

KEY INDICATOR

23/06/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.25	4.50	(25.00)	(175.00)
10 Yr (bps)	7.17	7.20	(2.20)	(30.30)
USD/IDR	14,162.00	14,150.00	0.08%	0.13%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,879.13	-0.81%	-22.55%	16.31
MSCI	5,466.70	-0.75%	-24.99%	16.94
HSEI	24,907.34	1.62%	-11.64%	11.24
FTSE	6,320.12	1.21%	-16.21%	19.08
DJIA	26,156.10	0.50%	-8.35%	23.98
NASDAQ	10,131.37	0.74%	12.91%	37.71

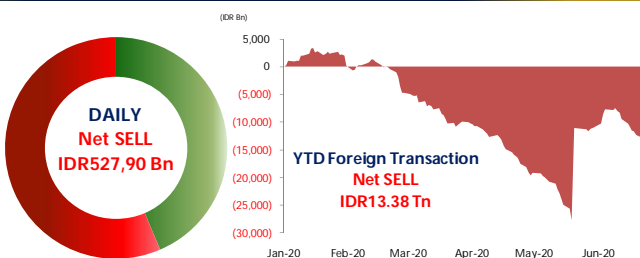
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	40.37	-0.22%	-30.28%	-33.88%
COAL	USD/TON	53.00	-0.19%	-24.93%	-21.71%
CPO	MYR/MT	2,466.00	0.86%	23.42%	-19.20%
GOLD	USD/TOZ	1,768.41	0.80%	24.56%	16.55%
TIN	USD/MT	16,896.00	0.22%	-11.42%	-1.62%
NICKEL	USD/MT	12,721.00	0.59%	4.79%	-9.30%

CORPORATE ACTION

TICKER	EVENT	NOTES
ASII	Cum Dividend	IDR157/share
BRMS	RUPS	
BNBR	RUPS	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA rose slightly by +0.50% on Tuesday (23/06) followed by S&P 500 (+0.43%) and Nasdaq (+0.74%). These increases were due to a statement from Navarro which revealed that the US-China trade peace agreement was completed. In mid-January 2020, the US-China signed a phase I trade agreement in Washington. But with Navarro's statement, it looks like there won't be any subsequent phases. On the other hand, the Democratic Party in the House of Representatives submitted an infrastructure stimulus proposal worth USD1.5 trillion or equals to IDR21,214.75 trillion. This stimulus includes the construction of roads, bridges, ports, energy, schools and various other projects. Moreover, the market will look forward to several data releases today, such as: 1) US House Price Index; 2) Germany Business Climate; 3) Japan Final Coincident Index.

Domestic Updates

The Ministry of Energy and Mineral Resources (ESDM) expenditure budget for 2020 is cut by IDR3.5 trillion. This cut is allocated to Covid-19 budgetary needs. Meanwhile, the initial budget ceiling for the Ministry of Energy and Mineral Resources in the 2020 APBN is IDR9.66 trillion and deducted by IDR3.54 trillion in deductions plus a reward for the ministry's performance in 2019 IDR80 billion.

Company News

1. **SMRA IJ** recorded a drop in revenue of 1.89% YoY to IDR1.04 trillion in 1Q20. The decline in revenue was caused by a decrease in the property development segment by 7.48% YoY to IDR502.91 billion because SMRA does not record any office sales. While apartment sales fell by 50.6% YoY to IDR49.7 billion. Land sales also fell 97.59% to IDR3.18 billion. Thus, net profit decreased by 12.31% YoY to IDR37.04 billion in 1Q20. (Kontan) **MNCS Comment: During Covid-19 pandemic, Property became one of the most impacted sectors. SMRA is currently traded at 62.50x/1.26x PE/PBV.**
2. **CTRA IJ** will carry out a private placement of 1.85 billion shares or 9.99% of the issued and fully paid capital. The plan is to issue the nominal value of the new shares at IDR250 per share which equals to IDR463.39 billion. Funds will be used to strengthen the capital structure in the context of business development. To get approval from shareholders, CTRA will hold a RUPS on Thursday, 30 July 2020. (Kontan) **MNCS Comment: Private placement will strengthen Capital structure CTRA in this situation. CTRA is currently traded at 16.97x/0.81x PE/PBV.**
3. **LINK IJ** recorded revenue of IDR958.99 billion in 1Q20, increased by 7.57% YoY compared to IDR891.47 billion in 1Q19. This revenue consisted of subscription fee revenue from broadband internet and network services of IDR562.51 billion, subscription fees from cable television services of IDR350.69 billion, and other income of IDR45.78 billion. However, at the same time the company's cost of revenue has increased by 34.48% YoY. As a result, net profit shrank by 25.20% YoY to IDR197.70 billion in 1Q20. (Market Bisnis) **MNCS Comment: The higher cost of revenue hurts their bottom line. LINK is currently traded at 8.55x/1.49x PE/PBV.**

