

KEY INDICATOR

18/09/2024	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	6.00	6.25	(0.25)	25.00
10 Yr (bps)	6.56	6.57	-0.18%	(16.70)
USD/IDR	15,340	15,335	0.03%	-0.20%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	7,829.14	-0.03%	14.28%	14.90
MSCI	7,703.57	0.53%	4.20%	15.16
HSEI	17,660.02	0.00%	3.59%	8.46
FTSE	8,253.68	-0.68%	6.73%	12.32
DJIA	41,503.10	-0.25%	10.12%	20.99
NASDAQ	17,573.30	-0.31%	17.07%	33.58

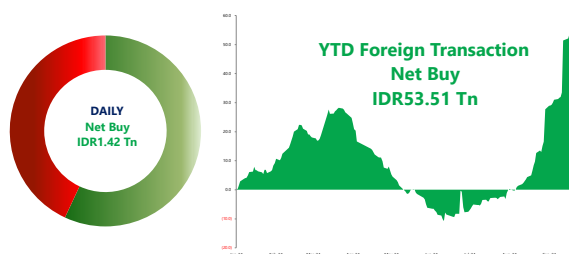
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	70.91	-0.39%	-22.49%	-1.03%
COAL	USD/TON	139.00	-0.47%	-13.53%	-5.05%
CPO	MYR/MT	3,845.00	2.92%	2.56%	3.33%
GOLD	USD/TOZ	2,558.91	-0.41%	32.32%	24.04%
TIN	USD/MT	31,594.00	-0.82%	20.67%	24.31%
NICKEL	USD/MT	16,233.00	0.28%	-18.33%	-2.23%

CORPORATE ACTION

TICKER	EVENT	NOTES
TCPI	EGMS	-
BTON	Cum Dividend	IDR10/share

NET FOREIGN TRADING VALUE



Global Market Highlights

The DJIA weakened by -0.25% on Wednesday (18/09), followed by the S&P 500 (-0.29%) and the Nasdaq (-0.31%). Wall Street corrected as markets digested Fed's decision to cut rates by 50 bps to 5%, exceeding expectations of a 25 bps cut. Additionally, markets responded to the new economic projections, where core inflation is revised to 2.6%/2.2% for 2024/2025 (vs 2.8%/2.3% previously), GDP is lowered to 2% for 2024 (vs 2.1% previously), and unemployment rate is now expected to rise to 4.4% for both 2024/2025 (vs 4%/4.2% previously). Investors are now pricing in for the next rate cut in Nov-2024. Today the market will be looking forward to several data releases such as: 1) GB BoE Interest Rate Decision; 2) US Current Account 2Q24; 3) US Initial Jobless Claims Sep/14.

Domestic Update

BI decided to cut interest rate by 25 bps to 6.0%, along with the Deposit Facility rate to 5.25% and Lending Facility rate to 6.75%. **MNCS Comment:** This decision was unexpected by the market, which had initially anticipated BI would maintain the interest rate at 6.25%. We believe this policy aligns with expectations of a Fed rate cut. It is also consistent with the stability of the IDR exchange rate and the softer inflation outlook for 2024 and 2025, which is targeted at 2.5%. We anticipate BI may cut rates by another 25bps in Nov-2024, in line with the possibility of the Fed reducing rates three times this year. Additionally, we view this rate cut as positive for the property and automotive sectors, as well as for certain banks.

