

KEY INDICATOR

31/10/2022	LAST PRICE	PREV	CHG	YoY
7-Day RR (bps)	4.75	4.25	0.50	125.00
10 Yr (bps)	7.54	7.53	0.07%	148.20
USD/IDR	15,598	15,552	0.30%	10.09%

INDICES

MARKET INDEX	LAST PRICE	CHANGE	YTD	PE (x)
IHSG	7,098.89	0.61%	7.86%	15.06
MSCI	7,715.82	0.58%	15.22%	14.37
HSEI	14,687.02	-1.18%	-37.23%	8.25
FTSE	7,094.53	0.66%	-3.93%	8.94
DJIA	32,732.95	-0.39%	-9.92%	17.74
NASDAQ	10,988.15	-1.03%	-29.77%	25.02

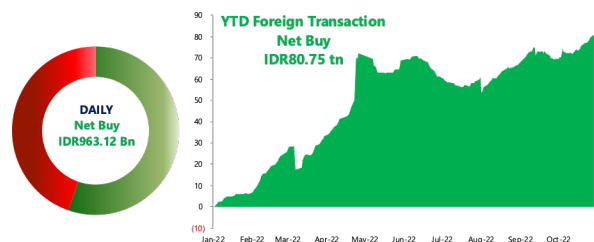
COMMODITIES

COMM.	UNIT	LAST PRICE	CHANGE	YoY	YTD
WTI	USD/BRL	86.53	-1.56%	3.54%	15.05%
COAL	USD/TON	356.30	-7.62%	59.45%	110.08%
CPO	MYR/MT	4,054.00	1.63%	-19.34%	-13.69%
GOLD	USD/TOZ	1,633.56	-0.69%	-8.40%	-10.70%
TIN	USD/MT	17,631.00	-2.60%	-52.20%	-54.63%
NICKEL	USD/MT	21,809.00	-1.47%	12.14%	5.07%

CORPORATE ACTION

TICKER	EVENT	NOTES
HMSP	Public Expose	-

NET FOREIGN TRADING VALUE



Global Market Highlight

DJIA weakened by -0.39% on Monday (31/10), followed by the S&P500 (-0.75%) and the Nasdaq (-1.03%). Wall Street was under pressure as the yield on US T-note 10Y rose to 4.08% triggered by the inflation rate in Europe in Oct-22 of +10.7% YoY (vs +10.2% YoY on consensus). In addition, we see market participants trying to price-in ahead of the release of the benchmark interest rate decision (FFR) at the Nov-22 FOMC which is expected to rise +75 bps to 4.00%. Today, the market will be looking toward several data releases such as: 1) US ISM Manufacturing PMI Oct; 2) US Construction Spending MoM Sep; 3) UK Manufacturing Global/CIPS Manufacturing PMI Final Oct.

Domestic Update

- Indonesia's Manufacturing PMI in Oct-22 remains expansive despite dropping to 51.8 points (vs 53.7 points in Sep-2022). MNCS Comment: The slowdown was influenced by demand and slowing output in line with high inflation which forced producers to reduce their purchases of stock of goods.
- Furthermore, the national Covid-19 daily rate had increased by 2,457 active cases (31/10).

Company News

- ASII IJ posted a +32.23% YoY revenue growth in 9M22 to IDR221.35 trillion (vs IDRt167.40 trillion in 9M21). Meanwhile, net profit grew by +55.77% YoY to IDR23.33 trillion (vs IDR14.98 trillion in 9M21) (IQ Plus). MNCS Comment: Revenue growth was supported by automotive segment revenue growth of +29.28% YoY and heavy equipment, mining and energy segment growth of +58.30% YoY. Meanwhile, net profit increased as JV net profit increased by +22.43% YoY and fair value gain on investment in GOTO amounted to IDR1.08 trillion, thus widening NPM to 10.54% (vs 8.95% in 9M21). ASII is currently traded at the level of 8.65x/1.42x PER/PBV.
- TLKM IJ posted a +2.67% YoY revenue growth in 9M22 to IDR108.87 trillion (vs IDR106.04 trillion in 9M21). Meanwhile, net profit decreased by -12.14% YoY to IDR16.58 trillion (vs IDR18.87 trillion in 9M21) (IQ Plus). MNCS Comment: The increase in revenue was in line with the increase in revenue from the data, internet and IT segments by +6.06% YoY along with the increase in mobile data traffic +20.7% YoY. Meanwhile, the decrease in net profit was in line with the increase in depreciation and amortization expenses of +12.78% YoY as well as a loss on the unrealized investment value of GOTO of IDR3.08 trillion (vs profit of IDR403 billion in 9M21). Currently, TLKM is traded at the level of 19.67x/3.52x PER/PBV.
- GGRM IJ posted a +2.01% YoY revenue growth in 9M22 to IDR93.92 trillion (vs IDR92.07 trillion in 9M21). Meanwhile, net profit fell by -63.78% YoY to IDR1.50 trillion (vs IDR4.13 trillion in 9M21) (Market Bisnis). MNCS Comment: The increase in revenue was in line with the increase in SKM segment revenue by +1.71% YoY and contributed to total revenue in 9M22 by 91.59%. Meanwhile, the decrease in net profit was due to the excise duty, VAT and tax expense which increased by +5.95% and weighed on the gross profit performance of -26.06% YoY. Currently, GGRM is traded at the level of 23.22x/0.82x PER/PBV.

