

KEY INDICATOR

12/05/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.50	4.75	(25.00)	(150.00)
10 Yr (bps)	7.95	8.09	(13.40)	(2.30)
USD/IDR	14,905.00	14,895.00	0.07%	4.38%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,588.73	-1.09%	-27.16%	12.51
MSCI	5,001.42	-1.82%	-31.38%	12.40
HSEI	24,245.68	-1.45%	-13.99%	11.17
FTSE	5,994.77	0.93%	-20.52%	17.26
DJIA	23,764.78	-1.89%	-16.73%	21.61
NASDAQ	9,002.55	-2.06%	0.33%	32.38

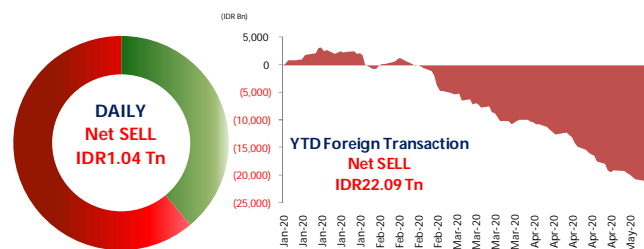
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	25.78	6.79%	-58.01%	-57.78%
COAL	USD/TON	52.00	0.58%	-40.23%	-23.19%
CPO	MYR/MT	1,994.00	-1.29%	-2.25%	-34.67%
GOLD	USD/TOZ	1,702.70	0.28%	32.56%	12.22%
TIN	USD/MT	15,220.00	-0.13%	-21.55%	-11.38%
NICKEL	USD/MT	12,324.00	-0.24%	2.37%	-12.13%

CORPORATE ACTION

TICKER	EVENT	NOTES
SDRA	Cash Dividend	IDR13/share
AKRA	Ex Date Dividend	IDR110/share
TURI	RUPS	

NET FOREIGN TRADING VALUE



Source: Bloomberg LP, MNCS

Global Market Highlight

**DJIA slipped by -1.89% on Tuesday (12/05)** followed by the weakening of S&P 500 (-2.05%) and Nasdaq (-2.06%). The fall was caused by a series of unfortunate factors, as follows: 1) A deflation of -0.8% MoM, the lowest since December 2008; 2) The increase of VIX Index by +19.84% to 33.04, became the highest in May; 3) Unemployment rate reaching 14.7%, became the highest since World War II. The Fed has taken several policies into account in response for the deflating US economy such as considering a lower Fed Rate (negative rate). The market will look forward to several data releases today, such as: 1) UK GDP Growth per Apr-2020; 2) UK Balance of Trade per Apr-2020; 3) US Monthly Budget Statement per Apr-2020.

Domestic Updates

- Retail Sales Survey by Bank Indonesia revealed a further sales slump in March 2020.** The Retail Sales Index (RSI) decreased by -4.5% YoY compared to -0.8% YoY in February 2020. This decrease came from all commodity groups, except Food, Beverages and Tobacco, for which sales have remained solid. RSI in April 2020 is predicted to sink further to -11.8% YoY on all commodities surveyed. Meanwhile the decline in future prices is in line with the forecasted decline in demand.
- Commission VII of the Indonesian House of Representatives ratifies revision of Law Number 4 of 2009 concerning Mineral and Coal Mining (Minerba).** Which include a guarantee of extension to IUPK after fulfilling some terms and conditions in Article 169A. While Article 169 A letter a stated that agreements that have not yet received an extension are guaranteed to get two times the extension in the form of IUPK for 10 years. We see that this regulation will benefit the companies within the coal mining industry.

Company News

- MYOR** recorded revenue decrease of 10.55% YoY to IDR5.38 trillion on 1Q20. Revenue consists of domestic sales (69.8% of revenue) and export sales (30.2% of revenue). Efficiency is reflected on the decline of COGS by 12.71% YoY to IDR3.72 trillion. While gain on foreign exchange of IDR605.06 billion contributed to the significant net profit growth of 99.72% YoY which amounted to IDR931.39 billion in 1Q20. (Market Bisnis)
- WSBP** plans to distribute dividend amounting to IDR201.52 billion. The amount is equal to 25% of net profit in FY19 which is IDR806.15 billion. Dividend per share is at the level of IDR8.22/share with dividend yield at 5.20%. Furthermore, 70% of the net profit will be recorded as retained earnings while the other 5% will be used as a mandatory reserve fund in accordance with Article 70 UUP. (Kontan)
- MIKA** reported a revenue growth of 8.71% YoY to IDR874.71 billion on 1Q20. Inpatient revenue rose 9.60% to IDR550.56 billion while outpatient income rose 7.23% to IDR324.15 billion. Also, other operating income increased significantly by 144% YoY to IDR15.51 billion. So net profit grew by 8.62% YoY to IDR198.77 billion in 1Q20. (Kontan)

IHSG Updates

**JCI decreased by -1.09% to 4,588.73 on Tuesday (12/05)** followed by a net foreign sell reaching IDR1.04 trillion. The weakening index was due to the worsening of domestic economic data such as the retail sales drop which reflects lower purchasing power and is predicted to drop even lower on April despite being the Ramadhan season. On the other hand, the increase on Covid-19 patients in Indonesia by 3.39% yesterday increase fear and further suppressed the index. Meanwhile, the Rupiah exchange rate against the USD was depreciated at IDR14,905. We estimate JCI will move in the range of 4,474-4,726 while waiting for the Balance of Trade as of April 2020. **Today's recommendation: JPFA, INCO, BBCA, JSMR.**

Stock	Close Price	Recommendation	Tactical Moves
JPFA	900	Buy on Weakness	As long as it is not corrected below 830, it is estimated that JPFA is in wave [ii] of wave C.
INCO	2,930	Buy on Weakness	INCO is at the beginning of wave [iv] from wave 3, this means INCO has a tendency to be corrected first in its uptrend.
BBCA	26,100	Buy on Weakness	As long as BBCA is not corrected below 24,000, it is estimated that BBCA is currently at the end of wave [ii] of wave 3.
JSMR	3,680	Sell on Strength	Currently JSMR is at the end of wave [c] of wave 4, where the strengthening of JSMR will be limited and vulnerable to correction to form wave 5.



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