Company News

- LPCK IJ** reported a -3.0% YoY decline in net profit to IDR71.1 billion in 1H24 (vs IDR73.4 billion in 1H23). **MNCS Comment:** Despite a net revenue growth of +19.5% YoY to IDR676.5 billion (vs IDR566.1 billion in 1H23), cost of revenues significantly increased by +33.3% YoY to IDR412.8 billion in 1H24 (vs IDR309.8 billion in 1H23). Additionally, other expenses grew by -37.8% YoY and finance expenses surged by 42.2% YoY. As a result, margins declined, with OPM/NPM falling to 20.3%/10.5% in 1H24 (vs 21.9%/13.0% in 1H23). LPCK is currently trading at 14.69x/0.30x PER/PBV.
- UNTR IJ** has revised its Komatsu brand heavy equipment sales target to 4,500 units in FY24E, up from the previous target of 4,000 units. **MNCS Comment:** This revision is prompted by a positive outlook of heavy equipment sales in 2H24, driven by an increase in purchasing power and improved demand in the mining sector. As of Jul-2024, UNTR has sold 2,500 units of Komatsu brand heavy equipment, representing a -29.0% YoY decrease and amounting to 55.6% of the new target. Management hopes that the slowdown in FY24E heavy equipment sales from commodities will be balanced out by growth in the construction sector, with recovery expected in FY25. UNTR is currently trading at 5.23x/1.16x PER/PBV.
- AALI IJ** has absorbed capex worth IDR379 billion in 1H24, amounting to 29.2% of the target in FY24. **MNCS Comment:** This reflects a -21.9% YoY decrease from the capex obtained in 1H23 at IDR485 billion, which will be primarily used for replanting old oil palm trees and aims to initiate replanting to over 3000 hectares of land in FY24E. Additionally, the company will be using innovative seedlings for its replanting, which is expected to decrease fertilization costs by 25%. AALI is currently trading at 12.20x/0.55x PER/PBV.

IHSG Updates

The JCI closed flat at -0.03% to 7,831.78 on Wednesday (18/09), amid a net foreign buy of IDR1.42 trillion. Most sectors saw gains, led by the property and real estate sector (+2.00%), followed by the healthcare sector (+1.84%). On the other hand, the sectors that experienced declines were led by the technology sector (-2.59%) and followed by the consumer cyclical sector (-1.56%). The index moved relatively sideways, while Asian markets closed stronger. Investors are taking a wait-and-see ahead of the FOMC's decision in Sep-2024, which will determine the size of the FFR cut. Meanwhile, investors are also digesting Bank Indonesia's unexpected move to cut the BI Rate earlier than market expectations, reducing it by 25 bps to 6.0% in the RDG Sep-2024. The Rupiah closed lower at IDR15,340/USD. We estimate that the JCI will move in the price range of 7,802-7,900. **Today's recommendations: ACES, AVIA, BBNI, MDKA.**

