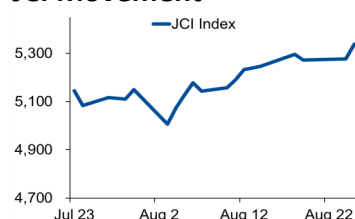
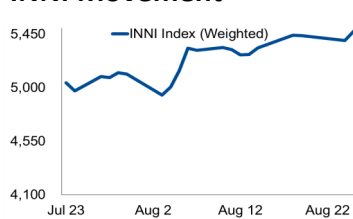


Morning Brief

JCI Movement



INNI Movement



Today's Outlook:

Affirmation of the US-China Trade Agreement Commitment

The S&P 500 and Nasdaq continued their record highs for trade closing (25/08/2020), while the Dow Jones closed slightly lower. After getting positive sentiment from the development of the Covid-19 vaccine, the market was also encouraged by the news that the US and Chinese governments reaffirmed their commitment to carry out the phase 1 trade agreement.

Meanwhile, JCI movement today is expected to be more limited after experiencing a significant rally in yesterday's trade. Economic growth in the third quarter of 2020, which is predicted to remain negative, and foreign funds that are still outflows, will be the sentiment to hold back the JCI rate.

Company News

- BBTN : Realization of PEN Funds Reached IDR5.6 Tn
- HRUM : Has Absorbed USD2 Million Capex
- ITMG : Continues Expansion As Coal Prices Drop

Domestic & Global News

- Central Government Expenditures until July Reaches IDR793.6 Trillion
- Saudi Arabia Slips to 3rd-Biggest in China Crude Supply for July

Sectors

	Last	Chg.	%
Finance	1,212.10	23.86	2.01%
Trade, Services, and Investment	639.86	8.79	1.39%
Property, Real Estate, and Construction	304.07	3.43	1.14%
Consumer Goods	1,961.27	18.71	0.96%
Basic Industries	765.17	7.08	0.94%
Mining	1,419.38	0.61	0.04%
Miscellaneous Industry	942.65	0.09	-0.01%
Agriculture	1,172.87	0.92	-0.08%
Infrastructure, Utilities, and Transportation	879.79	1.22	-0.14%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.00%	4.25%	Real GDP	-5.32%	2.97%
FX Reserve (USD bn)	135.10	131.70	Current Acc (USD bn)	(2.90)	(8.08)
Trd Balance (USD bn)	3.26	1.27	Govt. Spending Yoy	-6.90%	3.75%
Exports Yoy	-9.90%	2.28%	FDI (USD bn)	4.07	4.60
Imports Yoy	-32.55%	-6.36%	Business Confidence	104.82	105.33
Inflation Yoy	1.54%	1.96%	Cons. Confidence*	86.20	83.80

JCI Index

Aug. 25	5,338.88
Chg.	+61.84pts (+1.17%)
Volume (bn shares)	161.30
Value (IDR tn)	9.37
Adv 251 Dec 170 Unc 286 Untr 114	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BBRI	671.2	BBCA	312.7
BBKP	488.1	TLKM	299.3
BBNI	487.3	SMGR	185.8
BMRI	408.0	BRIS	181.9
ENVY	316.5	MDKA	158.2

Foreign Transaction

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BBRI	671.2	BBCA	312.7
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(IDR bn)			
Foreign Transaction			
	Buy	Sell	Net Buy (Sell)
	2,039	2,429	390

(IDR bn)			
Top Buy			
Top Buy	NB Val.	Top Sell	NS Val.
BBRI	158.0	TLKM	114.3
UNTR	38.8	BBNI	103.4
CTRA	21.0	FREN	53.2
MDKA	16.1	ASII	51.9
PTBA	15.5	BSDE	35.4

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.70%	-0.00%
USDIDR	14,649	-0.15%
KRWIDR	12.34	-0.08%

