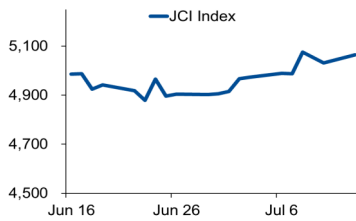


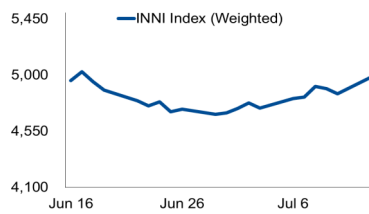
Morning Brief

Daily | July 14, 2020

JCI Movement



INNI Movement



Today's Outlook:

JCI Follows Regional Exchanges Direction

The Dow Jones closed flat, while the S&P 500 and Nasdaq weakened. Investors began to worry as news that the state of California closed some of its business activities again in line with the soaring case numbers of Covid-19.

Domestically, the JCI movement tends to follow the movements of the Asian regional exchanges while waiting for the release of trade balance data scheduled for tomorrow. The majority of Asian exchanges yesterday strengthened as a result of news that two Covid-19 vaccines had entered the fast track of licensing in the US.

Company News

- JSMR : Participating in the Touchless Non-Cash Toll Project Tender
- BBCA : Strategies to Disburse Loans During Pandemic
- TLKM : Telkomsel Ensures Customer Data to Stay Safe
- PTBA : First Mining Company Achieving Anti-Bribery Certification

Domestic & Global News

Government Issued 3 Global Bonds in Semester I-2020

Sectors

	Last	Chg.	%
Mining	1,325.75	41.19	3.21%
Agriculture	1,078.71	24.90	2.36%
Miscellaneous Industry	882.38	9.98	1.14%
Basic Industries	767.49	6.91	0.91%
Consumer Goods	1,813.37	14.35	0.80%
Finance	1,117.56	5.35	0.48%
Trade, Services and Investment	605.73	2.43	0.40%
Infrastructure, Utilities, and Transportation	892.58	1.26	-0.14%
Property, Real Estate, and Construction	315.14	0.91	-0.29%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.25%	4.50%	Real GDP	2.97%	4.97%
FX Reserve (USD bn)	131.70	130.50	Current Acc (USD bn)	(3.92)	(8.08)
Trd Balance (USD bn)	2.09	(0.34)	Govt. Spending Yoy	3.74%	0.48%
Exports Yoy	-28.95%	-7.02%	FDI (USD bn)	4.51	4.60
Imports Yoy	-42.20%	-18.58%	Business Confidence	104.82	105.33
Inflation Yoy	1.96%	2.19%	Cons. Confidence*	83.80	77.80

JCI Index

July 13	5,064.44
Chg.	+33.19pts (+0.66%)
Volume (bn shares)	77.68
Value (IDR tn)	6.26
Adv 237 Dec 138 Unc 285 Untr 138	

INNI Index

Last	4,981.37
Chg.	+131.71pts (+2.72%)

INNI's Top Gainers & Losers

Gainers	%	Losers	%
INCO	+7.4%	KINO	-0.9%
TINS	+5.6%	SMGR	-0.8%
PTBA	+4.8%	KLBF	-0.7%
ANTM	+4.7%	TLKM	-0.6%
UNTR	+3.2%	BBCA	-0.4%

Foreign Transaction

	(IDR bn)
Buy	1,518
Sell	1,562
Net Buy (Sell)	44

Top Buy	NB Val.	Top Sell	NS Val.
PTBA	38.8	TLKM	69.9
BBRI	38.3	INTP	21.2
MDKA	28.3	WSBP	18.7
UNTR	24.4	BMRI	16.8
ASII	18.8	BBTN	14.9

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.07%	-0.00%
USDIDR	14,425	-0.07%
KRWIDR	12.00	-0.04%

