

KEY INDICATOR

05/06/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.50	4.75	(25.00)	(150.00)
10 Yr (bps)	7.14	7.11	3.30	(59.60)
USD/IDR	13,878.00	14,095.00	-1.54%	-2.61%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,947.78	0.63%	-21.46%	15.46
MSCI	5,582.18	0.22%	-23.41%	15.98
HSEI	24,770.41	1.66%	-12.13%	11.57
FTSE	6,484.30	2.25%	-14.03%	19.79
DJIA	27,110.98	3.15%	-5.00%	24.82
NASDAQ	9,814.08	2.06%	9.38%	36.06

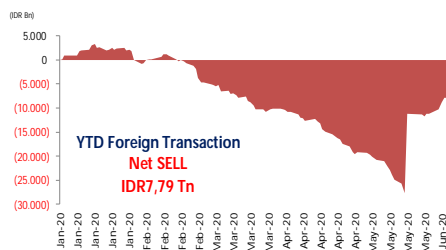
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	39.55	5.72%	-23.47%	-35.23%
COAL	USD/TON	55.60	0.72%	-23.68%	-17.87%
CPO	MYR/MT	2,348.00	0.95%	15.78%	-23.07%
GOLD	USD/TOZ	1,685.06	-1.69%	26.67%	11.06%
TIN	USD/MT	16,550.00	2.99%	-13.69%	-3.64%
NICKEL	USD/MT	12,991.00	1.71%	10.84%	-7.37%

CORPORATE ACTION

TICKER	EVENT	NOTES
ITMG	Ex Dividend	IDR570/share
IMAS	RUPS	
IMJS	RUPS	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA rose by +3.15% on Friday (08/06) followed by the increase of S&P 500 (+2.62%) and Nasdaq (+2.06%). These increases were due to a record of 2.5 million new jobs in May, bringing the unemployment rate to 13.3%, according to US Labor Department data. This beats economists' projections in a Dow Jones poll that estimates there are 8 million jobs, and an unemployment rate of 20%. This is also followed by the rise in the stock prices of JP Morgan, Citigroup, Wells Fargo and Bank of America by at least 7%. The market will look forward to several data releases today, such as: 1) Japan GDP Growth per May-2020; 2) US Consumer Inflation Expectations per May-2020; 3) Germany Industrial Production per May-2020.

Domestic Updates

Bank Indonesia (BI) predicted that inflationary pressures will be decline in June 2020. Based on a price monitoring survey conducted by the central bank in the first week of this month, inflation is expected to be 0.04% MoM or if on an annual basis 1.81% YoY. This is related to decreased public demand due to large-scale social restrictions (PSBB) imposed by the government. PSBB inhibits community economic activities that cause community income to be eroded, thereby affecting demand.

Company News

- PPRE will be distributing dividends IDR66.3 billion or equals to 20% of net profit in FY19 which reached IDR331.3 billion. Dividend per share is at the level of IDR6.5/share with 3.01% yield. Cum date will be at June 11, 2020. (Kontan) **MNCS Comment: Covid-19 pandemic caused business instability in the construction industry, PPRE was quite good in regulating financial position by providing dividends, besides that PPRE also still did a buyback to maintain investor confidence. PPRE is traded at 6.75x/0.88x PE/PBV, lower than peers.**
- WSKT will distribute IDR46 billion of dividends with 5% payout ratio compared to 25% payout ratio on FY19. Dividend per share stood at IDR3.45/share which makes dividend yield at 0.5%. (Market Bisnis) **MNCS comment: The election in 2019, causing some projects and tenders to experience delays; this causes WSKT net profit in fiscal year 2019, lower than the previous year. WSKT is traded at 10.63x/0.56x PE/PBV, lower than peers.**
- ITIC recorded sales IDR44.91 billion in 1Q20 grew by by 17.5% YoY. The company's local sales were recorded at IDR45.28 billion, an increase compared to 1Q19 of IDR38.17 billion. On the other hand, export sales fell to IDR338.91 billion, from IDR710.18 billion in 1Q19. Thus, ITIC managed to record a net profit of IDR1.78 billion in 1Q20 (vs net loss of IDR1.25 billion in 1Q19). (IDNFinancial) **MNCS Comment: We see that ITIC can be a potential substitute to regular cigarette in the modern market. ITIC is traded at 6.63x PBV.**

IHSG Updates

JCI increased by +0.63% to 4,947.78 on Friday (08/06) despite a net foreign sell reaching IDR51 billion. The increase was caused by the large scale social restriction transition in several areas in Indonesia where in the phase I, markets and shopping centers can be opened gradually in the third week of June 2020 and operate with a capacity of only 50%. Meanwhile, the Rupiah exchange rate against the USD was appreciated at IDR13,878. We estimate JCI will move in the range of 4,880-5,040 while waiting for Retail Sales as of Apr-2020. **Today's recommendation: ISAT, INDF, KLBF, AALI.**

