

KEY INDICATOR

20/07/2022	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	3.50	3.50	-	-
10 Yr (bps)	7.47	7.46	0.16%	114.80
USD/IDR	14,988	14,978	0.07%	3.24%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	6,874.74	2.06%	4.46%	16.13
MSCI	6,945.66	2.90%	3.72%	14.50
HSEI	20,890.22	1.11%	-10.72%	10.86
FTSE	7,264.31	-0.44%	-1.63%	9.81
DJIA	31,874.84	0.15%	-12.28%	16.86
NASDAQ	11,897.65	1.58%	-23.95%	24.91

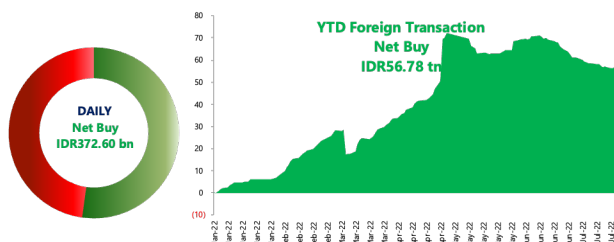
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	102.26	-1.88%	51.68%	35.97%
COAL	USD/TON	408.60	2.24%	172.95%	140.92%
CPO	MYR/MT	3,935.00	3.23%	-5.20%	-16.22%
GOLD	USD/TOZ	1,696.58	-0.88%	-6.28%	-7.25%
TIN	USD/MT	24,691.00	-0.48%	-26.31%	-36.46%
NICKEL	USD/MT	21,179.00	2.83%	13.35%	2.03%

CORPORATE ACTION

TICKER	EVENT	NOTES
PANS	Cum Dividend	IDR150/share
BBYB	RUPS	-
BNBR	RUPS	-

NET FOREIGN TRADING VALUE



Global Market Highlight

DJIA strengthened by +0.15% on Wednesday (20/07), followed by the S&P 500 (+0.59%) and the Nasdaq (+1.58%). Wall Street continued to strengthen amid the release of data on Existing Home Sales Jun-22 which fell -5.36% MoM to 5.12 million units. The driving catalyst was from the release of the company's financial statements in 2Q22 that performed well and exceeded estimates. Today, the market will be looking toward several data releases such as: 1) US CB Leading Index MoM; 2) Japan BoJ Interest Rate Decision; 3) Japan BoJ Quarterly Outlook Report.

Domestic Updates

- **The Bloomberg survey shows the majority of economists (22/61%) expect BI to hold the 7-day reverse repo rate at 3.5% in the July-22 RDG. MNCS Comment:** We view BI raising the benchmark interest rate by 25 bps to 3.75% as a pre-emptive measure to anchor inflation in line with: 1) oil price of USD100/bbl; 2) IDR weakening trend; 3) strengthening consumption & accelerating credit growth; 4) potential pass-on increase in input costs as well as 5) the increase in inflation expectations.
- **Furthermore, the national Covid-19 daily rate had increased by 5,653 active cases (20/07).**

Company News

1. **ELSA IJ** announced the distribution of dividends for the financial year FY21 of 50% of FY21 net profit with IDR55.91 billion (Kontan). **MNCS Comment: ELSA maintained FY21 net profit of IDR111.81 billion. With 7.30 billion outstanding shares, the dividend per share is IDR7.66. That way, ELSA offers a dividend yield of 2.55%. Meanwhile, the dividend payout ratio increased from the FY20 fiscal year of 30.11%, in line with the increase in performance, as well as with the rising global commodity prices. Currently, ELSA is traded at 7.30x/0.57x PER/PBV.**
2. **ROTI IJ** again made a buyback for the 6th period from 21-Jul'22 to 20-Oct'22. The estimated maximum buyback fund allocation is IDR214.21 billion with a maximum absorption of 126 million shares. The maximum buyback limit is IDR1,700 per share (Kontan). **MNCS Comment: With the number of outstanding shares available to the public as many as 593.42 million shares (9.59%) and a maximum absorption potential of 126 million shares, the percentage of public ownership will be 7.56% or a slight difference with the minimum amount of free float of 7.5%. Currently, ROTI is traded at 22.59x/2.92x PER/PBV.**
3. **ARNA IJ** allocated a capex of IDR300 billion to increase production capacity by building a 5C factory which is targeted to operate in FY23E, while the 5C production capacity will be 4.4 million m2 (Kontan). **MNCS Comment: In the long term, the company will continue to expand to increase production capacity of up to 78.4 million m2 per year (vs 64.37 million m2 in FY21) with a total capex allocation of IDR1 trillion. Meanwhile, to achieve this target, the company is currently building a 4C and 5C plant which is targeted to operate in FY23F, and a 6A plant which is estimated to operate in FY25F. Furthermore, we also project ARNA's top-bottom line growth in FY22E to be +9.67% YoY/+30.41% YoY. ARNA is currently traded at 11.64x/4.66x PER/PBV.**

