



AGRI	BSIC	CONS	FINC	INFR	MINE	MISC	PPTY	TRDE	MFTG										
929.75	699.11	1,709.89	948.78	854.61	1,191.05	704.42	307.33	589.12	1,099.18										
-33.75	-3.50%	55.10	8.56%	20.73	1.23%	8.24	0.88%	18.98	2.27%	-8.89	-0.74%	-1.39	-0.20%	-6.49	-2.07%	2.36	0.40%	34.67	3.26%

STOCK INDEX	CLOSE	Chg	%Chg
JCI	4,567.56	66	1.46%
LQ-45	682.40	15	2.21%
IDX30	373.59	9	2.33%
DJIA	23,475.82	457	1.99%
Nasdaq	8,495.38	232	2.81%
S&P 500	2,798.70	62	2.27%
Nikkei	19,137.95	(143)	-0.74%
Hang Seng	23,893.36	100	0.42%

TRADING STATISTICS

Trading Volume (m shares)	8,617
Trading Value (b IDR)	7,906
Trading Frequency (in times)	502,537
Fgn Net Trade Value (b IDR)	(335)
YTD Fgn Net Trade Value (b IDR)	(16,206)

CMDTY & CCY	CLOSE	%Chg
WTI (June'20)	13.92	2.43%
Brent (June'20)	20.77	4.74%
Gold	1,717.10	1.95%
Coal (USD/MT)	55.22	-3.41%
Copper (US\$/lb.)	2.30	1.66%
Nickel (US\$/MT)	12,128.00	-2.56%
CPO (MYR/MT)	2,273.00	0.22%
USDIDR	15,567.00	-0.49%

MACROECONOMIC INDICATORS

	Last	Prv
BI 7-Day RR	4.75%	5.00%
Inflation Rate (March 20)	2.98%	2.96%
GDP (4Q19)	4.97%	5.02%
10-yr Govt Bond	7.84%	7.78%

FOCUS

BRACE FOR IMPACT!

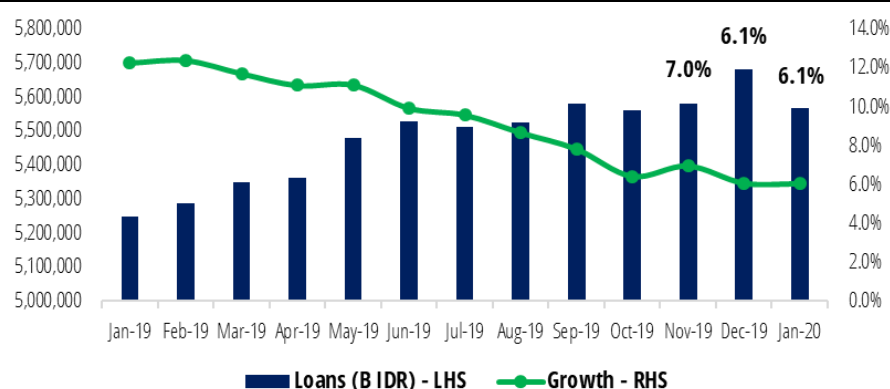
Indonesia Banking Statistics (SPI) released by OJK shows in January 2020 loans disbursement grew by +6.1% Y/Y, unchanged compared to December 2019, to amount Rp5,567 trillion. On the other hand, Third Party Funds increased higher by +6.8% Y/Y to Rp5,942 trillion, while banking assets inched higher by +5.7% Y/Y to Rp8,039 trillion.

Even though the January data seem just alright, the downturn begins to appear in February as loans grew more moderately by +5.93% Y/Y, the lowest expansion rate since at least November 2009, while non-performing loans rose to 2.8%, the highest since May 2019. Beforehand, Moody's has even revised Indonesia's banking outlook -and other eleven Asia Pacific countries- from stable to negative, reflecting the probability of surging credit costs and shrinking interest margins.

