

KEY INDICATOR

06/11/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.00	4.25	(0.25)	(200.00)
10 Yr (bps)	6.30	6.46	(0.16)	(68.90)
USD/IDR	14,210	14,380	-1.18%	1.37%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,335.53	1.43%	-15.30%	19.87
MSCI	6,016.24	2.39%	-17.45%	18.76
HSEI	25,712.97	0.07%	-8.79%	13.28
FTSE	5,910.02	0.07%	-21.64%	19.63
DJIA	28,323.40	-0.24%	-0.75%	23.33
NASDAQ	11,895.23	0.04%	32.57%	38.18

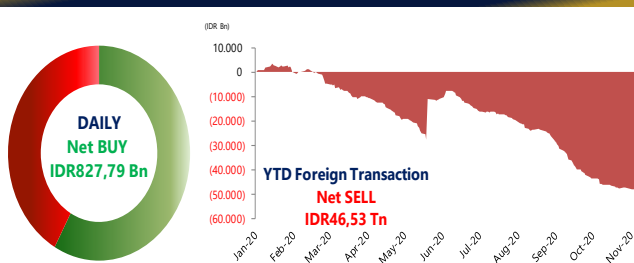
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	37.14	-4.25%	-34.09%	-39.17%
COAL	USD/TON	61.65	0.33%	-7.36%	-8.94%
CPO	MYR/MT	3,181.00	-0.84%	24.55%	4.23%
GOLD	USD/TOZ	1,951.35	0.09%	30.91%	28.61%
TIN	USD/MT	18,360.00	0.66%	10.84%	6.90%
NICKEL	USD/MT	15,362.00	-1.28%	-5.44%	9.53%

CORPORATE ACTION

TICKER	EVENT	NOTES
ITMG	Cum Dividend	IDR307/share
CMNP	Rights Issue	IDR770/share
BSWD	RUPS	

NET FOREIGN TRADING VALUE



Global Market Highlight

DJIA fell by -0.24% on Friday (06/11) followed by flat movements from S&P 500 (-0.03%) and Nasdaq (+0.04%). Stocks fell flat as the market priced in the uncertainty on the US election and the outcome of a divided government, whereas there will be a continuation of political gridlock and no meaningful changes on tax policy. To be sure, a divided government could make it harder for lawmakers to push through new fiscal stimulus. Moreover, the market will look forward to several data releases today, such as: 1) US Consumer Inflation Expectations; 2) Japan Foreign Exchange Reserve; 3) Germany Balance of Trade.

Domestic Updates

BI releases position of Indonesia's foreign exchange reserves as of October 2020 at USD133.7 billion. It remains high, although it decreased compared to the position at the end of September 2020 of USD135.2 billion. The position of foreign exchange reserves is equivalent to financing 9.7 months of imports or 9.3 months of imports and servicing of government external debt, and is above the international adequacy standard of around 3 months of imports. Bank Indonesia considers that the foreign exchange reserves are capable of supporting external sector resilience and maintaining macroeconomic and financial system stability.

Company News

- PTBA IJ** posted revenue of IDR12.8 trillion in 9M20 which dropped by -20.94% YoY. This is because coal sales volume decreased 9% YoY to 18.6 million tonnes. Thus, PTBA posted a net profit of IDR1.7 trillion in 9M20 which decreased by -44% YoY (Market Bisnis). **MNCS Comment: We note that PTBA still recorded a positive bottom line amid the troubled time. The drop on coal sales was due to import restriction implemented by some countries which resulted in the coal price sunk. But we still believe in the long term potential upside from the downstreaming project. PTBA is currently traded at 8.89x/1.45x PE/PBV.**
- IPCM IJ** revenue increased by 3.8% YoY to IDR510.2 billion in 9M20. The largest revenue is obtained from ship services which consist of towage services and pilotage services while deferral service revenue amounted to IDR448.5 billion contributed 87.9% of total revenue. Furthermore, Terminal For Own Interest (TUKS) revenue increased by 25.1% YoY followed by Special Terminal (Tersus) which also increased sharply by 31.2% YoY. IPCM managed to record a net profit of IDR69.7 billion which rose by 1.3% YoY in 9M20 (Market Bisnis). **MNCS Comment: We see that IPCM's strategy to increase revenue from non public ports has resulted in a good and strong performance. IPCM is currently traded at 12.84x/1.09x PE/PBV.**
- GIAA IJ** revenue also reached USD1.13 billion as of 3Q20 which drop -68.08% YoY. The main reason for the decline is the -67.13% YoY drop in revenue from scheduled flights, which is the company's main source of revenue. While unscheduled flights fell considerably by -81.23% YoY. However, operating expenses were successfully reduced by 31.7% YoY. But GIAA still recorded a net loss of USD1.07 billion in 3Q20 which is inversely proportional to the net profit of USD122.42 million in 3Q19 (Market Bisnis). **MNCS Comment: Aviation and hospitality sector has not risen from the pandemic effect while we see that it will slowly recover with the gradual mobility.**

