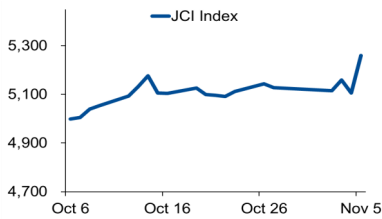


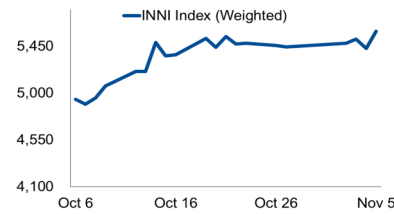
Morning Brief

Daily | 06 November, 2020

JCI Movement



INNI Movement



Today's Outlook:

Foreign Net Buy Supports JCI's Resistance Breakout

Wall Street again posted a significant gain in trading (05/11/2020). Investors are still keeping a close watch on the vote counting process, which is ongoing in 5 states. Market players consider the possibility of a split parliamentary composition to be an ideal scenario, as it will hamper policy changes that have the potential to be impartial to investors.

Meanwhile, the JCI managed to close sharply higher, in line with almost all global exchanges. This increase was also accompanied by a return of foreign funds which recorded a net buy of IDR711 billion. Technically, JCI has managed to penetrate the resistance area, with the opportunity to continue strengthening to the level of 5,310.

Company News

- PTBA : Optimistic in Reaching Sales Target
- WEGE : Secures IDR2 Trillion Worth New Contracts
- GIAA : Launches Three New Routes to Boost Domestic Market
- GOOD : Profit Fell by 42% in Q3 2020

Domestic & Global News

- Indonesia's Economy at Minus 3.49% YoY in 3Q20
- Biden Edges Closer to US Election Win

Sectors

	Last	Chg.	%
Infrastructure, Utilities, Transportation	835,79	37,32	4,67%
Finance	1185,09	49,01	4,31%
Basic Industries	782,42	28,65	3,80%
Mining	1471,52	38,59	2,69%
Property, Real Estate, and Construction	327,90	6,08	1,89%
Miscellaneous Industry	970,24	14,74	1,54%
Agriculture	1182,08	17,90	1,54%
Consumer Goods	1822,51	25,48	1,42%
Trade, Services, and Investment	655,56	4,67	0,72%

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)	135.15	137.00	Current Acc (USD bn)	(2.90)	(2.90)
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	4.07
Imports Yoy	-18.88%	-24.19%	Business Confidence	104.82	104.82
Inflation Yoy	1.44%	1.42%	Cons. Confidence*	83.40	83.40

JCI Index

Nov. 05	5,260.32
Chg.	+155.12pts (+3.04%)
Volume (bn shares)	100.69
Value (IDR tn)	9.46
Adv 321 Dec 140 Unc 256 Untr 106	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
TLKM	1,007.1	BRIS	403.8
BBCA	972.6	ANTM	271.0
BBRI	807.1	MDKA	228.0
BMRI	520.8	EXCL	202.1
BBNI	430.9	TOWR	192.6

Foreign Transaction

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
TLKM	1,007.1	BRIS	403.8
BBCA	972.6	ANTM	271.0
BBRI	807.1	MDKA	228.0
BMRI	520.8	EXCL	202.1
BBNI	430.9	TOWR	192.6

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.46%	-0.18%
USDIDR	14,380	-1.27%
KRWIDR	12.75	0.08%

Global Indices

Index	Last	Chg.	%
Dow Jones	28,390.18	542.52	1.95%
S&P 500	3,510.45	67.01	1.95%
FTSE 100	5,906.18	22.92	0.39%
DAX	12,568.09	243.87	1.98%
Nikkei	24,105.28	410.05	1.73%
Hang Seng	25,695.92	809.78	3.25%
Shanghai	3,320.13	42.69	1.30%
KOSPI	2,413.79	56.47	2.40%
EIDO	20.32	0.93	4.80%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,949.7	46.7	2.46%
Crude Oil (USD/B)	38.79	(0.36)	-0.92%
ICE NewCastle (USD/ton)	62.70	1.20	1.95%
LME Nickel (USD/MT)	15,561	215.0	1.40%
LME Tin (USD/MT)	18,240	50.0	0.27%
CPO (MYR/ton)	3,208	111.0	3.58%

PTBA : Optimistic in Reaching Sales Target

The Ministry of Energy and Mineral Resources (ESDM) set this month's The coal price benchmark (HBA) at USD55.71 per ton, up 9.23% compared to last month's HBA at USD51 per ton. PT Bukit Asam Tbk (PTBA) see that the increase in HBA on November will provide benefits for PTBA. This is because PTBA's coal sales have a large portion for the domestic market. (Kontan)