Banking Survey by Bank Indonesia in the 1Q20 indicates just the same case, i.e. slowing credit growth, reflected by the Net Weighted Balance (SBT) of new credit demand of 23.7%, much lower than that of 4Q19 at 70.6% or 1Q19 at 57.8%. Besides, BI also projects, after having been revised, that the banking industry is to grow by 6%-8% this year, yet some economists forecast a much lower growth rate of 2%-5% more feasible.

To sum up, 2020 might probably be a tough year for the banking industry. However, sturdier resilience (as indicated by capital adequacy ratio of 22%-23%) equipped with accommodative stimuli from the central bank is expected to shield the industry to be able to brace for impact.

Fig 1: LOAN DISBURSEMENT



Sources: BI, OJK, MPIS Research



MARKET RECAP

In the trading session on Monday (4/22), JCI closed at 4,568 or rose by 66 points (+ 1.5%). The total trading volume reached 8.6 billion shares while the total transaction value reached Rp7.9T. Foreign investors recorded a net sell amounting to Rp.335B. Foreign Net Trading Value reached amounting to Rp16.2T in 2020.

The sectors experiencing the highest weakness were led by: Agriculture (-3.5%), property (-2.07%), and Mining (-0.74%). While the sectors that experienced the highest gains were led by: Basic Industries (+8.56%), Manufacturing (+3.26%), and Infrastructure (+2.27%). The stocks that supported the JCI were BRPT (+19.2%), TPIA (+7.9%), and TLKM (+2.9%). Meanwhile, the following stocks weakened JCI: POLL (-7.0%), BBCA (-0.3%), ADRO (-4.8%).

U.S. NEWS

U.S. stocks sharply higher led by tech and energy shares as oil prices rebound and expectations for Congress to roll out

another fiscal stimulus package after The Senate on Tuesday (21/04) passed a nearly US\$500B aid package for small businesses and hospitals. The DJIA rose 1.99% at 23,475.82, while the S&P 500 gained 2.27% to 2,798.70. The Nasdaq Composite added 2.81% to 8,495.38.

U.S. Treasury yields rose as equities rebound. The benchmark 10-year notes fell 15/32 to yield 0.6159%. The two-year notes slipped 1/32 to yield 0.2153%. The 30-year bonds fell 49/32, yielding 1.2169%.

Crude oil price rebound closes sharply higher as heightened tensions between U.S.-Iran tensions and bolstered by tentative talk of additional supply cuts from OPEC producers and declines in U.S. crude output prompted a rebound from a 21-year low. BRENT crude prices for June delivery rose +7.45% to US\$20.77/barrel. WTI crude for June delivery jumped 20.31% to US\$13.92/barrel.

NEWS FROM THE MARKET

MACRO UPDATE

BI TARGET CAD FY2020 BELOW 2%

Bank Indonesia (BI) recorded that the current account deficit (CAD) in 1Q20 is lower than 1.5% of Gross Domestic Product (GDP), while in FY2020 BI estimates that the CAD will be below 2% of GDP. Therefore, BI still sets a target for the rupiah exchange rate to be steady and tend to strengthen and move towards Rp15,000/US\$ at the end of this year.

COMPANY UPDATE

WIKA PREPARES THREE SCENARIOS AMID OUTBREAK

Amid the coronavirus outbreak, PT Wijaya Karya (Persero), Tbk. (WIKA) has prepared three scenarios of both capex use and new contract realization. Currently, WIKA allocates Rp11.5T, which is lower than that of FY19 at Rp22T. The best case will be to use

capex by 40-50%, the base case will be at 30-40%, and the worst case will be at 15-25%. Also, WIKA estimates that excess cash, assuming that the outbreak will end by June 2020, will be at Rp5T, while on the other hand, assuming the outbreak will end by the end of the year, the excess cash will be at Rp3.6T. Already, WIKA aims to realize Rp65T of new contract value this year, but the best case estimates that the realization will be around 55-60% of target, the base case will be at 45-50%, and the worst case will stand at only 20%.

