

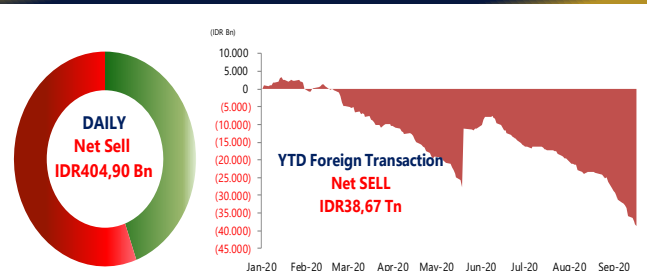
KEY INDICATOR				
17/09/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.00	4.25	(25.00)	(200.00)
10 Yr (bps)	6.94	6.93	0.30	(33.90)
USD/IDR	14,833.00	14,843.00	-0.07%	5.21%

INDICES				
MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,038.40	-0.40%	-20.02%	18.42
MSCI	5,617.52	-0.73%	-22.92%	18.36
HSEI	24,340.85	-1.56%	-13.65%	12.77
FTSE	6,049.92	-0.47%	-19.79%	20.12
DJIA	27,901.98	-0.47%	-2.23%	24.34
NASDAQ	10,910.28	-1.27%	21.60%	36.94

COMMODITIES					
COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	40.97	2.02%	-30.96%	-32.90%
COAL	USD/TON	51.90	0.78%	-20.88%	-23.34%
CPO	MYR/MT	2,975.00	1.19%	30.20%	-2.52%
GOLD	USD/TOZ	1,944.44	-0.76%	29.51%	28.15%
TIN	USD/MT	18,190.00	-0.47%	7.95%	5.91%
NICKEL	USD/MT	15,084.00	-0.93%	-11.50%	7.55%

CORPORATE ACTION		
TICKER	EVENT	NOTES
POOL	RUPS	
HEXA	RUPS	
AMIN	RUPS	

NET FOREIGN TRADING VALUE



Global Market Highlight

DJIA dropped by -0.47% on Thursday (17/09) followed by S&P500 and Nasdaq by -0.84%/-1.27%. Stock prices drop due to the negative sentiments from the unsettled stimulus package following the Fed rate announcement, meanwhile the drop on tech stocks namely Facebook (-3.3%), Amazon (-2.3%), Netflix (-2.8%), Alphabet (-1.7%), Apple (-1%) and Microsoft. Although, the release on unemployment benefit drops to 860,000 while estimated at 875,000 is a positive news, it seems to budge the market. Moreover, the market will look forward to several data releases today, such as: 1) Michigan Consumer Sentiment; 2) US Current Account; 3) Japan Inflation Rate.

Domestic Updates

Bank Indonesia decided to maintain the BI 7-Day Reverse Repo Rate (BI7DRR) at 4.00%, the Deposit Facility rate at 3.25%, and the Lending Facility rate at 4.75%. This decision takes into account the need to maintain the stability of the Rupiah exchange rate, amidst inflation which is predicted to remain low. To encourage economic recovery from the impact of the COVID-19 pandemic, Bank Indonesia emphasizes the quantity pathway through liquidity provision, including Bank Indonesia's support to the Government in accelerating the realization of the 2020 State Budget. In addition to this decision, Bank Indonesia also took the following steps: 1) Continue the Rupiah exchange rate stabilization policy in line with market fundamentals and mechanisms; 2) Strengthening the monetary operation strategy in order to increase the transmission of the monetary policy stance pursued; 3) Extending the provision period for the easing of the Rupiah Statutory Reserves by 50bps for banks channeling MSME credit and export-import and non-MSME credit for priority sectors stipulated in the National Economic Recovery program, from 31 December 2020 to 30 June 2021; 4) Encourage the development of money market instruments to support corporate and MSME financing in line with the National Economic Recovery program; 5) Continue to expand QRIS acceptance in order to support the economic recovery program and the development of MSMEs.

