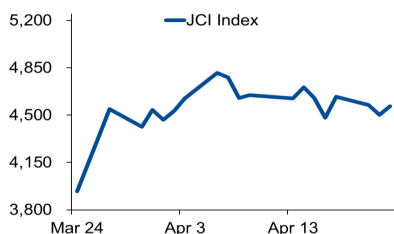


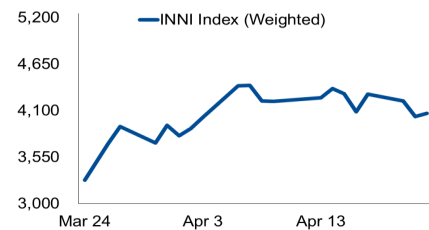
# Morning Brief

Daily | April 23, 2020

## JCI Movement



## INNI Movement



## Market Recap

After two-day losing streak, JCI was rebound, backed by stocks of basic industry and banking sectors. **JCI's Top Gainers: Basic Ind. (+8.0%), Infrastructure (+2.2%), Consumer (+1.2%)**

INNI Index was rebound, backed by SMGR---the basic industry stock.

## Daily Foreign & Domestic Sector Movement

JCI ended Wednesday's trading session of April 04, 2020 with foreign outflows of IDR334 billion. After enacting the regulation of 2020's consolidated capital requirement of IDR3 trillion at minimum for commercial banks, the Financial Service Agency (OJK) re-enacted another consolidated requirements for commercial banks, i.e., banks to have worse financial performance are incapable of maintaining business sustainability, the major stockholders (PSP) with respect to OJK's assessment are incompetence of maintaining capital and liquidity in sufficient level.

## USD/IDR Highlight

USD/IDR, meanwhile, was appreciated by 0.11 percent to 15,450.

## Today's Outlook: Prices of Crude Oil Rebound

The Dow Jones was rebound by 1.99% to 23,475 after the U.S. Senate unveiled more relief stimulus of USD484 billion to support micro businesses hit hardest by the virus containment. A glance at commodities, prices of crude oil was rebound from the negative zone but still left jitters of global oversupply.

## Company News

- ANTM : Spends CapEx on Downstream Projects
- BBCA : Subsidiary Relaxes Credits for GoCar Drivers
- WIKA : Prepares Three Scenarios of CapEx Allocation

## Domestic & Global News

- Indonesia Posts IDR1.57 Trillion Worth of Foreign Inflows
- Lockdown Leaves UK Inflation at 1.5%

## Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.50%	4.50%	Real GDP	4.97%	4.97%
FX Reserve (USD bn)	120.97	130.40	Current Acc (USD bn)	(8.12)	(7.67)
Trd Balance (USD bn)	0.74	2.34	Govt. Spending Yoy	0.48%	0.48%
Exports Yoy	-0.20%	11.00%	FDI (USD bn)	4.71	5.70
Imports Yoy	-0.75%	-5.11%	Business Confidence	105.33	105.33
Inflation Yoy	2.96%	2.98%	Cons. Confidence*	121.70	121.70

## JCI Index

Apr. 22	4,567.56
Chg.	+65.64pts (+1.46%)
Volume (bn shares)	43.21
Value (IDR tn)	4.89
<b>Adv 172 Dec 212 Unc 317 Untr 165</b>	

## INNI Index

Last	4,068.28
Chg.	+36.04pts (+0.89%)

## INNI's Top Gainers & Losers

Gainers	%	Losers	%
SMGR	+16.9%	CTRA	-3.6%
MAPI	+5.7%	AALI	-3.5%
KLBF	+3.3%	INCO	-1.6%
TLKM	+2.9%	UNTR	-0.9%
WSKT	+2.6%	KINO	-0.4%

## Foreign Transactions

	(IDR bn)
Buy	3,669
Sell	4,004
Net Buy (Sell)	334

Top Buy	NB Val.	Top Sell	NS Val.
UNTR	24.6	BBCA	88.7
BNLI	18.2	ASII	64.9
SMGR	17.0	BBNI	49.3
UNVR	11.0	TOWR	23.5
ICBP	10.4	SCMA	22.7

