

KEY INDICATOR

31/10/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.00	4.25	(0.25)	(200.00)
10 Yr (bps)	6.61	6.62	(0.02)	(48.00)
USD/IDR	14,625	14,650	-0.17%	4.18%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,128.23	-0.31%	-18.59%	19.02
MSCI	5,669.85	-0.49%	-22.21%	17.63
HSEI	24,107.42	-1.95%	-14.48%	12.60
FTSE	5,577.27	-0.08%	-26.05%	18.20
DJIA	26,501.60	-0.59%	-7.14%	21.95
NASDAQ	10,911.59	-2.45%	21.61%	35.59

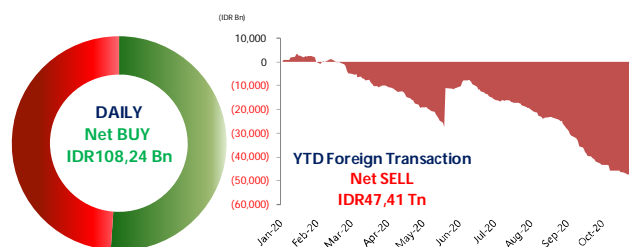
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	35.79	-1.05%	-36.83%	-41.39%
COAL	USD/TON	58.20	0.00%	-13.97%	-14.03%
CPO	MYR/MT	3,011.00	CLOSED	25.56%	-1.34%
GOLD	USD/TOZ	1,878.81	0.60%	24.87%	23.83%
TIN	USD/MT	17,725.00	-0.54%	6.30%	3.20%
NICKEL	USD/MT	15,156.00	-2.42%	-9.65%	8.06%

CORPORATE ACTION

TICKER	EVENT	NOTES
SIDO	Cum Dividend	IDR12.5/share
BBSI	RUPS	
BRAM	RUPS	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA decreased by -0.59% on Friday (30/10) followed by S&P 500 (-1.21%) and Nasdaq (-2.45%). US stock indexes closed lower on Friday to cap Wall Street's biggest weekly sell-off since March, as losses in richly priced tech heavyweights, a record rise in Covid-19 cases pushed US hospitals to the brink of capacity as Covid-19 cases surpassed 9 million, while jitters over the presidential election snuffed investor sentiment. Moreover, the market will look forward to several data releases today, such as: 1) US ISM Manufacturing PMI; 2) China Caixin Manufacturing PMI; 3) Eurozone Markit Manufacturing PMI.

Domestic Updates

The government plans to increase the tariff for palm oil or crude palm oil (CPO) in FY21F. The CPO export duty rates will use a progressive tax scheme, namely a tax levy rate with a percentage based on the number or quantity of tax objects and based on the price or value of the tax object. The export duty rate is progressive for CPO around USD12.5 per USD25 price increase. Meanwhile, for CPO derivative products in liquid form, it is subject to USD10 per USD25 increase.

Company News

- ANTM IJ** recorded a decrease in revenue by 26.55% YoY to IDR18.03 trillion in 9M20. ANTM seems to have succeeded in suppressing several expenses, one of which is sales and marketing expenses which dropped by -65.89% YoY to only IDR341.1 billion. So ANTM's profit rose by 30.2% YoY to IDR835.78 billion in 9M20 (Market Bisnis). **MNCS Comment: We see that ANTM's bottom line is driven from the expenses drop while actually the 3Q20 top line is increasing significantly by 105% YoY supported by gold sales +119% YoY. The stellar performance will surely add more to ANTM's current appeal. ANTM is currently traded at 22.75x/1.34x PE/PBV.**
- INCO IJ** revenue managed to increase 12.7% YoY from USD506.46 million to USD571.02 million in 9M20. INCO recorded a nickel shipment volume of 19,954 metric tons equals to USD210.6 million in 3Q20. INCO's net profit shot up 47,800% YoY to USD76.64 million in 9M20 from USD160,000 previously in the same period last year (Kontan). **MNCS Comment: INCO's performance is boosted by efficiency on cost while increase on other income from gain on foreign exchange also contributed slightly. INCO is also benefitted from the 13% QoQ on nickel price due to increasing demand. INCO is currently traded at 26.54x/1.34x PE/PBV.**
- ITMG IJ** will be distributing dividends of IDR307/share. Dividend yield stood at 3.77%. Cum date will be at November 9, 2020 while payment date will be at November 24, 2020 (Kontan). **MNCS Comment: The current interim dividend is lower than the usual, though we see that the dividend yield is still attractive. ITMG is currently traded at 10.74x/0.74x PE/PBV.**

