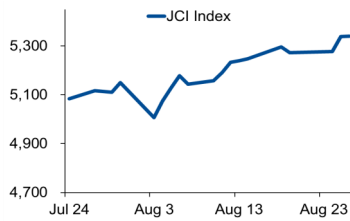


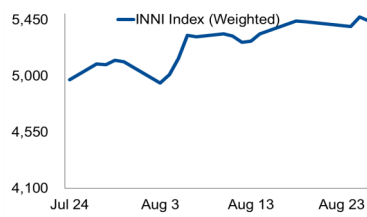
Morning Brief

Daily | 27 August, 2020

JCI Movement



INNI Movement



Today's Outlook:

US Tech Stocks Rally Continues

The rally in US markets continued on (26/08/2020), with the S&P 500 setting new highs for 4 consecutive days. High rises in technology stocks managed to offset losses in other sectors.

From the domestic stock exchange, the direction of JCI movement today tends to go down after an increase since the beginning of the week. The realization of the National Economic Recovery (PEN) program has been one of the drivers of market optimism that has occurred recently.

Company News

- BMRI : Introducing Payment via Direct Debit
- BBRI : In Collaboration with BFI Finance
- JSMR : Cut Capex by IDR 2 Trillion
- INCO : Revises Up The 2020 Production Target

Domestic & Global News

- Economic Performance Shows an Improving Trend in July 2020
- U.S. Core Capital Goods Orders Slow in July

Sectors

	Last	Chg.	%
Agriculture	1,184.87	12.00	1.02%
Infrastructure, Utilities, and Transportation	887.91	8.11	0.92%
Miscellaneous Industry	948.81	6.16	0.65%
Mining	1,422.81	3.43	0.24%
Finance	1,212.86	0.76	0.06%
Consumer Goods	1,957.99	3.28	-0.17%
Basic Industries	762.23	2.94	-0.38%
Trade, Services, and Investment	636.89	2.96	-0.46%
Property, Real Estate, and Construction	301.97	2.10	-0.69%

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. 26	5,340.32
Chg.	+1.44pts (+0.03%)
Volume (bn shares)	156.08
Value (IDR tn)	9.78
Adv 184 Dec 262 Unc 261 Untr 105	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BRIS	668.9	BBCA	272.5
BBRI	606.2	BMRI	245.8
BBKP	590.1	AGRO	242.4
BBNI	383.9	FREN	240.6
TLKM	370.0	BNLI	190.0

Foreign Transaction

(IDR bn)			
Buy		Sell	
Buy		1,632	
Sell		2,142	
Net Buy (Sell)		510	
Top Buy	NB Val.	Top Sell	NS Val.
BRIS	10.8	BBNI	139.2
ADRO	9.0	TLKM	48.8
TOWR	8.3	INDF	45.7
ASII	8.0	GGRM	36.0
BMRI	5.5	BBCA	32.6

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.79%	0.09%
USDIDR	14,678	0.20%
KRWIDR	12.37	0.20%

Global Indices

Index	Last	Chg.	%
Dow Jones	28,331.92	83.48	0.30%
S&P 500	3,478.73	35.11	1.02%
FTSE 100	6,045.60	8.59	0.14%
DAX	13,190.15	128.53	0.98%
Nikkei	23,290.86	(5.91)	-0.03%
Hang Seng	25,491.79	5.57	0.02%
Shanghai	3,329.74	(43.84)	-1.30%
KOSPI	2,369.32	2.59	0.11%
EIDO	20.24	0.00	0.00%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,954.5	26.3	1.36%
Crude Oil (USD/B)	43.39	0.04	0.09%
ICE NewCastle (USD/ton)	50.75	1.25	2.53%
LME Nickel (USD/MT)	15,159	183.0	1.22%
LME Tin (USD/MT)	17,550	190.0	1.09%
CPO (MYR/ton)	2,645	30.0	1.15%

BMRI : Introducing Payment via Direct Debit

PT Bank Mandiri Tbk (BMRI) innovates by providing a service called Mandiri Direct Debit to facilitate payments during online transactions. This service is to complete payments more practically without the need to exit the application to top up the wallet. Currently, applications that have collaborated with BMRI are Tokopedia, Lazada, LinkAja and BMRI will still add more applications in the future. (Kontan)

JSMR : Cut Capex by IDR 2 Trillion

PT Jasa Marga Tbk (JSMR) made capex savings of up to IDR2 trillion due to the current pandemic condition so that the capex allocation in 2020 would be IDR23 trillion. JSMR will focus more on the use of capex 2020 in specific operations for safety. When the use of toll roads starts to decrease, JSMR estimates that this year's revenue will decrease by around 10% YoY (Bisnis Indonesia)

BBRI : In Collaboration with BFI Finance

PT Bank Rakyat Indonesia Tbk (BBRI) continues to collaborate with BFI Finance for Motor Vehicle Credit (KKB) services which have been running since 2010. For this collaboration, BBRI will provide a credit facility limit of up to IDR1 trillion for BFI Finance. Meanwhile, BFI Finance will use the credit facility to support motor vehicle financing in Indonesia. (Investor Daily)

INCO : Revises Up The 2020 Production Target

PT Vale Indonesia Tbk (INCO) is optimistic that the 2020 production of nickel in matte will be high due to the delay in the furnace renovation project 4. INCO has revised up its 2020 production to 71,025 tons from the previous 71,000 tons. However, INCO also provides an estimate for energy consumption this year to reach 5.5-5.8 tons and still maintain production levels during a pandemic. (Bisnis Indonesia)

