

KEY INDICATOR

26/10/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.00	4.25	(0.25)	(200.00)
10 Yr (bps)	6.62	6.61	0.01	(46.10)
USD/IDR	14,650	14,660	-0.07%	4.36%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,144.05	0.62%	-18.34%	20.06
MSCI	5,697.68	0.66%	-21.82%	18.80
HSEI	CLOSED	CLOSED	-11.60%	13.08
FTSE	5,792.01	-1.16%	-23.21%	18.78
DJIA	27,685.38	-2.29%	-2.99%	23.13
NASDAQ	11,358.94	-1.64%	26.60%	37.93

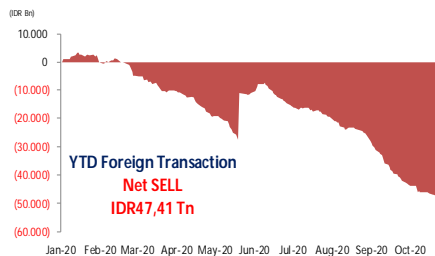
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	38.56	-3.24%	-31.94%	-36.85%
COAL	USD/TON	58.00	0.00%	-14.26%	-14.33%
CPO	MYR/MT	3,066.00	4.21%	27.86%	0.46%
GOLD	USD/TOZ	1,902.08	0.00%	26.42%	25.36%
TIN	USD/MT	18,050.00	-1.93%	8.25%	5.09%
NICKEL	USD/MT	15,657.00	-0.35%	-6.66%	11.64%

CORPORATE ACTION

TICKER	EVENT	NOTES
EXCL	RUPS	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA dropped by -2.29% on Monday (26/10) followed by S&P 500 (-1.86%) and Nasdaq (-1.64%). Stocks on Monday ended sharply lower as Covid-19 infections surged, stimulus negotiations remained stalemated and investors prepared for the presidential election just more than a week away. White House stated that while stimulus talks continued, President Donald Trump can't accept parts of the plan the Democrats have proposed. Moreover, the market will look forward to several data releases today, such as: 1) US CB Consumer Confidence; 2) US Durable goods Orders; 3) Spain Unemployment Rate.

Domestic Updates

Pre-Working Program Management stated there are 373,745 memberships that have been revoked amounting to IDR1.32 trillion. This number comes from batch 1 pre-work to 9 pre-work competitions. The pre-employment card program recipients received government assistance of IDR3.55 million. The assistance consists of job survey incentives of IDR150,000, training incentives of IDR1 million which cannot be disbursed (for training costs) and incentives for completion of training of IDR 600,000 per month for 4 months.

Company News

- TBIG IJ** recorded revenue of IDR3.93 trillion in 9M20 which increased by 13.49% YoY. Revenues from Telkomsel amounted to IDR1.54 trillion or 39.27% of total revenue followed by revenue from ISAT at IDR845 billion (21.48%), EXCL at IDR667 billion, PT Hutchison 3 Indonesia at IDR576 billion (14.64%), FREN at IDR193 billion (6.94%), and others IDR27 billion. Meanwhile, net profit reached IDR747 billion in 9M20, grew significantly by 22.26% from IDR611 billion in 9M19 (Market Bisnis). **MNCS Comment: Tower sector become one of the most resilient in the midts of pandemic which is benefitted from the rising data consumption. TBIG is currently traded at 35.00x/5.58x PE/PBV.**
- ACST IJ** revenue fell by -68.7% YoY to IDR960.73 billion in 9M20. The largest decrease in revenue occurred in the construction services segment for third parties by -71.59% YoY to IDR730.86 billion while this is followed by a decrease in general and administrative expenses to IDR118.14 billion. Due to lower revenue, ACST posted a loss for the period of IDR752.75 billion in 9M20 (Kontan). **MNCS Comment: ACST performance was already weakening while the pandemic is also poorly affecting the construction sector. As of now, there has not been any new infra structure tender.**
- ASII IJ** will be distributing dividends amounting to IDR1.09 trillion or equals to IDR27/share. Dividend yield stood at 0.5%. Cum date will be at October 6, 2020 while payment date will be at October 27, 2020 (Market Bisnis). **MNCS Comment: The current interim dividend is the smallest or halved from the usually distributed at least IDR55/share. Though ASII's profit rose in the 1H20 but it was due to sales of an entity. ASII is currently traded at 9.35x/1.42x PE/PBV.**

