

## KEY INDICATOR

08/07/2022	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	3.50	3.50	-	-
10 Yr (bps)	7.27	7.27	0.10%	71.50
USD/IDR	14,977	14,996	-0.13%	3.11%

## INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	6,740.22	1.32%	2.41%	15.13
MSCI	6,713.54	1.18%	0.26%	14.06
HSEI	21,725.78	0.38%	-7.15%	11.16
FTSE	7,196.24	0.10%	-2.55%	9.59
DJIA	31,338.15	-0.15%	-13.76%	16.47
NASDAQ	11,635.31	0.12%	-25.63%	24.29

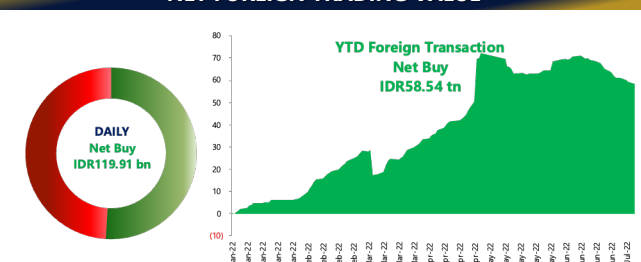
## COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	104.79	2.01%	43.67%	39.33%
COAL	USD/TON	413.75	0.91%	190.86%	143.96%
CPO	MYR/MT	4,157.00	0.41%	10.29%	-11.50%
GOLD	USD/TOZ	1,742.48	0.13%	-3.35%	-4.74%
TIN	USD/MT	25,364.00	-2.39%	-19.95%	-34.73%
NICKEL	USD/MT	21,581.00	0.21%	17.71%	3.97%

## CORPORATE ACTION

TICKER	EVENT	NOTES
MTLA	Cum Dividend	IDR8.5/share
BALI	Cum Dividend	IDR31.15/share
PMMP	RUPS	-

## NET FOREIGN TRADING VALUE



## Global Market Highlight

**DJIA weakened by -0.15% on Friday (08/07)**, followed by S&P 500 (-0.08%) while Nasdaq (+0.12%). Wall Street closed mixed. The release of data on Jun-22 Non Farm Payrolls of 372,000 which exceeded the consensus at 268,000 received a negative response by the market as concerns for the Fed could trigger more aggressive interest rate tightening (FFR) amid high inflation. Today, the market will be looking toward several data releases such as: 1) US Fed Williams Speech; 2) UK BRC Retail Sales Monitor YoY; 3) Japan PPI YoY.

## Domestic Updates

- Outflows continued in the domestic financial market as reflected by foreign investors net selling of IDR3.54 trillion in the SBN market and net selling off IDR2.66 trillion in the stock market on 4-7 July 2022. MNCS Comment:** Factors triggering the outflows: 1) the increased risk of global stagflation and 2) the aggressiveness of the Fed in raising the benchmark interest rate. Looking ahead, we view that the outflows may persist and pose a risk in the domestic financial market.
- Furthermore, the national Covid-19 daily rate had increased by 2,576 active cases (10/07).**

