

Economic Data

	Latest	2019F
7-DRRR (%), eop	5.50	5.25
Inflation (YoY %)	3.49	3.40
US\$ 1 = Rp, period avg	14,025	14,286

Stock Market Data (16 September 2019)

JCI Index	6,219.4	-1.82%
Trading T/O (Rp bn)	7,886.7	
Market Cap (Rp tn)	7,131.0	

Market Data Summary*

	2019F	2020F
P/E (x)	16.9	15.8
P/BV (x)	2.4	2.3
EV/EBITDA (x)	13.4	12.9
Div. Yield (%)	2.6	2.7
Net Gearing (%)	19.8	18.4
ROE (%)	14.9	14.8
EPS Growth (%)	8.4	7.2
EBITDA Growth (%)	5.0	4.0
Earnings Yield (%)	5.9	6.3

* Aggregate of 76 companies in MS research universe, representing 62.9% of JCI's market capitalization

HIGHLIGHT

- *Aug19 Trade Reading Provides Room for Further Monetary Loosening*
- *Bank Jatim: 8M19 Results - Above Expectations (BJTM; Rp650; Neutral; TP: Rp630)*
- *Market Recap September 16th 2019; JCI 6,219.44 Points -115.41 pts (-1.82%); Valued \$562mn; Mkt Cap \$504bn; USD/IDR 14,025*

ECONOMY

Aug19 Trade Reading Provides Room for Further Monetary Loosening

- **A thin surplus as expected.** Trade balance recorded a surplus of USD 85.1 mn in Aug19 from -USD 64.3 mn in the previous month, in-line with our forecast at USD 94 mn (vs. consensus at USD 161 mn). In details, the non-oil and gas (O&G) balance registered a larger surplus in Aug19, whereas the O&G side recorded otherwise. Unfortunately, the surplus was due to deeper import contraction compared to export.
- **Price factor was behind the culprit for weak export.** Export decreased by -10% YoY from -5.1% in Jul19, in which O&G export switched from positive growth to negative followed by a widening contraction on the non-O&G side. However, what's interesting is, the export volume for non-O&G goods has actually improved in last several months, suggesting the price factor was the reason for the export weakness. We think the external demands of some export products, such as iron and steel, have increased due to the fruitful result of direct investments in the past.
- **Meanwhile, lower import was driven by volume and price.** Import remains subdued post-led Al-Fitr, contracting by -15.6% YoY (vs. -15.2% in Jul19). The weakness was driven by both sides. First, import volume went down by -18.5% YoY with the volume of O&G imports recording an even deeper decline of -34.3%. Second, lower price, as energy prices decreased by -18.5% last month. Furthermore, all import categories (consumer, capital, and raw materials) dropped, indicating the moderate domestic demand condition (the PMI recorded 25-month low figure in Aug19).
- **Policy implication: narrowing CAD combined with moderate domestic demand spells potential monetary loosening.** All in all, we think the 3Q19 current account balance should improve from the earlier quarters, as trade surplus has reached USD 20.7mn in Jul-Aug19, much better compared to the first two months in 1Q19 and 2Q19 at -USD 0.7bn and -USD 2.1 bn, respectively. As a description, if we assume Sept19 trade balance is zero, we estimate 3Q19 CAD could be around -2.2% of GDP (vs. 2Q19 at -3.0%). Therefore, re-iterating our view, this condition provides room for Bank Indonesia to slash policy rate by 25 bps and/or loosen macro prudential measures in this week's governor board meeting to further support domestic demand. This of course is supported by the benign inflation level, stable exchange rate and the high probability of a Fed Fund rate cut this month (96.8%).

AUG19 TRADE SUMMARY

	Jul-19	Aug-19		
		MS Forecast	Market Consensus	Actual
Exports (% YoY)	-5.1	-4.6	-7.0	-10.0
Imports (% YoY)	-15.2	-10.5	-12.1	-15.6
Trade balance (US\$ mn)	-63	94	161	85

Sources: CEIC, Mandiri Sekuritas estimates

EXPORT AND IMPORT VOLUME TREND

	mn ton						YoY%					
	Import			Export			Import			Export		
	Total	Migas	Non-Migas	Total	Migas	Non-Migas	Total	Migas	Non-Migas	Total	Migas	Non-Migas
Dec-18	14.72	3.90	10.82	52.78	3.61	49.17	7.3	11.4	5.6	9.1	-6.2	10.5
Jan-19	13.89	3.38	10.51	55.25	2.40	52.84	2.7	-17.4	12.6	14.6	-28.3	17.8
Feb-19	12.50	3.11	9.39	48.81	2.24	46.57	5.0	-9.6	10.8	6.0	-36.1	9.4
Mar-19	13.12	2.70	10.42	57.55	2.43	55.13	-9.2	-21.2	-4.5	10.9	-25.2	13.3
Apr-19	14.14	3.84	10.31	52.46	1.54	50.92	0.7	-34.0	16.6	10.7	-42.7	13.9
May-19	14.67	3.54	11.13	57.81	2.59	55.22	-4.5	-6.1	-3.8	11.7	-27.5	14.7
Jun-19	10.25	3.21	7.04	46.58	1.65	44.92	-10.8	-24.1	-5.5	-6.1	-55.7	-2.1
Jul-19	13.64	3.27	10.37	56.59	3.27	53.32	-12.2	-21.5	-8.8	3.9	10.0	3.6
Aug-19	12.67	3.18	9.49	52.48	2.06	50.43	-18.5	-34.3	-11.4	7.9	-30.5	10.4