IHSG Updates

JCI strengthened by +0.61% to 7,098.89 on Monday (31/10), followed by net foreign buy which reached IDR963.12 billion. The majority of sectors experienced strengthening and boosted the index rate, led by the energy sector (+2.17%) and followed by the transportation & logistics sector (+1.94%). On the other hand, the sectors that experienced weakness were the industrial sector (-0.90%) followed by the technology sector (-0.68%). The index's strengthening was in line with Wall Street and a number of Asian bourses ahead of the release of Indonesia's inflation data in Oct-22 which is expected to rise according to the consensus estimate of +5.99% YoY (vs +5.95% YoY realized in Sep-22). We see that the index's strengthening was driven by the release of the financial report performance of big cap issuers in 9M22 which was observed to be solid. On the other hand, the Rupiah exchange rate closed lower at IDR15,598/USD. We estimate that the JCI will move in the price range of 7,000-7,130. Today's recommendation: BTPS, ESSA, TINS, SMGR.

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)
						FY22E	FY23F	FY22E	FY23F	FY22E	FY23F		
Automotive													
ASII IJ	Astra International Tbk PT	269,216	4.37	BUY	7,425	7.01	3.47	13.91	13.44	1.47	1.36	8,025	6,650
AUTO IJ	Astra Otoparts Tbk PT	6,362	0.05	BUY	1,700	48.73	7.88	7.00	6.49	0.51	0.49	1,717	1,320
Banking													
ARTO IJ	Bank Jago Tbk PT	70,667	0.70	BUY	15,700	116.67	230.77	392.31	118.60	8.36	7.70	9,712	5,100
BBCA IJ	Bank Central Asia Tbk PT	1,084,820	9.57	SELL	7,900	14.12	8.59	30.24	27.85	5.02	4.73	8,933	8,800
BBNI IJ	Bank Negara Indonesia Persero Tbk PT	175,297	2.50	HOLD	9,000	37.67	25.87	11.69	9.29	1.32	1.21	10,567	9,400
BBRI IJ	Bank Rakyat Indonesia Persero Tbk PT	704,749	9.39	BUY	5,500	54.68	30.57	14.81	11.34	2.20	1.97	5,473	4,650
BMRI IJ	Bank Mandiri Persero Tbk PT	492,333	7.01	SELL	9,300	39.27	9.44	12.60	11.52	2.04	1.90	11,058	10,550
BNGA IJ	Bank CIMB Niaga Tbk PT	28,650	0.07	HOLD	1,200	23.36	18.71	6.75	5.68	0.59	0.54	1,593	1,140
BBTN IJ	Bank Tabungan Negara Persero Tbk PT	16,362	0.23	BUY	2,200	23.65	21.18	6.31	5.21	0.68	0.61	2,113	1,545
Telco													
TLKM IJ	Telkom Indonesia Persero Tbk PT	434,883	7.49	BUY	4,900	6.90	4.72	16.43	15.69	3.39	3.24	5,184	4,390
