

KEY INDICATOR

02/09/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.00	4.25	(25.00)	(200.00)
10 Yr (bps)	6.94	6.86	8.20	(40.90)
USD/IDR	14,745.00	14,573.00	1.18%	3.63%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,311.97	0.02%	-15.68%	19.31
MSCI	6,119.10	0.02%	-16.04%	19.76
HSEI	25,120.09	-0.26%	-10.89%	11.98
FTSE	5,940.95	1.35%	-21.23%	19.63
DJIA	29,100.50	1.59%	1.97%	25.36
NASDAQ	12,056.44	0.98%	34.37%	40.80

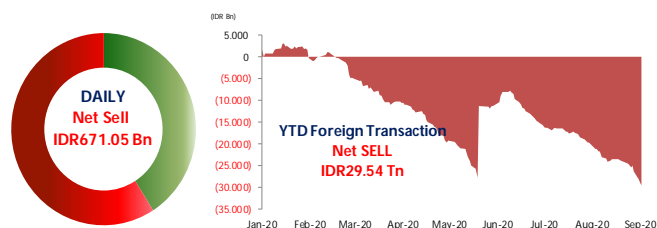
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	41.51	-2.92%	-23.04%	-32.02%
COAL	USD/TON	50.60	-1.56%	-23.91%	-25.26%
CPO	MYR/MT	2,811.00	0.97%	28.89%	-7.90%
GOLD	USD/TOZ	1,942.92	-1.38%	25.58%	28.05%
TIN	USD/MT	18,348.00	0.89%	9.80%	6.83%
NICKEL	USD/MT	15,706.00	1.11%	-12.67%	11.99%

CORPORATE ACTION

TICKER	EVENT	NOTES
DLTA	Cum Dividend Date	IDR390/share
BYAN	Cum Dividend Date	IDR292/share
AMAR	Cum Dividend Date	IDR3.82/share

NET FOREIGN TRADING VALUE



Sources: Bloomberg LP, MNCS

Global Market Highlight

DJIA grew by +1.59% on Wednesday (02/09) followed by the strengthening of S&P 500 (+1.54%) and Nasdaq (+0.98%). The rally continues despite the drop on Apple and Tesla's stock by 2.1% and 5.8% due to profit taking by investors. Moreover, The private wage slips in the US only increased by 428,000 in August, which is below economists' expectations of 1.17 million. The rate of employment had actually slowed down in the last two months, where the figure hovered around 320,000. Moreover, the market will look forward to several data releases today, such as: 1) US Balance of Trade; 2) US Initial Jobless Claims; 3) China Caixin Composite PMI.

Domestic Updates

Finance Minister Sri Mulyani predicts that Indonesia's economy will contract again in the 3Q20, making a recession inevitable. In Q2, the Central Statistics Agency (BPS) recorded that Indonesia's economy contracted by 5.32%. A recession will occur if the economy contracts again in 3Q since it will indicate a contraction for two consecutive quarters with negative growth. She even predicts that the growth in 4Q still be below the neutral zone, even if it is not negative. Until the end of 2020, economic growth is expected to be in the range of -1.1% to 0.2%. Next year, it is predicted that economic growth will be in the field of 4.5% to 5.5%.

Company News

- PPRO IJ** completed the payment of medium-term notes worth IDR287 billion, even though amid a pandemic situation. It is still committing to pay off the other MTN that is due until December 2020 to maintain investor trust. The company's strategy is to focus on projects spread in Bekasi, Surabaya, Depok, and Semarang. Furthermore, it is strengthening its cooperation with banks to get KPA interest of 1.75%. It is also strengthening digital marketing through e-commerce and increase liquidity through land, subsidiary, and mall divestments (Market Bisnis). **MNCS Comment: We think that this should be observed by investors, whether this will be a positive catalyst in the future. In addition, investors must also pay attention to the marketing sales that will be achieved by PPRO in FY20E. PPRO is currently traded at 25x/0.72x PE/PBV.**
- TOTL IJ** obtained new contract amounted to IDR414 billion from educational buildings, offices, shopping centers, hotels, and industry. This achievement has not changed since the beginning of August 2020. The largest contract acquisition was obtained in 2Q20, amounting to IDR355 billion. Meanwhile, TOTL is aiming for a contract tender of IDR6.4 trillion in FY20E. (Kontan). **MNCS Comment: We consider that the acquisition of new contracts produced by private construction companies is quite good in the midst of a fairly challenging industry today. TOTL is currently traded at 9.80x/0.89x PE/PBV.**
- TEBE IJ** will distribute dividends from FY19 net profit at IDR4 per share, totaling to IDR5.15 billion. Last year's net profit is IDR45.55 billion, so the company's payout ratio is 11.28%. The remaining IDR40.40 billion will be used as retained earnings to strengthen capital. TEBE's current price is IDR1,400, so the dividend yield is 0.28%. The recording date for this distribution is September 9, 2020 with distribution taking place at September 30, 2020 (Kontan). **MNCS Comment: This dividend distribution is the first in the last 3 years. investors should pay attention to the profit generated by the company in FY20E which recorded a net loss in 1H20. TEBE is currently traded at 2.83x PBV.**

