

KEY INDICATOR

23/12/2021	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	3.50	3.50	0.00	-50.00
10 Yr (bps)	6.37	6.38	-0.01	31.20
USD/IDR	14,249	14,288	-0.27%	0.35%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	6,555.55	0.40%	9.64%	18.15
MSCI	6,709.36	0.60%	1.70%	18.28
HSEI	23,193.64	0.40%	-14.83%	11.85
FTSE	7,373.34	0.43%	14.13%	12.55
DJIA	35,950.56	0.55%	17.46%	18.47
NASDAQ	15,653.37	0.85%	21.45%	34.67

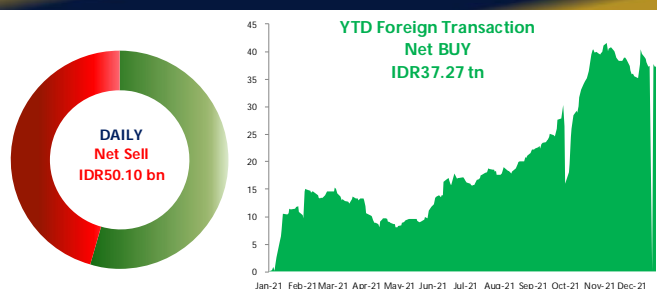
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	73.79	1.42%	53.35%	52.08%
COAL	USD/TON	169.40	-0.06%	112.15%	110.43%
CPO	MYR/MT	4,478.00	0.67%	26.68%	24.39%
GOLD	USD/TOZ	1,808.81	0.28%	-3.42%	-4.72%
TIN	USD/MT	38,899.00	0.45%	94.17%	91.38%
NICKEL	USD/MT	20,021.00	0.35%	18.65%	20.51%

CORPORATE ACTION

TICKER	EVENT	NOTES
WSKT	Cum Right Issue Date	IDR620/share
BEKS	Public Expose	-
WOWS	Public Expose	-

NET FOREIGN TRADING VALUE



Global Market Highlight

DJIA rose by +0.55% on Thursday (23/12) followed by the S&P 500 (+0.62%) and the Nasdaq (+0.85%). Wall Street closed at the green zone due to a positive catalyst such as jobless benefits claims as of December 18, 2021, which was low at 205,000 or below pre-pandemic levels amid the ongoing surge in inflation (6.8% Nov-21 YoY). In addition, the easing of concerns due to the latest variant of Omicron which makes it less likely for the exposed patients to be hospitalized and the breakthrough of the Covid-19 antiviral by several leading vaccine companies such as Pfizer gave optimism among investors. The release of consumption spending (PCE) data for November rose +0.6% MoM and +4.7% YoY which was above market expectations which had forecast gains of only +4.5% YoY and +0.5% MoM. Today, the market will be looking toward several data releases such as: 1) US Baker Hughes Oil Rig Count; 2) Japan Inflation Rate YoY; 3) Japan Housing Starts YoY.

Domestic Updates

- Bank Indonesia (BI) reported an increase in Indonesia's money supply (M2) to IDR7,572.2 trillion in Nov-21, equivalent to 11% YoY growth which was slightly higher than Oct-21's pace at 10.5% YoY. MNCS Comment: Factors affecting the growth of M2 were the acceleration in credit supply and net foreign assets 4.4% and 10.6% YoY respectively, up from 3.0% and 5.7% YoY recorded in the previous month. All in all the liquidity in the economy remained ample.
- Furthermore, the second dose of vaccination rate nationally has reached 52.3% or equivalent to 108.83 million people.