IHSG Updates

JCI strengthened by +2.06% to 6,874.74 on Wednesday (20/07), followed by net foreign buy which reached IDR372.60 billion. All sectors strengthened and pushed up the index, led by the industrial sector (+2.45%) followed by the financial sector (+2.41%). The index's gains were in line with Wall Street and Asian bourses. Investors were watching the release of overseas direct investment data in 2Q22 which grew +39.7% YoY (vs. 31.78% YoY in 1Q22). In addition, the Chinese central bank's decision to maintain its 1Y lending rate at 3.7% received a positive response from the market in line with the need for stimulus to maintain economic recovery amid global uncertainty. On the other hand, the Rupiah exchange rate closed lower at IDR14,988/USD. We estimate that the JCI will move in the price range of 6,757-6,900 pending the release of Interest Rate Decision, Deposit Facility Rate JUL and Lending Facility Rate JUL data. **Today's recommendation: AKRA, BIRD, ICBP, JPFA.**

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	254,034	4.25	BUY	7,425	7.01	3.47	13.12	12.68	1.38	1.29	
AUTO IJ	Astra Otoparts Tbk PT	5,494	0.04	BUY	1,700	48.73	7.88	6.04	5.60	0.44	0.42	
Banking												
BBCA IJ	Bank Central Asia Tbk PT	912,235	9.03	HOLD	7,900	16.08	12.86	25.65	22.73	4.04	3.66	
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	143,128	2.10	BUY	9,000	37.50	48.83	11.53	7.75	1.07	0.96	
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	651,704	9.11	BUY	5,500	38.31	17.20	15.49	13.22	2.10	1.93	
BMRI IJ	Bank Mandiri Persero Tbk PT	368,667	5.41	HOLD	8,400	26.29	16.78	11.45	9.80	1.67	1.55	
BNGA IJ	Bank CIMB Niaga Tbk PT	25,257	0.06	BUY	1,200	23.36	18.71	5.95	5.01	0.52	0.48	
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	15,514	0.23	BUY	2,200	23.65	21.18	5.98	4.94	0.65	0.58	
Telco												
TLKM IJ	Telkom Indonesia Persero Tbk PT	417,052	7.41	BUY	4,900	2.09	6.65	16.93	15.88	3.65	3.47	
EXCL IJ	XL Axiata Tbk PT	27,133	0.38	BUY	3,500	31.40	19.14	16.75	14.06	1.23	1.13	
TOWR IJ	Sarana Menara Nusantara Tbk PT	58,157	1.01	HOLD	1,100	19.69	14.63	14.12	12.32	3.92	3.30	
TBIG IJ	Tower Bersama Infrastructure Tbk PT	68,651	0.71	BUY	3,550	16.84	4.27	42.52	40.78	6.23	5.87	
Toll Road & Utilities												
JSMR IJ	Jasa Marga Persero Tbk PT	25,693	0.29	BUY	5,100	14.45	14.53	15.18	13.26	1.14	1.04	
PGAS IJ	Perusahaan Gas Negara Tbk PT	38,908	0.62	BUY	2,040	(15.38)	4.96	9.74	9.27	0.95	0.86	
Consumer												
UNVR IJ	Unilever Indonesia Tbk PT	189,606	1.02	HOLD	4,600	6.73	8.51	30.85	28.43	0.04	38.31	
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	110,205	0.82	HOLD	9,800	11.55	36.46	15.46	11.33	2.95	2.64	
INDF IJ	Indofood Sukses Makmur Tbk PT	62,341	1.15	BUY	7,850	18.98	8.50	6.86	6.32	1.19	1.05	
Healthcare												
SILO IJ	Siloam International Hospitals Tbk PT	12,941	0.07	BUY	1,190	2.38	8.73	59.32	54.56	1.98	1.85	
HEAL IJ	Medikaloka Hermina Tbk PT	23,275	0.39	SELL	1,400	(25.01)	26.42	34.99	27.68	6.19	5.32	
MIKA IJ	Mitra Keluarga Karyasehat Tbk PT	40,317	0.54	HOLD	2,700	(44.16)	26.41	63.47	50.21	11.23	9.64	
Retail												
ACES IJ	Ace Hardware Indonesia Tbk PT	12,691	0.19	BUY	920	3.23	22.18	21.65	17.72	2.16	1.92	
ERAA IJ	Erajaya Swasembada Tbk PT	7,975	0.13	BUY	1,030	4.55	6.33	9.53	8.96	1.09	0.94	