Source: Statistics Indonesia

Leo Rinaldy(+6221 5296 9406)

Immanuel Reinaldo(+6221 5296 9651)

leo.rinaldy@mandirisek.co.id

immanuel.reinaldo@mandirisek.co.id

CORPORATE**Bank Jatim: 8M19 Results - Above Expectations (BJTM; Rp650; Neutral; TP: Rp630)**

- **BJTM booked net profit of Rp984bn in 8M19**, +6% yoy, accounting for 72% of FY19 consensus and 86% of our expectations — above. Net profit growth was attributed to operating income growth of +10% yoy and managed opex of +3% yoy. Meanwhile, provision expenses continued to increase significantly by +222% yoy over IFRS 9 implementation. Aug-19's net income stood at Rp99bn, +46% mom/+16% yoy.
- **Loan growth +10% yoy/+3% mom, deposit growth +18% yoy/+2% mom.** Deposit growth was driven by demand deposits of +27%yoy, time deposits of +14%yoy, and savings deposits of +12%yoy. We believe that demand deposit growth has been supported by regional government funds coming to the bank (regional government funds account about 30% of total deposits in Jun-19). Consequently, CASA ratio increased to 68% in Aug-19 vs. 67% in Aug-18 while LDR declined to 62% in Aug-19 from 66% in Aug-18.
- **NIM declined to 6.7% in 8M19** from 7.4% in 8M18 mainly over declining asset yield. On the monthly basis, NIM was stable at 6.4% in Aug-19 and Jul-19.
- **Provision expenses increased +222%yoy in 8M19 to Rp228bn.** Cost of credit increased to 0.9% in 8M19 from 0.3% in 8M18 while provisioning to total loans declined to 2.9% in Aug-19 from 4.0% in Aug-18. The bank indicated improvement in NPL level at 3.10% in Aug compared to 3.16% in June with the target NPL of <3% by the yearend.
- **Maintain Neutral with TP Rp630.** The stock is trading at 1.1x 2019F P/BV.

Income Statement (Rp bn)	Aug-18	Jul-19	Aug-19	%MoM	%YoY	8M18	8M19	%YoY	FY19F	%of FY19F	FY19 Cons	%of FY19F Cons
Net interest income	330	333	335	1	2	2,422	2,643	9	3,776	70		
Non-interest income	34	54	48	(11)	43	314	380	21	530	72		
Operating income	363	387	383	(1)	6	2,736	3,022	10	4,306	70	4,501	67
Provision expenses	(23)	(9)	(22)	145	(5)	(71)	(228)	222	(439)	52		
Operating expenses	(218)	(283)	(221)	(22)	2	(1,401)	(1,449)	3	(2,371)	61		
Operating profit	122	95	140	48	15	1,264	1,346	6	1,496	90	1,876	72
PPOP	145	104	162	56	12	1,335	1,573	18	1,935	81		
Pre-tax profit	134	97	141	45	5	1,280	1,357	6	1,526	89	1,904	71
Net profit	86	68	99	46	16	928	984	6	1,145	86	1,368	72

Balance Sheet (Rp bn)	Aug-18	Jul-19	Aug-19	%MoM	%YoY
Gross loans	32,804	35,095	36,056	3	10
Demand deposits	17,335	19,764	21,999	11	27
Saving deposits	15,721	17,903	17,666	(1)	12
Time deposits	16,357	19,645	18,702	(5)	14
Total deposits	49,413	57,312	58,368	2	18
CASA to deposits (%)	66.9	65.7	68.0		

Ratio (%)	Aug-18	Jul-19	Aug-19	8M18	8M19
LDR	66.4	61.2	61.8	66.4	61.8
NIM	7.2	6.4	6.4	7.4	6.7
ROE	12.8	9.5	13.7	17.7	17.0
Cost to income	60.0	73.2	57.7	51.2	47.9
Cost of credit - net	0.8	0.3	0.7	0.3	0.9
Provisioning level	4.0	2.9	2.9	4.0	2.9

Silvony Gathrie (+6221 5296 9544)

Tjandra Lienandjaja (+6221 5296 9617)

Priscilla Thany (+62 21 5296 9546)

silvony.gathrie@mandirisek.co.id

tjandra.lienandjaja@mandirisek.co.id

priscilla.thany@mandirisek.co.id

MARKET

Market Recap September 16th 2019; JCI 6,219.44 Points -115.41 pts (-1.82%); Valued \$562mn; Mkt Cap \$504bn; USD/IDR 14,025