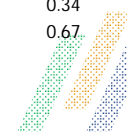
IHSG Updates

JCI decrease slightly by -0.81% to 4,879.13 on Tuesday (23/06), followed by a net foreign sell reaching IDR527.90 billion. The decrease occurred in the midst of the strengthening of the global and regional Asia. This is due to the profit taking done by the investors as the foreign investor still recorded a consecutive net sales followed by the statement regarding the recession that drop the optimism in the market. Meanwhile, the Rupiah exchange rate against the USD was weakening at IDR14,162. We estimate JCI will move in the range of 4,860-5,020 while waiting for Loan Growth Data as of May 2020. **Today's recommendation: CTRA, PTBA, BBRI, LSIP.**

Stock	Close Price	Recommendation	Tactical Moves
CTRA	645	Spec Buy	As long as CTRA not corrected below 615, currently CTRA is part of wave [v] of wave C of wave (A).
PTBA	2,080	Buy on Weakness	Currently PTBA is at the end of wave [a], which means PTBA correction will be quietly limited and has the potential to strengthen to form wave [b].
BBRI	3,010	Buy on Weakness	Currently BBRI is at the beginning of wave (c) of wave [b], so the strengthening of BBRI will be quite short.
LSIP	875	Sell on Strength	Currently LSIP is at the end of wave [v] of wave C, where the strengthening of LSIP will be quietly limited and vulnerable to correction.

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	198,369	3.65	BUY	5,500	(24.25)	25.37	12.07	9.63	0.99	0.93	
Banking												
BBCA IJ	Bank Central Asia Tbk PT	692,806	12.61	HOLD	28,400	7.00	9.09	22.66	20.77	3.57	3.16	
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	81,681	1.49	HOLD	4,300	(2.68)	5.97	5.46	5.15	0.71	0.65	
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	371,271	6.76	HOLD	3,200	(7.81)	1.06	11.61	11.49	1.75	1.62	
BMRI IJ	Bank Mandiri Persero Tbk PT	223,533	4.07	HOLD	5,100	(4.62)	9.13	8.53	7.81	1.01	0.93	
BNGA IJ	Bank CIMB Niaga Tbk PT	18,346	0.33	BUY	850	2.43	9.99	4.87	4.43	0.43	0.42	
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	11,490	0.21	HOLD	1,000	(24.98)	497.17	72.32	12.11	0.68	0.64	
BRIS IJ	Bank Brisyariah Tbk PT	2,973	0.05	SELL	230	(32.21)	9.83	59.24	53.94	0.58	0.57	
Telco												
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	310,065	5.70	BUY	3,600	4.61	13.65	14.34	12.61	2.69	2.48	
EXCL IJ	XL Axiata Tbk PT	28,799	0.53	HOLD	2,700	21.73	5.39	32.98	31.29	1.44	1.37	
TOWR IJ	Sarana Menara Nusantara Tbk PT	51,780	0.95	HOLD	950	13.11	8.81	20.06	18.44	4.89	4.32	
Toll Road & Utilities												
JSMR IJ	Jasa Marga Persero Tbk PT	31,064	0.57	SELL	3,450	6.41	13.25	14.34	12.66	1.25	1.13	
PGAS IJ	Perusahaan Gas Negara Tbk PT	26,544	0.49	HOLD	1,200	83.33	27.27	12.21	9.60	0.42	0.41	
Consumer												
UNVR IJ	Unilever Indonesia Tbk PT	305,200	5.61	HOLD	8,400	1.60	6.48	40.63	38.16	35.54	33.39	
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	104,083	1.91	BUY	10,300	6.31	9.52	19.39	17.71	3.81	3.44	
INDF IJ	Indofood Sukses Makmur Tbk PT	56,414	1.04	BUY	8,500	3.50	11.05	11.11	10.00	1.39	1.28	
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	17,925	0.33	BUY	1,400	9.01	13.34	20.19	17.81	5.44	5.11	
TBLA IJ	Tunas Baru Lampung Tbk PT	3,045	0.06	BUY	790	21.14	14.60	3.50	3.05	0.50	0.45	
Pharmacy												
KLBF IJ	Kalbe Farma Tbk PT	67,266	1.24	SELL	1,280	4.28	7.25	25.73	23.99	3.81	3.50	
Retail												
ACES IJ	Ace Hardware Indonesia Tbk PT	25,725	0.47	HOLD	1,400	(6.76)	6.90	26.53	24.82	4.72	4.31	
ERAA IJ	Erajaya Swasembada Tbk PT	3,988	0.07	HOLD	1,280	13.54	66.00	11.97	7.21	0.72	0.64	
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	4,222	0.08	SELL	500	(32.91)	25.56	9.16	7.30	0.94	0.89	
PZZA IJ	Sarimelati Kencana PT	2,720	0.05	HOLD	840	4.23	20.53	13.08	10.86	1.72	1.49	
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	5,177	0.10	BUY	1,040	40.73	28.86	3.96	3.07	0.28	0.26	
WIKA IJ	Wijaya Karya Persero Tbk PT	11,123	0.20	HOLD	1,225	17.35	20.10	4.15	3.45	0.59	0.51	
WSBP IJ	Waskita Beton Precast Tbk PT	5,088	0.09	BUY	262	(29.90)	18.70	8.37	7.05	0.57	0.56	
WSKT IJ	Waskita Karya Persero Tbk PT	9,841	0.18	BUY	880	8.47	137.68	9.67	4.07	0.34	0.33	
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,886	0.03	BUY	300	4.17	20.85	4.01	3.32	0.67	0.58	