IHSG Updates

JCI dropped by -0.31% to 5,128.23 on Tuesday (27/10) though followed by net foreign buy reaching IDR108.24 billion. JCI dropped slightly on the last trading day of the week as local investor seems to be taking profit approaching the long weekend although Agriculture sector is inclining supported by the La Nina weather which will cause lower production on CPO. Meanwhile, the Rupiah exchange rate was strengthening at IDR14,625. We estimate JCI will move in the range of 5,160 – 5,182 while waiting for core inflation data release. **Today's recommendation: BBRI, AALI, MAPI, PTPP.**

Stock	Close Price	Recommendation	Tactical Moves
BBRI	3,360	Buy on Weakness	Currently BBRI is in the part of wave [c] of wave B.
AALI	10,875	Buy on Weakness	The movement of AALI, we estimate is in wave [iii] of wave 5.
MAPI	655	Buy on Weakness	MAPI's position is expected to be in the part of wave [iii].
PTPP	915	Sell on Strength	The movement of PTPP in the past trade, we expect to be at the beginning of wave [iv].

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	219,623	3.84	HOLD	5,500	(24.25)	25.37	13.36	10.66	1.10	1.03
Banking											
BBCA IJ	Bank Central Asia Tbk PT	713,763	12.36	HOLD	28,400	7.00	9.09	23.34	21.40	3.68	3.26
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	88,395	1.53	BUY	5,700	(28.97)	24.57	8.09	6.49	0.79	0.73
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	414,442	7.18	HOLD	3,200	(7.81)	1.06	12.96	12.82	1.95	1.80
BMRI IJ	Bank Mandiri Persero Tbk PT	269,500	4.67	SELL	5,100	(4.62)	9.13	10.28	9.42	1.22	1.12
BNGA IJ	Bank CIMB Niaga Tbk PT	19,100	0.33	BUY	850	2.43	9.99	5.07	4.61	0.45	0.44
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	14,720	0.25	SELL	1,000	(24.98)	497.17	92.64	15.51	0.87	0.82
BRIS IJ	Bank Brisyariah Tbk PT	11,999	0.21	SELL	230	(32.21)	9.83	239.09	217.69	2.34	2.32
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	259,543	4.54	BUY	3,600	(8.00)	8.33	13.65	12.60	2.42	2.29
EXCL IJ	XL Axiata Tbk PT	21,733	0.38	BUY	2,700	21.73	5.39	24.89	23.62	1.09	1.04
TOWR IJ	Sarana Menara Nusantara Tbk PT	50,504	0.88	BUY	1,150	13.11	8.81	19.57	17.99	4.77	4.21
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	25,838	0.45	HOLD	3,450	6.41	13.25	11.93	10.53	1.04	0.94
PGAS IJ	Perusahaan Gas Negara Tbk PT	26,060	0.46	BUY	1,200	83.33	27.27	11.99	9.42	0.42	0.40
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	298,524	5.22	HOLD	8,400	1.60	6.48	39.74	37.32	34.76	32.66
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	112,537	1.97	HOLD	10,300	6.31	9.52	20.97	19.15	4.12	3.72
INDF IJ	Indofood Sukses Makmur Tbk PT	61,463	1.08	BUY	8,500	3.50	11.05	12.10	10.90	1.52	1.39
HOKI IJ	Buyung Poetra Sembada PT	2,028	0.04	SELL	700	(26.89)	37.61	26.42	19.20	2.74	2.33
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	24,000	0.42	BUY	1,400	118.02	13.34	13.52	11.92	3.64	3.42
TBLA IJ	Tunas Baru Lampung Tbk PT	4,033	0.07	SELL	630	(43.57)	5.01	9.94	9.47	0.75	0.72
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	71,485	1.25	SELL	1,280	4.28	7.25	27.34	25.49	4.05	3.72
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	26,840	0.47	SELL	1,400	(6.76)	6.90	27.68	25.89	4.92	4.50
ERAA IJ	Erajaya Swasembada Tbk PT	5,567	0.10	SELL	1,280	13.54	66.00	16.71	10.06	1.00	0.90
MAPI IJ	Mitra Adiperkasa Tbk PT	10,873	0.19	SELL	580	4.92	5.28	11.42	10.85	1.45	1.26
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,080	0.07	SELL	500	(32.91)	25.56	8.85	7.05	0.91	0.86
PZZA IJ	Sarimelati Kencana PT	1,889	0.03	BUY	840	4.23	20.53	9.09	7.54	1.20	1.03
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,047	0.04	BUY	660	(74.40)	99.60	11.44	5.73	0.30	0.29
PTPP IJ	PP Persero Tbk PT	5,673	0.10	HOLD	870	(58.56)	30.26	14.72	11.30	0.31	0.29
WIKA IJ	Wijaya Karya Persero Tbk PT	10,809	0.19	HOLD	1,290	(69.76)	7.05	15.64	14.61	0.57	0.50
WSBP IJ	Waskita Beton Precast Tbk PT	4,086	0.07	BUY	262	(29.90)	18.70	6.73	5.67	0.46	0.45
WSKT IJ	Waskita Karya Persero Tbk PT	10,045	0.18	SELL	650	(67.97)	18.14	33.43	28.30	0.34	0.34
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,713	0.03	BUY	300	4.17	20.85	3.64	3.01	0.61	0.53



