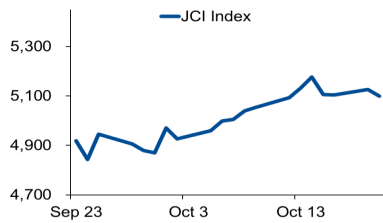
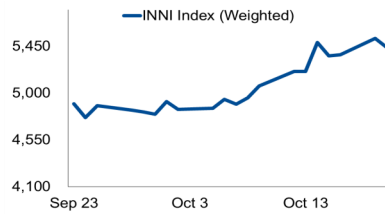


# Morning Brief

## JCI Movement



## INNI Movement



## Today's Outlook:

### Approaching Stimulus Deadline

The US stock market posted a slight rebound in trading (20/10/2020). The increase came ahead of the deadline given by Congress to agree on a stimulus package before the presidential election. In addition, investors are also anticipating the release of financial reports from around 100 companies scheduled for this week.

Domestically, developments regarding the US stimulus assistance amidst lack of domestic sentiment are expected to cause the JCI to continue its consolidation phase with a tendency to decline. Technically, the JCI movement range for today is between 5,057-5,132.

## Company News

- PEHA : Export Increases during Pandemic
- ESSA : Subsidiary Issues Global Bonds
- BBTN : New Collaboration with Property Developers

## Domestic & Global News

- Employee Tax Revenues Over IDR9.67 Trillion
- China's New Home Prices Grow at Slowest Rate Since 2016

## Sectors

	Last	Chg.	%
Property, Real Estate, and Construction	315,17	-6,13	-1,91%
Consumer Goods	1826,19	-23,82	-1,29%
Infrastructure, Utilities, Transportation	819,00	-8,20	-0,99%
Mining	1433,87	-8,45	-0,59%
Finance	1131,78	-5,72	-0,50%
Agriculture	1162,42	-3,96	-0,34%
Trade, Services, and Investment	635,78	-0,68	-0,11%
Basic Industries	754,99	2,06	0,27%
Miscellaneous Industry	919,40	21,51	2,40%

## Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.00%	4.00%	Real GDP	-5.32%	2.97%
FX Reserve (USD bn)	135.15	137.00	Current Acc (USD bn)	(2.90)	(8.08)
Trd Balance (USD bn)	2.44	2.33	Govt. Spending Yoy	-6.90%	3.75%
Exports Yoy	-0.51%	-8.36%	FDI (USD bn)	4.07	4.60
Imports Yoy	-18.88%	-24.19%	Business Confidence	104.82	105.33
Inflation Yoy	1.42%	1.32%	Cons. Confidence*	83.40	86.20

## JCI Index

Oct. 20	5,099.84
Chg.	-26.49pts (-0.52%)
Volume (bn shares)	100.46
Value (IDR tn)	9.22
<b>Adv 112 Dec 318 Unc 287 Untr 130</b>	

## Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BRIS	1,147.7	GGRM	374.2
ANTM	822.1	ASII	352.9
TLKM	453.1	HMSP	251.4
BBCA	437.1	BMRI	218.9
BBRI	434.8	TBIG	198.5

## Foreign Transaction

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
Buy	2,155		
Sell	2,324		
Net Buy (Sell)			168
Top Buy	NB Val.	Top Sell	NS Val.
ASII	135.3	TLKM	142.2
INTP	56.3	BBRI	59.4
TBIG	42.7	ICBP	37.5
BMRI	28.1	BBNI	37.1
INCO	24.7	TOWR	32.0

## Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.64%	-0.02%
USDIDR	14,658	-0.34%
KRWIDR	12.87	-0.04%

## Global Indices

Index	Last	Chg.	%
Dow Jones	28,308.79	113.37	0.40%
S&P 500	3,443.12	16.20	0.47%
FTSE 100	5,889.22	4.57	0.08%
DAX	12,736.95	(117.71)	-0.92%
Nikkei	23,567.04	(104.09)	-0.44%
Hang Seng	24,569.54	27.28	0.11%
Shanghai	3,328.10	15.44	0.47%
KOSPI	2,358.41	11.67	0.50%
EIDO	18.45	0.03	0.16%

## Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,907.0	2.9	0.15%
Crude Oil (USD/B)	41.70	0.64	1.56%
ICE NewCastle (USD/ton)	60.90	(0.40)	-0.65%
LME Nickel (USD/MT)	16,023	339.0	2.16%
LME Tin (USD/MT)	18,670	30.0	0.16%
CPO (MYR/ton)	2,858	82.0	2.95%

### **PEHA : Export Increases during Pandemic**

PT Phapros Tbk (PEHA) recorded a 17% YoY increase in exports for the January-October 2020 period during the pandemic. Exports increased due to global demands and were estimated to reach IDR1.8 billion from the results of this transaction. Currently, PEHA has Covid-19 related products such as a multivitamin combination vitamin C and E (Becefort), methylprednisolone and dexamethasone. (Bisnis Indonesia)

