

KEY INDICATOR

11/09/2020	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.00	4.25	(25.00)	(200.00)
10 Yr (bps)	6.96	6.98	(1.60)	(30.00)
USD/IDR	14,890.00	14,855.00	0.24%	5.98%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	5,016.71	2.56%	-20.36%	18.45
MSCI	5,651.21	2.82%	-22.46%	18.40
HSEI	24,503.31	0.78%	-13.08%	12.90
FTSE	6,032.09	0.48%	-20.02%	18.69
DJIA	27,665.64	0.48%	-3.06%	24.13
NASDAQ	10,853.54	-0.60%	20.96%	36.75

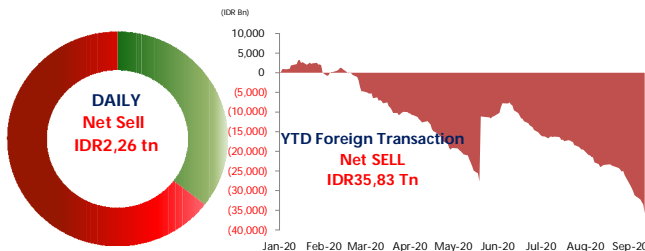
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	37.33	0.08%	-34.97%	-38.86%
COAL	USD/TON	50.75	2.01%	-22.87%	-25.04%
CPO	MYR/MT	2,811.00	-0.11%	26.51%	-7.90%
GOLD	USD/TOZ	1,940.55	-0.28%	30.61%	27.90%
TIN	USD/MT	18,102.00	0.57%	3.92%	5.40%
NICKEL	USD/MT	15,094.00	1.77%	-16.35%	7.62%

CORPORATE ACTION

TICKER	EVENT	NOTES
ENZO	IPO	IDR105/share

NET FOREIGN TRADING VALUE



Global Market Highlight

DJIA grew by +0.48% on Friday (11/09) followed by S&P500 (+0.05%) though Nasdaq fell by -0.60%. The worst fall in share prices occurred in the technology sector, where Apple shares slumped by 3.3% after rising 2.7% while Netflix, Microsoft, Facebook and Amazon shares also decreased which sent technology sector shares on the S&P 500 Index down 2.3%. In addition, market players are also watching the US consumer price index (CPI) data for August which solidly increased by 0.4%. Moreover, the market will look forward to several data releases today, such as: 1) China House Price Index; 2) Japan Industrial Production; 3) Eurozone Industrial Production.

Domestic Updates

The Ministry of Finance has set a target for excise revenue from excisable goods (BKC), reaching IDR1.5 trillion in FY21. As a result, the total excise revenue target for next year will increase by 0.83% YoY. The Minister of Finance hopes that the plastic bag excise law can be passed together with the parliament this year. In early FY21, the government will be able to collect excise on plastic bags while compiling a roadmap for other plastic products such as plastic containers and packaging. The escalation of the application of excise on plastic products is planned to take effect in FY22, while plastic bags will be priced at an excise rate of IDR200 per sheet.

Company News

- INDY IJ** managed to produce 20.4 million ton of coal as of July 2020. Meanwhile, there has been no plans to revise production target, which is 30.95 million tons, divided into Kideco with 29.65 million tons and MUTU at 1.3 million tons as INDY's subsidiaries. Kideco Jaya Agung is one of the seven first generation mines that are waiting for confirmation of the extension of the Coal Mining Exploitation Cooperation Agreement (PKP2B) and a change in status to a Special Production Operation Mining Business Permit (IUPK-OP) whose license will expire on March 13, 2023 (Kontan). **MNCS Comment: INDY is quite optimistic with the coming period as demands from China and India returns to normal and coal price starts to stabilize. Furthermore, the Omnibus law regarding the extension of operating permit will benefit coal companies, INDY included. INDY is currently traded at 0.36x PBV, lower than peers.**
- PNGO IJ** is quite optimistic to reach IDR1.7 trillion of revenue in FY20E. Management state that this target can still be achieved through pandemic and prolonged dry season whereas the company would focus on efficiency to achieve this target. Nearing the peak crop, supply of fruit from third parties has also increased so that it can increase production (Kontan). **MNCS Comment: Approaching the La Nina that is predicted to come this month will also be a positive catalyst for PNGO as it will further increase production. On the other hand, the labor shortage has caused production to not be optimized, leading to inequality on supply and demand which will lift sentiments on CPO price. PNGO is currently traded at 17.64x/0.87x PE/PBV, lower than peers.**
- AMOR IJ** will distribute final dividends totaling IDR50.8 billion to shareholders. This equals to IDR45.8 per share yielding at 2.24%. The dividend distribution is in line with the company's commitment to distribute at least 50% of net income each year. Meanwhile, revenue slipped by 9.47% to IDR279.82 billion due to a decrease in managed funds, especially since February 2020. Total assets under management (AUM) from mutual fund products were recorded at IDR22.78 trillion at the end of June 2020, dropped by 17.79% YoY (Kontan). **MNCS Comment: As the market take a toll from the pandemic in the 1Q20, it definitely affect the operational of AMOR. But we see that they are pretty solid in committing to distribute dividend at 50% DPR. AMOR is currently traded at 28.33x/7.94x PE/PBV.**