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	14,820	0.27	BUY	1,110	(7.75)	12.60	5.68	5.04	0.41	0.38	
PWON IJ	Pakuwon Jati Tbk PT	20,998	0.39	BUY	520	(9.02)	(3.70)	8.77	9.11	1.20	1.08	
SMRA IJ	Summarecon Agung Tbk PT	9,017	0.17	HOLD	610	(69.64)	44.19	57.66	39.99	0.94	0.92	
CTRA IJ	Ciputra Development Tbk PT	11,971	0.22	BUY	880	8.58	(11.20)	9.58	10.79	0.73	0.69	
DMAS IJ	Puradelta Lestari Tbk PT	8,290	0.15	BUY	228	(30.89)	31.52	8.98	6.83	1.38	1.54	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	16,985	0.31	HOLD	9,125	240.96	15.24	23.60	20.48	0.91	0.90	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	5,970	0.11	BUY	1,000	27.51	22.68	18.55	15.12	1.06	0.92	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	32,146	0.59	HOLD	1,100	(18.31)	0.59	5.97	5.94	0.48	0.46	
PTBA IJ	Bukit Asam Tbk PT	23,963	0.44	BUY	2,310	(3.33)	(6.24)	5.80	6.19	1.28	1.26	
ITMG IJ	Indo Tambangraya Megah Tbk PT	8,361	0.15	BUY	10,630	(39.96)	(18.30)	6.30	7.71	0.46	0.40	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	14,298	0.26	BUY	920	26.09	42.23	11.95	8.40	0.65	0.60	
INCO IJ	Vale Indonesia Tbk PT	28,120	0.52	SELL	2,300	(20.63)	(33.21)	24.82	37.16	0.86	0.84	
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	91,829	1.69	SELL	4,150	9.82	15.94	23.97	20.67	3.81	3.39	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	14,306	0.26	SELL	1,060	2.99	15.17	7.84	6.81	1.17	1.05	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	91,394	1.68	BUY	55,450	(16.02)	8.63	10.00	9.21	1.71	1.57	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	196,578	3.61	BUY	2,500	(6.78)	3.44	15.36	14.85	5.50	5.52	
Cement												
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	44,451	0.82	BUY	13,900	19.34	12.44	20.29	18.05	1.89	1.85	
SMGR IJ	Semen Indonesia Persero Tbk PT	56,646	1.04	HOLD	9,000	30.77	(33.40)	18.12	27.21	1.68	1.63	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	2,790	0.05	BUY	450	18.73	7.01	10.88	10.17	1.79	1.41	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	61,827	1.14	BUY	19,930	(18.84)	13.03	6.73	5.96	0.92	0.79	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	12.53	1.62
JAKCONS INDEX	17.54	3.75
JAKINFRA INDEX	22.31	2.12
JAKBIND INDEX	38.20	1.86
JAKTRAD INDEX	11.97	1.22
JAKPROP INDEX	17.12	0.85
JAKMINE INDEX	10.21	0.97
JAKMIND INDEX	9.93	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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