- TOP TURNOVER: GGRM HMSP BBRI BBKA TLKM BMRI ASII ADRO BBNI MDKA MEDC BRPT PGAS ANTM UNTR (50%)
- ADVANCING SECTOR: mining+0.5%;
- DECLINING SECTOR: consumer-6.1%; telco-1.8%; financial & auto-1.6%; property-0.5%; plantation-0.3%; cement-0.2%; construction flat
- The selloff in heavyweight cigarette producers dragged the benchmark JCI as much as 2.2%, the most since Aug 6th, in early trading. The JCI was the worst performer in Asia today. The excise duty on cigarettes will be hiked by 23% from Jan 1, 2020, lifting retail prices by 35%, Finance Minister Sri Mulyani Indrawati said on Friday. Accordingly, share prices of Indo tobacco makers plunged by as much as 23%. HMSP contributed the most to the index decline, decreasing 18.2%, the most since Aug 1991. GGRM had the largest drop, falling 20.6%, the most since May 1998. In the end, the JCI lost 1.8% at 6219 level. Market turnover (excluding \$3.8MN POOL; \$3.5MN TGRA; \$3.3MN MYRX; \$3.3MN HOME crossing) was strong

at \$562MN. Foreign participants at 28% came up better seller for 24%. Losers beat gainers by 5 to 2. The IDR remained uninspired by upbeat trade data: trade surplus of \$80MN in Aug after exports fell less steeply than imports (exports-10% YoY to \$14.28BN vs. imports-16% YoY to \$14.20BN). It weakened against the USD from 13965 to 14025, given higher sensitivity to oil shocks, amid the economies' dependence on crude imports. The benchmark 10-year bond fell and the yield rose 3.5bps to 7.227%. In the past year, the JCI had a similar or greater loss once. This quarter, it fell 2.4%, heading for the biggest decline since 2Q18. This year, it was little changed, heading for the best year since 2017. It advanced 4.6% in the past 52 weeks. The MSCI AC Asia Pacific Index lost 1.4% in the same period. It is now 6.5% below its 52-week high on April 18, 2019 and 10.3% above its low on Oct 25, 2018. It is down 1.9% in the past five days and fell 1.3% in the past 30 days. It is trading at a PER of 20.1x on a trailing basis and 15.5x estimated earnings of its members for the coming year. Its dividend yield is 2.4% on a trailing 12-month basis. Its members have a total market capitalization of IDR7.29 quadrillion. The 30-day price volatility fell to 9.61% compared with 12.59% in the previous session and the average of 12.88% over the past month.

- Oil surged to four-month highs on Monday after weekend attacks on crude facilities in Saudi Arabia sparked supply fears, while shares in Asia extended losses as bleak economic data from China sapped investors' risk appetite. Crude futures on both sides of the Atlantic hit their highest since May, but came off their peaks after US President Trump authorized the use of the country's emergency stockpile to ensure stable supply. Trump also said the US was "locked and loaded" for a potential response to the strikes on the Saudi facilities, which shut 5% of world production, after a senior official in his administration said Iran was to blame. That inflamed fears about Middle East tensions and worsening relations between Iran and the US, powering safe-haven assets, with gold up 1% to \$1,503.4 per ounce. Painting a dour picture of the world's second-biggest economy, China's statistics bureau said the country faces increasing downward pressure from external uncertainties. China's blue-chip index eased 0.2% while Hong Kong's Hang Seng index faltered about 1%. Liquidity was relatively thin with Japanese markets shut for a public holiday. E-Mini futures for the S&P 500 were off 0.5% while those for the Dow fell 0.4%. In currency markets, the Saudi news pushed the yen up 0.2% to 107.85 per dollar while the Canadian dollar rose 0.4% in anticipation of higher oil prices. The euro was little moved near a three-week top while the pound stepped back from Friday's two-month highs. That left the greenback down 0.1% at 98.126 against a basket of six major currencies. The Australian dollar, a major risk proxy, fell 0.5% against the yen, snapping nine straight days of gains. The kiwi dollar slipped to a one-week low on the yen. Futures for US 10-year Treasury notes rose 0.3%, indicating yields may slip when cash trading begins. Investors now await the outcome of the US Federal Reserve's policy meeting on Wed at which it is widely expected to ease interest rates and signal its future policy path.

Sales Team

+6221 527 5375

FROM THE PRESS

Government Plans to Revise 74 Laws through Omnibus Law

President Joko Widodo would revise around 74 laws with omnibus law scheme which allow government to revise several old laws within a new law. The president said most of the targeted law revisions are related with business permit and investment. (Investor Daily)

Indonesia foreign debt increased by 10.3% YoY in July 2019

Bank Indonesia (BI) reported that the foreign debt grew 10.3% YoY to USD 395.3 bn in Jul19 (vs Jun19 at 9.9%). Government debt raised by 9.7% YoY to USD 194.5 bn as positive foreign investor perception triggered capital inflow to Indonesia's government bonds market. On private side, the foreign debt also enlarged by 11.5% due to corporate bonds issuance by non-financial corporation. BI believes the foreign debt structure to remain healthy as its ratio to GDP was only 36.2% while the proportion of long term debt reached 87.6%. (Bank Indonesia)

