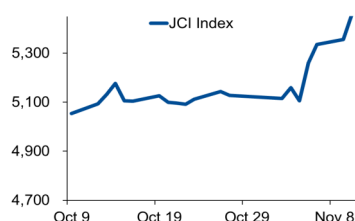
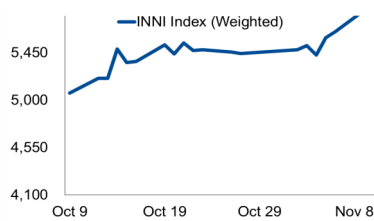


Morning Brief

JCI Movement



INNI Movement



Today's Outlook:

Enters the Overbought Area

US stock markets closed mixed in trading (10/11/2020), with the Dow Jones gaining while the S&P 500 and Nasdaq declined. Investors are turning again from technology-based stocks to more traditional sectors. This was motivated by news of vaccine developments which raised optimism for a full economic reopening.

Meanwhile, the market rallied for 4 consecutive days, sending JCI further away from the consolidation area and towards the psychological level of 5500. However, today's JCI movement is quite prone to correction because it is already in the overbought area. Investors will also be aware of the open gap that occurred yesterday in the area of 5,395-5,412.

Company News

- INTP : Net Profit Declines by 5% in Q3/2020
- SMBR : Performance Still Under Pressure in the 3Q20
- DEWA : Successfully Books Profit in Semester I-2020
- ASSA : Will Hold Rights Issue to Strengthen Capex

Domestic & Global News

- Gold Forex Component for October Increases
- Biden May Face Pressure to Reshape Powell's Fed in First Year

Sectors

	Last	Chg.	%
Finance	1261,25	47,78	3,94%
Basic Industries	823,53	19,44	2,42%
Miscellaneous Industry	1006,89	22,29	2,26%
Property, Real Estate, and Construction	336,21	5,38	1,63%
Agriculture	1204,48	7,76	0,65%
Trade, Services, and Investment	664,54	4,14	0,63%
Consumer Goods	1839,22	11,07	0,61%
Infrastructure, Utilities, Transportation	858,86	0,53	0,06%
Mining	1495,95	-14,47	-0,96%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.00%	4.00%	Real GDP	-3.49%	-5.32%
FX Reserve (USD bn)	133.66	135.15	Current Acc (USD bn)	(2.90)	(3.75)
Trd Balance (USD bn)	2.44	2.33	Govt. Spending Yoy	9.76%	-6.90%
Exports Yoy	-0.51%	-8.36%	FDI (USD bn)	4.07	5.00
Imports Yoy	-18.88%	-24.19%	Business Confidence	104.82	105.33
Inflation Yoy	1.44%	1.42%	Cons. Confidence*	79.00	83.40

JCI Index

Nov. 10	5,462.73
Chg.	+106.73pts (+1.99%)
Volume (bn shares)	158.31
Value (IDR tn)	15.41
Adv 276 Dec 178 Unc 263 Untr 105	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BBRI	2,205.7	TLKM	564.5
BBCA	1,236.6	WSKT	349.5
BMRI	797.2	ASII	345.1
ANTM	733.2	MDKA	341.2
BBNI	663.3	TOWR	334.1

Foreign Transaction

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BBRI	2,205.7	TLKM	564.5
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(IDR bn)			
Foreign Transaction			
	Buy	Sell	Net Buy (Sell)
	5,253	3,137	2,116
Top Buy			
Top Buy	NB Val.	Top Sell	NS Val.
BBRI	1,247.8	TOWR	128.1
BBCA	569.1	MDKA	91.9
BMRI	164.8	TLKM	62.4
BBNI	98.8	ICBP	62.3
PWON	67.9	ANTM	47.6

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.29%	0.08%
USDIDR	14,058	-0.05%
KRWIDR	12.60	-0.16%

Global Indices

Index	Last	Chg.	%
Dow Jones	29,420.92	262.95	0.90%
S&P 500	3,545.53	(4.97)	-0.14%
FTSE 100	6,296.85	110.56	1.79%
DAX	13,163.11	67.14	0.51%
Nikkei	24,905.59	65.75	0.26%
Hang Seng	26,301.48	285.31	1.10%
Shanghai	3,360.15	(13.59)	-0.40%
KOSPI	2,452.83	5.63	0.23%
EIDO	21.74	0.55	2.60%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,877.3	14.3	0.77%
Crude Oil (USD/B)	41.36	1.07	2.66%
ICE NewCastle (USD/ton)	62.25	0.25	0.40%
LME Nickel (USD/MT)	15,903	149.0	0.95%
LME Tin (USD/MT)	18,280	(5.0)	-0.03%
CPO (MYR/ton)	3,256	29.0	0.90%

INTP : Net Profit Declines by 5% in Q3/2020

PT Indocement Tunggal Prakarsa Tbk (INTP)'s performance in the third quarter of 2020 is still under pressure. The producer of the Tiga Roda cement brand reported a net profit for the third quarter of 2020 of IDR1.11 trillion, down 5.02% from the same period the previous year which reached IDR1.17 trillion. On a quarterly basis INTP's performance has started to improve. (Kontan)