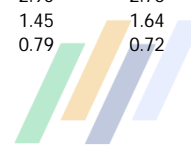
Company News

1. **ADRO IJ** has signed a Letter of Intention to Invest amounting to USD728 million to build an aluminum smelter in Indonesia's largest Green Industrial Estate with the hope of supporting the industrial downstream program (Emitennews). MNCS Comment: We see the diversification with the construction of aluminum smelter as a form of the company's commitment to transform their business through a long term green initiative. Going forward, it hopes to reduce aluminum imports, create added value for alumina and state tax revenue. ADRO is trading at the level of 8.56x/1.19x PER/PBV.
2. **KRAS IJ** has confirmed that the company will supply 1.5 million tons/year of steel after signing the Long Term Supply Agreement (LTSA) with consumers. KRAS is optimistic that changing the sales method from spot sales to long-term contracts will drive an increase in projected revenue to reach USD1.4 billion in FY22E (Bisnis Indonesia). MNCS Comment: We see that the guarantee of optimal sales of steel products will help increase plant utility. On the consumer side, the contract also warrants the availability of raw material supply which will affect the company's operational plans later. Currently, KRAS is trading at level 6.96x/0.96x PER/PBV.
3. **HOKI IJ** targets sales growth of 10% - 15% until FY22E by launching corn and cassava rice products in January 2022 (Kontan). MNCS Comment: We see that this target is quite in line with the economic recovery as well as improvements in the consumer sector which was depressed during the tight restrictions due to Covid-19. On the other hand, the company also carried out several expansions which are expected to boost performance growth in FY22E. HOKI trading at the level of 114.47x/2.65 PER/PBV.

IHSG Updates

JCI strengthened +0.40% to 6,555.55 on Thursday (23/12) followed by net foreign sell which reached IDR50.10 billion. The majority of sectors experienced strengthening, led by the industrial sector (+1.14%) followed by the cyclical sector (+1.03%). On the other hand, the technology sector weakened (-0.88%) followed by the property sector (-0.54%). JCI solidly maintained its movement in positive territory until the end of the trading session, the strengthening of the US indices in response to the FDA's move to provide emergency use authorization for the Covid-19 (Paxlovid) antiviral pill was allegedly a positive catalyst for JCI and globally amid the outbreak of the latest variant of Omicron. Meanwhile, the Ministry of Health recorded the addition of domestic Omicron cases to 8 active cases on Thursday. On the other hand, Rupiah closed higher at IDR14,249/USD level. We estimate that the JCI will move in the range of 6,514-6,600. Today's recommendations: AGRO, ASRI, CENT, DNAR.