Ministry of Communication and Informatics required infrastructure sharing in new capital city

Ministry of Communication and Informatics will require telco operators to share infrastructure in new capital city, in order to increase efficiency. The Ministry will call all telco operators to discuss more this issue. (Bisnis Indonesia)

Banking - government to add Rp8.6tr FLPP

The Head of Indonesian Real Estates (REI), Soelaeman Soemawinata, is quoted as saying that the government will add Rp8.6tr of FLPP for the subsidized housing loans for 2019 given the current budget was used up in August 2019. (Detik.com)

***Comment:** Based on the current budget, the government allocates Rp5.2tr of FLPP for 2019, enough for 68,000 units. In addition the government also allocates Rp3.5tr on subsidized interest rates, enough for 100,000 units. The additional allocation should help support the banks, in particular BBTN, which controls at least 76% of the allocation. Banks usually gives construction loans to the subsidized house developers and the FLPP is used to finance the purchase by the end-users with the developers use the proceeds to repay the construction loans. Additional FLPP will help the eligible people to buy the property as well as preventing the developers to end up with property inventories due to inability to complete the sales transactions.*

Guaranteed interest rate may be cut

LPS sees the possibility to lower its guaranteed interest rate, seeing that Federal Reserve and BI may conduct another rate cut. The last time LPS cut its guaranteed interest rate was in Jul-19 by 25bps to 6.75% for rupiah denominated deposits in commercial banks and 9.25% for rupiah denominated deposits in microcredit banks. (Bisnis Indonesia)

Hand-rolled cigarettes (SKT) excise tariff is projected to increase by 10%

Despite the average excise increase of 23% in 2020 cigarette excise tariffs, Ministry of Finance estimates the increase in SKT excise alone will be around 10%. Suahasil Nazara, Head of Fiscal Policy, added that 23% increase in 2020 excise tariffs is an implication of 2019 unexpected absence in excise hike. Suahasil also denies the claim that government's decision of not increasing excise tariffs back in 2019 is related to presidential election. (Bisnis Indonesia)

Indices and Fund Flows				Currencies and Bonds				Major Commodities			
Indices	Last	Chg (%)	YTD Chg (%)	Currency	Last	Chg (%)	YTD Chg (%)		Last	Chg (%)	YTD Chg (%)
JCI	6,219.4	-1.8	+0.4	Rp/US\$	14,109	+0.97	+2.2	Oil spot (US\$/bl)	62.90	+14.7	+38.5
Dow Jones	27,076.8	-0.5	+16.1	US\$/EUR	1.100	-0.65	+4.2	Nickel spot (US\$/mt)	17,461	-2.0	+64.7
Nikkei	21,988.3	+1.1	+9.9	YEN/US\$	108.12	+0.03	+1.5	Gold spot (US\$/oz)	1,498	+0.7	+16.8
Hang Seng	27,124.6	-0.8	+4.9	SGD/US\$	1.376	+0.17	-0.9	Tin 3-month (US\$/mt)	17,150	+4.1	-11.9
STI	3,203.9	-0.2	+4.4					CPO futures (Ringgit/ton)	2,190	+0.1	+3.3
Ishares indo	25.1	-2.4	+1.2					Coal (US\$/ton)	66.2	+0.7	-35.2
								Rubber forward (US\$/kg)	152.6	-0.3	+2.8
Foreign Fund Flows (US\$mn)	Last Chg	YTD Chg		Gov. Bond Yield	Last	Chg (bps)	YTD Chg (bps)	Soybean oil (US\$/100gallons)	30.14	+4.2	+9.4
Equity Flow	-40.0	+3,961		5Yr	6.69	+9	-122	Baltic Dry Index	2,312.0	-1.0	+81.9
Bonds Flow	+230.5	+8,877		10Yr	7.27	+8	-75				

