
TLKM	3,200	Buy on Weakness	As long as TLKM is not corrected below 2.970, then TLKM will only form wave [ii] of wave C.
ICBP	9,100	Buy on Weakness	Currently, ICBP is part of wave [c] of wave A, which means ICBP has potential to continue to strengthen.
BRPT	1,225	Spec Buy	As long as the BRPT is not corrected 1.120, BRPT is currently at the beginning of wave [iii] of wave 5.
SMGR	9,575	Sell on Strength	As long as SMGR is unable to strengthen above 10.400, then the strengthening that occurred yesterday is the end of wave [b] of wave B.

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	197,965	3.61	BUY	5,500	(24.25)	25.37	12.04	9.61	0.99	0.93
Banking											
BBCA IJ	Bank Central Asia Tbk PT	682,944	12.33	HOLD	28,400	7.00	9.09	22.34	20.47	3.52	3.12
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	83,359	1.50	HOLD	4,300	(2.68)	5.97	5.57	5.25	0.72	0.66
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	377,438	6.81	HOLD	3,200	(7.81)	1.06	11.80	11.68	1.78	1.64
BMRI IJ	Bank Mandiri Persero Tbk PT	224,467	4.05	HOLD	5,100	(4.62)	9.13	8.56	7.85	1.02	0.93
BNGA IJ	Bank CIMB Niaga Tbk PT	18,472	0.33	BUY	850	2.43	9.99	4.91	4.46	0.43	0.42
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	11,649	0.21	HOLD	1,000	(24.98)	497.17	73.32	12.28	0.69	0.65
BRIS IJ	Bank Brisyariah Tbk PT	2,993	0.05	SELL	230	(32.21)	9.83	59.63	54.29	0.58	0.58
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	316,999	5.78	BUY	3,600	4.61	13.65	14.66	12.90	2.75	2.54
EXCL IJ	XL Axiata Tbk PT	29,120	0.53	HOLD	2,700	21.73	5.39	33.35	31.64	1.45	1.39
TOWR IJ	Sarana Menara Nusantara Tbk PT	52,545	0.96	HOLD	950	13.11	8.81	20.36	18.71	4.96	4.38
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	30,483	0.56	SELL	3,450	6.41	13.25	14.07	12.43	1.23	1.11
PGAS IJ	Perusahaan Gas Negara Tbk PT	25,696	0.47	BUY	1,200	83.33	27.27	11.82	9.29	0.41	0.40
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	307,108	5.60	HOLD	8,400	1.60	6.48	40.88	38.40	35.76	33.60
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	106,123	1.94	BUY	10,300	6.31	9.52	19.77	18.05	3.89	3.51
INDF IJ	Indofood Sukses Makmur Tbk PT	57,731	1.05	BUY	8,500	3.50	11.05	11.36	10.23	1.43	1.31
HOKI IJ	Buyung Poetra Sembada PT	1,563	0.03	BUY	990	20.45	3.77	12.36	11.91	2.13	1.89
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	18,300	0.33	BUY	1,400	9.01	13.34	20.61	18.18	5.56	5.21
TBLA IJ	Tunas Baru Lampung Tbk PT	3,018	0.06	BUY	790	21.14	14.60	3.47	3.02	0.50	0.44
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	68,906	1.26	SELL	1,280	4.28	7.25	26.36	24.58	3.90	3.59
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	4,067	0.07	HOLD	1,280	13.54	66.00	12.21	7.35	0.73	0.66
MAPI IJ	Mitra Adiperkasa Tbk PT	12,865	0.23	SELL	580	4.92	5.28	13.51	12.84	1.71	1.49
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,329	0.08	SELL	500	(32.91)	25.56	9.39	7.48	0.97	0.91
PZZA IJ	Sarimelati Kencana PT	2,599	0.05	HOLD	840	4.23	20.53	12.50	10.37	1.65	1.42
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,154	0.04	BUY	755	(74.40)	99.60	12.03	6.03	0.32	0.30
PTPP IJ	PP Persero Tbk PT	5,208	0.09	BUY	1,040	40.73	28.86	3.98	3.09	0.28	0.26
WIKA IJ	Wijaya Karya Persero Tbk PT	11,212	0.20	HOLD	1,225	17.35	20.10	4.18	3.48	0.59	0.52
WSBP IJ	Waskita Beton Precast Tbk PT	5,114	0.09	BUY	262	(29.90)	18.70	8.42	7.09	0.57	0.56
WSKT IJ	Waskita Karya Persero Tbk PT	9,977	0.18	BUY	880	8.47	137.68	9.81	4.13	0.34	0.34
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,991	0.04	BUY	300	4.17	20.85	4.23	3.50	0.71	0.61