Global Indices

Index	Last	Chg.	%
Dow Jones	26,085.80	10.50	0.04%
S&P 500	3,155.22	(29.82)	-0.94%
FTSE 100	6,176.19	80.78	1.33%
DAX	12,799.97	166.26	1.32%
Nikkei	22,784.74	493.93	2.22%
Hang Seng	25,772.12	44.71	0.17%
Shanghai	3,443.29	59.96	1.77%
KOSPI	2,186.06	35.81	1.67%
EIDO	19.02	0.01	0.05%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,802.8	4.1	0.23%
Crude Oil (USD/B)	40.10	(0.45)	-1.11%
ICE NewCastle (USD/ton)	54.50	0.50	0.93%
LME Nickel (USD/MT)	13,711	196.0	1.45%
LME Tin (USD/MT)	17,435	125.0	0.72%
CPO (MYR/ton)	2,429	17.0	0.70%

JSMR : Participating in the Touchless Non-Cash Toll Project Tender

PT Jasa Marga Tbk (JSMR) is participating in a tender offer for a multi-lane free flow (MLFF) toll transaction payment system. JSMR is currently in the process of reviewing the needs for the tender offer and sending its subsidiary Jasa Marga Toll Road. Meanwhile, JSMR has already conducted trials for single-lane free flow in several Jabodetabek toll roads. (Kontan)

TLKM : Telkomsel Ensures Customer Data to Stay Safe

Telkomsel as a subsidiary of PT Telekomunikasi Indonesia Tbk (TLKM), stated that customer data will be secure under the existing technology and SOPs. In the process of maintaining data security, Telkomsel routinely evaluates and upgrades customer data systems on the server. Telkomsel also ensures that strict legal action will be taken for employees who access the data illegally. (Investor Daily)

BBCA : Strategies to Disburse Loans During Pandemic

PT Bank Central Indonesia Tbk (BBCA) continues to disburse loans amid the pandemic by implementing several strategies. One strategy is to sort out the business sectors that will be distributed the loans by emphasizing sectors such as instant noodles and other basic needs. Until now, BBCA still provides credit for infrastructure projects such as toll roads and power plants. (Bisnis Indonesia)

PTBA : First Mining Company Achieving Anti-Bribery Certification

PT Bukit Asam Tbk (PTBA) has officially received anti-bribery certification granted by BSI Group Indonesia. This certification is one of PTBA's efforts to realize the company's commitment to manage the company properly without gratification and bribery. Meanwhile, PTBA has consistently implemented Good Corporate Governance (GCG) for more than 10 years. (CNBC Indonesia)

Domestic & Global News

Government Issued 3 Global Bonds in Semester I-2020

Director General of Financing and Risk Management (DJPPR) Luky Alfirman said, during the first semester the government had issued three bonds denominated in foreign currency (global currency), as part of financing the State Revenue and Expenditure Budget (APBN) 2020. The issuance of global bonds consists of 2 conventional SBNs, and 1 global sukuk. By the end of June 2020 we have issued three global bonds, 2 conventional and 1 sukuk including green sukuk, with a total issuance of USD9.9 billion. (Kontan)

