

## KEY INDICATOR

13/05/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.50	4.75	(25.00)	(150.00)
10 Yr (bps)	7.88	7.95	(6.80)	(9.10)
USD/IDR	14,865.00	14,905.00	-0.27%	4.10%

## INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,554.36	-0.75%	-27.70%	12.40
MSCI	4,948.35	-1.06%	-32.11%	12.27
HSEI	24,180.30	-0.27%	-14.22%	11.16
FTSE	5,904.05	-1.51%	-21.72%	17.11
DJIA	23,247.97	-2.17%	-18.54%	21.14
NASDAQ	8,863.17	-1.55%	-1.22%	32.05

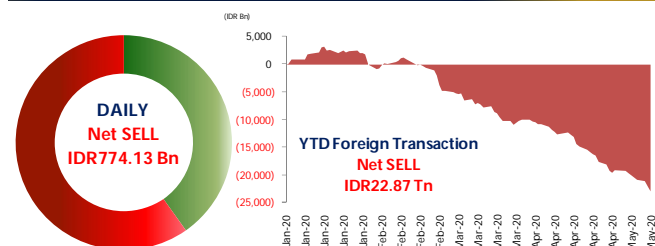
## COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	25.29	-1.90%	-58.81%	-58.58%
COAL	USD/TON	52.40	0.77%	-39.77%	-22.60%
CPO	MYR/MT	2,032.00	1.91%	-0.39%	-33.42%
GOLD	USD/TOZ	1,716.28	0.80%	33.62%	13.12%
TIN	USD/MT	15,170.00	-0.33%	-21.80%	-11.67%
NICKEL	USD/MT	12,254.00	-0.57%	1.79%	-12.63%

## CORPORATE ACTION

TICKER	EVENT	NOTES
TOWR	Cum Dividend	IDR17.86/share
AKRA	Cash Dividend	IDR110/share
AMRT	RUPS	

## NET FOREIGN TRADING VALUE



Source: Bloomberg LP, MNCS

## Global Market Highlight

**DJIA fell by -2.17% on Wednesday (13/05)** followed by the weakening of S&P 500 (-1.75%) and Nasdaq (-1.55%). These declines were caused by profit taking and lower risk appetite investors amid a rising fear of another Covid-19 wave as China announced a second city lockdown after Wuhan has been unlocked. Meanwhile, The Fed is still considering lowering their rate even further to the negative zone due to the worsening economic condition. The market will look forward to several data releases today, such as: 1) China Foreign Direct Investment per Apr-2020; 2) US Initial Jobless Claims per Apr-2020; 3) Germany Inflation Rate per Apr-2020.

## Domestic Updates

- The Bank Indonesia Residential Property Price Survey indicates a slower growth in residential property prices in the primary market.** This is reflected by the increase on the Residential Property Price Index (IHPR) by 1.68% YoY on 1Q20 which is lower than 1.77% YoY in the previous quarter. Residential property sales in the first quarter of 2020 decreased significantly. The decline in residential property sales occurred in all types of houses. Meanwhile, 74.73% of consumers still rely on bank financing in buying residential property.
- Gaikindo released automotive sales volume on April 2020 which plunged by 70% YoY.** Sales volume only reached 24,276 units in April 2020 compared to 80,622 units in April 2019. Meanwhile, factory to dealer sales also fell by 90.63% YoY, only reaching 7,871 units on April 2020 compared to 84,056 units on April 2019. These setbacks are considered the worst after the 1998 crisis.

## Company News

- HMSP** recorded a slight revenue decrease of 0.49% YoY to IDR23.69 trillion on 1Q20. Revenue consists of local machine-made clove cigarettes sales (69.8% to revenue), hand-rolled clove cigarettes sales (20.08% to revenue) and machine-made white cigarettes sales (9.16% to revenue). On the other hand, COGS decreased by 0.55% YoY followed by sales and marketing expense by 0.84% YoY as well as general and administrative expense by 4.48% YoY. Thus, net profit recorded amounting to IDR3.32 trillion (+1.10% YoY) on 1Q20. (Market Bisnis)
- ITMG** booked a decrease on revenue by 19.20% YoY to USD366 million on 1Q20. The revenue decrease is due to the fall on coal prices by 17.40% YoY to USD58.70/ton followed by a decrease on sales volume to 5.8 million ton (-3.3% YoY). Also, production volume fell by 22.40% YoY to 4.5 million ton with stripping ratio at 10.7x, slightly increased from 9.3x at 4Q19. So net profit dropped by 68.90% YoY to USD15 million in 1Q20. (Market Bisnis)
- WSKT** has obtained new contracts amounting to IDR3.16 trillion on 1Q20. Infrastructure projects dominated 61% of the total contracts, followed by building projects (21%) and civil projects (18%). Along with the previous contracts reaching IDR51.2 trillion then the total contracts or the order book reached IDR54.4 trillion on 1Q20. (Market Bisnis)

## IHSG Updates

**JCI dropped by -0.75% to 4,554.36 on Wednesday (13/05)** followed by a net foreign sell reaching IDR774.13 billion. The index decreased in the middle of the weakening Asian and global indices due to fears of second wave Covid-19 outbreak. Furthermore, the sluggish growth on residential price followed by a substantial decrease on automotive sales worsens the economic outlook as well as the index movement. Meanwhile, the Rupiah exchange rate against the USD was appreciated at IDR14,865. We estimate JCI will move in the range of 4,474-4,660 while waiting for the Current Account as of 1Q20 and Balance of Trade as of April 2020. **Today's recommendation: ACES, WSKT, HMSP, TKIM.**

Stock	Close Price	Recommendation	Tactical Moves
ACES	1,285	Buy on Weakness	Yesterday ACES was corrected and stuck on the retracement 50, so we assumed the correction quiet limited.
WSKT	585	Buy on Weakness	As long as WSKT does not break 540, WSKT is at the end of wave (ii) of wave [c] of wave 4.
HMSP	1,715	Buy on Weakness	Currently HMSP is part of wave [c] of wave A, which means HMSP has the potential to continue strengthening.
TKIM	4,560	Sell on Strength	Yesterday TKIM was corrected aggressively and followed by high selling pressure. We assumed that TKIM is part of wave [iii].



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