Global Indices

Index	Last	Chg.	%
Dow Jones	28,248.44	(60.02)	-0.21%
S&P 500	3,443.62	12.34	0.36%
FTSE 100	6,037.01	(67.72)	-1.11%
DAX	13,061.62	(4.92)	-0.04%
Nikkei	23,296.77	311.26	1.35%
Hang Seng	25,486.22	(65.36)	-0.26%
Shanghai	3,373.58	(12.06)	-0.36%
KOSPI	2,366.73	36.90	1.58%
EIDO	20.24	0.49	2.48%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,928.2	(0.7)	-0.04%
Crude Oil (USD/B)	43.35	0.73	1.71%
ICE NewCastle (USD/ton)	49.50	0.00	0.00%
LME Nickel (USD/MT)	14,976	50.0	0.33%
LME Tin (USD/MT)	17,360	50.0	0.29%
CPO (MYR/ton)	2,615	(47.0)	-1.77%

BBTN : Realization of PEN Funds Reached IDR5.6 Tn

PT Bank Tabungan Negara Tbk (BBTN) has distributed PEN funds amounting to IDR5.6 trillion to the public as of the first week in August 2020. This achievement has exceeded the funds placed by the Government for BBTN, which is IDR5 trillion. Meanwhile, BBTN is targeting until September 2020 to be able to channel credit funds of up to IDR15 trillion and will ask for additional funds from the government. (Kontan)

HRUM : Has Absorbed USD2 Million Capex

PT Harum Energy Tbk (HRUM) has realized a capex of USD2 million in 1H20 or the equivalent of 25% of the total capex budgeted in 2020. The funds are predominantly used for adding mining properties and maintenance costs for tugboats and barges. However, HRUM ensures that there is a possibility that the capex realization in 2020 may change at any time depending on market conditions. (Kontan)

ITMG : Continues Expansion As Coal Prices Drop

PT Indo Tambangraya Megah Tbk (ITMG) will diversify its business to mineral mining as part of its expansion. ITMG wants to take advantage of the current potential gold condition while reducing the risk of coal prices that continue to decline. As for 1H20, ITMG has realized capital expenditure of USD11 million from the allocated allocation of USD50 million in 2020. (CNBC Indonesia)

Domestic & Global News

Central Government Expenditures until July Reaches IDR793.6 Trillion

Realization of central government spending until the end of July 2020 reached IDR793.6 trillion. This realization was equivalent to 40.2% of the 2020 State Budget (APBN) ceiling in Presidential Decree 72/2020 which amounted to IDR1,975 trillion. The spending grew 4.2% yoy when compared to the same period in 2019. (Kontan)

Saudi Arabia Slips to 3rd-Biggest in China Crude Supply for July

Saudi Arabia's crude oil exports to China fell in July, taking it out of the top two supplier slots for the first time in two years, after a historic production cut to cope with a plunge in fuel demand and prices that was by the COVID-19 pandemic. Saudi Arabia shipped 5.36 million tonnes to China last month, the equivalent of 1.26 million barrels per day (bpd), data from the General Administration of Customs showed on Tuesday. That compares to 8.88 million tonnes in June and 6.99 million tonnes in July last year. (Reuters)