### **BBTN : New Collaboration with Property Developers**

PT Bank Tabungan Negara Tbk (BBTN) collaborates with PT Puriloka Jayakusuma to create a program called Cuti Libur Bayar Angsuran KPR (CLBK) for 6 Months. The program provides a DP of 5%, free of provision, administration, and appraisal fees plus a 10% discount on life insurance. The program targets millennials and only applies to property products from Puriloka Jayakusuma. (Investor Daily)

### **ESSA : Subsidiary Issues Global Bonds**

PT Surya Essa Perkasa Tbk (ESSA) through its subsidiary, PT Panca Amara Utama (PAU) has issued a global bond with a maximum value of USD650 million. The proceeds will be used to refinance all of PAU's debt to the International Finance Corporation. In addition, ESSA also plans to conduct private placement by issuing 1.43 billion shares with a nominal value of IDR10. (Investor Daily)

## Domestic & Global News

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### **Employee Tax Revenues Over IDR9.67 Trillion**

The Directorate General of Taxes, Ministry of Finance noted that the realization of employee tax revenue grew 3.76% year on year (yoy) in September 2020. That means the income tax revenue (PPH) article 21 from employees reached IDR9.67 trillion in September 2020. For comparison, in the same period in 2019, the value of employee income tax reached IDR9.32 trillion. (Kontan)