GIAA : Launches Three New Routes to Boost Domestic Market

PT Garuda Indonesia Tbk (GIAA) announced the opening of the Surabaya - Labuan Bajo round trip (PP), Surabaya - Batam - Medan (PP), and Solo - Denpasar (PP) routes. The move is claimed to be a commitment to support accessibility and encourage tourism in national tourism destinations. The opening of three flight routes was the GIAA's strategic step in increasing the potential and expanding the domestic aviation market. (Bisnis Indonesia)

WEGE : Secures IDR2 Trillion Worth New Contracts

PT Wijaya Karya Bangunan Gedung Tbk (WEGE) has secured a new contract with a total value of IDR2 trillion or 59% of this year's target of IDR3.4 trillion. 65% of WEGE's new projects are in the form of public facilities such as the Covid-19 hospital, and cross-border posts projects. (Kontan)

GOOD : Profit Fell by 42% in Q3 2020

PT Garudafood Tbk (GOOD) shares recorded an annual decline in sales of 9.51% to IDR5.74 trillion. In addition, GOOD could not avoid an increase in financial expenses by 19.81% yoy to IDR91.69 billion, and other operating expenses which increased significantly by 122.78% to IDR68.07 billion. Thus, the company posted a significant decrease in net profit of 42.92% annually to IDR162.98 billion. (Bisnis Indonesia)

Domestic & Global News

Indonesia's Economy at Minus 3.49% YoY in 3Q20

Statistics Indonesia (BPS) recorded that economic growth in July-September period is at minus 3.49% YoY. So cumulatively, Indonesia economic growth in 1Q20, 2Q20, and 3Q20 shrank by minus 2.03% YoY. The economy in the quarters were suppressed by the Covid-19 pandemic. (Kontan)