IRRA TO DISTRIBUTE AVIMAC

PT Itama Ranoraya, Tbk. (IRRA) is poised to distribute Avimac, a medicine that could prevent coronavirus. However, before distributing, IRRA is now waiting for Badan Pengawas Obat dan Makanan (BPOM) for approval.



FITCH DOWNGRADED ASRI'S RATING

Fitch Ratings decided to downgrade PT Alam Sutera Realty Tbk. (ASRI) long-term issuer default rating to B- from B with negative outlook. Both ASRI's notes that are due 2021 and 2022 amounting to US\$175 million and US\$370 million, respectively, are downgraded to B- from B. According to Fitch, ASRI's cash balance and operating cash flow (OCF) may not be enough to repay its debt. Also, in terms of refinancing, Fitch also believes that ASRI may have a hard time accessing banks and capital markets due to the coronavirus pandemic.

BUVA INCOME DECREASED BY 90% IN 1Q20

PT Bukit Uluwatu Villa Tbk (BUVA) has temporarily suspended 2 hotels (Alila Ubud & Alila SCBD) since mid-March due to Covid-19. It caused the hotel revenue to decline quite deeply (- 90%, Y/Y) until March 2020. BUVA will also streamline its organization, cut operating costs, and restructure bank loans. In addition, it will also cut employee salaries in the period April 2020 - June 2020. For the hotel business, BUVA will eliminate outsourcing labor and termination of contract employees who are due, and leave without pay. BUVA will cut employee salaries (Alila Villas Uluwatu & Alila Manggis), which two hotels are still operating today. Going forwards, PEHA will focus on minimizing operational costs.

PEHA WILL PRODUCE 1 M BOXES MULTIVITAMIN

PT Pharos Tbk (PEHA) stated that it will produce 1 million boxes multivitamin under the Becafort brand. This product is experiencing a sharp increase in demand now amid the covid-19 pandemi. PEHA estimates that the multivitamin production will reach 446.000 boxes by June 2020. Moreover, the Company will also produce 30.000 boxes Becafort in April 2020. PEHA will also produce (90.000 boxes), a new product of the calcitriol drug (Vitamin D3) is needed for patients affected by COVID-19 until the end of the year. Raw material of the calcitriol drug will be imported from Germany. However, the increase in imported raw material prices and the fluctuation in the exchange rate of the Rupiah against the Dollar are estimated to be future barriers.

GIAA STRATEGY TO SURVIVE

PT Garuda Indonesia Tbk (GIAA) states that as a result of the COVID-19 pandemic the company's revenue in 1Q20 is predicted to decrease by 33% (Y/Y). Furthermore, the company also estimates that it will undergo the worst period until July 2020, where the May-June period should be a high season for the aviation industry and is worsened by the possibility that the company cannot fly Hajj flights this year. The company further prepared 12 strategies to survive this year.

From the financial side, the company will do; Negotiations with lessors to delay aircraft lease payments, extend flight leases to reduce monthly rental costs, seek financing from inside and outside banks and other loans, negotiate corporate obligations that are due with third parties, conduct cost efficiency programs approximately 15-20% of total operational costs while still prioritizing the safety and security of aviation and employees and services, and Submitting requests for support to the Government as the Shareholders of the Company.

From the operational aspect, the company will; Optimizing the frequency and capacity of flights both domestic and international flights, Optimizing cargo services and actively supporting government efforts specifically related to the handling of COVID-19 pandemic through the transportation of humanitarian aid, PPE (APD), medicines, medical devices, Close routes that do not produce a profit, Optimizing aircraft charter services for the evacuation of Indonesian citizens abroad and assisting the repatriation of foreigners to return to their respective countries and charter services for cargo transportation, and Delaying the arrival of 4 Airbus A330 - 900 aircraft in 2020.