MNCS UNIVERSE											
Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)	
						FY21E	FY22F	FY21E	FY22F	FY21E	FY22F
Automotive											
ASII IJ	Astra International Tbk PT	231,768	3.01	BUY	7,480	2.14	11.71	14.05	12.58	1.11	1.05
Banking											
BBCA IJ	Bank Central Asia Tbk PT	899,908	11.48	HOLD	7,200	21.42	14.19	27.33	23.93	0.91	0.84
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	124,014	1.57	BUY	7,800	162.73	88.51	14.37	7.63	1.04	0.94
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	620,235	7.52	BUY	4,800	53.08	29.52	18.06	13.95	2.39	2.24
BMRI IJ	Bank Mandiri Persero Tbk PT	330,167	4.17	BUY	8,400	-92.29	-14.84	250.00	293.57	1.68	1.59
BNGA IJ	Bank CIMB Niaga Tbk PT	24,126	0.27	BUY	1,200	69.41	15.86	7.02	6.06	0.52	0.49
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	18,268	0.23	BUY	2,200	22.52	45.95	9.32	6.39	0.88	0.79
Telco											
TLKM IJ	Telkom Indonesia Persero Tbk PT	412,099	5.41	HOLD	4,000	9.16	12.14	18.15	16.18	3.30	3.11
EXCL IJ	XL Axiata Tbk PT	33,139	0.41	HOLD	3,200	98.23	74.04	44.54	25.59	1.66	1.55
TOWR IJ	Sarana Menara Nusantara Tbk PT	57,391	0.75	BUY	1,400	8.77	11.00	18.15	16.35	5.11	4.33
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	28,233	0.35	BUY	5,100	113.37	65.72	26.41	15.93	1.36	1.27
PGAS IJ	Perusahaan Gas Negara Tbk PT	33,211	0.43	BUY	2,040	134.55	50.00	25.30	16.87	0.96	0.93
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	155,652	1.80	HOLD	4,450	3.02	7.76	21.07	19.55	29.46	26.30
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	102,333	1.21	BUY	11,600	6.55	10.55	14.58	13.18	3.15	2.87
INDF IJ	Indofood Sukses Makmur Tbk PT	55,975	0.74	BUY	8,650	3.12	11.75	8.41	7.53	1.22	1.13
HOKI IJ	Buyung Poetra Sembada PT	1,761	0.02	BUY	275	197.14	31.48	15.31	11.65	2.00	1.65
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	26,602	0.31	HOLD	900	13.06	12.74	24.99	22.17	7.79	7.37
TBLA IJ	Tunas Baru Lampung Tbk PT	4,247	0.05	HOLD	870	4.00	10.21	5.96	5.41	0.70	0.65
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	74,531	0.96	BUY	1,800	5.11	9.18	25.94	23.76	3.95	3.62
Healthcare											
SILO IJ	Siloam International Hospitals Tbk PT	13,331	0.16	HOLD	8,650	315.50	5.65	27.59	26.12	2.17	2.06
HEAL IJ	Medikaloka Hermina Tbk PT	14,964	0.20	BUY	4,700	76.96	-25.00	17.80	23.73	4.64	4.03
MIKA IJ	Mitra Keluarga Karyasehat Tbk PT	32,482	0.41	BUY	3,450	27.20	-9.93	30.38	33.73	5.95	5.42
PRDA IJ	Prodia Widyahusada Tbk PT	8,672	0.10	HOLD	10,000	17.87	18.16	27.38	23.17	4.13	3.31
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	22,467	0.29	BUY	1,800	-24.55	47.56	40.51	27.45	4.11	3.86
ERAA IJ	Erajaya Swasembada Tbk PT	9,490	0.12	BUY	750	65.63	19.82	9.36	7.81	1.51	1.31
MAPI IJ	Mitra Adiperkasa Tbk PT	12,035	0.16	BUY	1,100	134.67	276.48	63.36	16.83	2.14	1.95
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,861	0.06	BUY	900	194.52	139.03	35.18	14.72	1.22	1.17
PZZA IJ	Sarimelati Kencana PT	2,040	0.02	BUY	840	225.93	96.84	17.25	8.76	1.79	1.66
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	3,151	0.04	BUY	1,400	-69.27	63.27	14.66	8.98	0.61	0.59
PTPP IJ	PP Persero Tbk PT	6,045	0.08	BUY	1,600	184.33	58.52	16.33	10.30	0.63	0.55
WIKA IJ	Wijaya Karya Persero Tbk PT	9,463	0.12	BUY	1,550	167.69	42.48	19.03	13.36	0.75	0.70
WSBP IJ	Waskita Beton Precast Tbk PT	2,952	0.04	BUY	230	99.90	1238.71	-552.46	48.52	2.90	2.76
WSKT IJ	Waskita Karya Persero Tbk PT	10,045	0.13	BUY	1,200	-88.48	-40.79	-11.82	-19.97	1.45	1.64
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,847	0.02	BUY	250	40.16	43.67	8.60	5.99	0.79	0.72



