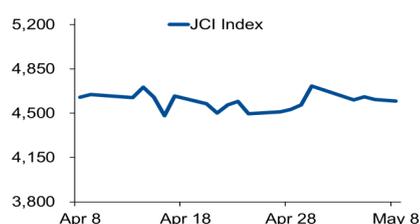


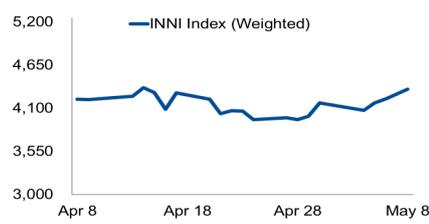
Morning Brief

Daily | May 11, 2020

JCI Movement



INNI Movement



Market Recap

JCI ended Friday's trading session in the red, subdued by the banking and basic industry sectors. **JCI's Top Losers: Basic Ind. (-1.5%), Finance (-1.1%), Trade (-0.2%)**

INNI Index--in contrast to JCI--closed Friday's trading with gains, led by its mining stocks (i.e., INCO and PTBA).

Daily Foreign & Domestic Sector Movement

JCI closed Friday's trading sessions of May 08, 2020 with foreign outflows of IDR812 billion. Large-cap. banking stocks, i.e., BBRI and BBCA worse performed as foreign investors pulled out IDR258 billion and IDR91 billion worth of capital from those two stocks. Conversely, PTBA categorized into IDX High Dividend 20 index led Friday's sessions with securing foreign capital of IDR12 billion and is committed to distributing dividend ratio of 2019's fiscal year at 75% equal to 2018's fiscal year.

USD/IDR Highlight

USD/IDR, meanwhile, was appreciated by 0.5% to 14,920.

Today's Outlook: PEN Program Shields Commercial Sectors

The Dow Jones picked up 1.9% to 24,331, backed by the rally of 2.38% in Apple inc. after the Company decided to re-open its stores next week, while taking precautionary health protocols of temperature checking, and limiting the number of customers in each of its stores. Back to the national economy, Minister of Finance Sri Mulyani Indrawati is committed to unveiling IDR150 trillion worth of National Economic Recovery (Pemulihan Ekonomi Nasional, "PEN) to embody the Government's alert responses to COVID-19 wrecking havoc on commercial sectors---micro, small, and medium enterprises (UMKMs) in particular.

Company News

- ASII : Gives IDR131 Billion of COVID-19 Relief Grant
- CTRA : Constructs Apartments in Time of Pandemic
- ANTM : Has Yet to Decide 2020's Dividend Amount

Domestic & Global News

Foreign Outflows of IDR6.95 Trillion Is Withdrawn from Domestic Market
April's Unemployment Claims Climb by 14.7%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.50%	4.50%	Real GDP	2.97%	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	3.74%	0.48%
Exports Yoy	-0.20%	11.00%	FDI (USD bn)	4.71	6.08
Imports Yoy	-0.75%	-5.11%	Business Confidence	104.82	105.33
Inflation Yoy	2.67%	2.96%	Cons. Confidence*	84.80	113.80

JCI Index

May 08	4,597.43
Chg.	-11.36pts (-0.25%)
Volume (bn shares)	78.86
Value (IDR tn)	6.60
Adv 180 Dec 209 Unc 312 Untr 156	

INNI Index

Last	4,342.62
Chg.	+125.58pts (+2.98%)

INNI's Top Gainers & Losers

Gainers	%	Losers	%
JSMR	+14.5%	TLKM	-3.9%
INCO	+14.4%	CTRA	-1.9%
PTBA	+13.5%	BBRI	-1.5%
TINS	+7.9%	ICBP	-1.3%
ANTM	+7.0%	GGRM	-1.1%

Foreign Transactions

	(IDR bn)
Buy	2,076
Sell	2,888
Net Buy (Sell)	812

Top Buy	NB Val.	Top Sell	NS Val.
BMRI	59.6	BBRI	258.6
PTBA	12.3	TLKM	131.8
ANTM	10.9	PGAS	101.9
BRPT	6.3	BBCA	91.3
JPFA	5.0	BBNI	44.4

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	8.07%	0.19%
USDIDR	15,100	1.46%
KRWIDR	12.32	1.02%

Global Indices

Index	Last	Chg.	%
Dow Jones	24,331.32	455.43	1.91%
S&P 500	2,929.80	48.61	1.69%
FTSE 100	5,935.98	82.22	1.40%
DAX	10,904.48	145.21	1.35%
Nikkei	20,179.09	504.32	2.56%
Hang Seng	24,230.17	249.54	1.04%
Shanghai	2,895.34	23.82	0.83%
KOSPI	1,945.82	17.21	0.89%
EIDO	16.40	0.23	1.42%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,702.7	(13.4)	-0.78%
Crude Oil (USD/B)	24.74	1.19	5.05%
ICE NewCastle (USD/ton)	52.90	0.00	0.00%
LME Nickel (USD/MT)	12,330	27.0	0.22%
LME Tin (USD/MT)	15,225	25.0	0.16%
CPO (MYR/ton)	2,020	74.0	3.80%