MAPI IJ	Mitra Adiperkasa Tbk PT	15,604	0.28	BUY	1,150	24.03	492.01	90.65	15.31	2.47	2.21	
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,045	0.03	BUY	1,030	62.53	432.91	50.61	9.50	0.96	0.92	
Construction												
ADHI IJ	Adhi Karya Persero Tbk PT	2,671	0.05	HOLD	750	9.66	32.79	118.02	88.88	0.41	0.44	
PTPP IJ	PP Persero Tbk PT	5,549	0.10	BUY	1,100	5.75	22.36	41.35	33.79	0.49	0.45	
WIKA IJ	Wijaya Karya Persero Tbk PT	8,342	0.11	BUY	1,150	14.26	33.52	38.97	29.19	0.55	0.53	
WSKT IJ	Waskita Karya Persero Tbk PT	14,836	0.14	BUY	880	N/A	N/A	N/A	N/A	0.77	0.90	
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,637	0.02	BUY	250	11.71	13.67	8.29	7.29	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	19,054	0.26	BUY	1,500	87.97	15.28	11.47	9.95	0.52	0.48
PWON IJ	Pakuwon Jati Tbk PT	21,961	0.25	BUY	660	22.27	17.86	14.31	12.14	1.28	1.17
SMRA IJ	Summarecon Agung Tbk PT	9,492	0.19	BUY	1,100	54.85	51.06	19.53	12.93	1.08	1.00
CTRA IJ	Ciputra Development Tbk PT	16,519	0.28	BUY	1,350	(4.38)	11.45	12.32	11.06	0.94	0.88
DMAS IJ	Puradelta Lestari Tbk PT	7,760	0.05	BUY	240	(7.63)	3.02	7.78	7.55	1.38	1.36
Agriculture											
AALI IJ	Astra Agro Lestari Tbk PT	18,285	0.14	BUY	14,350	(9.39)	0.96	8.69	8.61	0.68	0.63
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	8,358	0.13	BUY	1,620	18.48	10.15	6.83	6.20	0.77	0.72
DSNG IJ	Dharma Satya Nusantara Tbk PT	5,300	0.07	BUY	720	9.82	14.87	8.67	7.55	0.72	0.66
Coal Mining											
ADRO IJ	Adaro Energy Tbk PT	96,598	1.57	SELL	2,460	2.48	3.40	11.67	11.29	1.52	1.39
PTBA IJ	Bukit Asam Tbk PT	46,428	0.58	SELL	3,300	(2.24)	12.11	7.70	6.87	2.07	1.88
ITMG IJ	Indo Tambangraya Megah Tbk PT	38,474	0.50	HOLD	36,300	(8.53)	0.82	7.13	7.07	2.68	2.58
Metal Mining											
ANTM IJ	Aneka Tambang Tbk	40,732	0.53	BUY	3,100	36.71	9.58	13.99	12.77	1.58	1.35
INCO IJ	Vale Indonesia Tbk PT	51,172	0.39	BUY	7,800	22.39	19.52	19.53	16.34	1.54	1.46
MDKA IJ	Merdeka Copper Gold Tbk PT	92,345	1.64	HOLD	3,900	66.10	21.01	72.03	59.52	8.43	7.37
Poultry											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	96,748	1.44	BUY	6,650	18.17	18.90	21.80	18.33	3.49	3.09
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	18,000	0.29	BUY	2,200	43.05	75.11	11.70	6.68	1.25	1.13
Cigarette											
GGRM IJ	Gudang Garam Tbk PT	57,145	0.35	BUY	45,000	15.89	9.72	8.46	7.71	0.91	0.86
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	111,665	0.31	BUY	1,300	6.22	9.07	13.72	12.58	3.77	3.72
Cement											
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	34,327	0.49	BUY	14,000	18.68	19.76	17.72	14.80	1.55	1.53
SMGR IJ	Semen Indonesia Persero Tbk PT	38,555	0.70	BUY	12,500	32.21	26.49	12.74	10.08	1.02	0.95
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	112,557	1.69	BUY	33,700	0.28	17.76	12.05	10.23	1.51	1.38
AKRA IJ	AKR Corporindo Tbk PT	21,980	0.30	BUY	4,200	23.37	0.84	3.30	3.28	0.41	0.37

SECTOR RATIO		
SECTOR	PE	PBV
IDXBASIC INDEX	10.58	1.89
IDXCYC INDEX	47.26	1.54
IDXENER INDEX	6.66	2.12
IDXFIN INDEX	20.67	1.97
IDXHLTH INDEX	26.26	4.14
IDXINDUS INDEX	8.20	0.87
IDXINFRA INDEX	30.35	1.63
IDXNCYC INDEX	14.27	2.09
IDXPROP INDEX	36.62	0.66
IDXTECH INDEX	41.58	2.54
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

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

 1-500-899

 research@mncsekuritas.id

 @mncsekuritas

 MNC Sekuritas

 MNC Sekuritas