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						FY21E	FY22F	FY21E	FY22F	FY21E	FY22F
Property											
BSDE IJ	Bumi Serpong Damai Tbk PT	21,595	0.27	BUY	1,450	501.95	28.12	12.00	9.37	0.68	0.64
PWON IJ	Pakuwon Jati Tbk PT	22,250	0.27	BUY	660	56.19	18.15	15.32	12.97	1.40	1.27
SMRA IJ	Summarecon Agung Tbk PT	13,989	0.18	BUY	1,100	134.85	21.22	29.95	24.71	1.83	1.70
CTRA IJ	Ciputra Development Tbk PT	18,375	0.24	BUY	1,300	14.53	6.36	12.17	11.45	1.19	1.11
DMAS IJ	Puradelta Lestari Tbk PT	9,254	0.11	BUY	240	-29.98	-10.18	9.81	10.92	1.51	1.44
Agriculture											
AALI IJ	Astra Agro Lestari Tbk PT	18,477	0.22	BUY	14,350	33.27	7.23	16.64	15.52	0.94	0.90
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	8,085	0.10	BUY	1,920	51.11	14.43	7.69	6.72	0.81	0.76
DSNG IJ		5,024	0.06	BUY	960	26.94	8.38	8.30	7.66	0.73	0.68
Coal Mining											
ADRO IJ	Adaro Energy Tbk PT	68,770	0.89	SELL	1,830	281.09	-15.40	8.63	10.20	1.19	1.21
PTBA IJ	Bukit Asam Tbk PT	31,106	0.38	BUY	3,000	120.77	-32.04	5.74	8.45	1.79	1.76
ITMG IJ	Indo Tambangraya Megah Tbk PT	22,655	0.28	HOLD	20,500	372.85	-27.50	7.44	10.26	1.76	1.73
Metal Mining											
ANTM IJ	Aneka Tambang Tbk	53,829	0.67	BUY	3,100	136.86	36.96	19.77	14.44	2.39	2.04
INCO IJ	Vale Indonesia Tbk PT	45,012	0.53	BUY	7,150	66.52	37.50	23.00	16.73	1.46	1.35
MDKA IJ	Merdeka Copper Gold Tbk PT	89,100	1.17	SELL	3,300	140.49	36.56	66.78	48.90	10.08	8.42
Poultry											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	95,928	1.22	BUY	6,650	-3.02	18.11	25.78	21.82	3.88	3.46
JJFA IJ	Japfa Comfeed Indonesia Tbk PT	18,411	0.24	BUY	2,200	125.18	10.31	8.83	8.00	1.45	1.29
Cigarette											
GGRM IJ	Gudang Garam Tbk PT	58,877	0.69	BUY	45,000	-25.96	9.75	10.40	9.47	1.01	0.96
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	111,665	1.26	BUY	1,300	-16.60	3.55	15.56	15.02	3.77	3.85
Cement											
INTP IJ	Indocement Tunggul Prakarsa Tbk PT	42,978	0.57	BUY	14,500	-15.48	16.61	28.15	24.14	1.98	1.96
SMGR IJ	Semen Indonesia Persero Tbk PT	43,300	0.57	BUY	12,200	-23.51	31.76	20.26	15.38	1.22	1.15
Basic Industry and Chemical											
ARNA IJ	Arwana Citramulia Tbk PT	5,983	0.08	BUY	1,000	23.87	9.68	14.83	13.53	4.09	3.72
Heavy Equipment											
UNTR IJ	United Tractors Tbk PT	82,902	1.06	BUY	33,700	18.06	2.36	11.70	11.43	1.23	1.18
AKRA IJ	AKR Corporindo Tbk PT	16,500	0.21	HOLD	4,200	13.34	12.71	15.53	13.78	1.49	1.56
IPCM IJ	Jasa Armada Indonesia Tbk PT	1,564	0.02	BUY	380	20.34	3.77	16.19	15.60	1.29	1.22

SECTOR RATIO		
SECTOR	PE	PBV
IDXBASIC INDEX	13.36	2.00
IDXCYC INDEX	57.45	1.87
IDXENER INDEX	15.55	1.84
IDXFIN INDEX	25.24	2.05
IDXHLTH INDEX	23.48	3.57
IDXINDUS INDEX	12.73	1.20
IDXINFRA INDEX	45.03	2.21
IDXNCYC INDEX	15.73	2.44
IDXPROP INDEX	-	0.92
IDXTECH INDEX	60.12	5.92
IDXTRANS INDEX	-	-

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

Sources: Bloomberg LP, MNCS



MNC Research Investment Ratings Guidance

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