## Company News

- WIKA IJ** reported an underperforming -19.4% YoY revenue decline in 1Q22 to IDR3.16 trillion (vs IDR3.92 trillion in 1Q21), while WIKA's net profit fell -98.3% YoY to IDR1.32 billion (vs IDR78.16 billion in 1Q21) (CNBC Indonesia). **MNCS Comment:** The decrease in revenue was in line with the lower infrastructure and building segment revenue (-40.78% YoY) which contributed to the company's total revenue of 47.97% in 1Q22. Meanwhile, the decrease in net profit was in line with the increase in operating expenses (+20.47% YoY), other expenses (+57.32% YoY) and the decrease in joint venture profits (-55.39% YoY) which suppressed profit before tax (-84.03% YoY). As for the liquidity difficulties of employers, it hampered the company's collection period. WIKA is currently traded at the level of 70.13x/0.63x PER/PBV.
- WEGE IJ** recorded a -39.62% YoY decrease in revenue in 1Q22 to IDR470.35 billion (vs. IDR779.02 billion in 1Q21), while 1Q22 net profit decreased -44.45% YoY to IDR29.5 billion (CNBC Indonesia). **MNCS Comment:** The decrease in revenue was in line with the decrease in the construction services segment revenue by -48.66% YoY which contributed to the total revenue in FY21 of 84.30%. GPM and OPM fell to 7.59% and 3.77% (vs 8.54% and 6.76% in 1Q21). Meanwhile, NPM recorded an increase to 7.44% (vs 6.88% in 1Q21) as the financial burden and final tax expense decreased by -25.26% YoY and -30.01% YoY, respectively. WEGE is currently traded at 7.74x/0.52x PER/PBV.
- WOOD IJ** targeted sales growth in FY22E by +25% YoY supported by sales in export markets, especially the US, as well as competitive product selling prices (Kontan). **MNCS Comment:** With this target, the company's revenue has the potential to grow to IDR6.77 trillion in FY22E. Meanwhile, in 1Q21 the company recorded revenue of Rp1.98 trillion (+116.62% YoY) or the realization reached 29.18% of the target set. Although revenue in 1Q22 was still dominated by the building component segment (74.32%), cyclically, the furniture segment revenue would tend to increase in 2H and support the company's target. The strategy through the application of competitive prices can support companies to increase their selling power in the midst of a potential recession in importing countries. WOOD is currently traded at 4.50x/0.97x PER/PBV levels.

## IHSG Updates

**JCI strengthened by +1.32% to 6,740.22 on Friday (08/07)**, followed by net foreign buy which reached IDR119.91 billion. The majority of sectors experienced strengthening and boosted the index rate, led by the technology sector (+2.99%) followed by the raw materials sector (+2.55%). On the other hand, the weakening sectors were led by the property sector (-0.16%) followed by the health sector (-0.08%). The index continued to strengthen in line with Asian markets. Investors were also watching the release of the Jun-22 Consumer Confidence Index (CCI) data which was at the level of 128.2, decreased from May-22 at the level of 128.9 but remained at the optimistic level (>100). On the other hand, the Rupiah exchange rate closed higher at IDR14,977/USD. We estimate that the JCI will move in the price range of 6,678-6,800 pending the release of Retail Sales YoY MAY data. **Today's recommendation: AALI, ANTM, MDKA, PTBA.**