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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
Property											
BSDE IJ	Bumi Serpong Damai Tbk PT	18,843	0.33	BUY	1,110	(7.75)	12.60	6.56	5.83	0.47	0.44
PWON IJ	Pakuwon Jati Tbk PT	19,938	0.35	BUY	520	(9.02)	(3.70)	8.33	8.65	1.14	1.02
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	15,312	0.27	HOLD	880	8.58	(11.20)	12.26	13.80	0.93	0.88
DMAS IJ	Puradelta Lestari Tbk PT	10,893	0.19	HOLD	228	(30.89)	31.52	11.81	8.98	1.81	2.02
Agriculture											
AALI IJ	Astra Agro Lestari Tbk PT	20,931	0.37	HOLD	11,800	240.96	15.24	29.08	25.23	1.09	1.04
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,686	0.12	BUY	1,100	27.51	22.68	20.77	16.93	0.77	0.74
Coal Mining											
ADRO IJ	Adaro Energy Tbk PT	35,984	0.63	BUY	1,310	(18.31)	0.59	6.68	6.65	0.53	0.51
PTBA IJ	Bukit Asam Tbk PT	22,580	0.39	BUY	2,390	(16.98)	4.55	6.36	6.09	1.21	1.19
ITMG IJ	Indo Tambangraya Megah Tbk PT	9,181	0.16	BUY	10,630	(58.33)	(20.00)	9.97	12.46	0.36	0.31
Metal Mining											
ANTM IJ	Aneka Tambang Tbk	25,352	0.44	SELL	920	26.09	42.23	21.19	14.90	1.15	1.07
INCO IJ	Vale Indonesia Tbk PT	40,242	0.70	SELL	3,590	13.79	2.00	49.69	48.72	1.24	1.21
MDKA IJ	Merdeka Copper Gold Tbk PT	40,073	0.70	SELL	1,595	(21.21)	25.00	28.07	22.45	3.74	2.95
Poultry											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	95,928	1.68	SELL	4,150	9.82	15.94	25.04	21.59	3.98	3.54
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	12,547	0.22	HOLD	1,150	(60.18)	121.37	17.79	8.04	1.05	0.94
Cigarette											
GGRM IJ	Gudang Garam Tbk PT	78,840	1.38	BUY	55,450	(16.02)	8.63	8.63	7.94	1.47	1.35
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	164,590	2.88	BUY	1,650	(22.03)	3.26	15.38	14.89	4.91	4.93
Cement											
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	45,003	0.79	BUY	13,900	19.34	12.44	20.55	18.27	1.91	1.87
SMGR IJ	Semen Indonesia Persero Tbk PT	56,794	0.99	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	3,656	0.06	HOLD	450	18.73	7.01	14.26	13.33	2.35	1.85
Heavy Equipment											
UNTR IJ	United Tractors Tbk PT	78,799	1.38	HOLD	19,930	(18.84)	13.03	8.58	7.59	1.17	1.01

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	17.62	1.79
JAKCONS INDEX	18.34	3.77
JAKINFRA INDEX	32.74	2.04
JAKBIND INDEX	55.63	1.92
JAKTRAD INDEX	14.43	1.05
JAKPROP INDEX	1.14	0.89
JAKMINE INDEX	28.45	1.17
JAKMIND INDEX	13.59	1.22
JAKAGRI INDEX	-	0.94

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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