DEWA : Successfully Books Profit in Semester I-2020

PT Darma Henwa Tbk (DEWA) recorded positive financial performance during the first semester of 2020. DEWA posted revenue of USD169.11 million in the first semester of 2020. This value is a jump by 30.51% (yoy) compared to DEWA's realized revenue in the first semester of 2019 amounting to USD129.57 million. DEWA has now succeeded in earning a net profit for the period attributable to owners of parent entity amounting to USD727,448 in the first semester of 2020. (Kontan)

SMBR : Performance Still Under Pressure in the 3Q20

PT Semen Baturaja Tbk (SMBR)'s performance was under pressure throughout 3Q20. SMBR posted revenue of IDR1.15 trillion, down by 19.18% from the realization of revenue in the same period the previous year which reached IDR1.42 trillion. This decline in income has resulted in the lower performance of the SMBR's bottom line. SMBR recorded a net loss attributable to the parent entity amounting to IDR112.60 billion. (Kontan)

ASSA : Will Hold Rights Issue to Strengthen Capex

PT Adi Sarana Armada Tbk (ASSA) is taking steps to prepare for business next year. One of them is through additional capital by providing rights issue of 600 million convertible bonds with a principal amount of IDR450 billion. This corporate action is the first step in preparing the ASSA's business in 2021. The proceeds from the rights issue will be used to strengthen ASSA's capital expenditure next year. (Kontan)

Domestic & Global News

Gold Forex Component for October Increases

Based on data from the Special Data Dissemination Standard (SDDS) Bank Indonesia (BI), the gold component in foreign exchange reserves in October 2020 was recorded at USD4.82 billion or an increase of 0.76% MoM from September 2020 which amounted to USD 4.79 billion. This increase was due to an increase in gold prices throughout October 2020. (Kontan)