Equity Valuation

Code	Rating	Price	Price	% of	Mkt Cap	Net Profit		PER (x)		P/BV (x)		EV/EBITDA (x)		EPS Growth		Div.Yield	
		(Rp)	Target	PT		(Rp Bn)	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
MANSEK universe		6,219	6,650	6.9	4,488,669	264,339	284,287	16.9	15.8	2.4	2.3	13.4	12.9	8.4%	7.2%	2.6%	2.7%
Financials					1,613,597	104,492	116,425	15.4	13.8	2.3	2.1	0.0	0.0	13.2%	11.4%	2.2%	2.5%
BBCA	Neutral	30,025	26,500	(11.7)	740,267	29,483	32,062	25.1	23.1	4.3	3.8	N.A.	N.A.	14.0%	8.7%	1.1%	1.2%
BBNI	Neutral	7,675	9,000	17.3	143,128	16,642	18,879	8.6	7.6	1.2	1.1	N.A.	N.A.	10.8%	13.4%	4.2%	5.2%
BBRI	Buy	4,190	5,000	19.3	516,621	36,551	41,656	14.1	12.4	2.5	2.4	N.A.	N.A.	13.0%	14.0%	3.1%	3.5%
BBTN	Buy	2,150	2,900	34.9	22,769	2,614	3,901	8.7	5.8	0.9	0.8	N.A.	N.A.	-6.9%	49.2%	2.5%	2.5%
BDMN	Neutral	4,710	4,900	4.0	46,033	5,849	4,698	7.7	9.6	1.0	1.0	N.A.	N.A.	49.1%	-19.7%	3.0%	4.4%
BJBR	Neutral	1,635	1,770	8.3	16,442	1,444	1,838	11.4	8.9	1.3	1.3	N.A.	N.A.	-8.8%	27.4%	5.4%	4.8%
BJTM	Neutral	650	630	(3.1)	9,696	1,145	1,221	8.5	7.9	1.1	1.1	N.A.	N.A.	-9.2%	6.7%	7.1%	6.5%
BNGA	Neutral	1,020	1,350	32.4	25,634	3,946	4,261	6.5	6.0	0.6	0.6	N.A.	N.A.	13.3%	8.0%	2.7%	3.1%
BNLI	Neutral	1,010	465	(54.0)	28,323	1,081	1,409	26.2	20.1	1.2	1.2	N.A.	N.A.	69.0%	30.3%	0.0%	0.0%
PNBN	Buy	1,330	1,550	16.5	32,037	2,990	3,318	10.7	9.7	0.8	0.8	N.A.	N.A.	-3.0%	11.0%	0.0%	0.0%
BTPS	Buy	3,150	3,150	0.0	24,267	1,307	1,648	18.6	14.7	4.6	3.6	N.A.	N.A.	35.4%	26.1%	0.0%	1.1%
BFIN	Buy	560	900	60.7	8,380	1,441	1,532	5.8	5.5	1.2	1.0	N.A.	N.A.	-1.9%	6.4%	5.3%	5.2%
Construction & materials					265,299	14,482	17,313	18.3	15.3	1.8	1.7	11.0	10.4	-6.7%	19.5%	1.4%	1.7%
INTP	Buy	21,150	23,500	11.1	77,858	1,868	2,478	41.7	31.4	3.2	2.9	22.1	17.6	65.5%	32.7%	0.5%	0.8%
SMGR	Buy	12,900	16,100	24.8	76,517	2,253	3,708	34.0	20.6	2.4	2.2	12.5	10.3	-26.8%	64.6%	1.1%	1.6%
ADHI	Buy	1,350	2,035	50.7	4,807	721	672	6.7	7.2	0.7	0.7	5.4	5.5	11.9%	-6.8%	2.7%	3.0%
PTPP	Buy	1,820	3,085	69.5	11,284	1,731	2,088	6.5	5.4	0.8	0.7	4.6	4.2	15.3%	20.6%	4.0%	4.6%
WIKA	Buy	2,020	2,885	42.8	18,100	2,101	2,002	8.6	9.0	1.1	1.0	5.7	5.3	21.4%	-4.7%	2.3%	2.2%
WSKT	Buy	1,740	2,280	31.0	23,283	2,699	2,997	8.6	7.8	1.2	1.0	11.6	11.9	-31.9%	11.1%	2.3%	2.6%
WTON	Buy	480	700	45.8	4,183	525	608	8.0	6.9	1.2	1.1	4.4	3.8	8.0%	15.7%	3.5%	3.8%
WSBP	Buy	334	420	25.7	8,805	1,002	1,077	8.8	8.2	1.1	1.0	6.8	5.9	-9.2%	7.4%	6.3%	5.7%
JSMR	Buy	5,575	5,600	0.4	40,463	1,583	1,683	25.6	24.0	2.3	2.1	13.8	15.2	-15.9%	6.3%	0.9%	0.8%
Consumer staples					1,085,336	46,338	49,695	23.4	21.8	5.9	5.4	15.2	14.2	5.3%	7.2%	3.0%	3.0%
ICBP	Buy	11,825	12,350	4.4	137,902	5,042	5,414	27.4	25.5	5.7	5.1	16.1	15.6	10.2%	7.4%	1.8%	2.0%