EXCL IJ	XL Axiata Tbk PT	27,026	0.37	BUY	3,500	4.17	4.00	20.16	19.38	1.26	1.18	3,769	2,520
TOWR IJ	Sarana Menara Nusantara Tbk PT	58,922	0.89	HOLD	1,100	1.01	21.49	17.02	14.01	4.27	3.71	1,546	1,155
TBIG IJ	Tower Bersama Infrastructure Tbk PT	55,736	0.52	BUY	3,550	14.76	12.81	29.93	26.53	4.94	4.48	3,270	2,460
Toll Road & Utilities													
JSMR IJ	Jasa Marga Persero Tbk PT	24,749	0.27	BUY	5,100	14.45	14.53	14.63	12.77	1.10	1.00	5,145	3,410
PGAS IJ	Perusahaan Gas Negara Tbk PT	47,877	0.74	HOLD	2,000	(15.38)	4.96	11.51	10.97	1.12	1.02	2,098	1,975
Consumer													
UNVR IJ	Unilever Indonesia Tbk PT	177,016	0.92	HOLD	4,600	6.73	8.51	28.80	26.54	37.74	36.20	4,800	4,640
ICBP IJ	Indofood CBP Sukses Makmur Tbk PT	113,412	0.82	HOLD	9,800	11.55	36.46	15.91	11.66	1.91	1.73	10,913	9,725
INDF IJ	Indofood Sukses Makmur Tbk PT	56,634	1.01	BUY	7,850	18.98	8.50	6.23	5.74	0.61	0.57	7,999	6,450
SIDO IJ	Industri Jamu Dan Farmasi Sido Muncul Tbk PT	22,200	0.18	HOLD	780	(28.23)	24.57	24.53	19.69	6.11	5.91	843	740
Healthcare													
SILO IJ	Siloam International Hospitals Tbk PT	14,242	0.08	HOLD	1,190	2.38	8.73	65.29	60.04	2.18	2.04	1,261	1,095
HEAL IJ	Medikaloka Hermina Tbk PT	22,259	0.35	HOLD	1,400	(25.01)	26.42	33.42	26.44	5.91	5.08	1,649	1,490
MIKA IJ	Mitra Keluarga Karyasehat Tbk PT	39,320	0.49	HOLD	2,700	(44.16)	26.41	61.90	48.97	10.96	9.40	3,028	2,760
Retail													
ACES IJ	Ace Hardware Indonesia Tbk PT	9,690	0.14	BUY	850	11.13	14.24	12.38	10.84	1.65	1.54	780	565
ERAA IJ	Erajaya Swasembada Tbk PT	6,859	0.11	BUY	800	3.53	30.99	6.54	5.00	0.98	0.84	612	430
MAPI IJ	Mitra Adiperkasa Tbk PT	20,003	0.35	HOLD	1,150	164.53	13.57	17.23	15.17	17.23	15.17	1,387	1,205
RALS IJ	Ramayana Lestari Sentosa Tbk PT	4,080	0.03	BUY	660	19.45	51.76	20.03	13.20	1.10	1.06	633	575
Construction													
ADHI IJ	Adhi Karya Persero Tbk PT	1,997	0.10	BUY	750	9.66	32.79	87.33	65.77	0.30	0.32	942	555
PTPP IJ	PP Persero Tbk PT	5,456	0.10	BUY	1,100	5.75	22.36	40.66	33.22	0.48	0.45	1,264	880
WIKA IJ	Wijaya Karya Persero Tbk PT	8,163	0.10	BUY	1,150	14.26	33.52	38.13	28.56	0.54	0.51	1,151	910
WSKT IJ	Waskita Karya Persero Tbk PT	13,827	0.12	BUY	880	(11.66)	52.87	(10.32)	(21.89)	0.72	0.84	732	480
WEGE IJ	Wijaya Karya Bangunan Gedung Tbk PT	1,608	0.02	BUY	250	11.71	13.67	8.14	7.16	0.64	0.61	-	168