Biden May Face Pressure to Reshape Powell's Fed in First Year

US monetary policy won't be a top-of-mind concern for President-elect Joe Biden as he prepares to take office in January, with the Federal Reserve's economic arsenal already deployed against an ongoing recession and decisions about federal spending more pressing for the next administration. But over his first year in office Biden will have to decide how deep an imprint he wants to put on the US central bank, and particularly whether Fed Chair Jerome Powell's push this year to refocus it on job growth has earned enough credibility among Democrats to be reappointed. (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						(0.5)	2,332.4							
BBCA	32,400	33,425	34,000	Hold	4.9	2.9	798.8	28.9x	4.5x	16.0	1.7	3.4	(4.2)	1.1
BBRI	4,000	4,400	4,000	Hold	-	-	493.4	17.3x	2.6x	15.2	4.2	(2.1)	(37.2)	1.3
BBNI	5,325	7,850	6,000	Hold	12.7	(29.5)	99.3	12.8x	0.9x	6.7	3.9	(2.4)	(63.9)	1.4
BMRI	6,375	7,675	7,000	Hold	9.8	(9.6)	297.5	14.0x	1.6x	11.1	5.5	(0.7)	(30.7)	1.4
Consumer						(11.2)	1,058.5							
GGRM	42,400	53,000	59,600	Buy	40.6	(20.5)	81.6	8.8x	1.4x	17.9	N/A	2.0	(22.0)	0.9
KINO	2,950	3,430	2,950	Hold	-	(22.4)	4.2	18.0x	1.6x	9.0	3.7	(10.7)	(63.9)	0.8
ICBP	9,675	11,150	12,150	Buy	25.6	(15.1)	112.8	19.3x	3.9x	22.7	2.2	4.1	31.2	0.8
KLBF	1,495	1,620	1,870	Buy	25.1	(3.9)	70.1	26.8x	4.1x	16.2	1.3	1.6	5.8	0.9
SIDO	845	638	930	Hold	10.1	43.2	25.4	33.2x	7.6x	26.9	3.1	6.0	10.8	0.9
Infrastructure						(25.1)	604.11							
TLKM	2,860	3,917	3,800	Buy	32.9	(29.3)	283.3	15.0x	2.8x	18.8	5.4	(2.6)	1.3	1.0
JSMR	4,180	5,175	4,550	Hold	8.9	(17.2)	30.3	24.2x	1.6x	6.9	0.4	(51.0)	(90.0)	1.4
EXCL	2,190	3,150	3,350	Buy	53.0	(33.6)	23.4	10.2x	1.1x	11.5	0.9	5.0	312.8	1.2
TOWR	1,005	805	1,310	Buy	30.3	54.6	51.3	19.0x	5.2x	29.5	2.4	19.3	22.6	0.9
PGAS	1,175	2,170	1,400	Buy	19.1	(41.3)	28.5	100.2x	0.8x	0.8	3.5	(17.9)	(85.0)	1.7
TBIG	1,430	1,230	1,565	Hold	9.4	30.0	32.4	31.2x	5.2x	20.0	2.0	13.5	22.3	1.0
Trade						(17.4)	592.3							
UNTR	20,650	21,525	19,000	Hold	(8.0)	(11.5)	77.0	9.6x	1.3x	13.7	4.7	(29.2)	(38.2)	0.9
MAPI	735	1,055	870	Buy	18.4	(29.7)	12.2	463.1x	2.2x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,850	1,795	2,000	Hold	8.1	15.3	5.9	13.9x	1.1x	8.7	N/A	(1.9)	78.8	1.5
Property						(33.9)	323.2							
CTRA	905	1,040	780	Hold	(13.8)	(15.0)	16.8	16.1x	1.1x	7.0	0.9	(10.8)	(43.8)	1.4
WSKT	880	1,485	820	Hold	(6.8)	(40.3)	11.9	N/A	0.8x	(7.0)	0.4	(45.7)	N/A	1.9
WIKA	1,385	1,990	1,310	Hold	(5.4)	(26.7)	12.4	12.7x	0.9x	6.7	3.7	(43.3)	(96.3)	1.8
PTPP	1,005	1,585	1,140	Hold	13.4	(35.0)	6.2	15.1x	0.6x	3.4	3.4	(37.0)	(95.2)	1.8
PWON	464	570	440	Hold	(5.2)	(18.6)	22.3	19.1x	1.6x	8.1	N/A	(41.9)	(72.1)	1.5
Basic Ind.						(12.6)	662.1							
SMGR	10,600	12,000	11,500	Hold	8.5	(16.5)	62.9	23.8x	1.9x	8.1	0.4	(8.9)	19.3	1.3
CPIN	6,675	6,500	6,660	Hold	(0.2)	(8.2)	109.5	32.7x	5.0x	15.9	1.2	(1.4)	(10.9)	1.5
Misc Ind.						(15.0)	306.9							
ASII	5,750	6,925	5,800	Hold	0.9	(13.5)	232.8	11.7x	1.5x	13.4	3.2	(26.4)	(11.5)	1.3
Mining						1.0	347.5							
TINS	910	825	1,200	Buy	31.9	11.0	6.8	N/A	1.4x	(19.7)	N/A	(18.7)	(43.0)	1.6
PTBA	2,020	2,660	2,900	Buy	43.6	(22.3)	23.3	8.5x	1.4x	16.0	16.2	(20.9)	(44.6)	1.1
INCO	4,520	3,640	4,500	Hold	(0.4)	31.4	44.9	23.9x	1.6x	6.9	N/A	12.7	N/A	1.6
ANTM	1,200	840	1,100	Hold	(8.3)	44.6	28.8	61.6x	1.5x	2.4	0.2	(26.5)	30.3	1.6
ITMG	8,450	11,475	12,000	Buy	42.0	(35.5)	9.5	9.7x	0.8x	7.6	10.4	(33.2)	(55.6)	1.2
ADRO	1,140	1,555	1,700	Buy	49.1	(19.4)	36.5	24.1x	0.7x	2.9	9.6	(26.4)	(73.0)	1.4
MEDC	394	732	931	Buy	136.3	(27.3)	9.9	N/A	0.5x	(12.8)	N/A	(7.6)	N/A	1.6
Agriculture						(14.9)	77.2							
AAJI	10,775	14,575	14,200	Buy	31.8	(15.7)	20.7	30.4x	1.1x	3.6	0.8	7.6	423.9	1.5
LSIP	1,010	1,485	1,200	Buy	18.8	(27.9)	6.9	20.5x	0.8x	4.0	1.5	(1.9)	550.0	1.7

* Target Price

Source: Bloomberg, NHKSI Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday 09 - Nov	ID	13:45	Consumer Confidence Index	Oct	79.0	--	83.4
Tuesday 10 - Nov	CH	08:30	PPI YoY	Oct	-2.1%	-1.9%	-2.1%
	CH	08:30	CPI YoY	Oct	0.5%	0.8%	1.7%
	GE	17:00	ZEW Survey Expectations	Nov	39	44.3	56.1
Wednesday 11 - Nov	US	19:00	MBA Mortgage Applications	Nov		--	3.80%
Thursday 12 - Nov	GE	14:00	CPI MoM	Oct		0.10%	0.10%
	GE	14:00	CPI YoY	Oct		-0.20%	-0.20%
	US	20:30	CPI MoM	Oct		0.20%	0.20%
	US	20:30	Initial Jobless Claims	Nov		--	751k
	US	20:30	CPI YoY	Oct		1.30%	1.40%
Friday 13 - Nov	US	02:00	Monthly Budget Statement	Oct		--	-\$124.6b
	EC	17:00	GDP SA QoQ	3Q20		12.70%	12.70%
	EC	17:00	GDP SA YoY	3Q20		-4.30%	-4.30%
	US	20:30	PPI Final Demand MoM	Oct		0.20%	0.40%
	US	22:00	U. of Mich. Sentiment	Nov		82	81.8

Source: Bloomberg

Corporate Calendar

Date	Event	Company
Monday 09 - Nov	Cum Dividen RUPS Right Issue	ITMG BSWD CMNP
Tuesday 10 - Nov	RUPS	HEAL, MCAS
Wednesday 11 - Nov	RUPS	PURE, BRMS
Thursday 12 - Nov	RUPS	TBIG, BBRM
Friday 13 - Nov	RUPS	IRRA, MSIN

Source: NHKSI Research

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