

KEY INDICATOR

17/10/2022	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.25	4.25	-	75.00
10 Yr (bps)	7.44	7.38	0.85%	135.30
USD/IDR	15,488	15,423	0.42%	10.04%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	6,831.12	0.24%	3.79%	14.82
MSCI	7,296.34	0.40%	8.96%	13.73
HSEI	16,612.90	0.15%	-29.00%	9.32
FTSE	6,920.24	0.90%	-6.29%	8.70
DJIA	30,185.82	1.86%	-16.93%	16.17
NASDAQ	10,675.80	3.43%	-31.76%	24.10

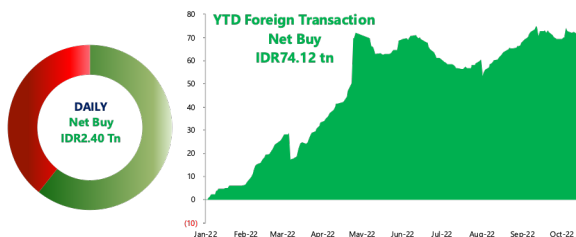
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	85.46	-0.18%	3.86%	13.63%
COAL	USD/TON	392.15	-0.09%	63.40%	131.22%
CPO	MYR/MT	3,887.00	1.41%	-21.65%	-17.25%
GOLD	USD/TOZ	1,650.09	0.34%	-6.65%	-9.79%
TIN	USD/MT	19,645.00	-1.43%	-46.79%	-49.45%
NICKEL	USD/MT	21,541.00	-1.08%	7.60%	3.78%

CORPORATE ACTION

TICKER	EVENT	NOTES
AMOR	RUPS	-
BBTN	RUPS	-
PRDA	RUPS	-

NET FOREIGN TRADING VALUE



Global Market Highlight

DJIA was up by +1.86% on Monday (17/10), followed by the S&P500 (+2.65%) and the Nasdaq (+3.43%). Wall Street strengthened amid the release of NY Empire State Manufacturing Index Oct-22 data which contracted to -9.1 points (vs -1.5 points previously). The yield of US T-note 10Y which fell to 4.01% and the rally in banking stocks as earnings expectations were exceeded in 3Q22 were the drivers of the index's pace. Today, the market will be looking toward several data releases such as: 1) US Industrial Production YoY Sep; 2) US NAHB Housing Market Index Oct; 3) Germany ZEW Economic Sentiment Index Oct.

Domestic Updates

- Indonesia's trade balance recorded a surplus for the 29 consecutive months with USD4.99 billion in Sep-22. However, this figure was lower than the previous period of USD5.76 billion. MNCS Comment: Export/import rose by +20.28% YoY/+22.02% YoY, lower than MNC forecast (+31.60%/+40.12% YoY) and consensus (+27.91% YoY) /+31.48% YoY). Looking ahead, we see that the trade balance surplus will continue until the end of the year. However, exports will tend to stabilize in line with the global economic slowdown and the decline in the prices of several commodities.
- Furthermore, the national Covid-19 daily rate had increased by 1,233 active cases (17/10).

