

ABSTRACT

The Automotive and components sub-sector is a sector that can be relied upon because it has made a significant contribution to the national economy. So, it promises to be invested. Fluctuations in the price of shares of companies listed on the Indonesia Stock Exchange (IDX) experience movement and growth. One factor that influences the rise and fall of a company's stock price is the condition of the company's macroeconomic fundamentals.

The purpose of this research is to calculate the fair value or intrinsic value of shares in the automotive and components sub-sector in 2022, base on financial data from 2017-2021 and then projected for 2022 until 2026. The object of this research is PT. Astra Otoparts Tbk (AUTO), PT. Garuda Metalindo Tbk (BOLT) dan PT. Multi Prima Sejahtera Tbk (LPIN). The fair value calculation in this research is applied to three scenarios including pessimistic, moderate, and optimistic scenarios.

The method used to estimate the intrinsic values of these shares is Discounted Cash Flow (DCF) with Free Cashflow to Firm (FCFF) approaches and Relative Valuation (RV) with Price to Earning Ratio (PER) dan Price to Book Value (PBV) approaches. Based on the result from DCF method, the following result are obtained: the intrinsic value of AUTO and LPIN are undervalued in all scenarios, while BOLT is overvalued in all scenarios. The DCF calculation method is validated by RV method through PER and PBV approach, where the calculation result state AUTO, BOLT and LPIN shares are decalared valid because they are in the industrial range. Therefore, as a conclusion, this research recommends investors sell BOLT shares and buy AUTO and LPIN shares.

Keyword: Valuation, Intrinsic Value, Discounted Cash Flow (DCF), Relative Valuation (RV), Automotive and Component