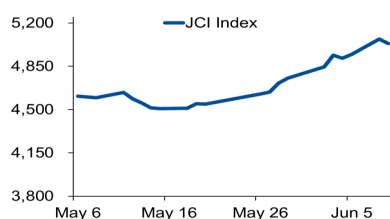
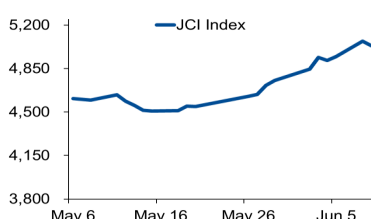


Morning Brief

JCI Movement



INNI Movement



Market Recap

The JCI retreated with pressures from Miscellaneous Industry and property sectors. **JCI's Top Losers: Basic Ind. (-1.9%), Property (-1.9%), Infrastructure (-1.5%)**

Alongside JCI, INNI Index also fell down with biggest lagger coming from CTRA. The property firm is currently on the development of residential projects for low to middle class segment.

Daily Foreign & Domestic Sector Movement

The JCI received a foreign net buy of IDR275 billion at the close of trading on June 9th 2020. Foreign investors posted a massive net buy in MNCN with IDR490 billion. Another stock with significant foreign net buy was BBNI with IDR106 billion. BBNI recorded an increase in Loan at Risk to 10.9% in 1Q20 from 8.3% in 1Q19.

USD/IDR Highlight

USD/IDR weakened by 0.04% to IDR 13,890/USD.

Today's Outlook: Profit Taking Hampers Market

Dow Jones closed lower after several days of gain after The Fed started its 2-day monthly meeting. From domestic market, the JCI's recent rally was slowed down by profit taking from investors. A follow up of this profit taking action has the potential to shadow today's movement.

Company News

- WIKA : Net Profit at IDR152 Billion in Q1
- PTBA : Cuts Down on DMO Portion
- UNTR : Commits as a Standby Buyer for Acset

Domestic & Global News

The Government Absorbs IDR9.5 Trillion from the State Sukuk Auction
German Exports Fall in April 2020

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)	130.50	127.88	Current Acc (USD bn)	(3.92)	(8.08)
Trd Balance (USD bn)	(0.34)	0.74	Govt. Spending Yoy	3.74%	0.48%
Exports Yoy	-7.02%	-0.20%	FDI (USD bn)	4.51	4.60
Imports Yoy	-18.58%	-0.75%	Business Confidence	104.82	105.33
Inflation Yoy	2.19%	2.67%	Cons. Confidence*	84.80	113.80

JCI Index

June 09	5,035.05
Chg.	-35.50pts (-0.70%)
Volume (bn shares)	131.86
Value (IDR tn)	11.64
Adv 201 Dec 255 Unc 246 Untr 119	

INNI Index

Last	4,990.70
Chg.	-25.64pts (-0.51%)

INNI's Top Gainers & Losers

Gainers	%	Losers	%
KINO	+8.3%	SMGR	-6.9%
PTBA	+3.9%	CTRA	-6.5%
AALI	+3.7%	ANTM	-3.2%
ICBP	+1.4%	TLKM	-2.8%
UNTR	+1.3%	INCO	-2.7%

Foreign Transaction

	(IDR bn)
Buy	3,872
Sell	3,597
Net Buy (Sell)	275

Top Buy	NB Val.	Top Sell	NS Val.
BBNI	106.3	TLKM	204.2
INDF	56.6	MNCN	84.4
BBCA	53.0	BBRI	78.9
ASII	39.1	PTBA	35.4
PWON	20.0	BMRI	30.2

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.25%	-0.02%
USDIDR	13,890	0.04%
KRWIDR	11.58	0.39%

Global Indices

Index	Last	Chg.	%
Dow Jones	27,272.30	(300.14)	-1.09%
S&P 500	3,207.18	(25.21)	-0.78%
FTSE 100	6,335.72	(136.87)	-2.11%
DAX	12,617.99	(201.60)	-1.57%
Nikkei	23,091.03	(87.07)	-0.38%
Hang Seng	25,057.22	280.45	1.13%
Shanghai	2,956.11	18.34	0.62%
KOSPI	2,188.92	4.63	0.21%
EIDO	19.65	(0.70)	-3.44%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,715.3	16.8	0.99%
Crude Oil (USD/B)	38.94	0.75	1.96%
ICE NewCastle (USD/ton)	54.00	(1.45)	-2.61%
LME Nickel (USD/MT)	12,913	(151.0)	-1.16%
LME Tin (USD/MT)	16,922	257.0	1.54%
CPO (MYR/ton)	2,388	40.0	1.70%