KIJA FY19 MARKETING SALES UP BY 23% (Y/Y)

PT Kawasan Industri Jababeka Tbk (KIJA) recorded in FY19 marketing sales of Rp1.66 trillion, up 23% (Y/Y) Vs Rp1.36 trillion in FY18 and exceeded the company's target in FY19 of Rp1.6 trillion. The marketing sales contribution came from Cikarang with 47.4%, Kendal - 44.2%, and other cities with 8.4%.



CMPP TO DELAY FLIGHTS UNTIL 18 MAY 2020

PT AirAsia Indonesia Tbk (CMPP) will extend the temporary domestic flights routes until May 7, 2020 (Surabaya-Bali route) and other domestic routes until May 18, 2020. However, international routes are already operating. The Company's strategy is taken to survive amid the impact of the Covid-19 pandemic which hit the global and domestic economy. CMPP's main revenue currently comes from unscheduled flights (charter) for both passengers and cargo. The Covid-19 has a very significant impact on the Company's financial performance, especially Company's cash flow.

URBN WILL ACQUIRE CPP STOCK

PT Urban Jakarta Propertindo Tbk (URBN) will acquire PT Ciptaruang Persada Property (CPP) shares of 51.01%. CPP is the largest shareholder of PT Jakarta River City (JRC) which will develop a 6-hectare transit-oriented development (TOD) project near Ciliwung Light Rail Transit Station (MTR), Jakarta. The face value of this stock is Rp1M with an acquisition value equivalent to Rp633B. This transaction is an affiliate transaction. The company's action is as part of the URBN expansion plan to run new projects. JRC is projected to record a total operating income of Rp9.3T and total project net profit of Rp 2.8T.

TECHNICAL OUTLOOK

JCI IS POSITIVE, WITH EXPECTED RANGE OF 4,500 to 4,650.

JCI closed higher at 4,568. The Support lay at 4,460/400/3,920 while the Resistance hanging still at 4,750/975. PSAR green hit the candlestick, but still waiting today confirmation to turn red or stay green. Stochastic turn to positive along with RSI curled higher. EMA 5, & 20 waiting today confirmation to stay in golden cross pattern or turning into death cross pattern, while MACD continue to negative. For this week, JCI still in a negative within 4,300 - 4,800. Hence, today JCI is positive following the Wednesday rebound.



SUMMARY OF STOCK PICKS

TICKER	SUPPORT	RESISTANCE	ENTRY POINT	TARGET PRICE	CUTOFF PRICE	RISK-TO-REWARD RATIO	LAST PRICE	TEMPORARY GAINS /		STATUS
								PTS	%	
BBNI	2,700	4,650	2,850	4,600	2,650	0.11	4,020	1,170	41.05%	BUY
BBTN	660	1,930	700	1,800	650	0.05	900	200	28.57%	BUY
WEGE	107	290	110	240	100	0.08	162	52	47.27%	BUY
DMAS	102	296	107	246	100	0.05	188	81	75.70%	BUY



Data & Agenda

ECONOMIC CALENDAR

Economic Indicator	Period	Date	Time (WIB)	Prv.	Forecast	Actual
Trade Balance	Mar-20	15-Apr	16.00	US\$2,335.9 M	US\$800 M	US\$743.4 M
Retail Sales (Y/Y)	Feb-20	8-Apr	8.10	-0.28%	-1.20%	-0.82%
Inflation (Y/Y)	Mar-20	1-Apr	12.00	2.98%	3.12%	2.96%
CCI (Y/Y)	Apr-20	6-Apr	16.00	117.7	105.5	113.8
FX Reserves	Mar-20	7-Apr	17.00	130.4B	128.5B	121.0B
GDP	1Q20	5-May	16.00	4.97%	4.72%-4.6%	

Source: MPIS Research

MARKET STATISTICS

TOP GAINERS

TICKER	Close	Chg	% Chg
MAPB	1,690	335	24.72%
SMCB	1,040	205	24.55%
NOBU	1,200	205	20.60%
BRPT	1,210	195	19.21%
KRAH	600	95	18.81%