INDF	Buy	7,750	9,750	25.8	68,045	4,610	4,929	14.8	13.8	1.9	1.8	8.6	8.2	10.7%	6.9%	3.9%	4.3%
MYOR	Neutral	2,400	2,850	18.8	53,662	1,864	2,152	28.8	24.9	5.6	4.9	15.1	13.3	8.6%	15.5%	1.2%	1.3%
UNVR	Neutral	46,950	48,200	2.7	358,229	7,361	7,969	48.7	45.0	61.5	55.6	33.6	30.9	-19.2%	8.3%	2.5%	2.1%
GGRM	Buy	54,600	99,000	81.3	105,055	9,462	10,433	11.1	10.1	2.0	1.8	7.6	6.8	21.4%	10.3%	2.7%	2.7%
HMSP	Buy	2,290	3,500	52.8	266,368	14,702	15,230	18.1	17.5	7.3	7.1	13.5	13.1	8.6%	3.6%	5.0%	5.4%
KLBF	Buy	1,680	1,950	16.1	78,750	2,557	2,742	30.8	28.7	4.9	4.5	19.6	18.2	4.1%	7.2%	1.6%	1.7%
SIDO	Buy	1,155	1,050	(9.1)	17,325	739	827	23.4	20.9	5.3	4.7	17.0	15.1	11.4%	11.9%	3.4%	3.8%
Healthcare					55,741	971	1,126	57.4	49.5	4.5	4.0	20.0	17.0	28.7%	16.0%	0.0%	0.0%
MIKA	Buy	2,370	2,950	24.5	34,485	727	805	47.4	42.9	8.3	6.5	29.6	26.4	18.5%	10.7%	0.0%	0.0%
SILO	Buy	6,750	7,150	5.9	10,969	21	44	511.7	247.2	1.7	1.7	11.4	9.3	33.1%	107.0%	0.0%	0.0%
HEAL	Buy	3,460	5,000	44.5	10,287	222	277	46.3	37.1	5.1	4.5	15.9	13.2	78.5%	24.8%	0.0%	0.0%
Consumer discretionary					376,597	29,914	30,341	12.6	12.4	2.0	1.8	8.9	8.9	5.4%	1.4%	3.4%	3.6%
ACES	Buy	1,730	1,700	(1.7)	29,670	1,113	1,232	26.6	24.1	6.1	5.2	20.5	18.4	14.8%	10.6%	1.3%	1.5%
LPPF	Buy	3,010	7,500	149.2	8,783	2,092	2,278	4.2	3.9	2.5	2.0	1.8	1.4	48.9%	8.9%	11.2%	16.7%
MAPI	Buy	1,015	1,100	8.4	16,849	815	815	20.7	20.7	3.3	2.9	8.4	8.2	13.4%	0.0%	0.6%	0.7%
MPPA	Sell	174	250	43.7	936	-335	-462	-2.8	-2.0	0.5	0.7	15.4	39.4	-20.3%	-37.9%	-8.9%	10.7%
RALS	Buy	1,215	1,700	39.9	8,622	558	626	15.5	13.8	2.1	2.0	9.9	8.7	9.2%	12.2%	3.6%	3.9%
ASII	Buy	6,700	8,200	22.4	271,240	21,698	21,514	12.5	12.6	1.8	1.7	9.3	9.8	0.1%	-0.9%	3.6%	3.6%
SCMA	Buy	1,290	1,600	24.0	19,007	1,443	1,561	13.2	12.2	3.7	3.4	9.1	8.2	-3.6%	8.2%	5.3%	5.7%
MNCN	Buy	1,285	1,800	40.1	15,939	2,040	2,214	7.8	7.2	1.4	1.2	5.6	4.9	34.2%	8.5%	1.9%	2.1%
MSIN	Buy	466	650	39.5	2,424	291	325	8.3	7.5	1.7	1.5	5.7	4.7	38.2%	11.4%	6.0%	6.7%
PZZA	Buy	1,035	1,400	35.3	3,128	199	239	15.7	13.1	2.4	2.1	7.5	6.6	24.2%	20.0%	0.0%	0.0%
Commodities					324,122	31,020	29,990	10.4	10.8	1.2	1.1	4.7	4.6	-7.6%	-4.0%	3.6%	3.4%
AALI	Buy	10,700	14,200	32.7	20,594	1,817	1,968	11.3	10.5	1.0	1.0	4.4	3.6	16.6%	8.3%	3.0%	3.5%
LSIP	Buy	1,210	1,450	19.8	8,256	650	665	12.7	12.4	0.9	0.9	4.6	4.3	11.4%	2.3%	2.8%	3.2%
SSMS	Neutral	910	1,300	42.9	8,668	1,158	1,263	7.5	6.9	1.5	1.3	4.8	4.1	27.0%	9.1%	3.2%	4.0%
BWPT	Neutral	133	195	46.6	4,193	-67	-189	-62.2	-22.2	0.7	0.7	7.3	6.4	70.0%	-180.3%	0.0%	0.0%
UNTR	Buy	23,075	31,200	35.2	86,073	10,892	10,254	7.9	8.4	1.4	1.3	4.0	4.1	-2.1%	-5.9%	3.8%	3.6%
ADRO*	Neutral	1,430	1,300	(9.1)	45,740	380	313	8.5	10.4	0.8	0.8	3.7	3.8	-9.1%	-17.6%	4.7%	3.5%

