

KEY INDICATOR

10/06/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.50	4.75	(25.00)	(150.00)
10 Yr (bps)	7.24	7.25	(0.80)	(49.00)
USD/IDR	13,980.00	13,890.00	0.65%	-1.89%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	4,920.68	-2.27%	-21.89%	15.82
MSCI	5,523.89	-2.69%	-24.21%	16.25
HSEI	25,049.73	-0.03%	-11.14%	11.63
FTSE	6,329.13	-0.10%	-16.09%	19.40
DJIA	26,989.99	-1.04%	-5.43%	24.66
NASDAQ	10,020.35	0.67%	11.68%	36.85

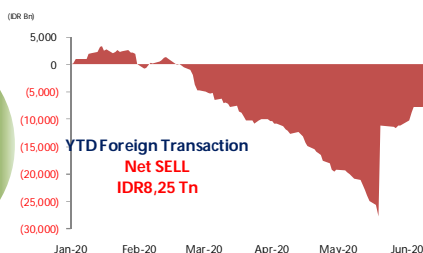
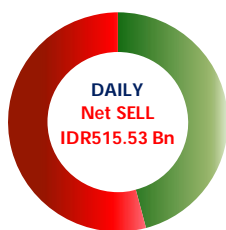
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	39.60	1.69%	-25.65%	-35.15%
COAL	USD/TON	53.05	-1.21%	-27.82%	-21.64%
CPO	MYR/MT	2,349.00	-1.63%	17.80%	-23.03%
GOLD	USD/TOZ	1,738.70	1.36%	30.93%	14.59%
TIN	USD/MT	17,190.00	1.58%	-10.65%	0.09%
NICKEL	USD/MT	13,007.00	0.73%	11.69%	-7.26%

CORPORATE ACTION

TICKER	EVENT	NOTES
BIRD	RUPS	
JSMR	RUPS	
TINS	RUPS	

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA decreased by -1.04% on Wednesday (10/06) followed by the flat movements of S&P 500 (-0.53%) although Nasdaq increased slightly by +0.67%. These movements were contrast to the Fed decision to maintain rates at 0% which are considered decent for the economy. The Fed also will give additional stimulus to aid domestic economic condition. On the other hand, Nasdaq was supported by the rise on tech stocks such as Apple (+2.5%) and NIVIDIA (+3.5%), while Tesla followed suit by rising 8.9%. The market will look forward to several data releases today, such as: 1) US Fed Interest Rate Decision; 2) US Initial Jobless Claims per May-2020; 3) US PPI per May-2020.

Domestic Updates

The Indonesia government estimates that the economic will grow negatively in 2020. There are around 32 sectors that recorded a drop in sales since April 2020 due to COVID-19. By average the sales of all sectors decreased significantly by up to -70% YoY. The sectors which still booked a positive growth are: 1) Public infrastructure (+25%); 2) Vegetable oil (+16%); 3) Consumer staples (+7%); 4) Pharmacy and medical devices (+3%). The revival of economic activities are urgently needed as soon as possible to resolve the pandemic, the longer it takes the more suffering the economy will be in 2020.

Company News

- AUTO IJ** posted revenue of IDR3.84 trillion in 1Q20 (vs IDR3.94 trillion in 1Q19). AUTO managed to press its cost of revenue to IDR3.28 trillion, decrease 3.35% YoY. However, the company's sales and general and administrative expenses grew to IDR194.82 billion and IDR237.69 billion. As a result, AUTO's net profit amounted to IDR114.72 billion dropped by 28% YoY in 1Q20. (IDNFinancials) **MNCS Comment: Automotive sector is one of the most impacted by the Covid-19 pandemic, so AUTO's net profit decreased in 1Q20. AUTO is traded at 5.99x/0.41x PE/PBV.**
- ACST IJ** plans to increase its capital through a rights issue this year. The company will release as many as 15 billion shares. The company expects the rights issue to strengthen its capital structure after posting a IDR1.1 trillion net loss in 2019. (Kontan) **MNCS comment: The right issue plan is a strategic corporate action in the midst of a sluggish business, but it must pay attention to how investors respond to this corporate action. ACST is traded at 1.82x PBV.**
- PTBA IJ** will be distributing dividends amounting to IDR3.65 tn with 90% dividend payout ratio from the previous ratio of 75%. Dividend per share is at IDR316.8/ share with dividend yield at 13.26%. Cum date and distribution date have yet to be announced. (RUPS) **MNCS Comment: We note that due to the change in the payout ratio, the dividend yield is quite high and can be an attractive for investors. PTBA is traded at 1.34x PBV, higher than peers.**