MNCS UNIVERSE

Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)		ANR (Rp)	Last Price (Rp)
						FY24E	FY25F	FY24E	FY25F	FY24E	FY25F		
Agriculture													
AALI IJ	Astra Agro Lestari Tbk PT	12,222	0.08	HOLD	6,500	16.97	-7.29	9.90	10.67	0.59	0.55	6,866	6,350
DSNG IJ	Dharma Satya Nusantara Tbk PT	8,798	0.09	SELL	690	28.69	-1.69	8.14	8.28	0.90	0.83	862	830
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,581	0.08	SELL	860	-21.25	4.74	10.94	10.45	0.63	0.60	1,168	965
Automotive													
ASII IJ	Astra International Tbk PT	212,539	2.96	BUY	6,000	0.27	6.39	6.26	5.89	0.74	0.69	5,649	5,250
AUTO IJ	Astra Otoparts Tbk PT	11,085	0.07	BUY	3,500	-9.50	6.80	6.65	6.23	0.74	0.70	2,917	2,300
Banking													
BBCA IJ	Bank Central Asia Tbk PT	1,309,797	8.87	HOLD	11,600	10.12	10.48	24.43	22.11	4.67	4.26	11,450	10,625
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	212,595	2.59	HOLD	5,900	20.56	12.80	8.42	7.47	1.29	1.18	6,189	5,700
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	810,841	9.86	BUY	6,300	2.94	15.47	13.06	11.31	2.32	2.22	5,737	5,350
BMRI IJ	Bank Mandiri Persero Tbk PT	690,667	8.42	HOLD	7,750	11.60	12.51	11.24	9.99	2.14	2.01	7,816	7,400
BRIS IJ	Bank Syariah Indonesia Tbk PT	144,846	0.44	HOLD	3,000	12.11	12.74	22.65	20.09	3.30	3.14	3,013	3,140
Basic Industry and Chemical													
ARNA IJ	Arwana Citramulia Tbk PT	5,029	0.06	BUY	900	-16.16	23.27	13.33	10.81	2.47	2.22	857	685
Cement													
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	25,032	0.32	BUY	10,400	0.88	6.35	11.86	11.15	1.15	1.19	8,276	6,800
SMGR IJ	Semen Indonesia Persero Tbk PT	26,399	0.40	HOLD	4,000	29.14	8.96	9.43	8.66	0.55	0.51	4,744	3,910
Cigarette													
GGRM IJ	Gudang Garam Tbk PT	30,785	0.16	SELL	14,100	18.89	3.03	4.86	4.72	0.49	0.47	15,577	16,000
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	86,075	0.20	HOLD	800	2.60	1.69	10.30	10.13	2.92	2.90	829	740
Coal Mining													
ADRO IJ	Adaro Energy Indonesia Tbk PT	112,269	1.44	SELL	2,700	-46.11	-16.55	8.36	10.02	1.22	1.19	3,661	3,650
ITMG IJ	Indo Tambangraya Megah Tbk PT	29,293	0.31	HOLD	24,900	-35.25	-9.07	0.00	0.00	0.00	0.00	27,435	25,925
PTBA IJ	Bukit Asam Tbk PT	32,027	0.33	SELL	2,500	-28.37	-9.86	7.30	8.09	1.10	1.07	2,632	2,780
Construction													
PTPP IJ	PP Persero Tbk PT	2,928	0.04	BUY	550	13.86	22.82	5.11	4.16	0.18	0.17	718	454
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	804	0.01	BUY	100	432.38	-17.98	3.23	3.94	0.28	0.27	-	84
Consumer													
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	134,112	0.83	BUY	12,900	29.55	9.57	14.82	13.53	1.97	1.78	13,789	11,500
INDF IJ	Indofood Sukses Makmur Tbk PT	62,122	0.95	HOLD	6,650	5.21	6.57	7.25	6.80	0.95	0.86	7,991	7,075
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	20,100	0.14	BUY	820	19.26	11.02	17.73	15.97	5.57	5.23	836	670
UNVR IJ	Unilever Indonesia Tbk PT	84,312	0.38	HOLD	2,300	-10.13	-1.62	19.52	19.84	30.07	31.33	2,535	2,210
Healthcare													
HEAL IJ	Medikaloka Hermina Tbk PT	22,588	0.45	BUY	1,680	52.47	17.20	31.97	27.27	4.94	4.29	1,693	1,470
MIKA IJ	Mitra Keluarga Karyasehat Tbk PT	44,306	0.47	BUY	3,500	15.32	12.67	40.94	36.34	6.13	5.61	3,271	3,110
SILQ IJ	Siloam International Hospitals Tbk PT	38,628	0.19	HOLD	2,770	12.26	14.84	28.37	24.70	4.38	3.92	3,125	2,970
Heavy Equipment													
UNTR IJ	United Tractors Tbk PT	99,688	1.16	HOLD	25,450	-25.91	-10.63	6.36	7.11	1.30	1.22	29,350	26,725
Jewelry													
HRTA IJ	Hartadinata Abadi Tbk PT	1,768	0.02	BUY	560	550.33	13.00	0.89	0.79	0.76	0.66	-	384
Metal Mining													
ANTM IJ	Aneka Tambang Tbk	32,802	0.35	BUY	2,080	10.58	3.14	9.64	9.35	1.04	0.91	1,708	1,365
INCO IJ	Vale Indonesia Tbk PT	38,786	0.23	HOLD	3,850	-16.89	10.77	10.68	9.64	0.84	0.78	4,671	3,680
MDKA IJ	Merdeka Copper Gold Tbk PT	55,798	0.88	BUY	3,030	514.43	46.88	40.12	27.32	2.91	2.37	2,981	2,280