Company News

- INCO IJ recorded production of 17,513 metric tons of nickel in matte in 3Q22 (IQ Plus). MNCS Comment: Thus, total nickel production in 3Q22 on a quarterly basis was recorded rising by +39.36% QoQ (vs 12,567 metric tons of nickel in 2Q22), yet decreased by -3.39% YoY when compared to the achievement in 3Q21 with 18,127 metric tons. Meanwhile, nickel production in 9M22 fell by -9.23% YoY (vs 48,373 metric tons in 9M21). The decline in production was due to the redevelopment project of Furnace 4 in 1H22. However, we see that the completion of the redevelopment of Furnace 4 in 9M22 can push back the company's production. Currently, INCO is traded at the level of 14.55x/1.90x PER/PBV.
- ARNA IJ recorded revenue growth in 9M22 of +6.24% YoY to IDR2.00 trillion (vs IDR1.89 trillion in 9M21). Meanwhile, net profit rose by +31.92% YoY to IDR458.36 billion (vs IDR347.45 billion in 9M21) (Market Bisnis). MNCS Comment: We see that the increase was supported by the growth of ASP, which was accompanied by sales volume and an increasingly solid product mix along with the expansion into the mid-high segment. Meanwhile, the increase in net profit was in line with the company's increasingly expansive margins, where the company's GPM and OPM recorded 41.09%/29.54%, respectively in 9M22 (vs 35.91%/23.57% in 9M21). ARNA is currently traded at the level of 10.63x/3.87x PER/PBV.
- DMAS IJ recorded marketing sales of IDR1.33 trillion up to 9M22 (Emiten News). MNCS Comment: The company's marketing sales grew by +6.49% YoY (vs IDR1.25 trillion in 9M21). Meanwhile, with the marketing sales target in FY22E reaching IDR1.8 trillion, the realization up to 9M22 has reached 73.89%. Currently, DMAS is traded at the level of 6.06x/1.36x PER/PBV.

IHSG Updates

JCI strengthened by +0.24% to 6,831.12 on Monday (17/10), followed by net foreign buy which reached IDR2.37 trillion. A number of sectors experienced strengthening and boosted the index rate, led by the health sector (+0.95%) followed by the raw materials sector (+0.80%). On the other hand, the sectors that experienced weakness were the transportation sector (-1.91%) followed by the property sector (-1.31%). The index strengthened as investors watched the release of Indonesia's trade balance data in Sep-22 which recorded a surplus of USD4.99 billion. This achievement also marks a trade balance surplus for 29 consecutive months. On the other hand, the Rupiah exchange rate closed lower at IDR15,488/USD. We estimate that the JCI will move in the price range of 6,800-6,930. Today's recommendation: ADMR, BBKA, BRMS, SRTG.



