

KEY INDICATOR

19/10/2022	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.25	3.75	0.50	75.00
10 Yr (bps)	7.47	7.44	0.40%	138.70
USD/IDR	15,498	15,468	0.19%	10.10%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	6,860.42	0.38%	4.24%	14.85
MSCI	7,334.74	0.52%	9.53%	13.79
HSEI	16,511.28	-2.38%	-29.43%	9.29
FTSE	6,924.99	-0.17%	-6.22%	8.64
DJIA	30,423.81	-0.33%	-16.28%	16.31
NASDAQ	10,680.51	-0.85%	-31.73%	24.15

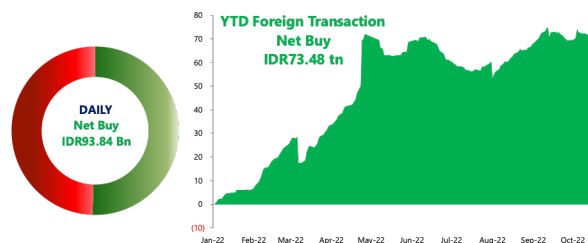
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	89.11	2.10%	8.22%	16.04%
COAL	USD/TON	393.50	-2.35%	66.29%	137.62%
CPO	MYR/MT	3,663.00	-1.88%	-23.05%	-20.46%
GOLD	USD/TOZ	1,671.90	-0.50%	-4.94%	-8.53%
TIN	USD/MT	19,820.00	-2.17%	-45.66%	-49.00%
NICKEL	USD/MT	22,358.00	1.40%	17.46%	7.40%

CORPORATE ACTION

TICKER	EVENT	NOTES
AXIO	RUPS	-
TRIN	RUPS	-
GIAA	Public Expose	-

NET FOREIGN TRADING VALUE



Global Market Highlights

**DJIA weakened by -0.33% on Wednesday (19/10)**, followed by the S&P500 (-0.67%) and the Nasdaq (-0.85%). Wall Street was under pressure as the yield on the US T-note 10Y rose to 4.12% driven from the continued rising of UK's inflation. In addition, investors were also watching the release of Housing Starts data for Sep-22 which was recorded at 1.44 million or below the consensus estimate of 1.47 million. Today, the market will be looking toward several data releases such as: 1) US CB Leading Index MoM Sep; 2) US Continuing Jobless Claims; 3) US Philadelphia Fed Manufacturing Index Oct.

Domestic Update

- **Bank Indonesia (BI) will announce the BI7DRRR benchmark interest rate decision today. MNCS Comment:** We estimate BI will raise the benchmark interest rate +50 bps to 4.75% to maintain the movement of the rupiah exchange rate and anchor the inflation rate.
- **Furthermore, the national Covid-19 daily rate had increased by 2,390 active cases (19/10).**

Company News

1. **WIKA IJ** recorded a new contract value of IDR19 trillion up to 9M22. The majority of new contracts come from infrastructure, Engineering, Procurement, EPCC and building projects (Market Bisnis). **MNCS Comment: Achievement of new contract value grew by +44.28% YoY (vs IDR13.17 trillion in 9M21). Meanwhile, with the target of achieving new contract values in FY22E reaching IDR39 trillion, the realization up to 9M22 was recorded at 48.72%. WIKA is currently traded at the level of 0.61x PBV.**
2. **WTON IJ** recorded a new contract value of IDR4.95 trillion up to 9M22. The new contract value consisted of: 1) 50.9% private; 2) 31.2% WIKA; 3) Government 2.6% (Market Bisnis). **MNCS Comment: Thus, the new contract value grew by +39.04% YoY (vs IDR3.56 trillion in 9M21). Meanwhile, with the target value of new contracts in FY22E reaching IDR7.35 trillion, the realization up to 9M22 was recorded at 67.35%. Currently, WTON is traded at the level of 14.93x/0.53x PER/PBV.**
3. **AALI IJ** targets a 5% increase in production of FFB and CPO in FY22E (Kontan). **MNCS Comment: The realized FY21 FFB production reached 4.33 million tons while CPO reached 1.47 million tons. With a 5% increase target, the company targeted a FY22E production of FBB to be 4.54 million tons while CPO is 1.55 million tons. However, up to 1H22, FFB production was 1.96 million tons (43% realization of the target) while CPO was 638 thousand tons (41% realization of the target). AALI is currently traded at the level of 9.69x/0.75x PER/PBV.**