IHSG Updates

JCI rose by +2.56% to 5,016.71 followed on Friday (11/09) though still followed by net foreign sell reaching IDR2.26 trillion. JCI bounce back after hitting below five thousand, this is inline with the strengthening Regional Asia indices. It seems that the negative sentiment from the PSBB announcement didn't sit long with the market, as investor buys back. Seeing that the foreign investors are running away, the domestic players starts to act. Meanwhile, the Rupiah exchange rate was weakening at IDR14,890. We estimate JCI will move in the range of 4,753-5,050 while waiting for Balance of Trade data release. **Today's recommendation: JSMR, AKRA, TLKM, LSIP.**

Stock	Close Price	Recommendation	Tactical Moves
JSMR	3,320	Buy on Weakness	We estimate that JSMR is already at the end of wave C of wave (B).
AKRA	2,750	Buy on Weakness	At the moment we estimate the AKRA movement is at the end of wave A.
TLKM	2,810	Buy on Weakness	As long as TLKM is not corrected below 2,620, at the moment TLKM is in the beginning of wave C.
LSIP	940	Sell on Strength	As long as the LSIP has not been able to strengthen through 1.085, it will only form wave B 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	187,439	3.35	BUY	5,500	(24.25)	25.37	11.40	9.10	0.94	0.88
Banking											
BBCA IJ	Bank Central Asia Tbk PT	727,939	12.88	HOLD	28,400	7.00	9.09	23.81	21.82	3.75	3.32
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	90,819	1.61	BUY	5,700	(28.97)	24.57	8.31	6.67	0.81	0.75
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	400,874	7.10	HOLD	3,200	(7.81)	1.06	12.53	12.40	1.89	1.74
BMRI IJ	Bank Mandiri Persero Tbk PT	255,500	4.52	HOLD	5,100	(4.62)	9.13	9.75	8.93	1.16	1.06
BNGA IJ	Bank CIMB Niaga Tbk PT	18,974	0.34	BUY	850	2.43	9.99	5.04	4.58	0.45	0.44
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	14,085	0.25	SELL	1,000	(24.98)	497.17	88.65	14.84	0.83	0.79
BRIS IJ	Bank Brisyariah Tbk PT	8,356	0.15	SELL	230	(32.21)	9.83	166.49	151.59	1.63	1.61
Telco											
TLKM IJ	Telekomunikasi Indonesia Persero Tbk PT	278,365	4.98	BUY	3,600	(8.00)	8.33	14.64	13.51	2.60	2.46
EXCL IJ	XL Axiata Tbk PT	23,446	0.42	BUY	2,700	21.73	5.39	26.85	25.48	1.17	1.12
TOWR IJ	Sarana Menara Nusantara Tbk PT	52,800	0.94	HOLD	950	13.11	8.81	20.46	18.80	4.99	4.40
Toll Road & Utilities											
JSMR IJ	Jasa Marga Persero Tbk PT	24,096	0.43	HOLD	3,450	6.41	13.25	11.13	9.82	0.97	0.88
PGAS IJ	Perusahaan Gas Negara Tbk PT	26,787	0.48	HOLD	1,200	83.33	27.27	12.33	9.68	0.43	0.41
Consumer											
UNVR IJ	Unilever Indonesia Tbk PT	316,645	5.66	HOLD	8,400	1.60	6.48	42.15	39.59	36.87	34.64
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	119,535	2.14	HOLD	10,300	6.31	9.52	22.27	20.34	4.38	3.95
INDF IJ	Indofood Sukses Makmur Tbk PT	66,512	1.19	BUY	8,500	3.50	11.05	13.09	11.79	1.64	1.51
HOKI IJ	Buyung Poetra Sembada PT	1,730	0.03	HOLD	700	(26.89)	37.61	22.54	16.38	2.34	1.98
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	22,425	0.40	HOLD	1,400	118.02	13.34	25.26	22.28	6.81	6.39
TBLA IJ	Tunas Baru Lampung Tbk PT	4,087	0.07	SELL	630	(43.57)	5.01	10.08	9.60	0.76	0.73
Pharmacy											
KLBF IJ	Kalbe Farma Tbk PT	73,828	1.32	SELL	1,280	4.28	7.25	28.24	26.33	4.18	3.85
Retail											
ACES IJ	Ace Hardware Indonesia Tbk PT	26,668	0.48	HOLD	1,400	(6.76)	6.90	27.51	25.73	4.89	4.47
ERAA IJ	Erajaya Swasembada Tbk PT	5,040	0.09	SELL	1,280	13.54	66.00	15.13	9.11	0.90	0.81
MAPI IJ	Mitra Adiperkasa Tbk PT	9,960	0.18	HOLD	580	4.92	5.28	10.46	9.94	1.32	1.16
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,151	0.07	SELL	500	(32.91)	25.56	9.01	7.17	0.93	0.88
PZZA IJ	Sarimelati Kencana PT	1,768	0.03	BUY	840	4.23	20.53	8.50	7.06	1.12	0.97
Construction											
ADHI IJ	Adhi Karya Persero Tbk PT	1,976	0.04	BUY	660	(74.40)	99.60	11.04	5.53	0.29	0.28
PTPP IJ	PP Persero Tbk PT	5,239	0.09	HOLD	870	(58.56)	30.26	13.59	10.44	0.28	0.26
WIKA IJ	Wijaya Karya Persero Tbk PT	10,136	0.18	BUY	1,290	(69.76)	7.05	14.67	13.70	0.54	0.47
WSBP IJ	Waskita Beton Precast Tbk PT	3,954	0.07	BUY	262	(29.90)	18.70	6.51	5.48	0.44	0.43
WSKT IJ	Waskita Karya Persero Tbk PT	7,737	0.14	BUY	650	(67.97)	18.14	25.75	21.80	0.26	0.26
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,599	0.03	BUY	300	4.17	20.85	3.40	2.81	0.57	0.49