MNCS UNIVERSE

Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)	
						FY22E	FY23F	FY22E	FY23F	FY22E	FY23F
Automotive											
ASII IJ	Astra International Tbk PT	240,877	4.17	BUY	7,425	7.01	3.47	12.44	12.03	1.31	1.22
AUTO IJ	Astra Otoparts Tbk PT	5,422	0.04	BUY	1,700	48.73	7.88	5.96	5.53	0.44	0.42
Banking											
BBCA IJ	Bank Central Asia Tbk PT	875,253	8.96	BUY	7,900	16.08	12.86	24.61	21.81	3.88	3.51
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	141,730	2.15	BUY	9,000	37.50	48.83	11.42	7.67	1.06	0.95
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	613,814	8.87	BUY	5,500	38.31	17.20	14.59	12.45	1.97	1.82
BMRI IJ	Bank Mandiri Persero Tbk PT	346,500	5.25	BUY	8,400	26.29	16.78	10.76	9.21	1.57	1.46
BNGA IJ	Bank CIMB Niaga Tbk PT	24,880	0.06	BUY	1,200	23.36	18.71	5.86	4.93	0.51	0.47
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	14,773	0.22	BUY	2,200	23.65	21.18	5.70	4.70	0.62	0.56
Telco											
TLKM IJ	Telkom Indonesia Persero Tbk PT	400,211	7.35	BUY	4,900	2.09	6.65	16.25	15.23	3.50	3.33
EXCL IJ	XL Axiata Tbk PT	24,238	0.35	BUY	3,500	31.40	19.14	14.96	12.56	1.10	1.01
TOWR IJ	Sarana Menara Nusantara Tbk PT	57,902	1.04	HOLD	1,100	19.69	14.63	14.06	12.26	3.90	3.29
TBIG IJ	Tower Bersama Infrastructure Tbk PT	67,744	0.72	BUY	3,550	16.84	4.27	41.96	40.24	6.15	5.80
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	26,128	0.30	BUY	5,100	14.45	14.53	15.44	13.48	1.16	1.06
PGAS IJ	Perusahaan Gas Negara Tbk PT	37,211	0.62	BUY	2,040	(15.38)	4.96	9.31	8.87	0.91	0.83
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	190,750	1.06	HOLD	4,600	6.73	8.51	31.04	28.60	0.04	38.54
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	110,497	0.85	HOLD	9,800	11.55	36.46	15.50	11.36	2.96	2.64
INDF IJ	Indofood Sukses Makmur Tbk PT	60,585	1.15	BUY	7,850	18.98	8.50	6.66	6.14	1.16	1.02
Healthcare											
SILO IJ	Siloam International Hospitals Tbk PT	13,136	0.08	BUY	1,190	2.38	8.73	60.22	55.38	2.01	1.88
HEAL IJ	Medikaloka Hermina Tbk PT	23,126	0.40	HOLD	1,400	(25.01)	26.42	34.77	27.50	6.15	5.28
MIKA IJ	Mitra Keluarga Karyasehat Tbk PT	37,895	0.52	HOLD	2,700	(44.16)	26.41	59.66	47.20	10.56	9.06
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	13,120	0.20	BUY	920	3.23	22.18	22.38	18.32	2.23	1.98
ERAA IJ	Erajaya Swasembada Tbk PT	7,943	0.14	BUY	1,030	4.55	6.33	9.49	8.93	1.08	0.94
MAPI IJ	Mitra Adiperkasa Tbk PT	15,355	0.29	BUY	1,150	24.03	492.01	89.21	15.07	2.43	2.18
RALS IJ	Ramayana Lestari Sentosa Tbk PT	3,903	0.03	BUY	1,030	62.53	432.91	48.83	9.16	0.93	0.89
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,564	0.05	HOLD	750	9.66	32.79	113.30	85.32	0.39	0.42
PTPP IJ	PP Persero Tbk PT	5,580	0.10	BUY	1,100	5.75	22.36	41.58	33.98	0.50	0.46
WIKA IJ	Wijaya Karya Persero Tbk PT	8,297	0.11	BUY	1,150	14.26	33.52	38.76	29.03	0.55	0.52
WSKT IJ	Waskita Karya Persero Tbk PT	15,412	0.15	BUY	880	N/A	N/A	N/A	N/A	0.80	0.94
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,656	0.02	BUY	250	11.71	13.67	8.39	7.38	0.66	0.62