Company News

- IPCC IJ** revealed that the number of completely built-up (CBU) vehicles that were exported was 13,844 units as of August 2020 which fell 61.39% YoY from 35,857 units in the same period last year. While on import, there were 1,177 vehicles entering through the IPCC terminal in August 2020 though it decreased by 83.16% YoY compared to 6,989 in August 2019. Meanwhile, in accumulation, the number of CBU vehicle imports through the IPCC reached 22,337 units as of August 2020 which dropped by 56.86% YoY compared to the same period last year of 51,782 units (Market Bisnis). **MNCS Comment: IPCC were growing in FY19, but as the pandemic hits in early FY20, the top and bottom line are slashed significantly. This was due to the tighter import export regulation on some countries regarding the Covid-19 spread. IPCC is currently traded at 0.67x PBV.**
- GOOD IJ** plans to take over 55% of KEJU share from individual investor as one of the strategy to expand their food and beverage supply chain. Roughly calculated the amount to obtain KEJU shares reached IDR1 trillion with price as of 17 September at IDR1.220/share or equals to 825 million of shares. Meanwhile as of September, the company has used 80% of the capital expenditure. (Market Bisnis). **MNCS Comment: We see that this strategy of expansion is quite aggressive as KEJU's market cap is equal to 19.30% of GOOD's. KEJU's valuation stood at a premium with 17.68x/3.96x PE/PBV while GOOD is slightly lower at 16.91x/3.50x PE/PBV.**
- WOOD IJ** revised their top line target to IDR2.6 trillion in FY20E from IDR2.5 trillion previously. The target is 23.8%YoY higher than FY19's revenue of IDR2.1 trillion. The management seems to be optimistic as there are higher furniture orders in the 2H20. Meanwhile they estimated the net income margin to be at 10%-12% level (Kontan). **MNCS Comment: We evaluate that the revised target is achievable. Though it seems that their 1Q20 revenue was decreased, their 2Q20 top line increased by 16% YoY to IDR1.1 trillion, which means they have reached 42.3% of revenue target this year. WOOD is currently traded at 11.11x/0.90x PE/PBV.**

IHSG Updates

JCI dropped by -0.40% to 5038.40 on Thursday (17/09) followed by net foreign sell reaching IDR404.90 billion. JCI continues to decline along with the weakening on Regional Asia Indices. Investors seem to have anticipated the unchanged 7DRR at 4%, while there is minimum catalyst on the market. Meanwhile, the Rupiah exchange rate was strengthening at IDR14,830. We estimate JCI will move in the range of 5,000-5,220 while waiting for Loan Growth. **Today's recommendation: BBNI, TBIG, WTON, MAPI**