Domestic & Global News

Economic Performance Shows an Improving Trend in July 2020

The economic recovery trend in July 2020 continued, although not as well as in June 2020, which was caused by a shift in holidays compared to last year. The indicators in July 2020 were mixed. Among others, the Purchasing Managers Index (PMI) for manufacturing, electricity consumption, exports, and spending on social assistance grew positively on a monthly basis. (Kontan)

U.S. Core Capital Goods Orders Slow in July

New orders for key U.S.-made capital goods slowed in July, suggesting the rebound in business investment could become more gradual amid uncertainty about the course of the COVID-19 pandemic, even as the recovery in manufacturing appears to be gaining traction. Orders for non-defense capital goods excluding aircraft, a closely watched proxy for business spending plans, increased 1.9% last month, the Commerce Department said on Wednesday. These so-called core capital goods orders jumped 4.3% in June. (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						(3.2)	2,306.7							
BBCA	31,700	33,425	30,100	Hold	(5.0)	5.6	781.6	28.0x	4.6x	17.0	1.8	6.6	(5.0)	1.1
BBRI	3,740	4,400	3,010	Sell	(19.5)	(11.0)	461.3	16.1x	2.5x	15.2	4.5	(2.1)	(37.2)	1.3
Consumer						(18.8)	1,123.8							
GGRM	52,675	53,000	59,600	Hold	13.1	(29.3)	101.4	9.7x	1.9x	21.0	4.9	1.7	(10.7)	0.9
KINO	3,200	3,430	2,950	Hold	(7.8)	3.9	4.6	16.7x	1.7x	10.7	3.4	(1.3)	(67.6)	0.9
ICBP	10,350	11,150	9,850	Hold	(4.8)	(11.9)	120.7	20.7x	4.2x	22.7	2.1	4.1	31.2	0.8
KLBF	1,590	1,620	1,870	Buy	17.6	(2.2)	74.5	28.3x	4.6x	17.0	1.3	3.8	10.3	1.1
Infrastructure						(27.5)	621.43							
TLKM	3,020	3,917	3,800	Buy	25.8	(30.1)	299.2	16.1x	3.1x	19.6	5.1	(3.6)	(0.8)	1.0
JSMR	3,940	5,175	4,550	Buy	15.5	(28.7)	28.6	22.8x	1.5x	6.9	0.4	(51.0)	(90.0)	1.3
EXCL	2,540	3,150	3,350	Buy	31.9	(24.9)	27.2	12.5x	1.3x	11.1	0.8	8.9	2740.0	1.1
TOWR	1,025	805	1,140	Hold	11.2	45.4	52.3	19.5x	5.6x	31.1	2.3	21.7	30.0	1.0
PGAS	1,315	2,170	1,400	Hold	6.5	(34.3)	31.9	43.4x	0.8x	1.9	3.2	(0.3)	(26.6)	1.6
TBIG	1,245	1,230	1,400	Hold	12.4	21.5	28.2	27.4x	4.8x	21.9	2.2	13.2	33.8	1.0
Trade						(19.4)	566.6							
UNTR	23,250	21,525	19,000	Sell	(18.3)	12.3	86.7	8.9x	1.5x	17.3	5.2	(23.4)	(28.3)	0.9
MAPI	695	1,055	870	Buy	25.2	(29.8)	11.5	437.9x	2.1x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,745	1,795	2,000	Hold	14.6	7.4	5.6	18.6x	1.1x	6.3	N/A	(6.3)	5.9	1.5
Property						(39.6)	286.4							
CTRA	760	1,040	810	Hold	6.6	(31.8)	14.1	13.6x	0.9x	7.0	1.1	(10.8)	(43.8)	1.5
WSKT	685	1,485	820	Buy	19.7	(60.9)	9.3	35.1x	0.6x	1.5	0.5	(51.9)	(94.1)	1.8
WIKR	1,285	1,990	1,840	Buy	43.2	(42.4)	11.5	7.0x	0.8x	11.3	4.0	(37.2)	(71.9)	1.8
PWON	422	570	545	Buy	29.1	(34.1)	20.3	11.1x	1.4x	13.2	1.7	(43.7)	(64.7)	1.5
Basic Ind.						(11.5)	612.8							
SMGR	10,450	12,000	11,500	Hold	10.0	(19.0)	62.0	24.6x	1.9x	8.0	0.4	(2.0)	25.6	1.3
Misc Ind.						(18.6)	288.9							
ASII	5,350	6,925	5,350	Hold	-	(18.0)	216.6	9.3x	1.4x	15.9	4.0	(22.7)	16.1	1.3
Mining						(9.9)	329.1							
TINS	760	825	750	Hold	(1.3)	(20.8)	5.7	N/A	1.2x	(21.4)	N/A	(18.5)	N/A	1.5
PTBA	2,130	2,660	2,900	Buy	36.2	(12.0)	24.5	6.2x	1.2x	20.6	15.3	(4.0)	(25.0)	1.1
INCO	3,780	3,640	3,500	Hold	(7.4)	18.1	37.6	18.8x	1.3x	7.1	N/A	23.3	N/A	1.6
ANTM	785	840	850	Hold	8.3	(23.0)	18.9	N/A	1.0x	(0.5)	0.4	(36.0)	(80.2)	1.5
Agriculture						(13.2)	75.7							
AALI	10,075	14,575	14,200	Buy	40.9	(4.0)	19.4	34.7x	1.0x	3.0	0.5	6.5	796.6	1.5
LSIP	975	1,485	1,200	Buy	23.1	(18.4)	6.7	19.8x	0.8x	4.0	1.5	(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	-6.5%	--	-3.3%
<i>26 - Aug</i>	US	19:30	Durable Goods Orders	Jul	11.2%	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

Research Division

Head of Research

Anggaraksa Arismunandar

Market Strategy, Economy, Misc. Industry
T +62 21 5088 9134 ext. 9134
E 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