INNI Components

	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						(2.3)	2,305.2							
BBCA	31,825	33,425	30,100	Hold	(5.4)	6.3	784.6	28.1x	4.6x	17.0	1.7	6.6	(5.0)	1.1
BBRI	3,800	4,400	3,010	Sell	(20.8)	(6.6)	468.7	16.4x	2.5x	15.2	4.4	2.0	(37.2)	1.3
Consumer						(17.8)	1,125.7							
GGRM	53,400	53,000	59,600	Hold	11.6	(28.3)	102.7	9.9x	1.9x	21.0	4.9	1.7	(10.7)	0.9
KINO	3,200	3,430	2,950	Hold	(7.8)	3.2	4.6	16.7x	1.7x	10.7	3.4	(1.3)	(67.6)	0.9
ICBP	10,425	11,150	9,850	Hold	(5.5)	(11.3)	121.6	20.8x	4.2x	22.7	2.1	4.1	31.2	0.8
KLBF	1,620	1,620	1,870	Buy	15.4	-	75.9	28.8x	4.6x	17.0	1.2	3.8	10.3	1.1
Infrastructure						(27.4)	615.75							
TLKM	2,980	3,917	3,800	Buy	27.5	(30.2)	295.2	15.9x	3.1x	19.6	5.2	(3.6)	(0.8)	1.0
JSMR	3,960	5,175	4,550	Hold	14.9	(30.5)	28.7	22.9x	1.5x	6.9	0.4	(51.0)	(90.0)	1.3
EXCL	2,480	3,150	3,350	Buy	35.1	(25.3)	26.6	12.2x	1.3x	11.1	0.8	8.9	2740.0	1.1
TOWR	1,045	805	1,140	Hold	9.1	47.2	53.3	19.9x	5.7x	31.1	2.3	21.7	30.0	1.0
PGAS	1,340	2,170	1,400	Hold	4.5	(30.0)	32.5	44.2x	0.9x	1.9	3.1	(0.3)	(26.6)	1.6
TBIG	1,265	1,230	1,400	Hold	10.7	21.6	28.7	27.8x	4.8x	21.9	2.2	13.2	33.8	1.0
Trade						(18.7)	569.2							
UNTR	23,550	21,525	19,000	Sell	(19.3)	17.0	87.8	9.0x	1.5x	17.3	5.2	(23.4)	(28.3)	0.9
MAPI	705	1,055	870	Buy	23.4	(30.9)	11.7	444.2x	2.1x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,755	1,795	2,000	Hold	14.0	15.5	5.6	18.7x	1.1x	6.3	N/A	(6.3)	5.9	1.5
Property						(38.4)	288.4							
CTRA	770	1,040	810	Hold	5.2	(33.6)	14.3	13.7x	1.0x	7.0	1.0	(10.8)	(43.8)	1.5
WSKT	690	1,485	820	Buy	18.8	(60.6)	9.4	35.4x	0.6x	1.5	0.5	(51.9)	(94.1)	1.8
WIKA	1,320	1,990	1,840	Buy	39.4	(42.4)	11.8	7.2x	0.9x	11.3	3.9	(37.2)	(71.9)	1.8
PWON	428	570	545	Buy	27.3	(33.6)	20.6	11.2x	1.5x	13.2	1.6	(43.7)	(64.7)	1.5
Basic Ind.						(8.1)	615.1							
SMGR	10,300	12,000	11,500	Hold	11.7	(20.0)	61.1	24.3x	1.9x	8.0	0.4	(2.0)	25.6	1.3
Misc Ind.						(19.4)	287.0							
ASII	5,300	6,925	5,350	Hold	0.9	(19.4)	214.6	9.2x	1.4x	15.9	4.0	(22.7)	16.1	1.3
Mining						(10.0)	328.3							
TINS	775	825	750	Hold	(3.2)	(19.7)	5.8	N/A	1.2x	(21.4)	N/A	(18.5)	N/A	1.5
PTBA	2,120	2,660	2,900	Buy	36.8	(12.0)	24.4	6.1x	1.2x	20.6	15.4	(4.0)	(25.0)	1.1
INCO	3,780	3,640	3,500	Hold	(7.4)	20.8	37.6	18.8x	1.3x	7.1	N/A	23.3	N/A	1.6
ANTM	790	840	850	Hold	7.6	(23.3)	19.0	N/A	1.0x	(0.5)	0.4	(36.0)	(80.2)	1.5
Agriculture						(15.2)	74.9							
AALI	9,975	14,575	14,200	Buy	42.4	(7.6)	19.2	34.3x	1.0x	3.0	0.5	6.5	796.6	1.5
LSIP	955	1,485	1,200	Buy	25.7	(23.3)	6.5	19.4x	0.8x	4.0	1.6	(1.9)	550.0	1.6