IHSG Updates

JCI rose by +0.62% to 5,144.05 on Monday (26/10) followed by net foreign buy reaching IDR127.99 billion. JCI strengthened again amid various Regional Asia indices movement. The increase was supported by property sector still pushed by the Omnibus Law sentiment that will positively affect the sector, followed by agriculture boosted by CPO from the upcoming shortage, and finance following the release of 3Q performance that some banks posted beyond estimation. Meanwhile, the Rupiah exchange rate was strengthening at IDR14,650. We estimate JCI will move in the range of 5,067 – 5,182 while waiting for money supply data release. **Today's recommendation: PGAS, BBKA, ICBP, WIKA.**

Stock	Close Price	Recommendation	Tactical Moves
PGAS	1,105	Buy on Weakness	PGAS movement is currently on the part [c] of wave B of wave (B).
BBKA	29,075	Buy on Weakness	As long as BBKA does not re-correction below 28.550 then BBKA is currently forming the beginning of wave (v) of wave [a].
ICBP	9,775	Buy on Weakness	As long as ICBP is not corrected below 9,600, at the moment ICBP is in the initial position of wave [c] of wave B of wave (B).
WIKA	1,215	Sell on Strength	As long as WIKA is unable to strengthen above 1,255-1,270, we estimate that currently WIKA is in the part of wave [c] of wave Y of wave (B).

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	218,611	3.81	HOLD	5,500	(24.25)	25.37	13.30	10.61	1.09	1.02	
Banking												
BBCA IJ	Bank Central Asia Tbk PT	716,844	12.37	HOLD	28,400	7.00	9.09	23.45	21.49	3.69	3.27	
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	90,446	1.56	BUY	5,700	(28.97)	24.57	8.28	6.64	0.81	0.74	
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	411,975	7.11	HOLD	3,200	(7.81)	1.06	12.88	12.74	1.94	1.79	
BMRI IJ	Bank Mandiri Persero Tbk PT	269,500	4.65	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	12,145	0.21	SELL	230	(32.21)	9.83	241.99	220.33	2.37	2.35	
Telco												
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	262,515	4.58	BUY	3,600	(8.00)	8.33	13.80	12.74	2.45	2.32	
EXCL IJ	XL Axiata Tbk PT	21,840	0.38	BUY	2,700	21.73	5.39	25.01	23.73	1.09	1.04	
TOWR IJ	Sarana Menara Nusantara Tbk PT	50,760	0.89	BUY	1,150	13.11	8.81	19.67	18.08	4.79	4.23	
Toll Road & Utilities												
JSMR IJ	Jasa Marga Persero Tbk PT	26,056	0.45	HOLD	3,450	6.41	13.25	12.03	10.62	1.05	0.95	
PGAS IJ	Perusahaan Gas Negara Tbk PT	26,787	0.47	HOLD	1,200	83.33	27.27	12.33	9.68	0.43	0.41	
Consumer												
UNVR IJ	Unilever Indonesia Tbk PT	300,431	5.24	HOLD	8,400	1.60	6.48	39.99	37.56	34.99	32.87	
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	113,995	1.99	HOLD	10,300	6.31	9.52	21.24	19.39	4.17	3.77	
INDF IJ	Indofood Sukses Makmur Tbk PT	62,122	1.08	BUY	8,500	3.50	11.05	12.23	11.01	1.54	1.41	
HOKI IJ	Buyung Poetra Sembada PT	2,016	0.04	SELL	700	(26.89)	37.61	26.27	19.09	2.73	2.31	
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	24,750	0.43	BUY	1,400	118.02	13.34	13.94	12.30	3.76	3.53	
TBLA IJ	Tunas Baru Lampung Tbk PT	4,060	0.07	SELL	630	(43.57)	5.01	10.01	9.53	0.76	0.72	
Pharmacy												
KLBF IJ	Kalbe Farma Tbk PT	72,422	1.26	SELL	1,280	4.28	7.25	27.70	25.83	4.10	3.77	
Retail												
ACES IJ	Ace Hardware Indonesia Tbk PT	27,011	0.47	SELL	1,400	(6.76)	6.90	27.86	26.06	4.95	4.53	
ERAA IJ	Erajaya Swasembada Tbk PT	5,503	0.10	SELL	1,280	13.54	66.00	16.51	9.95	0.99	0.89	
MAPI IJ	Mitra Adiperkasa Tbk PT	10,790	0.19	SELL	580	4.92	5.28	11.33	10.77	1.43	1.25	
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	2,083	0.04	BUY	660	(74.40)	99.60	11.63	5.83	0.31	0.29	
PTPP IJ	PP Persero Tbk PT	5,766	0.10	HOLD	870	(58.56)	30.26	14.96	11.49	0.31	0.29	
WIKA IJ	Wijaya Karya Persero Tbk PT	10,898	0.19	HOLD	1,290	(69.76)	7.05	15.77	14.73	0.58	0.50	
WSBP IJ	Waskita Beton Precast Tbk PT	4,112	0.07	BUY	262	(29.90)	18.70	6.77	5.70	0.46	0.45	
WSKT IJ	Waskita Karya Persero Tbk PT	10,248	0.18	SELL	650	(67.97)	18.14	34.11	28.87	0.35	0.35	
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,694	0.03	BUY	300	4.17	20.85	3.60	2.98	0.60	0.52	