Code	Rating	Price	Price	% of	Mkt Cap (Rp Bn)	Net Profit		PER (x)		P/BV (x)		EV/EBITDA (x)		EPS Growth		Div.Yield	
		(Rp)	Target	PT		2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020
HRUM*	Neutral	1,425	1,500	5.3	3,657	22	17	11.5	15.6	0.8	0.8	1.1	1.1	-29.7%	-25.1%	4.8%	3.5%
INDY*	Neutral	1,485	1,500	1.0	7,737	46	50	11.9	10.9	0.5	0.5	2.4	2.1	-42.8%	10.3%	2.1%	2.3%
ITMG*	Neutral	13,300	17,500	31.6	14,584	150	127	6.8	8.2	1.1	1.2	2.5	2.9	-42.2%	-15.2%	12.4%	10.4%
PTBA	Neutral	2,580	3,000	16.3	29,728	3,957	3,476	7.1	8.5	1.7	1.6	5.2	5.2	-23.9%	-16.4%	6.7%	5.8%
ANTM	Buy	1,050	1,100	4.8	25,232	924	1,006	27.3	25.1	1.2	1.2	12.2	11.3	5.7%	8.9%	1.3%	1.4%
INCO*	Buy	3,570	4,000	12.1	35,473	54	111	46.2	22.8	1.3	1.3	10.0	7.4	-11.0%	106.7%	0.6%	1.3%
TINS	Buy	1,120	2,200	96.4	8,341	1,262	1,492	6.6	5.6	1.1	1.0	3.9	3.5	137.4%	18.3%	5.3%	6.3%
MDKA*	Buy	6,050	8,000	32.2	25,846	80	99	22.5	19.1	3.7	3.2	11.0	9.7	49.5%	20.3%	0.0%	0.0%
Property & Industrial Estate					146,397	10,292	10,878	13.4	13.5	1.2	1.1	10.8	10.9	20.7%	-0.4%	1.1%	1.2%
ASRI	Sell	312	280	(10.3)	6,131	997	1,578	6.2	3.9	0.6	0.5	7.1	5.6	5.8%	58.3%	0.6%	0.6%
BSDE	Neutral	1,370	1,450	5.8	26,368	1,972	2,043	13.4	12.9	0.9	0.8	11.6	12.0	10.0%	3.6%	0.0%	0.0%
CTRA	Buy	1,070	1,450	35.5	19,860	981	1,039	20.2	19.1	1.3	1.2	12.6	12.3	-14.0%	5.9%	0.9%	0.8%
JRPT	Buy	660	980	48.5	9,075	1,005	919	9.0	9.9	1.3	1.2	7.9	8.5	5.7%	-8.6%	3.1%	2.1%
PWON	Neutral	670	680	1.5	32,267	2,399	2,426	13.5	13.3	2.2	1.9	9.9	9.9	4.8%	1.2%	0.9%	0.9%
SMRA	Buy	1,195	1,200	0.4	17,240	313	486	55.1	35.5	2.5	2.3	15.4	13.3	-1.8%	55.3%	0.4%	0.4%
LPKR	Buy	260	360	38.5	18,354	1,498	993	8.6	18.5	0.6	0.6	9.9	14.1	24.6%	-53.4%	0.3%	0.4%
DMAS	Buy	296	390	31.8	14,267	675	855	21.1	16.7	2.0	1.9	19.7	15.9	36.1%	26.6%	4.3%	5.4%
BEST	Buy	294	400	36.1	2,836	452	540	6.3	5.3	0.6	0.6	6.2	5.9	7.0%	19.4%	3.1%	3.7%
Telco					542,630	21,434	22,888	25.3	23.7	3.6	3.5	7.4	7.0	33.9%	6.8%	3.1%	3.2%
EXCL	Buy	3,380	3,600	6.5	36,125	188	497	191.9	72.7	1.9	1.9	6.4	5.8	N/M	164.1%	0.0%	0.0%
TLKM	Neutral	4,220	4,500	6.6	418,043	19,217	20,207	21.8	20.7	4.0	3.8	7.5	7.1	6.6%	5.2%	3.4%	3.6%
ISAT	Neutral	3,170	3,000	(5.4)	17,226	-2,159	-2,253	-8.0	-7.6	1.9	2.5	5.7	5.3	10.2%	-4.4%	0.0%	0.0%
LINK	Buy	4,130	5,500	33.2	12,025	1,126	1,132	10.8	10.8	2.3	2.0	5.1	4.8	42.7%	0.5%	4.7%	4.7%
TBIG	Buy	5,825	5,700	(2.1)	25,286	795	938	31.8	27.0	6.9	6.0	12.3	11.7	16.8%	17.9%	2.0%	1.6%
TOWR	Buy	665	1,000	50.4	33,925	2,266	2,367	15.0	14.3	3.7	3.3	8.3	8.0	2.5%	4.5%	3.5%	3.5%
Chemical					16,947	1,949	1,888	8.7	9.0	0.9	0.8	3.9	3.7	22.9%	-3.2%	0.0%	0.0%
AGII	Buy	610	700	14.8	1,871	105	136	17.9	13.8	0.6	0.6	6.8	6.2	5.0%	29.5%	0.0%	0.0%
BRPT*	Neutral	1,080	2,640	144.5	15,077	129	125	8.2	8.6	0.9	0.9	3.7	3.5	25.4%	-3.4%	0.0%	0.0%
Airlines					5,703	427	529	13.4	10.8	1.1	1.0	7.7	6.5	-2.9%	24.0%	0.0%	0.0%
GMFI*	Neutral	202	275	36.0	5,703	30	38	13.4	10.8	1.1	1.0	7.7	6.5	-2.0%	26.1%	0.0%	0.0%
Oil and Gas					49,695	2,564	2,693	19.4	18.5	1.0	1.0	6.1	5.8	12.6%	5.0%	1.8%	2.0%
PGAS*	Buy	2,050	3,150	53.7	49,695	180	192	19.4	18.5	1.0	1.0	6.1	5.8	13.7%	6.8%	1.8%	2.0%
Transportation					6,606	458	522	14.4	12.7	1.2	1.1	5.9	5.4	0.1%	14.0%	1.9%	2.2%
BIRD	Buy	2,640	3,935	49.1	6,606	458	522	14.4	12.7	1.2	1.1	5.9	5.4	0.1%	14.0%	1.9%	2.2%