TOP TRADING VALUE

TICKER	Close	Chg	% Chg
BBCA	25,725	(75)	-0.29%
BBRI	2,790	70	2.57%
TLKM	3,160	90	2.93%
BMRI	4,490	140	3.22%
ASII	3,640	-	0.00%

MOST ACTIVE

TICKER	Close	Chg	% Chg
BRPT	1,210	195	19.21%
REAL	70	(3)	-4.11%
BBCA	25,725	(75)	-0.29%
BTPS	2,160	110	5.37%
BBRI	2,790	70	2.57%

TOP LOSERS

TICKER	Close	Chg	% Chg
SMSM	1,395	(105)	-7.00%
POLL	6,325	(475)	-6.99%
PJAA	400	(30)	-6.98%
BALI	600	(45)	-6.98%
AALI	5,675	(425)	-6.97%

MOST TRADED

TICKER	Close	Chg	% Chg
REAL	70	(3)	-4.11%
FREN	108	7	6.93%
BRPT	1,210	195	19.21%
BBRI	2,790	70	2.57%
CARE	310	6	1.97%

TRADING STATISTICS

Trading Volume (in mn shares)	8,617
Trading Value (in bn rupiah)	7,906
Trading Frequency (in times)	502,537
Foreign Net Trading Value (bn IDR)	(335)
YTD Fign Net Trading Value (bn IDR)	(16,206)

Source: IDX

Disclaimer

This research report is prepared by PT MINNA PADI INVESTAMA SEKURITAS Tbk. for information purposes only and is not to be used or considered as an offer or the solicitation of an offer to sell or to buy or subscribe for securities or other financial instruments. The report has been prepared without regard to individual financial circumstance, need or objective of person to receive it. The securities discussed in this report may not be suitable for all investors. The appropriateness of any particular investment or strategy whether opined on or referred to in this report or otherwise will depend on an investor's individual circumstance and objective and should be independently evaluated and confirmed by such investor, and, if appropriate, with his professional advisers independently before adoption or implementation (either as is or varied).



Our Locations

PT MINNA PADI INVESTAMA SEKURITAS, TBK

HEAD OFFICE

Equity Tower 11th Floor
Sudirman Central Business District Lot 9
Jl. Jend. Sudirman Kav 52-53
Jakarta Selatan, Indonesia
Tel: +62 21 525 5555 Fax: +62 21 527 1527

INVESTMENT GALLERIES

Jakarta - Intercon

Ruko Plaza Intercon
Taman Kebun Jeruk Blok A 15-16, 2nd Floor
Intercon
Jakarta Barat, 11630
Tel: +62 21 585 6655
Fax: +62 21 585 7755

Jakarta - Kemang

Promenade 20, Unit M&N
Jl. Bangka Raya No. 20
Jakarta Selatan, 12720
Tel: +62 21 7199 855
Fax: +62 21 7192 755

Bandung

Jl. Veteran No.42
Bandung, 40112
Tel: +62 22 4216 555
Fax: +62 22 4203 100

Solo

Jl. Monginsidi No 27A/B
Solo, 57129
Tel: +62 271 667 679
Fax: +62 271 635 470

Semarang

Jl. Sriwijaya No. 8A
Tel: +62 24 8411 555
Fax: +62 24 8313 032

Surabaya

Spazio Office Tower 2nd Floor
Kompleks Graha Festival Kav.3
Graha Famili
Jl. Mayjen Yono Sewoyo
Surabaya, 60225
Tel: +62 31 9900 1000
Fax: +62 31 9900 1001

Research Team

Andre Setiawan

andre.setiawan@minnapadi.com
+62 21 525 5555 ext. 301

Bayu Santoso

bayusantoso@minnapadi.com
+62 21 525 5555 ext. 310

Erna Hutapea

erna@minnapadi.com
+62 21 525 5555 ext. 307

Geri Eka Putra

gery@minnapadi.com
+62 21 525 5555 ext. 308

Jason Wijaya

jason@minnapadi.com
+62 21 525 5555 ext. 331