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	15,109	0.28	BUY	1,110	(7.75)	12.60	5.79	5.14	0.41	0.39	
PWON IJ	Pakuwon Jati Tbk PT	21,576	0.39	BUY	520	(9.02)	(3.70)	9.01	9.36	1.24	1.10	
SMRA IJ	Summarecon Agung Tbk PT	9,522	0.17	HOLD	610	(69.64)	44.19	60.89	42.23	0.99	0.97	
CTRA IJ	Ciputra Development Tbk PT	12,807	0.23	BUY	880	8.58	(11.20)	10.25	11.54	0.78	0.74	
DMAS IJ	Puradelta Lestari Tbk PT	8,435	0.15	BUY	228	(30.89)	31.52	9.14	6.95	1.40	1.56	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	16,649	0.30	HOLD	9,125	240.96	15.24	23.13	20.07	0.89	0.88	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	5,902	0.11	BUY	1,000	27.51	22.68	18.33	14.95	1.05	0.91	
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	24,539	0.45	HOLD	2,310	(3.33)	(6.24)	5.94	6.33	1.31	1.29	
ITMG IJ	Indo Tambangraya Megah Tbk PT	8,446	0.15	BUY	10,630	(39.96)	(18.30)	6.37	7.79	0.47	0.40	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	14,539	0.27	BUY	920	26.09	42.23	12.15	8.54	0.66	0.61	
INCO IJ	Vale Indonesia Tbk PT	28,418	0.52	SELL	2,300	(20.63)	(33.21)	25.08	37.55	0.87	0.85	
MDKA IJ	Merdeka Copper Gold Tbk PT	29,890	0.55	HOLD	1,280	(19.26)	10.41	21.28	19.27	2.79	2.20	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	93,469	1.70	SELL	4,150	9.82	15.94	24.39	21.04	3.88	3.45	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	14,424	0.26	SELL	1,060	2.99	15.17	7.91	6.87	1.18	1.06	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	92,404	1.68	BUY	55,450	(16.02)	8.63	10.11	9.31	1.73	1.58	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	200,649	3.66	BUY	2,500	(6.78)	3.44	15.68	15.16	5.62	5.63	
Cement												
INTP IJ	Indocement Tunggul Prakarsa Tbk PT	45,647	0.83	BUY	13,900	19.34	12.44	20.84	18.54	1.94	1.90	
SMGR IJ	Semen Indonesia Persero Tbk PT	56,794	1.04	HOLD	9,000	30.77	(33.40)	18.17	27.28	1.68	1.63	
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	63,039	1.15	BUY	19,930	(18.84)	13.03	6.87	6.07	0.94	0.81	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	12.59	1.63
JAKCONS INDEX	17.76	3.79
JAKINFRA INDEX	22.44	2.11
JAKBIND INDEX	38.84	1.89
JAKTRAD INDEX	11.96	1.22
JAKPROP INDEX	17.36	0.86
JAKMINE INDEX	10.38	0.98
JAKMIND INDEX	9.92	1.13
JAKAGRI INDEX	-	0.85

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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