Stock	Close Price	Recommendation	Tactical Moves
ISAT	2,240	Buy on Weakness	Currently ISAT is on wave C, which means ISAT potential to continue strengthening to form wave C.
INDF	6,150	Buy on Weakness	Currently the INDF is in wave (iv) of wave [i] of wave C.
KLBF	1,410	Buy on Weakness	Currently KLBF is in wave (iii) of wave [v] of wave C.
AALI	7,850	Sell on Strength	Currently AALI is at the end of wave [iii] of wave C, so the strengthening is quietly limited and vulnerable to correction to form wave [iv].

MNCS UNIVERSE

Code	Company Name	Mkt Cap (Rp bn)	Index Weight (%)	Rating	Price Target (Rp)	EPS Growth (%)		PER (x)		PBV (x)	
						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F
Automotive											
ASII IJ	Astra International Tbk PT	202,418	3.67	HOLD	4,900	1.49	3.45	9.19	8.89	1.01	0.95
Banking											
BBCA IJ	Bank Central Asia Tbk PT	705,750	12.67	HOLD	28,400	7.00	9.09	23.08	21.16	3.64	3.22
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	79,257	1.42	HOLD	4,300	(2.68)	5.97	5.29	5.00	0.68	0.63
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	383,605	6.88	HOLD	3,200	(7.81)	1.06	11.99	11.87	1.81	1.67
BMRI IJ	Bank Mandiri Persero Tbk PT	226,333	4.06	HOLD	5,100	(4.62)	9.13	8.63	7.91	1.02	0.94
BNGA IJ	Bank CIMB Niaga Tbk PT	17,843	0.32	BUY	850	2.43	9.99	4.74	4.31	0.42	0.41
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	11,172	0.20	HOLD	1,000	(24.98)	497.17	70.32	11.77	0.66	0.63
BRIS IJ	Bank Brisyariah Tbk PT	3,109	0.06	SELL	230	(32.21)	9.83	61.95	56.40	0.61	0.60
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	319,971	5.80	BUY	3,600	4.61	13.65	14.79	13.02	2.78	2.56
EXCL IJ	XL Axiata Tbk PT	29,227	0.53	HOLD	2,700	21.73	5.39	33.47	31.76	1.46	1.40
TOWR IJ	Sarana Menara Nusantara Tbk PT	54,331	0.98	SELL	950	13.11	8.81	21.05	19.35	5.13	4.53
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	28,233	0.51	SELL	3,450	6.41	13.25	13.04	11.51	1.14	1.03
PGAS IJ	Perusahaan Gas Negara Tbk PT	24,969	0.45	BUY	1,200	83.33	27.27	11.49	9.03	0.40	0.39
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	307,108	5.57	HOLD	8,400	1.60	6.48	40.88	38.40	35.76	33.60
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	100,584	1.82	BUY	10,300	6.31	9.52	18.74	17.11	3.68	3.32
INDF IJ	Indofood Sukses Makmur Tbk PT	54,000	0.98	BUY	8,500	3.50	11.05	10.63	9.57	1.33	1.22
HOKI IJ	Buyung Poetra Sembada PT	1,706	0.03	BUY	990	20.45	3.77	13.49	13.00	2.32	2.06
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	18,300	0.33	BUY	1,400	9.01	13.34	20.61	18.18	5.56	5.21
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	66,094	1.20	HOLD	1,280	4.28	7.25	25.28	23.57	3.74	3.44
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	25,811	0.47	HOLD	1,400	(6.76)	6.90	26.62	24.90	4.73	4.32
ERAA IJ	Erajaya Swasembada Tbk PT	4,211	0.08	HOLD	1,280	13.54	66.00	12.64	7.61	0.76	0.68
MAPI IJ	Mitra Adiperkasa Tbk PT	13,197	0.24	SELL	580	4.92	5.28	13.86	13.17	1.76	1.53
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,541	0.08	SELL	500	(32.91)	25.56	9.86	7.85	1.01	0.96
PZZA IJ	Sarimelati Kencana PT	2,448	0.04	HOLD	840	4.23	20.53	11.77	9.77	1.55	1.34
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,226	0.04	BUY	755	(74.40)	99.60	12.43	6.23	0.33	0.31
PTPP IJ	PP Persero Tbk PT	5,394	0.10	BUY	1,040	40.73	28.86	4.12	3.20	0.29	0.27
WIKA IJ	Wijaya Karya Persero Tbk PT	11,706	0.21	HOLD	1,225	17.35	20.10	4.37	3.63	0.62	0.54
WSBP IJ	Waskita Beton Precast Tbk PT	4,640	0.08	BUY	262	(29.90)	18.70	7.64	6.43	0.52	0.51
WSKT IJ	Waskita Karya Persero Tbk PT	9,977	0.18	BUY	880	8.47	137.68	9.81	4.13	0.34	0.34
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,790	0.03	BUY	300	4.17	20.85	3.80	3.15	0.64	0.55