IHSG Updates

**JCI strengthened +0.38% to 6,860.47 on Wednesday (19/10)**, followed by net foreign buy which reached IDR93.84 billion. Almost all sectors experienced strengthening and boosted the index rate, led by the financial sector (+1.39%) and followed by the non-cyclical sector (+1.29%). On the other hand, the only sector that experienced weakness was the energy sector (-0.74%). The index's gains were in line with Wall Street. We see investors tend to be optimistic ahead of the announcement of the benchmark interest rate (BI7DRRR) by BI, where the consensus estimates that the BI7DRRR will rise 50 bps to 4.75% which is expected to be able to suppress inflation amidst rising prices of basic commodities and restrain foreign investors' outflows. On the other hand, the Rupiah exchange rate closed lower at IDR15,498/USD. We estimate that the JCI will move in the price range of 6,800-6,930 pending BI interest rate decision and the release of Lending Facility Rate Oct, Deposit Facility Rate Oct, and Foreign Direct Investment YoY Q3 data. **Today's recommendation: ANTM, BRPT, ICBP, INCO.**



MNCS UNIVERSE

Code	Company Name	Mkt Cap (IDR bn)	Index Weight (%)	Rating	Price Target (IDR)	EPS Growth (%)		PER (x)		PBV (x)	
						FY22E	FY23F	FY22E	FY23F	FY22E	FY23F
<b>Automotive</b>											
ASII IJ	Astra International Tbk PT	264,155	4.41	BUY	7,425	45.79	(1.74)	8.97	9.13	1.37	1.26
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	76,556	0.78	BUY	15,700	(10.15)	380.15	990.50	206.29	9.16	8.82
BBCA IJ	Bank Central Asia Tbk PT	1,020,101	9.25	HOLD	7,900	17.42	13.55	27.64	24.34	4.56	4.14
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	163,642	2.40	HOLD	9,000	53.56	20.61	9.76	8.10	1.21	1.08
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	651,704	8.94	BUY	5,500	31.18	15.70	13.77	11.90	2.06	1.92
BMRI IJ	Bank Mandiri Persero Tbk PT	442,167	6.48	HOLD	9,300	34.97	13.31	11.68	10.31	1.98	1.82
BNGA IJ	Bank CIMB Niaga Tbk PT	26,388	0.06	BUY	1,200	10.74	11.78	5.76	5.16	0.56	0.52
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	15,461	0.23	BUY	2,200	17.34	10.98	5.55	5.01	0.66	0.59
<b>Telco</b>											
TLKM IJ	Telkom Indonesia Persero Tbk PT	416,061	7.37	BUY	4,900	7.01	7.75	15.70	14.57	3.16	2.96
EXCL IJ	XL Axiata Tbk PT	26,704	0.38	BUY	3,500	6.67	21.80	19.29	15.84	1.26	1.28
TOWR IJ	Sarana Menara Nusantara Tbk PT	57,136	0.89	HOLD	1,100	2.85	8.44	15.78	14.55	4.02	3.47
TBIG IJ	Tower Bersama Infrastructure Tbk PT	58,682	0.56	BUY	3,550	4.36	11.99	34.66	30.95	5.40	4.93
<b>Toll Road &amp; Utilities</b>											
JSMR IJ	Jasa Marga Persero Tbk PT	24,822	0.28	BUY	5,100	5.48	18.88	14.57	12.25	1.03	0.95
PGAS IJ	Perusahaan Gas Negara Tbk PT	43,877	0.70	BUY	2,000	15.38	-	7.79	7.79	0.99	0.95
<b>Consumer</b>											
UNVR IJ	Unilever Indonesia Tbk PT	204,103	1.09	SELL	4,600	10.19	4.11	32.15	30.89	42.00	36.99
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	106,415	0.79	HOLD	9,800	(4.26)	25.40	17.39	13.87	2.86	2.52
INDF IJ	Indofood Sukses Makmur Tbk PT	54,658	1.00	BUY	7,850	(1.68)	15.15	7.28	6.32	1.04	0.93
SIDO IJ	Industri Jamu dan farmasi Sido Muncul Tbk PT	19,950	0.17	BUY	780	(11.14)	8.61	17.70	16.30	5.71	5.43
<b>Healthcare</b>											
SILO IJ	Siloam International Hospitals Tbk PT	13,071	0.07	BUY	1,190	(32.84)	20.94	28.70	23.73	1.98	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	40,317	0.52	HOLD	2,700	(10.58)	11.04	36.80	33.14	6.96	6.19
<b>Retail</b>											