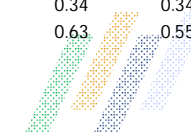
IHSG Updates

JCI fell by -2.27% to 4,920.68 on Wednesday (10/06), followed by a net foreign sell reaching IDR515.53 billion. This decrease was due to profit taking in midst of overbought condition of global and domestic market. Major investors step aside for a while to digest next guidance related to FED rate and new stimulus package in FOMC Meeting. Meanwhile there are some noises in domestic market mainly come from the upswing risks of COVID-19 case in Indonesia which hit new high reaching 34,316 cases and its impact to real economy, which is estimated to push Indonesia GDP to grow negative in 2Q20. Meanwhile, the Rupiah exchange rate against the USD was weakening at IDR13,980. We estimate JCI will move in the range of 4,850-5,010 while waiting for Consumer Confidence as of May-2020. **Today's recommendation: BBRI, BSDE, GGRM, PTBA.**

Stock	Close Price	Recommendation	Tactical Moves
BBRI	3,030	Buy on Weakness	Currently, BBRI is in wave (a) of wave [b], we expect correction for BBRI to be quietly limited.
BSDE	755	Buy on Weakness	Currently, BSDE is at the end of wave [a] of wave B, which means the correction of BSDE quietly limited.
GGRM	47,300	Sell on Strength	There is a potential triangle pattern on GGRM, where currently the position of GGRM is forming wave (c) of wave [c] of wave B in the correction phase.
PTBA	2,370	Sell on Strength	Currently PTBA is forming wave [iv], where PTBA has the potential to be corrected first.

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	196,345	3.58	HOLD	4,900	1.49	3.45	8.92	8.62	0.98	0.92
Banking											
BBCA IJ	Bank Central Asia Tbk PT	714,995	12.90	HOLD	28,400	7.00	9.09	23.38	21.44	3.68	3.26
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	84,292	1.52	HOLD	4,300	(2.68)	5.97	5.63	5.31	0.73	0.67
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	373,738	6.74	HOLD	3,200	(7.81)	1.06	11.68	11.56	1.76	1.63
BMRI IJ	Bank Mandiri Persero Tbk PT	229,133	4.13	HOLD	5,100	(4.62)	9.13	8.74	8.01	1.04	0.95
BNGA IJ	Bank CIMB Niaga Tbk PT	18,597	0.34	BUY	850	2.43	9.99	4.94	4.49	0.44	0.43
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	11,543	0.21	HOLD	1,000	(24.98)	497.17	72.65	12.17	0.68	0.65
BRIS IJ	Bank Brisyariah Tbk PT	2,934	0.05	SELL	230	(32.21)	9.83	58.46	53.23	0.57	0.57
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	308,083	5.62	BUY	3,600	4.61	13.65	14.25	12.53	2.68	2.47
EXCL IJ	XL Axiata Tbk PT	28,264	0.52	HOLD	2,700	21.73	5.39	32.37	30.71	1.41	1.35
TOWR IJ	Sarana Menara Nusantara Tbk PT	51,270	0.93	HOLD	950	13.11	8.81	19.87	18.26	4.84	4.28
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	28,306	0.52	SELL	3,450	6.41	13.25	13.07	11.54	1.14	1.03
PGAS IJ	Perusahaan Gas Negara Tbk PT	25,211	0.46	BUY	1,200	83.33	27.27	11.60	9.11	0.40	0.39
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	312,830	5.70	HOLD	8,400	1.60	6.48	41.64	39.11	36.43	34.23
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	100,876	1.84	BUY	10,300	6.31	9.52	18.79	17.16	3.69	3.33
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	1,515	0.03	BUY	990	20.45	3.77	11.98	11.55	2.06	1.83
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	19,050	0.35	BUY	1,400	9.01	13.34	21.46	18.93	5.79	5.43
TBLA IJ	Tunas Baru Lampung Tbk PT	2,911	0.05	BUY	790	21.14	14.60	3.34	2.92	0.48	0.43
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	68,906	1.26	SELL	1,280	4.28	7.25	26.36	24.58	3.90	3.59
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	25,639	0.47	HOLD	1,400	(6.76)	6.90	26.44	24.74	4.70	4.30
ERAA IJ	Erajaya Swasembada Tbk PT	4,115	0.08	HOLD	1,280	13.54	66.00	12.35	7.44	0.74	0.67
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	4,222	0.08	SELL	500	(32.91)	25.56	9.16	7.30	0.94	0.89
PZZA IJ	Sarimelati Kencana PT	2,508	0.05	HOLD	840	4.23	20.53	12.07	10.01	1.59	1.37
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,279	0.04	BUY	755	(74.40)	99.60	12.73	6.38	0.33	0.32
PTPP IJ	PP Persero Tbk PT	5,518	0.10	BUY	1,040	40.73	28.86	4.22	3.27	0.30	0.28
WIKI IJ	Wijaya Karya Persero Tbk PT	11,526	0.21	HOLD	1,225	17.35	20.10	4.30	3.58	0.61	0.53
WSBP IJ	Waskita Beton Precast Tbk PT	4,534	0.08	BUY	262	(29.90)	18.70	7.46	6.29	0.51	0.49
WSKT IJ	Waskita Karya Persero Tbk PT	10,045	0.18	BUY	880	8.47	137.68	9.87	4.15	0.34	0.34
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,780	0.03	BUY	300	4.17	20.85	3.78	3.13	0.63	0.55