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
<b>Automotive</b>											
ASII IJ	Astra International Tbk PT	260,107	4.36	BUY	7,425	45.79	(1.74)	8.83	8.99	1.35	1.24
AUTO IJ	Astra Otoparts Tbk PT	5,711	0.04	BUY	1,700	25.63	15.84	7.43	6.41	0.50	0.48
<b>Banking</b>											
ARTO IJ	Bank Jago Tbk PT	64,847	0.67	BUY	15,700	(10.15)	380.15	839.01	174.74	7.76	7.47
BBCA IJ	Bank Central Asia Tbk PT	1,017,019	9.27	HOLD	7,900	17.42	13.55	27.55	24.26	4.55	4.12
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	159,912	2.35	HOLD	9,000	53.56	20.61	9.54	7.91	1.18	1.06
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	651,704	8.98	BUY	5,500	31.17	15.71	13.77	11.90	2.06	1.92
BMRI IJ	Bank Mandiri Persero Tbk PT	441,000	6.49	HOLD	9,300	34.97	13.31	11.65	10.28	1.97	1.81
BNGA IJ	Bank CIMB Niaga Tbk PT	26,640	0.07	BUY	1,200	10.74	11.78	5.82	5.21	0.56	0.53
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	15,673	0.23	BUY	2,200	17.34	10.98	5.63	5.07	0.67	0.60
<b>Telco</b>											
TLKM IJ	Telkom Indonesia Persero Tbk PT	428,939	7.63	BUY	4,900	7.01	7.75	16.19	15.03	3.25	3.05
EXCL IJ	XL Axiata Tbk PT	25,739	0.36	BUY	3,500	3.94	22.92	19.08	15.52	1.22	1.23
TOWR IJ	Sarana Menara Nusantara Tbk PT	59,177	0.92	HOLD	1,100	3.36	7.91	16.26	15.07	4.15	3.60
TBIG IJ	Tower Bersama Infrastructure Tbk PT	58,002	0.56	BUY	3,550	2.61	13.90	34.84	30.59	5.32	4.87
<b>Toll Road &amp; Utilities</b>											
JSMR IJ	Jasa Marga Persero Tbk PT	23,733	0.26	BUY	5,100	5.13	18.05	13.98	11.84	0.98	0.91
PGAS IJ	Perusahaan Gas Negara Tbk PT	44,483	0.71	HOLD	2,000	15.38	-	7.90	7.90	1.00	0.96
<b>Consumer</b>											
UNVR IJ	Unilever Indonesia Tbk PT	184,265	0.99	HOLD	4,600	10.19	4.11	29.03	27.88	37.92	33.39
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	102,916	0.77	BUY	9,800	(4.73)	26.02	16.90	13.41	2.76	2.44
INDF IJ	Indofood Sukses Makmur Tbk PT	53,780	0.99	BUY	7,850	(1.68)	15.15	7.16	6.22	1.02	0.92
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	19,050	0.16	BUY	780	(11.14)	8.61	16.90	15.56	5.45	5.18
<b>Healthcare</b>											
SILO IJ	Siloam International Hospitals Tbk PT	13,006	0.07	BUY	1,190	(32.84)	20.94	28.55	23.61	1.97	1.87
HEAL IJ	Medikaloka Hermina Tbk PT	22,334	0.37	HOLD	1,400	(49.66)	14.90	43.53	37.89	5.86	5.10
MIKA IJ	Mitra Keluarga Karyasehat Tbk PT	40,602	0.53	HOLD	2,700	(10.58)	11.04	37.06	33.37	7.01	6.23
<b>Retail</b>											
ACES IJ	Ace Hardware Indonesia Tbk PT	9,004	0.13	BUY	920	(15.33)	17.61	15.06	12.80	1.56	1.43
ERAA IJ	Erajaya Swasembada Tbk PT	6,476	0.11	BUY	1,030	5.43	18.87	6.02	5.06	0.93	0.82
MAPI IJ	Mitra Adiperkasa Tbk PT	19,256	0.35	HOLD	1,150	208.03	6.46	13.95	13.10	2.60	2.26
RALS IJ	Ramayana Lestari Sentosa Tbk PT	3,903	0.03	BUY	660	87.75	23.76	11.22	9.06	0.92	0.90
<b>Construction</b>											
ADHI IJ	Adhi Karya Persero Tbk PT	2,493	0.05	HOLD	750	#VALUE!	#VALUE!	#VALUE!	#VALUE!	0.43	0.39
PTPP IJ	PP Persero Tbk PT	5,518	0.10	BUY	1,100	38.17	63.47	14.98	9.16	0.49	0.47
WIKA IJ	Wijaya Karya Persero Tbk PT	8,252	0.11	BUY	1,150	127.73	68.20	30.80	18.31	0.55	0.52
WSKT IJ	Waskita Karya Persero Tbk PT	14,000	0.13	BUY	880	20.20	(55.38)	(9.71)	(21.75)	0.73	0.85
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,560	0.02	BUY	250	(7.65)	13.67	7.90	6.95	0.62	0.59