## Government Bond Yields & FX

	Last	Chg.
10-Year Tenor	7.85%	0.06%
USD/IDR	15,450	-0.12%
KRW/IDR	12.53	-0.20%

## Global Indices

Index	Last	Chg.	%
Dow Jones	23,475.82	456.94	1.99%
S&P 500	2,799.31	62.75	2.29%
FTSE 100	5,770.63	129.60	2.30%
DAX	10,415.03	165.18	1.61%
Nikkei	19,137.95	(142.83)	-0.74%
Hang Seng	23,893.36	99.81	0.42%
Shanghai	2,843.98	16.97	0.60%
KOSPI	1,896.15	16.77	0.89%
EIDO	15.19	0.47	3.19%

## Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,714.1	27.9	1.65%
Crude Oil (USD/B)	13.78	2.21	19.10%
ICE NewCastle (USD/ton)	51.55	(0.50)	-0.96%
LME Nickel (USD/MT)	12,015	(182.0)	-1.49%
LME Tin (USD/MT)	14,860	100.0	0.68%
CPO (MYR/ton)	2,075	11.0	0.53%

### **ANTM : Spends CapEx on Downstream Projects**

PT Aneka Tambang Tbk (ANTM) in 2020 focuses on spending CapEx on finishing downstream projects, i.e., the construction of Halmahera-based ferronickel factory (P3FH), Mempawah-based smelter grade alumina refinery factory (SGAR). Those projects are ANTM's long-term business expansion. (Kontan)

### **BBCA : Subsidiary Relaxes Credits for GoCar Drivers**

PT BCA Finance, the subsidiary of PT Bank Central Asia Tbk (BBCA), and Gojek signed MoU and gave relaxed 4W installments for GoCar drivers. BCA Finance will select the most proper drivers to receive relaxed 6-month installments without down-payment and a 24-month prolonged tenor. (Bisnis Indonesia)

### **WIKA : Prepares Three Scenarios of CapEx Allocation**

PT Wijaya Karya Tbk (WIKA) has three scenarios of CapEx allocation with respect to the lockdown. To cushion mild impacts of corona containment, it will use 40%-50% of CapEx, while moderate impacts require 30%-40% CapEx allocation. Furthermore, severe impacts require 15%-25% CapEx allocation. Of note, WIKA allocates 2020's CapEx of IDR11.5 trillion. (Kontan)

## Domestic & Global News

---

### **Indonesia Posts IDR1.57 Trillion Worth of Foreign Inflows**

Bank Indonesia (BI) recorded Indonesia to receive foreign net inflows IDR1.57 trillion from April 13-20, 2020. BI's Governor Perry Warjiyo detailed that IDR4.37 trillion of net inflows were invested in the government bond (SBN), but JCI posted net outflows of IDR2.8 trillion. (Kontan)

### **Lockdown Leaves UK Inflation at 1.5%**

The UK's inflation level dropped to 1.5% in March as prices of clothing and fuel fell with respect to the lockdown. The Consumer Prices Index (CPI) dipped from 1.7% in February even though clothing stores offered more discounts. Meanwhile, cheaper petrol prices caused declining oil prices. Economists estimated that inflation would have lowered to 0.5% in 2020 as the economy had worsened. (BBC)