India's June Retail Inflation Picks Up to 6.09% YoY

India's annual retail inflation rose to 6.09% in June compared with 5.84% in March, pushed by a bigger increase in prices of some food items, government data showed on Monday. The government had suspended the release of inflation headline numbers for April and May due to inadequate data collection during two-months long lockdown. (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						(15.4)	2,118.4							
BBCA	30,875	33,425	28,950	Hold	(6.2)	2.7	761.2	26.2x	4.4x	17.6	1.8	13.9	8.5	1.1
BBRI	3,160	4,400	3,010	Hold	(4.7)	(29.9)	389.8	11.3x	2.2x	18.6	5.3	13.0	(0.3)	1.3
Consumer						(22.5)	1,040.3							
GGRM	47,000	53,000	59,550	Buy	26.7	(36.5)	90.4	8.2x	1.7x	21.8	5.5	4.1	3.9	0.9
KINO	3,270	3,430	2,950	Hold	(9.8)	16.0	4.7	17.2x	1.7x	10.5	3.3	11.1	(81.3)	0.9
ICBP	9,250	11,150	9,850	Hold	6.5	(10.0)	107.9	19.0x	4.0x	22.6	1.5	6.7	47.8	0.8
KLBF	1,460	1,620	1,630	Hold	11.6	6.6	68.4	26.5x	4.2x	16.3	1.4	8.0	12.5	1.1
Infrastructure						(26.9)	624.69							
TLKM	3,090	3,917	3,800	Buy	23.0	(25.1)	306.1	16.7x	2.9x	17.3	5.0	(1.9)	(5.8)	1.0
JSMR	4,450	5,175	4,600	Hold	3.4	(21.2)	32.3	14.6x	1.7x	12.0	0.3	(45.3)	0.5	1.3
Trade						(25.8)	538.7							
UNTR	18,500	21,525	19,000	Hold	2.7	(33.6)	69.0	6.8x	1.1x	16.9	6.6	(19.0)	(40.2)	0.9
MAPI	720	1,055	820	Hold	13.9	(22.6)	12.0	15.0x	2.0x	14.0	N/A	0.6	N/A	1.2
Property						(36.3)	298.9							
CTRA	660	1,040	810	Buy	22.7	(44.5)	12.2	11.5x	0.8x	7.2	1.5	(8.3)	(33.3)	1.5
WSKT	715	1,485	960	Buy	34.3	(65.0)	9.7	36.7x	0.6x	1.5	0.5	(51.9)	(94.1)	1.8
WIKA	1,270	1,990	1,840	Buy	44.9	(45.0)	11.4	5.4x	0.8x	14.3	4.0	(35.4)	(65.3)	1.7
Basic Ind.						(3.8)	617.0							
SMGR	9,350	12,000	10,925	Buy	16.8	(24.6)	55.5	21.6x	1.7x	8.0	0.4	5.6	66.7	1.3
Misc Ind.						(32.6)	268.0							
ASII	4,900	6,925	5,800	Buy	18.4	(34.2)	198.4	9.3x	1.3x	14.4	4.4	(9.4)	(7.8)	1.3
Mining						(18.9)	306.6							
TINS	660	825	830	Buy	25.8	(34.7)	4.9	N/A	1.0x	(22.6)	N/A	5.2	N/A	1.5
PTBA	2,170	2,660	2,900	Buy	33.6	(23.6)	25.0	6.3x	1.2x	20.6	15.0	(4.0)	(25.0)	1.1
INCO	3,320	3,640	3,500	Hold	5.4	10.7	33.0	21.4x	1.2x	5.6	N/A	38.1	N/A	1.6
ANTM	675	840	600	Hold	(11.1)	(20.1)	16.2	N/A	0.9x	(1.4)	0.4	(16.3)	N/A	1.5
Agriculture						(21.7)	68.9							
AALI	8,575	14,575	10,000	Buy	16.6	(15.5)	16.5	30.3x	0.9x	2.9	0.6	13.3	891.7	1.4

* Target Price for December 2020

Source: Bloomberg, NHKSI Research

INNI Summary

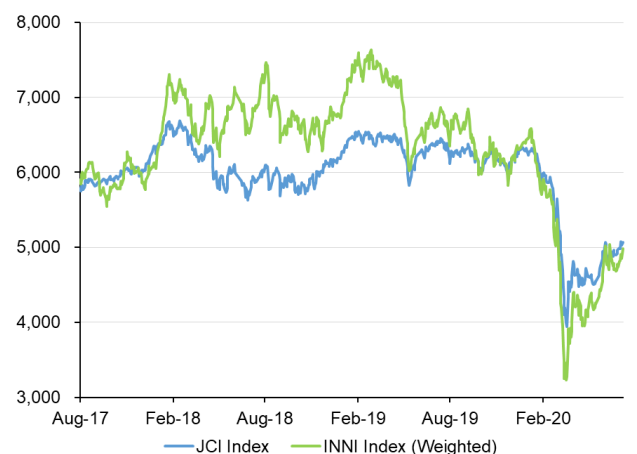
INNI Index Movement

YTD Change	-20.0%
YTD Change Gap (vs JCI)	-0.6%
Weekly Change	3.5%
Weekly Change Gap (vs JCI)	2.0%