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						FY20E	FY21F	FY20E	FY21F	FY20E	FY21F
Property											
BSDE IJ	Bumi Serpong Damai Tbk PT	14,502	0.26	BUY	1,110	(7.75)	12.60	5.05	4.49	0.36	0.34
PWON IJ	Pakuwon Jati Tbk PT	16,856	0.30	BUY	520	(9.02)	(3.70)	7.04	7.31	0.97	0.86
SMRA IJ	Summarecon Agung Tbk PT	8,295	0.15	HOLD	610	(69.64)	44.19	53.04	36.79	0.86	0.85
CTRA IJ	Ciputra Development Tbk PT	12,250	0.22	BUY	880	8.58	(11.20)	9.80	11.04	0.74	0.70
DMAS IJ	Puradelta Lestari Tbk PT	9,929	0.18	BUY	228	(30.89)	31.52	10.76	8.18	1.65	1.84
Agriculture											
AALI IJ	Astra Agro Lestari Tbk PT	20,113	0.36	SELL	9,125	240.96	15.24	27.94	24.25	1.05	1.00
LSIP IJ	Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	6,413	0.11	HOLD	1,000	27.51	22.68	19.92	16.24	1.14	0.98
Coal Mining											
ADRO IJ	Adaro Energy Tbk PT	37,743	0.67	BUY	1,310	(18.31)	0.59	7.01	6.97	0.56	0.54
PTBA IJ	Bukit Asam Tbk PT	22,696	0.41	BUY	2,390	(16.98)	4.55	6.40	6.12	1.21	1.19
ITMG IJ	Indo Tambangraya Megah Tbk PT	9,322	0.17	BUY	10,630	(58.33)	(20.00)	10.12	12.65	0.36	0.31
Metal Mining											
ANTM IJ	Aneka Tambang Tbk	18,624	0.33	BUY	920	26.09	42.23	15.57	10.94	0.85	0.78
INCO IJ	Vale Indonesia Tbk PT	37,957	0.68	HOLD	3,590	13.79	2.00	46.87	45.95	1.17	1.14
MDKA IJ	Merdeka Copper Gold Tbk PT	35,693	0.64	HOLD	1,595	(21.21)	25.00	25.00	20.00	3.33	2.63
Poultry											
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	96,748	1.73	SELL	4,150	9.82	15.94	25.25	21.78	4.02	3.57
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	12,958	0.23	HOLD	1,150	(60.18)	121.37	18.38	8.30	1.09	0.97
Cigarette											
GGRM IJ	Gudang Garam Tbk PT	84,997	1.52	BUY	55,450	(16.02)	8.63	9.30	8.56	1.59	1.46
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	185,527	3.32	HOLD	1,650	(22.03)	3.26	17.34	16.79	5.53	5.56
Cement											
INTP IJ	Indocement Tunggul Prakarsa Tbk PT	39,021	0.70	BUY	13,900	19.34	12.44	17.82	15.84	1.66	1.63
SMGR IJ	Semen Indonesia Persero Tbk PT	55,756	1.00	HOLD	9,000	30.77	(33.40)	17.84	26.78	1.65	1.60
Basic Industry and Chemical											
ARNA IJ	Arwana Citramulia Tbk PT	3,216	0.06	HOLD	450	18.73	7.01	12.54	11.72	2.07	1.62
Heavy Equipment											
UNTR IJ	United Tractors Tbk PT	85,513	1.53	SELL	19,930	(18.84)	13.03	9.31	8.24	1.27	1.10

SECTOR RATIO

SECTOR	PE	PBV
JAKFIN INDEX	16.57	1.80
JAKCONS INDEX	18.78	4.00
JAKINFRA INDEX	31.32	2.08
JAKBIND INDEX	40.51	1.76
JAKTRAD INDEX	17.09	1.29
JAKPROP INDEX	1.06	0.85
JAKMINE INDEX	14.53	1.10
JAKMIND INDEX	10.10	1.08
JAKAGRI INDEX	-	0.91

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



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