	Last Price	End of Last Year Price	Target Price*	Rating	Upside Potential (%)	1 Year Change (%)	Market Cap (IDR tn)	Price / EPS (TTM)	Price / BVPS	Return on Equity (%)	Dividend Yield TTM (%)	Sales Growth Yoy (%)	EPS Growth Yoy (%)	Adjusted Beta
<b>Finance</b>						(27.2)	1,796.3							
BBCA	25,725	33,425	32,000	Buy	24.4	(8.6)	634.3	22.2x	3.6x	17.5	2.2	13.7	10.5	1.1
BBRI	2,790	4,400	4,950	Buy	77.4	(37.0)	344.1	9.9x	1.7x	17.7	6.0	11.1	6.3	1.3
<b>Consumer</b>						(31.8)	981.0							
GGRM	44,300	53,000	61,800	Buy	39.5	(43.8)	85.2	7.8x	1.7x	22.7	5.9	15.5	39.6	1.0
KINO	2,620	3,430	4,680	Buy	78.6	(1.1)	3.7	7.2x	1.4x	21.8	1.9	29.5	246.7	0.8
ICBP	10,025	11,150	12,875	Buy	28.4	9.0	116.9	23.5x	4.9x	22.2	1.4	11.2	11.4	0.9
KLBF	1,250	1,620	1,430	Hold	14.4	(16.7)	58.6	23.4x	3.7x	16.4	2.1	7.4	2.0	1.1
<b>Infrastructure</b>						(26.5)	598.11							
TLKM	3,160	3,970	4,700	Buy	48.7	(16.8)	313.0	15.5x	3.1x	21.3	5.2	3.5	15.6	1.0
JSMR	2,640	5,175	6,000	Buy	127.3	(55.8)	19.2	9.9x	1.1x	11.3	1.7	(22.8)	(15.2)	1.3
<b>Trade</b>						(27.7)	538.7							
UNTR	16,250	21,525	20,000	Buy	23.1	(40.3)	60.6	5.4x	1.0x	20.2	7.6	(0.2)	1.7	0.8
MAPI	645	1,055	1,300	Buy	101.6	(32.8)	10.7	11.5x	1.7x	16.1	1.6	14.0	27.3	1.2
<b>Property</b>						(37.4)	283.1							
CTRA	530	1,040	1,550	Buy	192.5	(56.6)	9.8	8.5x	0.6x	7.8	1.9	(0.8)	(2.6)	1.3
WSKT	590	1,485	2,600	Buy	340.7	(72.7)	8.0	8.5x	0.4x	5.2	12.4	(35.7)	(76.3)	1.8
WIKA	950	1,990	2,500	Buy	163.2	(60.7)	8.5	3.7x	0.5x	14.6	4.1	(12.7)	32.0	1.6
<b>Basic Ind.</b>						(16.3)	554.6							
SMGR	6,900	12,000	14,300	Buy	107.2	(49.7)	40.9	17.1x	1.3x	7.5	3.0	31.5	(22.4)	1.3
<b>Misc Ind.</b>						(46.9)	213.9							
ASII	3,640	6,925	8,600	Buy	136.3	(52.4)	147.4	6.8x	1.0x	15.2	5.8	(0.9)	0.2	1.3
<b>Mining</b>						(34.4)	277.2							
TINS	460	825	800	Buy	73.9	(67.0)	3.4	N/A	0.7x	(10.7)	5.4	75.2	N/A	1.5
PTBA	1,855	2,660	2,300	Buy	24.0	(54.2)	21.4	5.0x	1.1x	23.7	18.3	2.9	(22.2)	1.1
INCO	2,390	3,640	4,200	Buy	75.7	(25.3)	23.7	26.1x	0.8x	3.0	N/A	0.7	(4.9)	1.7
ANTM	492	840	1,100	Buy	123.6	(44.7)	11.8	61.0x	0.7x	1.1	2.6	29.4	(88.1)	1.6
<b>Agriculture</b>						(36.8)	58.9							
AALI	5,675	14,575	15,600	Buy	174.9	(52.2)	10.9	51.7x	0.6x	1.1	3.9	(8.5)	(85.3)	1.3

\* Target Price for December 2020

Source: Bloomberg, NHKS Research

## INNI Summary

### INNI Index Movement

YTD Change	-34.6%
YTD Change Gap (vs JCI)	-7.3%
Weekly Change	-5.4%
Weekly Change Gap (vs JCI)	-4.1%