ACES IJ	Ace Hardware Indonesia Tbk PT	9,090	0.13	BUY	920	(15.33)	17.61	15.20	12.92	1.57	1.44
ERAA IJ	Erajaya Swasembada Tbk PT	6,635	0.11	BUY	1,030	5.59	19.73	6.16	5.14	0.95	0.84
MAPI IJ	Mitra Adiperkasa Tbk PT	20,169	0.36	HOLD	1,150	209.50	6.38	14.54	13.67	2.71	2.37
RALS IJ	Ramayana Lestari Sentosa Tbk PT	3,974	0.03	BUY	660	87.75	23.76	11.42	9.23	0.94	0.91
<b>Construction</b>											
ADHI IJ	Adhi Karya Persero Tbk PT	2,208	0.04	BUY	750	#VALUE!	#VALUE!	#VALUE!	#VALUE!	0.38	0.35
PTPP IJ	PP Persero Tbk PT	5,270	0.10	BUY	1,100	38.17	63.47	14.31	8.75	0.47	0.45
WIKA IJ	Wijaya Karya Persero Tbk PT	7,938	0.10	BUY	1,150	127.73	68.20	29.63	17.61	0.53	0.50
WSKT IJ	Waskita Karya Persero Tbk PT	13,251	0.12	BUY	880	20.20	(55.38)	(9.19)	(20.59)	0.69	0.81
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	19,266	0.26	BUY	1,500	(0.58)	29.16	14.19	10.99	0.55	0.52
PWON IJ	Pakuwon Jati Tbk PT	21,094	0.26	BUY	660	14.10	9.68	13.37	12.19	1.18	1.09
SMRA IJ	Summarecon Agung Tbk PT	9,492	0.19	BUY	1,100	52.53	33.38	18.11	13.58	0.97	0.91
CTRA IJ	Ciputra Development Tbk PT	17,075	0.29	BUY	1,350	(1.75)	4.76	9.96	9.51	0.92	0.85
DMAS IJ	Puradelta Lestari Tbk PT	8,338	0.05	BUY	240	46.73	6.90	7.95	7.44	1.43	1.36
<b>Agriculture</b>											
AALI IJ	Astra Agro Lestari Tbk PT	15,686	0.12	BUY	10,350	8.66	(5.30)	7.32	7.73	0.71	0.68
LSIP IJ	Perusahaan Perkebunan London Sumatera Indonesia Tbk PT	7,369	0.11	BUY	1,620	7.59	(6.36)	6.92	7.39	0.69	0.64
DSNG IJ	Dharma Satya Nusantara Tbk PT	5,279	0.06	BUY	720	21.57	(2.61)	5.97	6.13	0.70	0.64
<b>Coal Mining</b>											
ADRO IJ	Adaro Energy Tbk PT	122,826	1.85	SELL	2,460	149.40	(34.25)	3.39	5.16	1.39	1.32
PTBA IJ	Bukit Asam Tbk PT	42,972	0.53	SELL	3,300	51.66	(17.96)	3.50	4.27	1.40	1.28
ITMG IJ	Indo Tambangraya Megah Tbk PT	47,344	0.61	SELL	36,300	109.30	(32.00)	3.00	4.42	1.80	1.82
<b>Metal Mining</b>											
ANTM IJ	Aneka Tambang Tbk	43,856	0.57	BUY	3,100	72.51	18.30	13.66	11.54	1.90	1.74
INCO IJ	Vale Indonesia Tbk PT	68,561	0.52	BUY	7,800	61.68	(11.11)	16.49	18.55	1.89	1.79
MDKA IJ	Merdeka Copper Gold Tbk PT	88,728	1.53	HOLD	3,900	284.38	33.33	39.57	29.68	4.40	6.25
<b>Poultry</b>											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	90,189	1.34	BUY	6,650	18.51	17.82	21.00	17.82	3.25	2.90
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	16,652	0.26	BUY	2,050	(2.17)	20.27	8.34	6.94	1.21	1.08
<b>Cigarette</b>											
GGRM IJ	Gudang Garam Tbk PT	43,773	0.27	BUY	45,000	(37.48)	18.89	12.49	10.51	0.75	0.74
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	34,696	0.54	BUY	14,000	(28.82)	52.39	27.20	17.85	1.70	1.61
SMGR IJ	Semen Indonesia Persero Tbk PT	45,969	0.82	BUY	12,500	20.34	30.98	18.89	14.42	1.22	1.15
<b>Basic Industry and Chemical</b>											
ARNA IJ	Arwana Citramulia Tbk PT	6,204	0.09	BUY	1,250	29.16	14.13	10.10	8.85	3.21	2.83
<b>Heavy Equipment</b>											
UNTR IJ	United Tractors Tbk PT	118,618	1.72	HOLD	33,700	86.84	(12.85)	6.18	7.09	1.43	1.30
AKRA IJ	AKR Corporindo Tbk PT	29,107	0.40	HOLD	1,550	59.96	7.36	16.10	14.99	2.81	2.57

SECTOR RATIO		
SECTOR	PE	PBV
IDXBASIC INDEX	17.13	1.74
IDXCYC INDEX	33.00	1.47
IDXENER INDEX	6.15	2.17
IDXFIN INDEX	21.12	1.95
IDXHLTH INDEX	30.55	4.27
IDXINDUS INDEX	8.31	0.89
IDXINFRA INDEX	27.87	1.42
IDXNCYC INDEX	14.34	2.08
IDXPROP INDEX	31.66	0.69
IDXTECH INDEX	41.83	1.94
IDXTRANS INDEX	3.38	-

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

**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

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