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### **STOCK VALUATION IN THE MIDDLE OF PANDEMIC UNCERTAINTY – PT JAMU DAN FARMASI SIDO MUNCUL**

Mas Zuchrizal Rasyidian Winata<sup>a</sup>

<sup>a</sup>Institut Teknologi Bandung, Bandung, Indonesia.

*Corresponding Email:* [mas.zuchrizal@sbm-itb.ac.id](mailto:mas.zuchrizal@sbm-itb.ac.id)

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#### **Abstract**

Against the vast challenges of Indonesia's development amidst the COVID-19 pandemic, Indonesia stock market tumbled well below 4200 in March; the lowest in the past five years. Nevertheless, PT Jamu dan Farmasi Sido Muncul managed to capture an increased net income of 10% compared to its previous quarter. Still, Sido Muncul's stock valuation managed to drop to 940 rupiah per share. The purpose for the present research is to examine the value driver of the stock price and determine the projected valuation of PT Jamu dan Farmasi Sido Muncul by using financial ratio analysis, absolute, and relative valuation method. Based on the conducted research, PT Jamu dan Farmasi Sido Muncul does not have any short-term debt, and its gross profit margin is at 55%. Using discounted cash flow, PT Jamu dan Farmasi Sido Muncul's market price are projected at 1642 rupiah per share, or about 75% above its lowest price on March 2020. Price-to-earnings method also projected the company's share price at 1521 rupiah per share, an increase of 61% to its lowest price. The analysis suggests that the decrease of the stock value of PT Jamu dan Farmasi Sido Muncul is caused by the market sentiment and does not reflect the fundamental aspect of the company.

**Keywords:** Discounted Cash Flow, Stock Valuation, Stock Market, Financial Ratios, Indonesia.

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