IHSG Updates

JCI soared by +1.43% to 5,335.53 on Friday (06/11) followed by net foreign buy reaching IDR827.79 billion. JCI rose followed by foreign net buys for two days in a row which was supported by Biden's victory. One of the supporting stocks is ASII, which remains as the investors pick as ASII has diversified into commodity business such as coal and gold. Meanwhile, the Rupiah exchange rate was strengthening at IDR14,210. We estimate JCI will move in the range of 5,200 – 5,382 while waiting for Consumer confidence. **Today's recommendation: GGRM, AALI, EXCL, SMRA.**

Stock	Close Price	Recommendation	Tactical Moves
GGRM	41,800	Buy on Weakness	As long as it is not corrected back below 40,000, at the moment the position of GGRM is at the beginning of wave 3 of wave (C).
AALI	10,900	Buy on Weakness	Currently, we estimate that AALI is in the initial wave (iii) of wave [iii] of wave 5.
EXCL	2,180	Buy on Weakness	We estimate the EXCL position is at the start of wave [iii] of wave 3 of wave (C).
SMRA	705	Sell on Strength	SMRA position is in wave 5 of wave (C).

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	235,817	3.96	HOLD	5,500	(24.25)	25.37	14.35	11.44	1.18	1.10
Banking											
BBCA IJ	Bank Central Asia Tbk PT	776,633	12.93	HOLD	28,400	7.00	9.09	25.40	23.28	4.00	3.55
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	92,497	1.54	BUY	5,700	(28.97)	24.57	8.46	6.79	0.83	0.76
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	439,111	7.31	SELL	3,200	(7.81)	1.06	13.73	13.58	2.07	1.91
BMRI IJ	Bank Mandiri Persero Tbk PT	282,333	4.70	SELL	5,100	(4.62)	9.13	10.77	9.87	1.28	1.17
BNGA IJ	Bank CIMB Niaga Tbk PT	19,728	0.33	HOLD	850	2.43	9.99	5.24	4.77	0.46	0.45
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	16,256	0.27	SELL	1,000	(24.98)	497.17	102.31	17.13	0.96	0.91
BRIS IJ	Bank Brisyariah Tbk PT	12,019	0.20	SELL	230	(32.21)	9.83	238.12	216.81	2.33	2.31
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	280,346	4.71	BUY	3,600	(8.00)	8.33	14.74	13.61	2.62	2.47
EXCL IJ	XL Axiata Tbk PT	23,339	0.39	BUY	2,700	21.73	5.39	26.73	25.36	1.17	1.11
TOWR IJ	Sarana Menara Nusantara Tbk PT	51,015	0.86	BUY	1,150	13.11	8.81	19.77	18.17	4.82	4.25
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	28,306	0.48	SELL	3,450	6.41	13.25	13.07	11.54	1.14	1.03
PGAS IJ	Perusahaan Gas Negara Tbk PT	26,666	0.45	HOLD	1,200	83.33	27.27	12.27	9.64	0.43	0.41
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	308,061	5.18	HOLD	8,400	1.60	6.48	41.01	38.51	35.87	33.71
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	115,161	1.94	HOLD	10,300	6.31	9.52	21.46	19.59	4.22	3.81
INDF IJ	Indofood Sukses Makmur Tbk PT	63,000	1.06	BUY	8,500	3.50	11.05	12.40	11.17	1.56	1.43
HOKI IJ	Buyung Poetra Sembada PT	2,005	0.03	SELL	700	(26.89)	37.61	26.11	18.97	2.71	2.30
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	24,900	0.42	BUY	1,400	118.02	13.34	14.02	12.37	3.78	3.55
TBLA IJ	Tunas Baru Lampung Tbk PT	4,113	0.07	SELL	630	(43.57)	5.01	10.14	9.66	0.77	0.73
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	71,016	1.19	SELL	1,280	4.28	7.25	27.17	25.33	4.02	3.70
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	27,869	0.47	SELL	1,400	(6.76)	6.90	28.74	26.89	5.11	4.67
ERAA IJ	Erajaya Swasembada Tbk PT	5,598	0.09	SELL	1,280	13.54	66.00	16.80	10.12	1.01	0.91
MAPI IJ	Mitra Adiperkasa Tbk PT	11,122	0.19	SELL	580	4.92	5.28	11.68	11.10	1.48	1.29
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,045	0.07	SELL	500	(32.91)	25.56	8.78	6.99	0.90	0.85
PZZA IJ	Sarimelati Kencana PT	1,874	0.03	BUY	840	4.23	20.53	9.01	7.48	1.19	1.02
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,137	0.04	HOLD	660	(74.40)	99.60	11.93	5.98	0.31	0.30
PTPP IJ	PP Persero Tbk PT	5,797	0.10	HOLD	870	(58.56)	30.26	15.04	11.55	0.31	0.29
WIKA IJ	Wijaya Karya Persero Tbk PT	11,123	0.19	HOLD	1,290	(69.76)	7.05	16.10	15.04	0.59	0.51
WSBP IJ	Waskita Beton Precast Tbk PT	4,191	0.07	BUY	262	(29.90)	18.70	6.90	5.81	0.47	0.46
WSKT IJ	Waskita Karya Persero Tbk PT	10,180	0.17	SELL	650	(67.97)	18.14	33.88	28.68	0.35	0.34
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,723	0.03	BUY	300	4.17	20.85	3.66	3.03	0.61	0.53