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						FY22E	FY23F	FY22E	FY23F	FY22E	FY23F	
<b>Property</b>												
BSDE IJ	Bumi Serpong Damai Tbk PT	19,054	0.26	BUY	1,500	0.12	27.35	13.94	10.94	0.55	0.52	
PWON IJ	Pakuwon Jati Tbk PT	20,901	0.26	BUY	660	14.10	9.68	13.25	12.08	1.17	1.08	
SMRA IJ	Summarecon Agung Tbk PT	9,327	0.19	BUY	1,100	55.95	28.51	17.40	13.54	0.95	0.89	
CTRA IJ	Ciputra Development Tbk PT	17,075	0.29	BUY	1,350	(2.61)	3.86	10.05	9.68	0.92	0.85	
DMAS IJ	Puradelta Lestari Tbk PT	8,001	0.05	BUY	240	46.73	6.90	7.63	7.14	1.38	1.31	
<b>Agriculture</b>												
AALI IJ	Astra Agro Lestari Tbk PT	15,013	0.11	BUY	10,350	8.66	(5.30)	7.01	7.40	0.68	0.65	
LSIP IJ	Perusahaan Perkebunan London Sumatera Indonesia Tbk PT	7,062	0.11	BUY	1,620	7.59	(6.36)	6.63	7.09	0.66	0.62	
DSNG IJ	Dharma Satya Nusantara Tbk PT	5,130	0.06	BUY	720	21.57	(2.61)	5.80	5.96	0.68	0.62	
<b>Coal Mining</b>												
ADRO IJ	Adaro Energy Tbk PT	126,664	1.91	SELL	2,460	149.40	(34.25)	3.50	5.33	1.44	1.36	
PTBA IJ	Bukit Asam Tbk PT	48,963	0.61	SELL	3,300	50.02	(17.03)	4.04	4.86	1.60	1.46	
ITMG IJ	Indo Tambangraya Megah Tbk PT	47,965	0.62	SELL	36,300	110.93	(32.52)	3.02	4.48	1.82	1.85	
<b>Metal Mining</b>												
ANTM IJ	Aneka Tambang Tbk	43,376	0.56	BUY	3,100	74.13	17.20	13.38	11.42	1.88	1.72	
INCO IJ	Vale Indonesia Tbk PT	65,331	0.49	BUY	7,800	61.68	(11.11)	15.72	17.69	1.81	1.72	
MDKA IJ	Merdeka Copper Gold Tbk PT	86,799	1.51	HOLD	3,900	284.38	33.33	38.74	29.05	4.30	6.12	
<b>Poultry</b>												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	87,729	1.31	BUY	6,650	16.89	19.87	20.71	17.28	3.15	2.80	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	16,241	0.26	BUY	2,050	(3.09)	21.20	8.21	6.78	1.18	1.06	
<b>Cigarette</b>												
GGRM IJ	Gudang Garam Tbk PT	42,522	0.26	BUY	45,000	(37.48)	18.89	12.13	10.21	0.73	0.72	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	106,431	0.29	BUY	1,300	(5.65)	9.87	15.90	14.47	3.70	3.67	
<b>Cement</b>												
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	33,683	0.53	BUY	14,000	(26.49)	49.78	25.57	17.07	1.64	1.56	
SMGR IJ	Semen Indonesia Persero Tbk PT	44,486	0.79	BUY	12,500	21.97	29.08	18.03	13.97	1.18	1.11	
<b>Basic Industry and Chemical</b>												
ARNA IJ	Arwana Citramulia Tbk PT	6,497	0.10	BUY	1,250	29.16	14.13	10.58	9.27	3.37	2.97	
<b>Heavy Equipment</b>												
UNTR IJ	United Tractors Tbk PT	122,721	1.79	HOLD	33,700	86.84	(12.85)	6.39	7.33	1.48	1.34	
AKRA IJ	AKR Corporindo Tbk PT	28,304	0.39	HOLD	1,550	59.96	7.36	15.65	14.58	2.73	2.50	

SECTOR RATIO		
SECTOR	PE	PBV
IDXBASIC INDEX	16.94	1.72
IDXCYC INDEX	32.67	1.46
IDXENER INDEX	6.25	2.20
IDXFIN INDEX	20.60	1.90
IDXHLTH INDEX	30.30	4.23
IDXINDUS INDEX	8.29	0.89
IDXINFRA INDEX	27.89	1.43
IDXNCYC INDEX	13.93	2.02
IDXPROP INDEX	33.52	0.69
IDXTECH INDEX	41.42	1.94
IDXTRANS INDEX	3.37	-

RATING AND RECOMMENDATIONS	
MNCS' fundamental views and ratings (Buy, Hold, Sell) are medium-term calls within a 12-month investment horizon.	
<b>BUY</b>	Share price may exceed 10% over the next 12 months
<b>HOLD</b>	Share price may fall within the range of +/- 10% of the next 12 months
<b>SELL</b>	Share price may fall by more than 10% over the next 12 months
<b>NOT RATED</b>	Stock is not within regular research coverage

Sources: Bloomberg LP, MNCS



## MNC Research Investment Ratings Guidance

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**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

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

 1-500-899

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

 @mncsekuritas

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