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						FY22E	FY23F	FY22E	FY23F	FY22E	FY23F		
Property													
BSDE IJ	Bumi Serpong Damai Tbk PT	19,689	0.26	BUY	1,500	(2.95)	22.87	15.04	12.24	0.56	0.54	1,229	930
PWON IJ	Pakuwon Jati Tbk PT	21,094	0.25	BUY	660	22.27	17.86	13.74	11.66	1.19	1.09	613	438
SMRA IJ	Summarecon Agung Tbk PT	9,740	0.19	BUY	1,100	54.85	51.06	20.04	13.27	1.00	0.94	948	590
CTRA IJ	Ciputra Development Tbk PT	17,447	0.29	BUY	1,350	(4.38)	11.45	13.01	11.68	0.94	0.87	1,317	940
DMAS IJ	Puradelta Lestari Tbk PT	8,772	0.06	BUY	240	(7.63)	3.02	8.79	8.53	1.51	1.43	229	182
Agriculture													
AALI IJ	Astra Agro Lestari Tbk PT	16,360	0.12	BUY	10,350	(20.34)	(28.82)	10.42	14.64	0.75	0.71	10,343	8,500
LSIP IJ	Perusahaan Perkebunan London Sumatera Indonesia Tbk PT	7,710	0.11	BUY	1,620	18.48	10.15	6.30	5.72	0.72	0.67	1,491	1,130
DSNG IJ	Dharma Satya Nusantara Tbk PT	5,883	0.07	BUY	720	2.30	14.21	7.91	6.92	0.76	0.70	744	555
Coal Mining													
ADRO IJ	Adaro Energy Tbk PT	127,304	1.86	BUY	4,550	2.48	3.40	14.78	14.29	1.43	1.36	4,597	3,980
PTBA IJ	Bukit Asam Tbk PT	45,046	0.54	BUY	5,000	160.23	(28.17)	4.27	5.94	1.44	1.29	4,633	3,910
ITMG IJ	Indo Tambangraya Megah Tbk PT	50,903	0.64	BUY	51,500	81.40	(37.18)	3.70	5.89	1.92	1.94	43,462	45,050
Metal Mining													
ANTM IJ	Aneka Tambang Tbk	44,337	0.56	BUY	2,100	36.71	9.58	15.23	13.90	1.92	1.75	2,686	1,845
INCO IJ	Vale Indonesia Tbk PT	64,586	0.47	BUY	7,800	64.586	19.52	23.69	19.82	1.79	1.57	7,820	6,500
MDKA IJ	Merdeka Copper Gold Tbk PT	90,898	1.53	HOLD	3,900	66.10	21.01	68.13	56.30	4.48	6.36	5,615	3,770
Poultry													
CPIN IJ	Charoen Pokphand Indonesia Tbk PT	91,419	1.32	BUY	6,150	18.41	14.45	21.32	18.63	3.29	2.94	6,541	5,575
JPFA IJ	Japfa Comfeed Indonesia Tbk PT	16,241	0.25	BUY	2,050	1.30	13.63	7.93	6.98	1.18	1.06	1,842	1,385
Cigarette													
GGRM IJ	Gudang Garam Tbk PT	46,371	0.28	HOLD	23,000	(45.76)	3.19	15.25	14.78	0.79	0.78	22,483	24,100
HMSP IJ	Hanjaya Mandala Sampoerna Tbk PT	116,900	0.31	HOLD	950	(16.83)	(35.62)	16.38	25.44	4.06	4.03	926	1,005
Cement													
INTP IJ	Indocement Tunggal Prakarsa Tbk PT	34,143	0.52	BUY	14,000	18.68	19.76	17.63	14.72	1.66	1.59	11,008	9,275
SMGR IJ	Semen Indonesia Persero Tbk PT	47,156	0.81	BUY	12,500	32.21	26.49	15.59	12.32	1.23	1.17	9,652	7,950
Basic Industry and Chemical													
ARNA IJ	Arwana Citramulia Tbk PT	6,717	0.10	BUY	1,350	31.71	6.61	10.83	10.16	3.54	3.01	1,475	915
Heavy Equipment													
UNTR IJ	United Tractors Tbk PT	120,483	1.70	HOLD	33,700	0.28	17.76	12.89	10.95	1.45	1.32	39,150	32,300
AKRA IJ	AKR Corporindo Tbk PT	31,315	0.42	BUY	1,750	87.66	3.09	14.76	14.32	2.54	2.33	1,691	1,560

SECTOR RATIO

SECTOR	PE	PBV
IDXBASIC INDEX	18.82	1.77
IDXCYC INDEX	26.72	1.52
IDXENER INDEX	6.32	2.36
IDXFIN INDEX	0.18	1.98
IDXHLTH INDEX	32.69	4.34
IDXINDUS INDEX	8.02	0.91
IDXINFRA INDEX	30.45	1.48
IDXNCYC INDEX	14.34	2.11
IDXPROP INDEX	24.61	0.71
IDXTECH INDEX	13.54	2.05
IDXTRANS INDEX	3.49	-

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 Financial Center Lt. 14 – 16

Jl. Kebon Sirih No. 21 - 27, Jakarta Pusat 10340

Telp : (021) 2980 3111

Fax : (021) 3983 6899

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 www.mncsekuritas.id  @mncsekuritas

 1-500-899  MNC Sekuritas

 research@mncsekuritas.id  MNC Sekuritas