IHSG Updates

JCI only increased by +0.02% to 5,311.97 on Wednesday (02/09) followed by net foreign sell reaching IDR671.05 billion. JCI was flat due to minimum domestic sentiment while Agriculture Sector strengthened amid the increase on the soft commodity price. Furthermore, the market are worried about the discourse of revoking the independence of Bank Indonesia (BI) through the legislation that is currently being prepared. This triggered a varied response on the stock exchange, so that the stock market was swaying up and down. Meanwhile, the Rupiah exchange rate was weakening at IDR14,745. We estimate JCI will move in the range of 5,220-5,350 while waiting for foreign exchange reserve data release. **Today's recommendation: JPFA, BRPT, AKRA, SMRA.**

Stock	Close Price	Recommendation	Tactical Moves
JPFA	1,195	Buy on Weakness	JPFA's current movement is the start of wave [iii] of wave 3.
BRPT	830	Spec Buy	The BRPT movement is already at the end of wave [v] of wave C of wave (B).
AKRA	2,960	Buy on Weakness	At the moment AKRA is at the start of wave v of wave (v) of wave [iii].
SMRA	660	Sell on Strength	Currently the SMRA movement is at the end of wave [c] of wave B.

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	214,563	3.62	HOLD	5,500	(24.25)	25.37	13.05	10.41	1.07	1.00
Banking											
BBCA IJ	Bank Central Asia Tbk PT	793,275	13.26	SELL	28,400	7.00	9.09	25.94	23.78	4.09	3.62
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	97,439	1.63	HOLD	5,700	(28.97)	24.57	8.92	7.16	0.87	0.80
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	451,446	7.55	SELL	3,200	(7.81)	1.06	14.11	13.97	2.13	1.96
BMRI IJ	Bank Mandiri Persero Tbk PT	283,500	4.74	SELL	5,100	(4.62)	9.13	10.82	9.91	1.28	1.18
BNGA IJ	Bank CIMB Niaga Tbk PT	20,734	0.35	HOLD	850	2.43	9.99	5.51	5.01	0.49	0.48
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	16,785	0.28	SELL	1,000	(24.98)	497.17	105.64	17.69	0.99	0.94
BRIS IJ	Bank Brisyariah Tbk PT	9,425	0.16	SELL	230	(32.21)	9.83	187.78	170.98	1.84	1.82
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	292,234	4.93	BUY	3,600	(8.00)	8.33	15.36	14.18	2.73	2.58
EXCL IJ	XL Axiata Tbk PT	25,801	0.44	BUY	2,700	21.73	5.39	29.55	28.04	1.29	1.23
TOWR IJ	Sarana Menara Nusantara Tbk PT	54,076	0.91	SELL	950	13.11	8.81	20.95	19.26	5.11	4.51
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	28,378	0.48	SELL	3,450	6.41	13.25	13.10	11.57	1.14	1.03
PGAS IJ	Perusahaan Gas Negara Tbk PT	32,241	0.54	HOLD	1,200	83.33	27.27	14.84	11.66	0.52	0.50
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	310,923	5.25	HOLD	8,400	1.60	6.48	41.39	38.87	36.21	34.02
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	118,951	2.01	HOLD	10,300	6.31	9.52	22.16	20.24	4.36	3.93
INDF IJ	Indofood Sukses Makmur Tbk PT	68,048	1.15	HOLD	8,500	3.50	11.05	13.40	12.06	1.68	1.54
HOKI IJ	Buyung Poetra Sembada PT	1,790	0.03	HOLD	700	(26.89)	37.61	23.31	16.94	2.42	2.05
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	21,000	0.35	HOLD	1,400	9.01	13.34	23.65	20.87	6.38	5.98
TBLA IJ	Tunas Baru Lampung Tbk PT	4,461	0.08	SELL	630	(43.57)	5.01	11.00	10.47	0.83	0.79
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	75,000	1.27	SELL	1,280	4.28	7.25	28.69	26.75	4.25	3.91
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	27,869	0.47	SELL	1,400	(6.76)	6.90	28.74	26.89	5.11	4.67
ERAA IJ	Erajaya Swasembada Tbk PT	5,391	0.09	SELL	1,280	13.54	66.00	16.18	9.75	0.97	0.87
MAPI IJ	Mitra Adiperkasa Tbk PT	11,537	0.19	SELL	580	4.92	5.28	12.12	11.51	1.53	1.34
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,683	0.08	SELL	500	(32.91)	25.56	10.16	8.09	1.05	0.99
PZZA IJ	Sarimelati Kencana PT	1,889	0.03	BUY	840	4.23	20.53	9.09	7.54	1.20	1.03
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	2,172	0.04	BUY	755	(74.40)	99.60	12.13	6.08	0.32	0.31
PTPP IJ	PP Persero Tbk PT	6,107	0.10	HOLD	1,040	40.73	28.86	4.67	3.62	0.33	0.31
WIKA IJ	Wijaya Karya Persero Tbk PT	11,212	0.19	HOLD	1,225	17.35	20.10	4.18	3.48	0.59	0.52
WSBP IJ	Waskita Beton Precast Tbk PT	4,402	0.07	BUY	262	(29.90)	18.70	7.25	6.10	0.49	0.48
WSKT IJ	Waskita Karya Persero Tbk PT	8,755	0.15	BUY	880	8.47	137.68	8.60	3.62	0.30	0.30
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,847	0.03	BUY	300	4.17	20.85	3.93	3.25	0.66	0.57