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	14,531	0.26	BUY	1,110	(7.75)	12.60	5.57	4.94	0.40	0.37	
PWON IJ	Pakuwon Jati Tbk PT	20,805	0.38	BUY	520	(9.02)	(3.70)	8.69	9.03	1.19	1.07	
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	12,621	0.23	BUY	880	8.58	(11.20)	10.10	11.38	0.77	0.73	
DMAS IJ	Puradelta Lestari Tbk PT	8,001	0.15	BUY	228	(30.89)	31.52	8.67	6.59	1.33	1.48	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	16,552	0.30	HOLD	9,125	240.96	15.24	22.99	19.95	0.88	0.87	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	5,697	0.10	BUY	1,000	27.51	22.68	17.70	14.43	1.01	0.87	
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	27,304	0.50	HOLD	2,310	(3.33)	(6.24)	6.61	7.05	1.45	1.43	
ITMG IJ	Indo Tambangraya Megah Tbk PT	8,955	0.16	BUY	10,630	(39.96)	(18.30)	6.75	8.26	0.49	0.43	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	14,298	0.26	BUY	920	26.09	42.23	11.95	8.40	0.65	0.60	
INCO IJ	Vale Indonesia Tbk PT	28,418	0.52	SELL	2,300	(20.63)	(33.21)	25.08	37.55	0.87	0.85	
MDKA IJ	Merdeka Copper Gold Tbk PT	28,576	0.52	HOLD	1,280	(19.26)	10.41	20.34	18.42	2.67	2.11	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	91,419	1.67	SELL	4,150	9.82	15.94	23.86	20.58	3.80	3.37	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	13,427	0.24	HOLD	1,060	2.99	15.17	7.36	6.39	1.10	0.99	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	91,009	1.66	BUY	55,450	(16.02)	8.63	9.96	9.17	1.70	1.56	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	203,557	3.71	BUY	2,500	(6.78)	3.44	15.91	15.38	5.70	5.71	
Cement												
INTP IJ	Indocement Tunggai Prakarsa Tbk PT	43,807	0.80	BUY	13,900	19.34	12.44	20.00	17.79	1.86	1.82	
SMGR IJ	Semen Indonesia Persero Tbk PT	54,718	1.00	HOLD	9,000	30.77	(33.40)	17.50	26.28	1.62	1.57	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	2,848	0.05	BUY	450	18.73	7.01	11.11	10.38	1.83	1.44	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	64,252	1.17	BUY	19,930	(18.84)	13.03	7.00	6.19	0.95	0.83	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	12.65	1.64
JAKCONS INDEX	17.75	3.79
JAKINFRA INDEX	21.69	2.05
JAKBIND INDEX	43.70	1.88
JAKTRAD INDEX	12.20	1.25
JAKPROP INDEX	16.99	0.86
JAKMINE INDEX	13.44	1.01
JAKMIND INDEX	9.71	1.12
JAKAGRI INDEX	-	0.83

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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