### **China's New Home Prices Grow at Slowest Rate Since 2016**

New home prices in China grew at their slowest pace in over 4-1/2 years as tightening measures in some big cities helped cool the property market despite a broader economic recovery. New home prices in China also grew at a slightly slower monthly pace in September, official data showed on Tuesday, while the number of cities reporting monthly price increases for new homes fell. (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
<b>Finance</b>						(10.2)	2,155.1							
BBCA	29,025	33,425	34,000	Buy	17.1	(6.7)	715.6	25.6x	4.2x	17.0	1.9	6.6	(5.0)	1.1
BBRI	3,250	4,400	4,000	Buy	23.1	(21.1)	400.9	14.0x	2.1x	15.2	5.2	(2.1)	(37.2)	1.3
BBNI	4,810	7,850	6,000	Buy	24.7	(34.8)	89.7	7.3x	0.8x	10.9	4.3	(1.5)	(41.6)	1.5
BMRI	5,650	7,675	7,000	Buy	23.9	(16.9)	263.7	10.9x	1.5x	13.3	6.3	4.1	(23.9)	1.4
<b>Consumer</b>						(13.8)	1,050.5							
GGRM	40,550	53,000	59,600	Buy	47.0	(23.7)	78.0	7.5x	1.4x	21.0	N/A	1.7	(10.7)	1.0
KINO	3,010	3,430	2,950	Hold	(2.0)	(23.2)	4.3	15.7x	1.6x	10.7	3.6	(1.3)	(67.6)	0.9
ICBP	9,725	11,150	12,150	Buy	24.9	(14.7)	113.4	19.4x	3.9x	22.7	2.2	4.1	31.2	0.8
KLBF	1,565	1,620	1,870	Buy	19.5	(4.3)	73.4	27.8x	4.5x	17.0	1.3	3.8	10.3	1.0
<b>Infrastructure</b>						(32.2)	576.37							
TLKM	2,670	3,917	3,800	Buy	42.3	(35.6)	264.5	14.2x	2.8x	19.6	5.8	(3.6)	(0.8)	1.0
JSMR	3,650	5,175	4,550	Buy	24.7	(34.5)	26.5	21.1x	1.4x	6.9	0.4	(51.0)	(90.0)	1.4
EXCL	2,090	3,150	3,350	Buy	60.3	(40.3)	22.4	10.3x	1.1x	11.1	1.0	6.7	526.9	1.1
TOWR	1,005	805	1,310	Buy	30.3	52.3	51.3	19.1x	5.5x	31.1	2.4	21.7	30.0	0.9
PGAS	1,045	2,170	1,400	Buy	34.0	(52.9)	25.3	85.2x	0.7x	0.8	4.0	(17.9)	(85.0)	1.6
TBIG	1,500	1,230	1,400	Hold	(6.7)	13.6	34.0	33.0x	5.7x	21.9	1.9	13.2	33.8	1.0
<b>Trade</b>						(21.3)	566.7							
UNTR	22,275	21,525	19,000	Hold	(14.7)	7.2	83.1	8.5x	1.4x	17.3	4.4	(23.4)	(28.3)	0.9
MAPI	635	1,055	870	Buy	37.0	(44.3)	10.5	400.1x	1.9x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,720	1,795	2,000	Buy	16.3	(3.9)	5.5	18.4x	1.1x	6.3	N/A	(6.3)	5.9	1.5
<b>Property</b>						(37.9)	303.0							
CTRA	785	1,040	780	Hold	(0.6)	(32.0)	14.6	14.0x	1.0x	7.0	1.0	(10.8)	(43.8)	1.4
WSKT	715	1,485	820	Hold	14.7	(56.0)	9.7	N/A	0.7x	(7.0)	0.5	(45.7)	N/A	1.9
WIKA	1,215	1,990	1,410	Buy	16.0	(38.9)	10.9	6.6x	0.8x	11.3	4.2	(37.2)	(71.9)	1.8
PTPP	915	1,585	1,250	Buy	36.6	(47.0)	5.7	9.7x	0.5x	4.9	3.7	(36.6)	(94.5)	1.8
PWON	402	570	440	Hold	9.5	(34.1)	19.4	10.5x	1.4x	13.2	N/A	(43.7)	(64.7)	1.6
<b>Basic Ind.</b>						(16.8)	607.0							
SMGR	9,475	12,000	11,500	Buy	21.4	(25.0)	56.2	22.3x	1.7x	8.0	0.4	(2.0)	25.6	1.3
CPIN	6,000	6,500	6,660	Hold	11.0	(2.0)	98.4	27.7x	4.3x	17.0	1.4	(6.7)	(3.8)	1.5
<b>Misc Ind.</b>						(23.4)	280.2							
ASII	5,175	6,925	5,575	Hold	7.7	(23.0)	209.5	9.0x	1.4x	15.9	3.6	(22.7)	16.1	1.3
<b>Mining</b>						(9.9)	333.0							
TINS	850	825	1,200	Buy	41.2	(7.1)	6.3	N/A	1.3x	(21.4)	N/A	(18.5)	N/A	1.6
PTBA	2,010	2,660	2,900	Buy	44.3	(14.5)	23.2	6.7x	1.4x	21.0	16.2	(15.1)	(38.5)	1.1
INCO	4,130	3,640	4,500	Hold	9.0	20.1	41.0	20.5x	1.4x	7.1	N/A	23.3	N/A	1.6
ANTM	1,035	840	1,100	Hold	6.3	11.9	24.9	N/A	1.4x	(0.5)	0.3	(36.0)	(80.2)	1.6
ITMG	8,350	11,475	12,000	Buy	43.7	(34.5)	9.4	7.1x	0.7x	10.1	15.3	(26.9)	(50.0)	1.2
ADRO	1,210	1,555	1,700	Buy	40.5	(11.4)	38.7	10.0x	0.7x	7.0	9.1	(23.2)	(47.7)	1.4
MEDC	380	732	931	Buy	145.0	(30.4)	9.5	N/A	0.5x	(12.8)	N/A	(7.6)	N/A	1.6
<b>Agriculture</b>						(12.9)	74.5							
AALI	10,825	14,575	14,200	Buy	31.2	5.1	20.8	37.3x	1.1x	3.0	0.8	6.5	796.6	1.5
LSIP	925	1,485	1,200	Buy	29.7	(23.2)	6.3	18.8x	0.7x	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
<b>Monday</b>	CH	09:00	GDP YoY	3Q20	4.9%	5.5%	3.2%
<i>19 - Oct</i>	CH	09:00	Industrial Production YoY	Sep	6.9%	5.8%	5.6%
	CH	09:00	Retail Sales YoY	Sep	3.3%	1.7%	0.5%
<b>Tuesday</b>	US	19:30	Housing Starts	Sep	1415k	1452k	1416k
<i>20 - Oct</i>							
<b>Wednesday</b>	UK	13:00	CPI MoM	Sep		0.5%	-0.4%
<i>21 - Oct</i>	UK	13:00	CPI YoY	Sep		0.6%	0.2%
	UK	13:00	CPI Core YoY	Sep		1.3%	0.9%
	UK	13:00	PPI Output NSA MoM	Sep		0.0%	0.0%
	UK	13:00	PPI Output NSA YoY	Sep		-0.9%	-0.9%
	US	18:00	MBA Mortgage Applications	Oct		--	-0.7%
<b>Thursday</b>	US	19:30	Initial Jobless Claims	Oct		865k	898k
<i>22 - Oct</i>							
<b>Friday</b>	GE	14:30	Markit Germany Manufacturing PMI	Oct		54	56.4
<i>23 - Oct</i>	EC	15:00	Markit Eurozone Manufacturing PMI	Oct		53.0	53.7
	UK	15:30	Markit UK PMI Manufacturing SA	Oct		53.1	54.1
	US	20:45	Markit US Manufacturing PMI	Oct		53.4	53.2

Source: Bloomberg

## Corporate Calendar

Date	Event	Company
<b>Monday</b>	RUPS	BRAM
<i>19 - Oct</i>		
<b>Tuesday</b>	RUPS	DVLA, MBAP
<i>20 - Oct</i>		
<b>Wednesday</b>	RUPS	PALM, BSSR, BMRI
<i>21 - Oct</i>		
<b>Thursday</b>	Right Issue	DNAR
<i>22 - Oct</i>	RUPS	GREN
<b>Friday</b>	RUPS	CLEO, DIGI
<i>23 - Oct</i>		

Source: NHKSI Research

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