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	
Property												
BSDE IJ	Bumi Serpong Damai Tbk PT	16,514	0.28	BUY	1,110	(7.75)	12.60	5.75	5.11	0.41	0.38	
PWON IJ	Pakuwon Jati Tbk PT	19,745	0.33	BUY	520	(9.02)	(3.70)	8.25	8.57	1.13	1.01	
SMRA IJ	Summarecon Agung Tbk PT	9,522	0.16	HOLD	610	(69.64)	44.19	60.89	42.23	0.99	0.97	
CTRA IJ	Ciputra Development Tbk PT	13,920	0.24	BUY	880	8.58	(11.20)	11.14	12.55	0.85	0.80	
DMAS IJ	Puradelta Lestari Tbk PT	10,893	0.18	HOLD	228	(30.89)	31.52	11.81	8.98	1.81	2.02	
Agriculture												
AALI IJ	Astra Agro Lestari Tbk PT	21,172	0.36	SELL	9,125	240.96	15.24	29.41	25.52	1.10	1.05	
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	7,198	0.12	HOLD	1,000	27.51	22.68	22.36	18.23	1.28	1.10	
Coal Mining												
ADRO IJ	Adaro Energy Tbk PT	38,863	0.66	HOLD	1,310	(18.31)	0.59	7.22	7.18	0.58	0.55	
PTBA IJ	Bukit Asam Tbk PT	24,769	0.42	BUY	2,390	(16.98)	4.55	6.98	6.68	1.32	1.30	
ITMG IJ	Indo Tambangraya Megah Tbk PT	9,830	0.17	BUY	10,630	(58.33)	(20.00)	10.67	13.34	0.38	0.33	
Metal Mining												
ANTM IJ	Aneka Tambang Tbk	20,426	0.34	HOLD	920	26.09	42.23	17.07	12.00	0.93	0.86	
INCO IJ	Vale Indonesia Tbk PT	39,547	0.67	HOLD	3,590	13.79	2.00	48.83	47.88	1.22	1.19	
MDKA IJ	Merdeka Copper Gold Tbk PT	38,978	0.66	SELL	1,595	(21.21)	25.00	27.30	21.84	3.64	2.87	
Poultry												
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	100,848	1.70	SELL	4,150	9.82	15.94	26.32	22.70	4.19	3.72	
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	14,013	0.24	HOLD	1,150	(60.18)	121.37	19.87	8.98	1.18	1.05	
Cigarette												
GGRM IJ	Gudang Garam Tbk PT	91,394	1.54	BUY	55,450	(16.02)	8.63	10.00	9.21	1.71	1.57	
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	194,251	3.28	HOLD	1,650	(22.03)	3.26	18.15	17.58	5.79	5.82	
Cement												
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	45,279	0.76	BUY	13,900	19.34	12.44	20.67	18.39	1.93	1.89	
SMGR IJ	Semen Indonesia Persero Tbk PT	63,467	1.07	SELL	9,000	30.77	(33.40)	20.30	30.48	1.88	1.83	
Basic Industry and Chemical												
ARNA IJ	Arwana Citramulia Tbk PT	3,274	0.06	HOLD	450	18.73	7.01	12.77	11.94	2.10	1.65	
Heavy Equipment												
UNTR IJ	United Tractors Tbk PT	87,099	1.47	SELL	19,930	(18.84)	13.03	9.49	8.39	1.29	1.12	

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	18.05	1.97
JAKCONS INDEX	19.22	4.10
JAKINFRA INDEX	32.48	2.15
JAKBIND INDEX	43.61	1.90
JAKTRAD INDEX	17.63	1.35
JAKPROP INDEX	1.04	0.83
JAKMINE INDEX	15.21	1.16
JAKMIND INDEX	11.34	1.22
JAKAGRI INDEX	-	0.98

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

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.