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						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	20,034	0.35	BUY	520	(9.02)	(3.70)	8.37	8.69	1.15	1.03	
SMRA IJ	Summarecon Agung Tbk PT	9,450	0.16	HOLD	610	(69.64)	44.19	60.42	41.91	0.98	0.96	
CTRA IJ	Ciputra Development Tbk PT	15,219	0.27	HOLD	880	8.58	(11.20)	12.18	13.72	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	20,305	0.35	BUY	11,800	240.96	15.24	28.21	24.48	1.06	1.01	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,584	0.11	BUY	1,100	27.51	22.68	20.45	16.67	0.76	0.73	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	36,624	0.64	BUY	1,310	(18.31)	0.59	6.80	6.76	0.54	0.52	
PTBA IJ	Bukit Asam Tbk PT	22,696	0.40	BUY	2,390	(16.98)	4.55	6.40	6.12	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	25,473	0.44	SELL	920	26.09	42.23	21.29	14.97	1.16	1.07	
INCO IJ	Vale Indonesia Tbk PT	41,037	0.72	SELL	3,590	13.79	2.00	50.67	49.68	1.27	1.23	
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	97,158	1.69	SELL	4,150	9.82	15.94	25.36	21.87	4.03	3.58	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	12,782	0.22	HOLD	1,150	(60.18)	121.37	18.13	8.19	1.07	0.95	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	77,926	1.36	BUY	55,450	(16.02)	8.63	8.53	7.85	1.46	1.34	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	164,590	2.87	BUY	1,650	(22.03)	3.26	15.38	14.89	4.91	4.93	
Cement												
INTP IJ	Indocement Tunggai Prakarsa Tbk PT	45,371	0.79	BUY	13,900	19.34	12.44	20.71	18.42	1.93	1.89	
SMGR IJ	Semen Indonesia Persero Tbk PT	56,943	0.99	HOLD	9,000	30.77	(33.40)	18.22	27.35	1.69	1.64	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	3,707	0.06	SELL	450	18.73	7.01	14.46	13.52	2.38	1.87	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	81,037	1.41	HOLD	19,930	(18.84)	13.03	8.83	7.81	1.20	1.04	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	17.47	1.87
JAKCONS INDEX	18.17	3.84
JAKINFRA INDEX	31.92	2.05
JAKBIND INDEX	51.46	1.93
JAKTRAD INDEX	14.10	1.34
JAKPROP INDEX	1.15	0.93
JAKMINE INDEX	27.84	1.19
JAKMIND INDEX	13.59	1.23
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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