* Target Price

Source: Bloomberg, NHKSI Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Tuesday	GE	15:00	IFO Business Climate	Aug	92.6	92.1	90.5
<i>25 - Aug</i>	GE	15:00	IFO Expectations	Aug	97.5	98.0	97
	US	21:00	Conf. Board Consumer Confidence	Aug	84.8	93.2	92.6
	US	21:00	New Home Sales	Jul	901k	766k	776k
Wednesday	US	18:00	MBA Mortgage Applications	Aug		--	-3.3%
<i>26 - Aug</i>	US	19:30	Durable Goods Orders	Jul		4.7%	7.6%
Thursday	EC	15:00	M3 Money Supply YoY	Jul		--	9.2%
<i>27 - Aug</i>	US	19:30	GDP Annualized QoQ	2Q20		-32.5%	-32.9%
	US	19:30	Initial Jobless Claims	Aug		--	--
Friday	US	19:30	Personal Income	Jul		-0.1%	-1.1%
<i>28 - Aug</i>	US	19:30	Wholesale Inventories MoM	Jul		--	-1.4%
	US	19:30	Personal Spending	Jul		1.5%	5.6%
	US	20:45	MNI Chicago PMI	Aug		--	51.9
	US	21:00	U. of Mich. Sentiment	Aug		72.8	72.8

Source: Bloomberg

Corporate Calendar

Date	Event	Company
Monday	Cum Dividend	MBAP, MARK
<i>24 - Aug</i>	RUPS	ZINC, WOWS, SMDM, RICY, POSA, PJAA, LAND, KARW, INCI, IFSH, HITS, FORZ, FITT, FILM, EMDE, CASS, APIC
Tuesday	Cum Dividend	MREI, MOLI, HRTA, GEMS
<i>25 - Aug</i>	RUPS	TRST, TMPO, TKIM, TFCO, TALF, PWON, PSKT, PSAB, POLU, NASA, MDRN, MAMI, LCKM, KPAS, KOPI, JTPE, JMAS, INKP, INAI, IKAN, HRUM, FINN, DGIK, DADA, CPIN, CEKA, CAMP, BMAS, BISI, BBKP, BAPI, ALMI, AGRS
Wednesday	Cum Dividend	RDTX
<i>26 - Aug</i>	RUPS	WAPO, TRUS, TRIM, TOBA, TIRA, PSGO, POLL, POLI, PDES, MNCN, MKNT, MDLN, MAPB, MAPA, LCGP, KOIN, KKG, KIAS, JSKY, INTD, IKBI, IBFN, HRME, GDST, GAMA, FOOD, DLTA, CSMI, CITY, BYAN, BTON, BAYU, ASRI, ARTI, AMAR
Thursday	Cum Dividend	MFIN
<i>27 - Aug</i>	RUPS	WEHA, TRJA, TIFA, SRAJ, SIDO, SGRO, SBAT, PSDN, PBRX, PADI, MTFN, MINA, MAPI, KONI, KOBX, KICI, JAYA, ITMA, HOME, HADE, COCO, BLTA, BIPI, BCIC, BATA, ARTA, ADES
Friday	RUPS	VICO, TIRT, TEBE, SULI, SQMI, PTPW, PRAS, POOL, PNLF, PNIN, PANR, NATO, MYTX, MTSM, MRAT, MPRO, MLBI, MAIN, LPPS, LAPD, JKSW, JAWA, INRU, IIKP, HKMU, HDFA, GZCO, GTBO, GGRM, GEMA, DKFT, DEFI, DART, BUVA, BOSS, BGTG, BALI, ASMI, ARII, ARGO, AHAP, AGII, AGAR

Source: RTI Analytics

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