MNCS UNIVERSE											
Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)	
						FY22E	FY23F	FY22E	FY23F	FY22E	FY23F
Property											
BSDE IJ	Bumi Serpong Damai Tbk PT	19,160	0.27	BUY	1,500	87.97	15.28	11.53	10.01	0.52	0.49
PWON IJ	Pakuwon Jati Tbk PT	21,864	0.26	BUY	660	22.27	17.86	14.25	12.09	1.27	1.17
SMRA IJ	Summarecon Agung Tbk PT	9,327	0.19	BUY	1,100	54.85	51.06	19.19	12.70	1.06	0.99
CTRA IJ	Ciputra Development Tbk PT	15,312	0.27	BUY	1,350	(4.38)	11.45	11.42	10.25	0.87	0.81
DMAS IJ	Puradelta Lestari Tbk PT	7,519	0.05	BUY	240	(7.63)	3.02	7.53	7.31	1.34	1.32
Agriculture											
AALI IJ	Astra Agro Lestari Tbk PT	18,092	0.14	BUY	14,350	(9.39)	0.96	8.60	8.52	0.67	0.63
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	7,642	0.12	BUY	1,620	18.48	10.15	6.25	5.67	0.71	0.65
DSNG IJ	Dharma Satya Nusantara Tbk PT	5,067	0.06	BUY	720	9.82	14.87	8.29	7.21	0.69	0.63
Coal Mining											
ADRO IJ	Adaro Energy Tbk PT	88,601	1.49	SELL	2,460	2.48	3.40	10.70	10.35	1.39	1.27
PTBA IJ	Bukit Asam Tbk PT	44,355	0.57	SELL	3,300	(2.24)	12.11	7.36	6.56	1.98	1.79
ITMG IJ	Indo Tambangraya Megah Tbk PT	35,988	0.48	BUY	36,300	(8.53)	0.82	6.67	6.61	2.51	2.41
Metal Mining											
ANTM IJ	Aneka Tambang Tbk	41,333	0.55	BUY	3,100	36.71	9.58	14.20	12.96	1.60	1.37
INCO IJ	Vale Indonesia Tbk PT	50,179	0.39	BUY	7,800	22.39	19.52	19.14	16.02	1.51	1.43
MDKA IJ	Merdeka Copper Gold Tbk PT	92,103	1.69	HOLD	3,900	66.10	21.01	71.81	59.34	8.40	7.35
Poultry											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	92,649	1.43	BUY	6,650	18.17	18.90	20.87	17.55	3.35	2.96
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	17,121	0.28	BUY	2,200	43.05	75.11	11.13	6.36	1.19	1.08
Cigarette											
GGRM IJ	Gudang Garam Tbk PT	61,138	0.39	BUY	45,000	15.89	9.72	9.06	8.25	0.98	0.92
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	112,829	0.32	BUY	1,300	6.22	9.07	13.87	12.71	3.81	3.76
Cement											
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	33,591	0.49	BUY	14,000	18.68	19.76	17.34	14.48	1.51	1.50
SMGR IJ	Semen Indonesia Persero Tbk PT	39,296	0.74	BUY	12,500	32.21	26.49	12.99	10.27	1.04	0.97
Basic Industry and Chemical											
ARNA IJ	Arwana Citramulia Tbk PT	7,121	0.11	BUY	1,250	9.68	2.82	15.29	14.87	4.38	4.05
Heavy Equipment											
UNTR IJ	United Tractors Tbk PT	99,874	1.55	BUY	33,700	0.28	17.76	10.69	9.08	1.34	1.23
AKRA IJ	AKR Corporindo Tbk PT	19,271	0.28	BUY	4,200	23.37	0.84	2.90	2.87	0.36	0.33

SECTOR RATIO		
SECTOR	PE	PBV
IDXBASIC INDEX	9.81	1.75
IDXCYC INDEX	46.35	1.51
IDXENER INDEX	6.39	2.04
IDXFIN INDEX	15.14	1.86
IDXHLTH INDEX	25.66	4.05
IDXINDUS INDEX	7.81	0.82
IDXINFRA INDEX	29.60	1.61
IDXNCYC INDEX	14.05	2.06
IDXPROP INDEX	37.27	0.65
IDXTECH INDEX	38.30	2.34
IDXTRANS INDEX	-	-

RATING AND RECOMMENDATIONS	
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

**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

## PT MNC SEKURITAS

MNC Financial Center Lt. 14 – 16


Jl. Kebon Sirih No. 21 - 27, Jakarta Pusat 10340

Telp : (021) 2980 3111

Fax : (021) 3983 6899

**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.

 [www.mncsekuritas.id](http://www.mncsekuritas.id)

 1-500-899

 [research@mncsekuritas.id](mailto:research@mncsekuritas.id)

 @mncsekuritas

 MNC Sekuritas

 MNC Sekuritas