WIKA : Net Profit at IDR152 Billion in Q1

PT Wijaya Karya Tbk (WIKA) booked a net profit of IDR 152 Bn in 1Q20 supported by IDR 4,2 Trillion in revenues. WIKA sales are still dominated by infrastructure and building projects. Order book until April 2020 has reached IDR 80 Trillion. (Kontan)

PTBA : Cuts Down on DMO Portion

PT Bukit Asam Tbk (PTBA) plans to cut down on DMO supply by 10% due to lower coal price. This also leads the company to cut down on costs in 2020. However, the DMO reduction is still in compliance with government regulation which is 25% of total production. (Kontan)

UNTR : Commits as a Standby Buyer for Acset

PT United Tractors Tbk (UNTR) commits as a standby buyer for its subsidiary, Acset. The corporate action in the form of Rights Issue to raise IDR1.5 trillion by August 2020. UNTR will act as standby buyer if other shareholders choose not to exercise their rights. (Investor Daily)

Domestic & Global News

The Government Absorbs IDR9.5 Trillion from the State Sukuk Auction

The Government through the Directorate General of Budget Financing and Risk Management (DJPPR) of the Ministry of Finance held an auction of Government Islamic Securities (SBSN) or State Sukuk on Tuesday (6/9/2020). State Sukuk is offered as much as IDR28.64 trillion. Of the total incoming bids, the government absorbed as much as IDR9.5 trillion at today's auction. (Kontan)

German Exports Fall in April 2020

German exports fell in April 2020, the effect of COVID-19 resulted in the decline in demand for goods. Exports fell 24%, while imports fell 16.5%, making the trade surplus to shrink to 3.2 billion euros. (Reuters)

	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 (%)	Adj. Beta
Finance						(16.3)	2,023.8							
BBCA	29,025	33,425	28,950	Hold	(0.3)	(1.3)	715.6	24.6x	4.2x	17.6	1.9	13.9	8.5	1.1
BBRI	3,210	4,400	3,100	Hold	(3.4)	(24.1)	395.9	11.4x	2.2x	18.6	5.2	13.0	(0.3)	1.3
Consumer						(24.0)	1,067.9							
GGRM	48,375	53,000	59,550	Buy	23.1	(39.0)	93.1	8.5x	1.7x	21.8	5.4	4.1	3.9	0.9
KINO	3,250	3,430	2,950	Hold	(9.2)	20.8	4.6	17.1x	1.7x	10.5	3.3	11.1	(81.3)	0.9
ICBP	8,900	11,150	<i>Under Review</i>	N/A	N/A	(9.2)	103.8	18.3x	3.8x	22.6	1.5	6.7	47.8	0.8
KLBF	1,410	1,620	1,430	Hold	1.4	(2.8)	66.1	25.6x	4.0x	16.3	1.4	8.0	12.5	1.1
Infrastructure						(23.8)	627.74							
TLKM	3,140	3,970	3,800	Buy	21.0	(21.2)	311.1	16.7x	3.1x	18.8	5.2	3.7	3.5	1.0
JSMR	4,070	5,175	4,600	Hold	13.0	(28.6)	29.5	13.4x	1.6x	12.4	1.1	(28.7)	0.2	1.3
Trade						(22.7)	560.9							
UNTR	17,775	21,525	19,000	Hold	6.9	(33.1)	66.3	6.6x	1.1x	16.9	2.3	(19.0)	(40.2)	0.9
MAPI	800	1,055	820	Hold	2.5	(9.6)	13.3	14.3x	2.1x	16.1	1.3	14.0	27.3	1.2
Property						(26.4)	318.6							
CTRA	720	1,040	810	Hold	12.5	(31.1)	13.4	12.6x	0.9x	7.2	1.4	(8.3)	(33.3)	1.5
WSKT	780	1,485	960	Buy	23.1	(58.6)	10.6	11.3x	0.6x	5.2	9.4	(35.7)	(76.3)	1.8
WIKA	1,375	1,990	1,380	Hold	0.4	(42.7)	12.3	5.9x	0.7x	14.6	2.8	(35.4)	(65.3)	1.7
Basic Ind.						(3.0)	593.9							
SMGR	9,450	12,000	10,925	Buy	15.6	(22.4)	56.1	21.8x	1.7x	8.0	2.2	5.6	66.7	1.3
Misc Ind.						(31.9)	273.5							
ASII	5,000	6,925	5,800	Buy	16.0	(34.9)	202.4	9.5x	1.3x	14.4	4.2	(9.4)	(7.8)	1.3
Mining						(21.3)	301.3							
TINS	605	825	830	Buy	37.2	(46.0)	4.5	N/A	0.9x	(10.7)	4.1	75.2	N/A	1.5
PTBA	2,390	2,660	2,775	Buy	16.1	(18.7)	27.5	6.9x	1.4x	20.6	14.2	(4.0)	(25.0)	1.2
INCO	2,920	3,640	2,000	Sell	(31.5)	4.3	29.0	19.7x	1.1x	5.6	N/A	38.1	N/A	1.6
ANTM	610	840	600	Hold	(1.6)	(21.8)	14.7	75.7x	0.8x	1.1	2.1	29.4	(88.1)	1.6
Agriculture						(22.0)	68.6							
AALI	8,900	14,575	10,000	Hold	12.4	(14.8)	17.1	31.4x	0.9x	2.9	N/A	13.3	891.7	1.4