Stock	Close Price	Recommendation	Tactical Moves
BBNI	4,720	Buy on Weakness	Currently BBNI is in wave [ii] of wave C.
TBIG	1,240	Buy on Weakness	TBIG position is currently forming wave (b) of wave [v] of wave C.
WTON	242	Buy on Weakness	WTON's position is currently in wave 2 of wave (C).
MAPI	555	Sell on Strength	MAPI will continue its correction to form wave (v) of wave [c] 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	196,750	3.50	BUY	5,500	(24.25)	25.37	11.97	9.55	0.98	0.92
Banking											
BBCA IJ	Bank Central Asia Tbk PT	709,448	12.50	HOLD	28,400	7.00	9.09	23.20	21.27	3.66	3.24
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	88,022	1.55	BUY	5,700	(28.97)	24.57	8.05	6.47	0.79	0.72
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	394,707	6.96	HOLD	3,200	(7.81)	1.06	12.34	12.21	1.86	1.72
BMRI IJ	Bank Mandiri Persero Tbk PT	260,167	4.59	HOLD	5,100	(4.62)	9.13	9.93	9.10	1.18	1.08
BNGA IJ	Bank CIMB Niaga Tbk PT	19,477	0.34	HOLD	850	2.43	9.99	5.17	4.71	0.46	0.45
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	13,767	0.24	SELL	1,000	(24.98)	497.17	86.65	14.51	0.81	0.77
BRIS IJ	Bank Brisyariah Tbk PT	8,307	0.15	SELL	230	(32.21)	9.83	165.52	150.71	1.62	1.60
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	279,355	4.97	BUY	3,600	(8.00)	8.33	14.69	13.56	2.61	2.47
EXCL IJ	XL Axiata Tbk PT	22,376	0.40	BUY	2,700	21.73	5.39	25.63	24.31	1.12	1.07
TOWR IJ	Sarana Menara Nusantara Tbk PT	52,545	0.94	HOLD	950	13.11	8.81	20.36	18.71	4.96	4.38
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	23,878	0.43	HOLD	3,450	6.41	13.25	11.02	9.73	0.96	0.87
PGAS IJ	Perusahaan Gas Negara Tbk PT	25,454	0.45	BUY	1,200	83.33	27.27	11.71	9.20	0.41	0.39
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	308,061	5.48	HOLD	8,400	1.60	6.48	41.01	38.51	35.87	33.71
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	118,951	2.12	HOLD	10,300	6.31	9.52	22.16	20.24	4.36	3.93
INDF IJ	Indofood Sukses Makmur Tbk PT	64,975	1.16	BUY	8,500	3.50	11.05	12.79	11.52	1.61	1.47
HOKI IJ	Buyung Poetra Sembada PT	1,802	0.03	HOLD	700	(26.89)	37.61	23.47	17.05	2.44	2.07
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	22,650	0.40	BUY	1,400	118.02	13.34	12.76	11.25	3.44	3.23
TBLA IJ	Tunas Baru Lampung Tbk PT	4,167	0.07	SELL	630	(43.57)	5.01	10.27	9.78	0.78	0.74
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	71,016	1.26	SELL	1,280	4.28	7.25	27.17	25.33	4.02	3.70
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	26,154	0.47	HOLD	1,400	(6.76)	6.90	26.98	25.23	4.79	4.38
ERAA IJ	Erajaya Swasembada Tbk PT	5,343	0.10	SELL	1,280	13.54	66.00	16.04	9.66	0.96	0.86
MAPI IJ	Mitra Adiperkasa Tbk PT	9,213	0.16	HOLD	580	4.92	5.28	9.68	9.19	1.23	1.07
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	1,768	0.03	BUY	840	4.23	20.53	8.50	7.06	1.12	0.97
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	1,941	0.03	BUY	660	(74.40)	99.60	10.84	5.43	0.29	0.27
PTPP IJ	PP Persero Tbk PT	5,146	0.09	HOLD	870	(58.56)	30.26	13.35	10.25	0.28	0.26
WIKA IJ	Wijaya Karya Persero Tbk PT	10,271	0.18	BUY	1,290	(69.76)	7.05	14.86	13.88	0.54	0.47
WSBP IJ	Waskita Beton Precast Tbk PT	3,849	0.07	BUY	262	(29.90)	18.70	6.33	5.34	0.43	0.42
WSKT IJ	Waskita Karya Persero Tbk PT	7,737	0.14	BUY	650	(67.97)	18.14	25.75	21.80	0.26	0.26
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,608	0.03	BUY	300	4.17	20.85	3.42	2.83	0.57	0.49