ASII : Gives IDR131 Billion of COVID-19 Relief Grant

PT Astra International Tbk (ASII) donated IDR25 billion worth of fourth-phase COVID-19 grant for corona victims, so the total grant ASII donated to date was IDR131 billion in form of food staple distributed on May 8, 2020. The donation embodies ASII's contribution to ease wrecking havoc of COVID-19. (Bisnis Indonesia)

CTRA : Constructs Apartments in Time of Pandemic

PT Ciputra Development Tbk (CTRA) is still planning to build mixed-used apartments to attract more consumers albeit the steep declines in 1Q20's demands for Apartment located in Jakarta greater areas. CTRA is optimistic that well-equipped lifestyle facility access will be attractive features to whet consumers' appetite for buying apartments. (Bisnis Indonesia)

ANTM : Has Yet to Decide 2020's Dividend Amount

PT Aneka Tambang Tbk (ANTM) based on 2019's financial statements will distribute this year's dividend as it secured net profit of IDR193 billion. But, ANTM has yet to decide the amount of 2020's dividend as it is still reviewing COVID -19 disruption to the operational performance of 1Q20 and 2Q20 in particular. ANTM to date is still optimistic about better performance, supported by sales of gold and ferronickel. (Kontan)

Domestic & Global News

Foreign Outflows of IDR6.95 Trillion Is Withdrawn from Domestic Market

Foreign investors' jitters of COVID-19 vicious spread in Indonesia caused massive net sell of stocks listed on JCI. Bank Indonesia (BI) from May 4-6, 2020 recorded IDR6.95 trillion worth of foreign outflows, with IDR0.84 trillion pulled out from the equity market and IDR6.11 trillion withdrawn from the Government bonds (SBN) market. (Kontan)

April's Unemployment Claims Climb by 14.7%

April's 20.5 million lay-offs to hit 14.7% gave a pretty gloomy glimpse of devastating corona quarantine on unemployment rate: another skyward soaring following the end of World War II. The U.S. jobs reported the total jobless claims to reach 33.5 million within the recent seven weeks. (CNBC)

	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
Finance						(25.5)	1,753.4							
BBCA	26,225	33,425	32,000	Buy	22.0	(6.5)	646.6	22.6x	3.7x	17.5	2.1	13.7	10.5	1.1
BBRI	2,590	4,400	4,950	Buy	91.1	(37.1)	319.5	9.2x	1.5x	17.7	6.5	11.1	6.3	1.3
Consumer						(27.7)	1,031.5							
GGRM	44,050	53,000	61,800	Buy	40.3	(47.1)	84.8	7.8x	1.7x	22.7	5.9	15.5	39.6	1.0
KINO	2,700	3,430	4,680	Buy	73.3	4.7	3.9	14.2x	1.4x	10.5	1.9	11.1	(81.3)	0.9
ICBP	9,625	11,150	12,875	Buy	33.8	(2.0)	112.2	22.3x	4.4x	21.5	1.4	10.1	10.2	0.8
KLBF	1,400	1,620	1,430	Hold	2.1	(3.1)	65.6	25.4x	4.0x	16.3	1.9	8.0	12.5	1.1
Infrastructure						(24.4)	607.68							
TLKM	3,190	3,970	4,700	Buy	47.3	(14.6)	316.0	15.6x	3.2x	21.3	5.1	3.5	15.6	1.0
JSMR	3,640	5,175	6,000	Buy	64.8	(35.0)	26.4	12.0x	1.4x	12.4	1.3	(28.7)	0.2	1.4
Trade						(26.3)	539.1							
UNTR	15,825	21,525	20,000	Buy	26.4	(39.7)	59.0	5.9x	0.9x	16.9	7.8	(19.0)	(40.2)	0.8
MAPI	695	1,055	1,300	Buy	87.1	(26.1)	11.5	12.4x	1.9x	16.1	1.4	14.0	27.3	1.2
Property						(33.9)	281.8							
CTRA	515	1,040	1,550	Buy	201.0	(52.8)	9.6	8.3x	0.6x	7.8	1.9	(0.8)	(2.6)	1.3
WSKT	600	1,485	2,600	Buy	333.3	(69.2)	8.1	8.7x	0.5x	5.2	12.2	(35.7)	(76.3)	1.7
WIKA	935	1,990	2,500	Buy	167.4	(57.5)	8.4	3.7x	0.5x	14.6	4.1	(12.7)	32.0	1.6
Basic Ind.						(8.8)	550.9							
SMGR	7,450	12,000	14,300	Buy	91.9	(33.2)	44.2	18.5x	1.4x	7.5	2.8	31.5	(22.4)	1.4
Misc Ind.						(43.1)	218.1							
ASII	3,740	6,925	8,600	Buy	129.9	(47.9)	151.4	7.1x	1.0x	14.4	5.6	(9.4)	(7.8)	1.3
Mining						(24.5)	292.1							
TINS	505	825	800	Buy	58.4	(58.1)	3.8	N/A	0.7x	(10.7)	4.9	75.2	N/A	1.5
PTBA	2,060	2,660	2,300	Hold	11.7	(33.1)	23.7	6.0x	1.2x	20.6	16.5	(4.0)	(25.0)	1.1
INCO	3,090	3,640	4,200	Buy	35.9	8.4	30.7	19.3x	1.0x	5.6	N/A	38.1	N/A	1.6
ANTM	535	840	1,100	Buy	105.6	(28.2)	12.9	66.4x	0.7x	1.1	2.4	29.4	(88.1)	1.6
Agriculture						(31.3)	60.9							
AALI	6,275	14,575	15,600	Buy	148.6	(40.2)	12.1	22.2x	0.6x	2.9	3.6	13.3	891.7	1.3