Biden Edges Closer to US Election Win

Democrat Joe Biden edged closer to victory over President Donald Trump in the US presidential race on Thursday as election officials tallied votes in the handful of states that will determine the outcome. The Republican president, who during the long and rancorous campaign attacked the integrity of the American voting system, has alleged fraud without providing evidence. (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						(7.5)	2,191.0							
BBCA	30,750	33,425	34,000	Hold	10.6	(2.3)	758.1	27.4x	4.2x	16.0	1.8	3.4	(4.2)	1.1
BBRI	3,490	4,400	4,000	Hold	14.6	(16.1)	430.5	15.1x	2.3x	15.2	4.8	(2.1)	(37.2)	1.3
BBNI	4,830	7,850	6,000	Buy	24.2	(35.6)	90.1	11.7x	0.8x	6.7	4.3	(2.4)	(63.9)	1.4
BMRI	5,975	7,675	7,000	Buy	17.2	(14.3)	278.8	13.1x	1.5x	11.1	5.9	(0.7)	(30.7)	1.4
Consumer						(12.9)	1,048.3							
GGRM	41,200	53,000	59,600	Buy	44.7	(24.8)	79.3	8.5x	1.4x	17.9	N/A	2.0	(22.0)	1.0
KINO	2,990	3,430	2,950	Hold	(1.3)	(22.3)	4.3	18.2x	1.6x	9.0	3.6	(10.7)	(63.9)	0.9
ICBP	9,900	11,150	12,150	Buy	22.7	(11.8)	115.5	19.8x	4.0x	22.7	2.2	4.1	31.2	0.8
KLBF	1,500	1,620	1,870	Buy	24.7	(6.3)	70.3	26.8x	4.1x	16.2	1.3	1.6	5.8	1.0
Infrastructure						(28.3)	588.20							
TLKM	2,770	3,917	3,800	Buy	37.2	(31.9)	274.4	14.5x	2.7x	18.8	5.6	(2.6)	1.3	1.0
JSMR	3,810	5,175	4,550	Buy	19.4	(28.5)	27.7	22.1x	1.5x	6.9	0.4	(51.0)	(90.0)	1.4
EXCL	2,110	3,150	3,350	Buy	58.8	(40.1)	22.6	9.9x	1.1x	11.5	0.9	5.0	312.8	1.2
TOWR	990	805	1,310	Buy	32.3	51.1	50.5	18.7x	5.1x	29.5	2.4	19.3	22.6	0.9
PGAS	1,080	2,170	1,400	Buy	29.6	(45.5)	26.2	90.6x	0.7x	0.8	3.8	(17.9)	(85.0)	1.7
TBIG	1,495	1,230	1,400	Hold	(6.4)	29.4	33.9	32.7x	5.4x	20.0	1.9	13.5	22.3	1.0
Trade						(19.3)	584.3							
UNTR	20,875	21,525	19,000	Hold	(9.0)	(8.6)	77.9	9.7x	1.3x	13.7	4.7	(29.2)	(38.2)	0.9
MAPI	650	1,055	870	Buy	33.8	(39.5)	10.8	409.5x	2.0x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,745	1,795	2,000	Hold	14.6	8.7	5.6	13.1x	1.1x	8.7	N/A	(1.9)	78.8	1.6
Property						(35.1)	315.3							
CTRA	815	1,040	780	Hold	(4.3)	(26.9)	15.1	14.5x	1.0x	7.0	1.0	(10.8)	(43.8)	1.4
WSKT	750	1,485	820	Hold	9.3	(50.3)	10.2	N/A	0.7x	(7.0)	0.5	(45.7)	N/A	1.9
WIKA	1,235	1,990	1,410	Hold	14.2	(38.6)	11.1	11.3x	0.8x	6.7	4.1	(43.3)	(96.3)	1.8
PTPP	920	1,585	1,250	Buy	35.9	(43.7)	5.7	13.9x	0.5x	3.4	3.7	(37.0)	(95.2)	1.8
PWON	416	570	440	Hold	5.8	(30.1)	20.0	10.9x	1.4x	13.2	N/A	(43.7)	(64.7)	1.6
Basic Ind.						(17.2)	629.0							
SMGR	9,950	12,000	11,500	Buy	15.6	(21.3)	59.0	22.4x	1.8x	8.1	0.4	(8.9)	19.3	1.3
CPIN	6,250	6,500	6,660	Hold	6.6	(13.8)	102.5	30.6x	4.7x	15.9	1.3	(1.4)	(10.9)	1.5
Misc Ind.						(19.6)	295.7							
ASII	5,500	6,925	5,575	Hold	1.4	(19.7)	222.7	11.2x	1.4x	13.4	3.3	(26.4)	(11.5)	1.3
Mining						(4.6)	341.8							
TINS	860	825	1,200	Buy	39.5	3.6	6.4	N/A	1.3x	(19.7)	N/A	(18.7)	(43.0)	1.6
PTBA	1,970	2,660	2,900	Buy	47.2	(19.9)	22.7	6.6x	1.4x	21.0	16.6	(15.1)	(38.5)	1.1
INCO	4,270	3,640	4,500	Hold	5.4	18.3	42.4	22.2x	1.5x	6.9	N/A	12.7	N/A	1.6
ANTM	1,125	840	1,100	Hold	(2.2)	32.4	27.0	57.7x	1.4x	2.4	0.3	(26.5)	30.3	1.6
ITMG	8,350	11,475	12,000	Buy	43.7	(34.3)	9.4	7.3x	0.7x	10.1	15.3	(26.9)	(50.0)	1.2
ADRO	1,140	1,555	1,700	Buy	49.1	(18.0)	36.5	23.7x	0.7x	2.9	9.6	(26.4)	(73.0)	1.5
MEDC	376	732	931	Buy	147.6	(31.1)	9.4	N/A	0.5x	(12.8)	N/A	(7.6)	N/A	1.6
Agriculture						(16.1)	75.7							
AALI	10,775	14,575	14,200	Buy	31.8	(12.4)	20.7	30.4x	1.1x	3.6	0.8	7.6	423.9	1.5
LSIP	990	1,485	1,200	Buy	21.2	(28.0)	6.8	20.1x	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
Monday	ID	07:30	Markit Indonesia PMI Mfg	Oct	47.8	--	47.2
<i>02 - Nov</i>	CH	08:45	Caixin China PMI Mfg	Oct	53.6	52.8	53
	ID	11:00	CPI YoY	Oct	1.44%	1.45%	1.42%
	EC	16:00	Markit Eurozone Manufacturing PMI	Oct	54.8	54.4	54.4
	UK	16:30	Markit UK PMI Manufacturing SA	Oct	53.7	53.3	53.3
	US	21:45	Markit US Manufacturing PMI	Oct	53.4	53.3	53.3
Tuesday	US	22:00	Factory Orders	Sep	1.1%	1.0%	0.7%
<i>03 - Nov</i>	US	22:00	Durable Goods Orders	Sep	1.9%	1.9%	1.9%
Wednesday	US	19:00	MBA Mortgage Applications	Oct	3.8%	--	1.7%
<i>04 - Nov</i>	US	20:15	ADP Employment Change	Oct	365k	643k	749k
Thursday	ID	11:00	GDP YoY	3Q20	-3.49%	-3.20%	-5.32%
<i>05 - Nov</i>	UK	14:00	Bank of England Bank Rate	Nov	0.100%	0.100%	0.100%
Friday	ID	10:00	Foreign Reserves	Oct		--	\$135.15b
<i>06 - Nov</i>	GE	14:00	Industrial Production SA MoM	Sep		--	-0.2%
	US	20:30	Unemployment Rate	Oct		7.7%	7.9%

Source: Bloomberg

Corporate Calendar

Date	Event	Company
Monday	Cum Dividen	SIDO
<i>02 - Nov</i>	RUPS	SCPI, BRAM, BBSI, ASJT
Tuesday	Cum Dividen	PALM, IMPC
<i>03 - Nov</i>		
Wednesday	Cum Dividen	XCID
<i>04 - Nov</i>		
Thursday	RUPS	BRIS
<i>05 - Nov</i>		
Friday	RUPS	PKPK
<i>06 - Nov</i>		

Source: NHKSI Research

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