Note:

- *) net profit in USD mn
- U/R means Under Review
- n/a means Not Available
- N/M means Not Meaningful
- N.A means Not Applicable

RESEARCH

Adrian Joezer	Head of Equity Research, Strategy, Consumer	adrian.joezer@mandirisek.co.id	+6221 5296 9415
Tjandra Lienandjaja	Deputy Head of Equity Research, Banking	tjandra.lienandjaja@mandirisek.co.id	+6221 5296 9617
Ariyanto Kurniawan	Automotive, Coal, Chemical	ariyanto.kurniawan@mandirisek.co.id	+6221 5296 9682
Kresna Hutabarat	Telecom, Media	kresna.hutabarat@mandirisek.co.id	+6221 5296 9542
Priscilla Thany	Banking, Building Material	priscilla.thany@mandirisek.co.id	+6221 5296 9569
Lakshmi Rowter	Healthcare, Consumer	lakshmi.rowter@mandirisek.co.id	+6221 5296 9549
Robin Sutanto	Property	robin.sutanto@mandirisek.co.id	+6221 5296 9572
Edbert Surya	Construction, Transportation	edbert.surya@mandirisek.co.id	+6221 5296 9623
Silvony Gathrie	Research Assistant	Silvony.gathrie@mandirisek.co.id	+6221 5296 9544
Riyanto Hartanto	Research Assistant	riyanto@mandirisek.co.id	+6221 5296 9488
Henry Tedja	Research Assistant	henry.tedja@mandirisek.co.id	+6221 5296 9434
Wesley Louis Alianto	Research Assistant	wesley.alianto@mandirisek.co.id	+6221 5296 9510
Leo Putera Rinaldy	Chief Economist	leo.rinaldy@mandirisek.co.id	+6221 5296 9406
Immanuel Reinaldo	Economist	immanuel.reinaldo@mandirisek.co.id	+6221 5296 9651

INSTITUTIONAL SALES

Silva Halim	Head Institutional Equities	silva.halim@mandirisek.co.id	+6221 527 5375
Andrew Handaya	Institutional Sales	andrew.handaya@mandirisek.co.id	+6221 527 5375
Feliciana Ramonda	Institutional Sales	feliciana.ramonda@mandirisek.co.id	+6221 527 5375
Henry Pranoto	Institutional Sales	henry.pranoto@mandirisek.co.id	+6221 527 5375
Kevin Giarto	Institutional Sales	kevin.giarto@mandirisek.co.id	+6221 527 5375
Sharon Anastasia Tjahjadi	Institutional Sales	sharon.tjahjadi@mandirisek.co.id	+6221 527 5375
Talitha Medha Anindya	Institutional Sales	talitha.anindya@mandirisek.co.id	+6221 527 5375
Kusnadi Widjaja	Equity Dealing	kusnadi.widjaja@mandirisek.co.id	+6221 527 5375
Edwin Pradana Setiadi	Equity Dealing	edwin.setiadi@mandirisek.co.id	+6221 527 5375
Jane Theodoven Sukardi	Equity Dealing	jane.sukardi@mandirisek.co.id	+6221 527 5375
Michael Taarea	Equity Dealing	michael.taarea@mandirisek.co.id	+6221 527 5375

RETAIL SALES

Andreas M. Gunawidjaja	Head Retail Equities	andreas@mandirisek.co.id	+6221 526 9693
Boy Triyono	Jakarta	boy.triyono@mandirisek.co.id	+6221 526 5678
Dhanan Febrie Handita	Bandung	dhanan.handita@mandirisek.co.id	+6222 426 5088
Yogiswara Perdana	Yogyakarta	yogiswara.perdana@mandirisek.co.id	+62274 560 596
Widodo	Solo	widodo@mandirisek.co.id	+62271 788 9290
Linawati	Surabaya	Linawati@mandirisek.co.id	+6231 535 7218
Ruwie	Medan	ruwie@mandirisek.co.id	+6261 8050 1825
Aidil Idham	Palembang	aidil.idham@mandirisek.co.id	+62711 319 900
Yuri Ariadi	Pontianak	yuri.ariadi@mandirisek.co.id	+62561 582 293

INVESTMENT RATINGS: Indicators of expected total return (price appreciation plus dividend yield) within the 12-month period from the date of the last published report, are: Buy (15% or higher), Neutral (-15% to 15%) and Sell (-15% or lower).

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