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F
Property											
BSDE IJ	Bumi Serpong Damai Tbk PT	20,854	0.35	BUY	1,110	(7.75)	12.60	7.26	6.45	0.52	0.48
PWON IJ	Pakuwon Jati Tbk PT	20,323	0.34	BUY	520	(9.02)	(3.70)	8.49	8.82	1.17	1.04
SMRA IJ	Summarecon Agung Tbk PT	10,171	0.17	SELL	610	(69.64)	44.19	65.04	45.11	1.06	1.04
CTRA IJ	Ciputra Development Tbk PT	15,591	0.26	HOLD	880	8.58	(11.20)	12.48	14.05	0.95	0.90
DMAS IJ	Puradelta Lestari Tbk PT	10,411	0.18	HOLD	228	(30.89)	31.52	11.28	8.58	1.73	1.93
Agriculture											
AALI IJ	Astra Agro Lestari Tbk PT	20,979	0.35	HOLD	11,800	240.96	15.24	29.14	25.29	1.09	1.05
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,857	0.12	HOLD	1,100	27.51	22.68	21.30	17.36	0.79	0.76
Coal Mining											
ADRO IJ	Adaro Energy Tbk PT	36,464	0.61	BUY	1,310	(18.31)	0.59	6.77	6.73	0.54	0.52
PTBA IJ	Bukit Asam Tbk PT	22,926	0.39	BUY	2,390	(16.98)	4.55	6.46	6.18	1.22	1.21
ITMG IJ	Indo Tambangraya Megah Tbk PT	9,661	0.16	BUY	10,630	(58.33)	(20.00)	10.49	13.11	0.38	0.32
Metal Mining											
ANTM IJ	Aneka Tambang Tbk	27,035	0.45	SELL	920	26.09	42.23	22.59	15.89	1.23	1.14
INCO IJ	Vale Indonesia Tbk PT	42,428	0.71	SELL	3,590	13.79	2.00	52.39	51.37	1.31	1.27
MDKA IJ	Merdeka Copper Gold Tbk PT	42,372	0.71	SELL	1,595	(21.21)	25.00	29.68	23.74	3.95	3.12
Poultry											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	104,947	1.76	SELL	4,150	9.82	15.94	27.39	23.62	4.36	3.87
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	13,368	0.22	HOLD	1,150	(60.18)	121.37	18.96	8.56	1.12	1.00
Cigarette											
GGRM IJ	Gudang Garam Tbk PT	80,427	1.35	BUY	55,450	(16.02)	8.63	8.80	8.10	1.50	1.38
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	168,080	2.83	BUY	1,650	(22.03)	3.26	15.71	15.21	5.01	5.03
Cement											
INTP IJ	Indocement Tunggul Prakarsa Tbk PT	48,224	0.81	HOLD	13,900	19.34	12.44	22.02	19.58	2.05	2.01
SMGR IJ	Semen Indonesia Persero Tbk PT	61,391	1.03	SELL	9,000	30.77	(33.40)	19.64	29.49	1.82	1.77
Basic Industry and Chemical											
ARNA IJ	Arwana Citramulia Tbk PT	3,781	0.06	SELL	450	18.73	7.01	14.75	13.78	2.43	1.91
Heavy Equipment											
UNTR IJ	United Tractors Tbk PT	78,240	1.32	HOLD	19,930	(18.84)	13.03	8.52	7.54	1.16	1.01

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	19.38	1.89
JAKCONS INDEX	18.72	3.87
JAKINFRA INDEX	56.08	2.08
JAKBIND INDEX	56.34	2.00
JAKTRAD INDEX	12.48	1.07
JAKPROP INDEX	1.14	0.89
JAKMINE INDEX	18.88	1.23
JAKMIND INDEX	15.21	1.31
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



Thendra Crisnanda – Head of Institution Research
thendra.crisnanda@mncgroup.com
Investment Strategy
Ext. 52162



Victoria Venny – Research Analyst
victoria.nawang@mncgroup.com
Telco, Toll Road, Logistic, Consumer, Poultry
Ext. 52236



T. Herditya Wicaksana – Technical Analyst
herditya.wicaksana@mncgroup.com
Technical Specialist – Elliott Wave
Ext. 52150



Muhamad Rudy Setiawan – Research Analyst
muhamad.setiawan@mncgroup.com
Construction, Property, Oil and Gas
Ext. 52317



Catherina Vincentia – Research Associate
catherina.vincentia@mncgroup.com
Generalist
Ext. 52306

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