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	15,879	0.29	BUY	1,110	(7.75)	12.60	6.08	5.40	0.44	0.41	
PWON IJ	Pakuwon Jati Tbk PT	22,250	0.40	BUY	520	(9.02)	(3.70)	9.30	9.65	1.28	1.14	
SMRA IJ	Summarecon Agung Tbk PT	8,728	0.16	HOLD	610	18.80	15.30	14.27	12.37	1.10	1.02	
CTRA IJ	Ciputra Development Tbk PT	14,013	0.25	BUY	880	8.58	(11.20)	11.22	12.63	0.85	0.81	
DMAS IJ	Puradelta Lestari Tbk PT	8,724	0.16	BUY	228	(30.89)	31.52	9.45	7.19	1.45	1.62	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	15,109	0.27	SELL	6,620	(1.86)	(5.89)	72.92	77.49	0.81	0.80	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	5,288	0.10	BUY	1,000	27.51	22.68	16.43	13.39	0.94	0.81	
TBLA IJ	Tunas Baru Lampung Tbk PT	2,858	0.05	BUY	790	21.14	14.60	3.28	2.86	0.47	0.42	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	35,185	0.64	HOLD	1,100	(18.31)	0.59	6.54	6.50	0.52	0.50	
PTBA IJ	Bukit Asam Tbk PT	25,461	0.46	HOLD	2,310	(3.33)	(6.24)	6.16	6.57	1.35	1.33	
ITMG IJ	Indo Tambangraya Megah Tbk PT	10,085	0.18	BUY	10,630	(39.96)	(18.30)	7.60	9.30	0.56	0.48	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	14,178	0.26	BUY	920	26.09	42.23	11.85	8.33	0.64	0.60	
INCO IJ	Vale Indonesia Tbk PT	30,107	0.55	SELL	2,300	(20.63)	(33.21)	26.57	39.78	0.92	0.90	
MDKA IJ	Merdeka Copper Gold Tbk PT	29,343	0.53	HOLD	1,280	(19.26)	10.41	20.89	18.92	2.74	2.16	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	94,289	1.71	SELL	4,150	9.82	15.94	24.61	21.22	3.91	3.48	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	14,600	0.26	SELL	1,060	2.99	15.17	8.01	6.95	1.19	1.08	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	93,126	1.69	BUY	55,450	(16.02)	8.63	10.19	9.38	1.74	1.60	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	208,791	3.79	BUY	2,500	(6.78)	3.44	16.32	15.78	5.84	5.86	
Cement												
INTP IJ	Indocement Tunggul Prakarsa Tbk PT	47,488	0.86	HOLD	13,900	19.34	12.44	21.68	19.28	2.02	1.98	
SMGR IJ	Semen Indonesia Persero Tbk PT	55,905	1.01	HOLD	9,000	30.77	(33.40)	17.88	26.85	1.66	1.61	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	2,863	0.05	BUY	450	18.73	7.01	11.17	10.44	1.84	1.45	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	63,785	1.16	BUY	19,930	(18.84)	13.03	6.95	6.15	0.95	0.82	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	12.61	1.58
JAKCONS INDEX	17.67	3.77
JAKINFRA INDEX	22.25	2.11
JAKBIND INDEX	45.41	1.95
JAKTRAD INDEX	12.02	1.24
JAKPROP INDEX	17.19	0.88
JAKMINE INDEX	13.19	1.01
JAKMIND INDEX	9.96	1.14
JAKAGRI INDEX	-	0.80

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





Thendra Crisnanda – Head of Institution Research
thendra.crisnanda@mncgroup.com
 Investment Strategy
 Ext. 52162



Victoria Venny – Research Analyst
victoria.nawang@mncgroup.com
 Telco, Toll Road, Logistic, Consumer, Poultry
 Ext. 52236



T. Herditya Wicaksana – Technical Analyst
herditya.wicaksana@mncgroup.com
 Technical Specialist – Elliott Wave
 Ext. 52150



Muhamad Rudy Setiawan – Research Analyst
muhamad.setiawan@mncgroup.com
 Construction, Property, Oil and Gas
 Ext. 52317



Catherina Vincentia – Research Associate
catherina.vincentia@mncgroup.com
 Generalist
 Ext. 52306

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