* Target Price for December 2020

Source: Bloomberg, NHKSI Research

INNI Summary

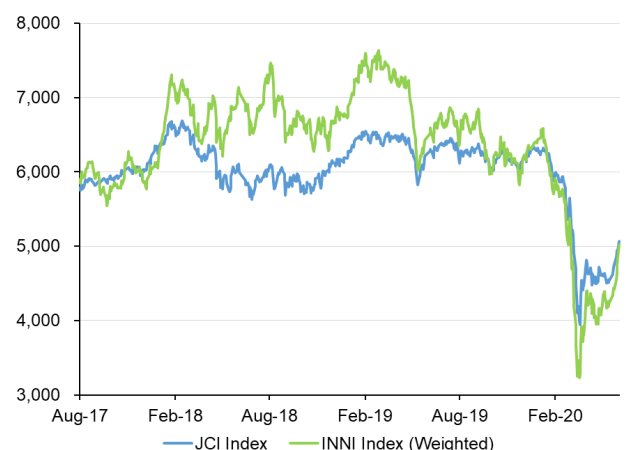
INNI Index Movement

YTD Change	-19.8%
YTD Change Gap (vs JCI)	0.1%
Weekly Change	9.6%
Weekly Change Gap (vs JCI)	5.7%

INNI Market Capitalization

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

INNI Index



Source: Bloomberg, NHKSI Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday 08 - June	GE	13.00	Industrial Production SA MoM	Apr	-17.9%	-16.5%	-9.2%
Tuesday 09 - June	EC	16.00	GDP SA QoQ	1Q20	-3.6%	-3.8%	-3.8%
	EC	16.00	GDP SA YoY	1Q20	-3.1%	-3.2%	-3.2%
	US	21.00	Wholesale Inventories MoM	Apr	0.3%	0.4%	0.4%
Wednesday 10 - June	CH	08.30	PPI YoY	May		-3.3%	-3.1%
	CH	08.30	CPI YoY	May		2.7%	3.3%
	US	18.00	MBA Mortgage Applications	June		--	-3.9%
	US	19.30	CPI MoM	May		0.0%	-0.8%
	US	19.30	CPI Ex Food and Energy MoM	May		0.0%	-0.4%
	US	19.30	CPI YoY	May		0.3%	0.3%
Thursday 11 - June	US	01.00	FOMC Rate Decision (Upper Bound)	June		0.25%	0.25%
	US	01.00	Monthly Budget Statement	May		-\$625.0b	-\$737.9b
	US	19.30	PPI Final Demand MoM	May		0.10%	-1.30%
	US	19.30	Initial Jobless Claims	June		1550k	1877k
Friday 12 - June	UK	13.00	Industrial Production MoM	Apr		-15.0%	-4.2%
	UK	13.00	Industrial Production YoY	Apr		-19.3%	-8.2%
	UK	13.00	Manufacturing Production MoM	Apr		-15.7%	-4.6%
	UK	13.00	Trade Balance GBP/Mn	Apr		-£5500m	-£6676m
	US	19.30	Import Price Index MoM	May		0.6%	-2.6%
	US	21.00	U. of Mich. Sentiment	June		75	72.3

Source: Bloomberg

Domestic Economic Calendar

Date	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Tuesday 08 - June	10:00	Foreign Reserves	May	\$130.50b	-	\$127.88b

Source: Bloomberg

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