### INNI Market Capitalization

Market Cap (IDR tn)	3,464
Market Cap (%)	47.27

### INNI Index



Source: Bloomberg, NHKS Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
<b>Tuesday</b> 21 - Apr	UK	13:00	Claimant Count Rate	Mar	3,50%	--	3,50%
	UK	13:00	Jobless Claims Change	Mar	12.2k	--	17.3k
	UK	13:00	ILO Unemployment Rate 3Mths	Feb	4,00%	3,90%	3,90%
	GE	16:00	ZEW Survey Expectations	Apr	28,2	-42	-49,5
	GE	16:00	ZEW Survey Current Situation	Apr	-91,5	-75	-43,1
	US	21:00	Existing Home Sales	Mar	5.27m	5.30m	5.77m
<b>Wednesday</b> 22 - Apr	UK	13:00	CPI MoM	Mar	0,00%	0,00%	0,40%
	UK	13:00	CPI YoY	Mar	1,50%	1,50%	1,70%
	UK	13:00	CPI Core YoY	Mar	1,60%	1,60%	1,70%
	UK	13:00	PPI Output NSA MoM	Mar	-0,20%	-0,30%	-0,30%
	UK	13:00	PPI Output NSA YoY	Mar	0,30%	0,10%	0,40%
	US	18:00	MBA Mortgage Applications	Apr	-0,30%	--	7,30%
<b>Thursday</b> 23 - Apr	GE	14:30	Markit/BME Germany Manufacturing PMI	Apr		39	45,4
	EC	15:00	Markit Eurozone Manufacturing PMI	Apr		38	44,5
	UK	15:30	Markit UK PMI Manufacturing SA	Apr		42	47,8
	US	19:30	Initial Jobless Claims	Apr		4500k	5245k
	US	20:45	Markit US Manufacturing PMI	Apr		38	48,5
	US	21:00	New Home Sales	Mar		644k	765k
<b>Friday</b> 24 - Apr	GE	15:00	IFO Business Climate	Apr		79,9	86,1
	GE	15:00	IFO Expectations	Apr		75	79,7
	US	19:30	Durable Goods Orders	Mar		-12,00%	1,20%
	US	21:00	U. of Mich. Sentiment	Apr		68	71

Source: Bloomberg

### DISCLAIMER

This report and any electronic access hereto are restricted and intended only for the clients and related entities of PT NH Korindo Sekuritas Indonesia. This report is only for information and recipient use. It is not reproduced, copied, or made available for others. Under no circumstances is it considered as a selling offer or solicitation of securities buying. Any recommendation contained herein may not suitable for all investors. Although the information hereof is obtained from reliable sources, its accuracy and completeness cannot be guaranteed. PT NH Korindo Sekuritas Indonesia, its affiliated companies, employees, and agents are held harmless from any responsibility and liability for claims, proceedings, action, losses, expenses, damages, or costs filed against or suffered by any person as a result of acting pursuant to the contents hereof. Neither is PT NH Korindo Sekuritas Indonesia, its affiliated companies, employees, nor agents are liable for errors, omissions, misstatements, negligence, inaccuracy contained herein.

All rights reserved by PT NH Korindo Sekuritas Indonesia



## PT. NH Korindo Sekuritas Indonesia

Member of Indonesia Stock Exchange

**Head Office :**

District 8 Treasury Tower 51<sup>st</sup>  
Fl. Unit A, SCBD Lot.28  
Jl. Jendral Sudirman Kav. 52-53  
Jakarta Selatan 12190  
Telp : +62 21 50889100  
Fax : +62 21 50889101

**Branch Office BSD:**

ITC BSD Blok R No.48  
Jl. Pahlawan Seribu Serpong  
Tangerang Selatan 15322  
Indonesia  
Telp : +62 21 5316 2049  
Fax : +62 21 5316 1687

**Branch Office Medan :**

Jl. Timor No 147  
Medan, Sumatera Utara  
20234  
Indonesia  
Telp : +62 614 156500  
Fax : +62 614 568560

### A Member of NH Investment & Securities Global Network

Seoul | New York | Hong Kong | Singapore | Shanghai | Beijing | Hanoi |  
Jakarta