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
Property											
BSDE IJ	Bumi Serpong Damai Tbk PT	15,879	0.28	BUY	1,110	(7.75)	12.60	5.53	4.91	0.40	0.37
PWON IJ	Pakuwon Jati Tbk PT	18,108	0.32	BUY	520	(9.02)	(3.70)	7.57	7.86	1.04	0.93
SMRA IJ	Summarecon Agung Tbk PT	7,935	0.14	BUY	610	(69.64)	44.19	50.74	35.19	0.83	0.81
CTRA IJ	Ciputra Development Tbk PT	12,064	0.21	BUY	880	8.58	(11.20)	9.66	10.87	0.73	0.69
DMAS IJ	Puradelta Lestari Tbk PT	10,507	0.19	HOLD	228	(30.89)	31.52	11.39	8.66	1.75	1.95
Agriculture											
AALI IJ	Astra Agro Lestari Tbk PT	20,787	0.37	SELL	9,125	240.96	15.24	28.88	25.06	1.08	1.04
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,823	0.12	HOLD	1,000	27.51	22.68	21.20	17.28	1.21	1.05
Coal Mining											
ADRO IJ	Adaro Energy Tbk PT	36,144	0.64	BUY	1,310	(18.31)	0.59	6.71	6.67	0.54	0.52
PTBA IJ	Bukit Asam Tbk PT	23,157	0.41	BUY	2,390	(16.98)	4.55	6.53	6.24	1.24	1.22
ITMG IJ	Indo Tambangraya Megah Tbk PT	9,378	0.17	BUY	10,630	(58.33)	(20.00)	10.18	12.73	0.37	0.32
Metal Mining											
ANTM IJ	Aneka Tambang Tbk	18,624	0.33	BUY	920	26.09	42.23	15.57	10.94	0.85	0.78
INCO IJ	Vale Indonesia Tbk PT	38,454	0.68	HOLD	3,590	13.79	2.00	47.48	46.55	1.19	1.15
MDKA IJ	Merdeka Copper Gold Tbk PT	34,489	0.61	HOLD	1,595	(21.21)	25.00	24.16	19.33	3.22	2.54
Poultry											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	98,798	1.76	SELL	4,150	9.82	15.94	25.78	22.24	4.10	3.64
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	13,075	0.23	HOLD	1,150	(60.18)	121.37	18.54	8.38	1.10	0.98
Cigarette											
GGRM IJ	Gudang Garam Tbk PT	83,457	1.49	BUY	55,450	(16.02)	8.63	9.13	8.41	1.56	1.43
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	176,222	3.14	HOLD	1,650	(22.03)	3.26	16.47	15.95	5.25	5.28
Cement											
INTP IJ	Indocement Tunggul Prakarsa Tbk PT	40,217	0.72	BUY	13,900	19.34	12.44	18.36	16.33	1.71	1.67
SMGR IJ	Semen Indonesia Persero Tbk PT	55,163	0.98	HOLD	9,000	30.77	(33.40)	17.65	26.50	1.63	1.59
Basic Industry and Chemical											
ARNA IJ	Arwana Citramulia Tbk PT	3,201	0.06	HOLD	450	18.73	7.01	12.49	11.67	2.06	1.62
Heavy Equipment											
UNTR IJ	United Tractors Tbk PT	87,285	1.55	SELL	19,930	(18.84)	13.03	9.51	8.41	1.30	1.12

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	16.41	1.78
JAKCONS INDEX	18.36	3.92
JAKINFRA INDEX	31.52	2.08
JAKBIND INDEX	41.29	1.80
JAKTRAD INDEX	11.42	0.36
JAKPROP INDEX	1.19	0.96
JAKMINE INDEX	14.39	1.09
JAKMIND INDEX	10.53	1.13
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

Disclaimer : MNCS Morning Navigator has been issued by PT MNC Sekuritas, It may not be reproduced or further distributed or published, in whole or in part, for any purpose. PT MNC Sekuritas has based this document on information obtained from sources it believes to be reliable but which it has not independently verified; PT MNC Sekuritas makes no guarantee, representation or warranty and accepts no responsibility to liability as to its accuracy or completeness. Expression of opinion herein are those of the research department only and are subject to change without notice. This document is not and should not be construed as an offer or the solicitation of an offer to purchase or subscribe or sell any investment. PT MNC Sekuritas and its affiliates and/or their offices, directors and employees may own or have positions in any investment mentioned herein or any investment related thereto and may from time to time add to or dispose of any such investment. PT MNC Sekuritas and its affiliates may act as market maker or have assumed an underwriting position in the securities of companies discusses herein (or investment related thereto) and may sell them to or buy them from customers on a principal basis and may also perform or seek to perform investment banking or underwriting services for or relating to those companies.