MNCS UNIVERSE

Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)		ANR (Rp)	Last Price (Rp)
						FY24E	FY25F	FY24E	FY25F	FY24E	FY25F		
Oil & Gas													
AKRA IJ	AKR Corporindo Tbk PT	29,408	0.32	BUY	2,000	983.36	14.24	9.16	8.00	1.85	1.66	1,876	1,465
MEDC IJ	Medco Energi Internasional Tbk PT	30,918	0.24	BUY	1,950	983.36	14.24	5.95	6.07	0.82	0.72	1,933	1,230
PGAS IJ	Perusahaan Gas Negara Tbk PT	36,362	0.48	HOLD	1,550	21.97	0.39	7.02	6.99	0.62	0.60	1,592	1,500
Poultry													
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	81,006	0.85	BUY	5,600	15.61	44.77	30.30	20.93	2.87	2.72	5,964	4,940
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	18,118	0.24	BUY	2,080	169.22	1.98	7.17	7.03	1.11	1.00	1,910	1,545
Property													
BSDE IJ	Bumi Serpong Damai Tbk PT	25,829	0.26	BUY	1,500	65.45	4.74	7.93	7.57	0.65	0.60	1,417	1,220
CTRA IJ	Ciputra Development Tbk PT	24,374	0.34	HOLD	1,300	37.71	44.93	9.55	6.59	1.09	0.95	1,553	1,315
PWON IJ	Pakuwon Jati Tbk PT	24,561	0.23	BUY	585	-3.89	14.12	12.14	10.64	1.17	1.06	572	510
SMRA IJ	Summarecon Agung Tbk PT	11,226	0.18	BUY	750	24.71	48.81	11.75	7.90	1.04	0.93	769	680
Retail													
ACES IJ	Ace Hardware Indonesia Tbk PT	13,806	0.17	BUY	900	11.27	11.56	16.21	14.53	2.15	2.03	958	805
ERAA IJ	Erajaya Swasembada Tbk PT	7,305	0.10	HOLD	470	13.99	18.17	7.68	6.50	0.82	0.75	516	458
MAPI IJ	Mitra Adiperkasa Tbk PT	29,880	0.45	BUY	2,060	4.38	18.18	15.06	12.75	2.15	1.83	1,884	1,800
RALS IJ	Ramayana Lestari Sentosa Tbk PT	2,895	0.02	BUY	455	-1.91	-17.13	8.44	10.18	0.77	0.75	516	408
Technology													
GOTO IJ	GoTo Gojek Tokopedia Tbk PT	73,286	1.78	BUY	102	91.15	40.50	-8.10	-13.61	1.20	1.30	82	61
Telco													
EXCL IJ	XL Axiata Tbk PT	29,933	0.31	BUY	2,850	35.54	33.45	17.16	12.86	1.07	1.02	2,897	2,280
MTEL IJ	Dayamitra Telekomunikasi PT	54,309	0.26	BUY	820	0.71	4.96	26.89	25.62	1.52	1.44	827	650
TBIG IJ	PT Tower Bersama Infrastructure Tbk	43,275	0.14	BUY	2,580	6.85	-1.06	25.93	26.21	3.32	3.13	1,983	1,910
TLKM IJ	Telkom Indonesia Persero Tbk PT	309,074	4.56	BUY	3,500	11.99	4.19	11.24	10.79	2.14	1.92	3,902	3,120
TOWR IJ	Sarana Menara Nusantara Tbk PT	40,812	0.53	BUY	1,050	5.51	4.08	11.67	11.21	2.29	2.08	1,184	800
Toll Road & Utilities													
JSMR IJ	Jasa Marga Persero Tbk PT	36,652	0.34	BUY	6,250	-44.83	7.67	9.78	9.08	1.17	1.05	6,456	5,050
KEEN IJ	Kencana Energi Lestari Tbk PT	2,530	0.02	BUY	1,080	16.56	7.88	11.10	10.29	0.83	0.79	-	690
PGEO IJ	Pertamina Geothermal Energy PT	46,483	0.15	BUY	1,830	-18.83	16.01	22.64	19.52	2.02	1.86	1,423	1,120

SECTOR RATIO

SECTOR	PE (x)	PBV (x)
IDXBASIC INDEX	29.99	1.47
IDXCYC INDEX	18.30	1.26
IDXENER INDEX	10.27	1.72
IDXFIN INDEX	18.54	1.77
IDXHLTH INDEX	36.05	3.47
IDXINDUS INDEX	8.02	0.87
IDXINFRA INDEX	-	1.47
IDXNCYC INDEX	17.98	1.95
IDXPROP INDEX	20.42	0.79
IDXTECH INDEX	-	2.09
IDXTRANS INDEX	15.98	4.17

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 Bank Tower 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  @mncsekuritas

 1-500-899  MNC Sekuritas

 research@mncsekuritas.id  MNC Sekuritas