* Target Price for December 2020

Source: Bloomberg, NHKSI Research

INNI Summary

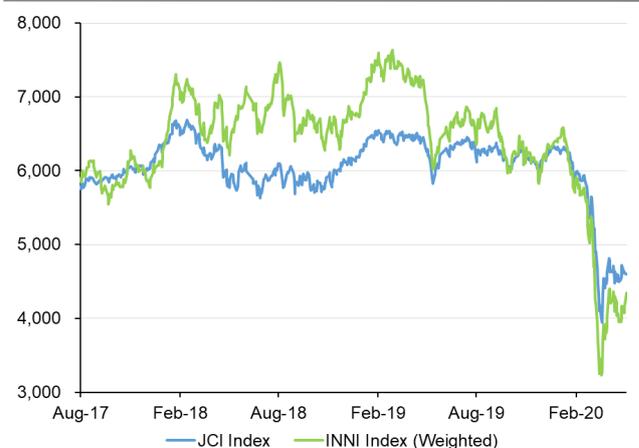
INNI Index Movement

YTD Change	-30.2%
YTD Change Gap (vs JCI)	-3.4%
Weekly Change	8.6%
Weekly Change Gap (vs JCI)	8.0%

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
Monday	GE	14:55	Markit Germany Manufacturing PMI	Apr	34.5	34.4	34.4
<i>04 - May</i>	EC	15.00	Markit Eurozone Manufacturing PMI	Apr	33.4	33.6	33.6
	US	21.00	Factory Orders	Mar	-10.3%	-9.7%	0.0%
	US	21.00	Durable Goods Orders	Mar	-14.7%	-14.4%	-14.4%
Tuesday	US	19.30	Trade Balance	Mar	-\$44.4b	-\$44.2b	-\$39.9b
<i>05 - May</i>	US	21.00	ISM Non-Manufacturing Index	Apr	41.8	38.0	52.5
Wednesday	GE	13.00	Factory Orders MoM	Mar	-15.6%	-10.0%	-1.4%
<i>06 - May</i>	US	18.00	MBA Mortgage Applications	May	0.1%	-	-3.3%
	US	19.15	ADP Employment Change	Apr	20236K	-20550k	-27k
Thursday	UK	13.00	Bank of England Bank Rate	May	0.10%	0.10%	0.10%
<i>07 - May</i>	GE	13.00	Industrial Production SA MoM	Mar	-9.2%	-7.5%	0.3%
	US	19.30	Initial Jobless Claims	May	3169K	3000k	3839k
Friday	US	19.30	Change in Nonfarm Payrolls	Apr	-20500K	-21300k	-701k
<i>08 - May</i>	US	19.30	Unemployment Rate	Apr	14.7%	16.0%	4.4%
	US	21.00	Wholesale Inventories MoM	Mar	-0.8%	-1.0%	-1.0%

Source: Bloomberg

Domestic Economic Calendar

Date	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	07:30	Markit Indonesia PMI Mfg	Apr	27.5	-	45.3
<i>04 - May</i>	11.00	CPI YoY	Apr	2.67%	2.76%	2.96%
Tuesday	11:00	GDP YoY	1Q	2.97%	4.00%	4.97%
<i>05 - May</i>						

Source: Bloomberg

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