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
Tuesday	US	13:00	Monthly Budget Statement	Jun	-		-\$398.8b
<i>14 - July</i>	UK	13:00	Industrial Production MoM	May	5.2%		-20.3%
	UK	13:00	Industrial Production YoY	May	-20.8%		-24.4%
	UK	13:00	Manufacturing Production MoM	May	5.0%		-24.3%
	UK	13:00	Trade Balance GBP/Mn	May	-		£305m
	GE	13:00	CPI MoM	Jun	0.6%		0.6%
	GE	13:00	CPI YoY	Jun	0.9%		0.9%
	US	19:30	CPI MoM	Jun	0.6%		-0.1%
	US	19:30	CPI Ex Food and Energy MoM	Jun	0.1%		-0.1%
	US	19:30	CPI YoY	Jun	0.6%		0.1%
Wednesday	UK	13:00	CPI MoM	Jun	0.0%		0.0%
<i>15 - July</i>	UK	13:00	CPI YoY	Jun	0.5%		0.5%
	UK	13:00	CPI Core YoY	Jun	1.2%		1.2%
	US	19:30	Import Price Index MoM	Jun	1.0%		1.0%
Thursday	CH	09:00	Industrial Production YoY	Jun	4.8%		4.4%
<i>16 - July</i>	CH	09:00	GDP YoY	2Q20	2.5%		-6.8%
	CH	09:00	Retail Sales YoY	Jun	0.2%		-2.8%
	US	19:30	Retail Sales Advance MoM	Jun	5.5%		17.7%
Friday	EC	16:00	CPI YoY	Jun	0.3%		0.1%
<i>17 - July</i>	EC	16:00	CPI MoM	Jun	0.3%		0.3%
	US	19:30	Housing Starts	Jun	1180k		974k
	US	21:00	U. of Mich. Sentiment	Jul	80		78.1

Source: Bloomberg

Domestic Economic Calendar

Date	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Wednesday	11:00	Trade Balance	Jun		\$895m	\$2092m
<i>15 - July</i>						
Thursday	14:20	Bank Indonesia 7D Reverse Repo	Jul		4.00%	4.25%
<i>16 - July</i>						

Source: Bloomberg

Corporate Calendar

Date	Event	Company
Monday, 13 July	Dividend; RUPS	VINS; KEJU, HKMU, BRNA
Tuesday, 14 July	Dividend; RUPS	DVLA; SMNP
Wednesday, 15 July	Dividend; RUPS	XISB, SRIL, ROTI; TOTL, SMAR, IPCM, INDS, INDF, ICBP, DILD, CAKK
Thursday, 16 July	Dividend; RUPS	ELSA; SDPC, MAYA, LSIP, JKON, JECC, BACA
Friday, 17 July	RUPS	TGRA, POWR, LPIN, INDO, GHON, BEKS

Source: RTI Analytics

Research Division

Head of Research

Anggaraksa Arismunandar

Market Strategy, Economy, Misc. Industry
+62 21 5088 9134 ext. 9134
anggaraksa@nhsec.co.id

Analyst

Ajeng Kartika Hapsari

Property, Construction
T +62 21 5088 ext 9130
E ajeng@nhsec.co.id

Analyst

Arief Machrus

Banking, Fixed Income
T +62 21 5088 ext 9127
E arief.machrus@nhsec.co.id

Analyst

Meilki Riyanto Darmawan S

Mining, Plantation
T +62 21 5088 ext 9128
E meilki.darmawan@nhsec.co.id

Analyst

Putu Chantika

Consumer, Retail
T +62 21 5088 ext 9129
E putu.chantika@nhsec.co.id

Analyst

Restu Pamungkas

Telco, Tower, Toll road
T +62 21 5088 ext 9133
E restu.pamungkas@nhsec.co.id

Research Support

Jasmine Kusumawardani

T +62 21 5088 ext 9132
E jasmine.kusumawardani@nhsec.co.id

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 be 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 51st
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