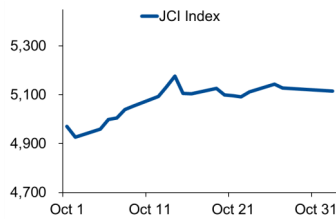


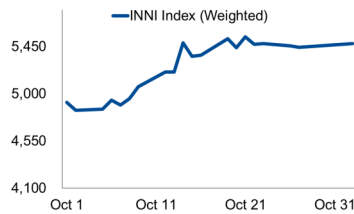
Morning Brief

Daily | 03 November, 2020

JCI Movement



INNI Movement



JCI Index

Nov. 02	5,115.12
Chg.	-13.09pts (-0.26%)
Volume (bn shares)	110.35
Value (IDR tn)	9.56
Adv 135 Dec 295 Unc 287 Untr 123	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
TLKM	1,009.2	BBNI	338.2
BBCA	873.8	ASII	261.3
BMRI	636.0	WIIM	193.0
ANTM	626.7	INCO	165.8
BBRI	526.9	BOGA	152.0

Foreign Transaction

(IDR bn)			
Buy			
			3,744
Sell			
			4,241
Net Buy (Sell)			496
Top Buy	NB Val.	Top Sell	NS Val.
BMRI	111.4	TLKM	415.3
BBRI	69.8	BBNI	118.5
ASII	38.5	SMGR	37.5
MDKA	27.8	UNVR	27.7
BBCA	26.5	UNTR	26.0

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.61%	0.00%
USDIDR	14,640	0.10%
KRWIDR	12.90	0.06%

Global Indices

Index	Last	Chg.	%
Dow Jones	26,925.05	423.45	1.60%
S&P 500	3,310.24	40.28	1.23%
FTSE 100	5,654.97	77.70	1.39%
DAX	11,788.28	231.80	2.01%
Nikkei	23,295.48	318.35	1.39%
Hang Seng	24,460.01	352.59	1.46%
Shanghai	3,225.12	0.59	0.02%
KOSPI	2,300.16	33.01	1.46%
EIDO	18.70	0.42	2.30%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,895.5	16.7	0.89%
Crude Oil (USD/B)	36.81	1.02	2.85%
ICE NewCastle (USD/ton)	59.90	0.65	1.10%
LME Nickel (USD/MT)	15,160	4.0	0.03%
LME Tin (USD/MT)	17,770	45.0	0.25%
CPO (MYR/ton)	2,975	(36.0)	-1.20%

Today's Outlook:

Global Market Rebound

Wall Street managed to rebound at the close of trading (02/11/2020), a day before the 2020 presidential election. The stock market had positive sentiment from US manufacturing activity data which rose significantly to the level of 59.3 from 55.7 in the previous month.

Domestically, the JCI weakening yesterday was in contrast to the rally that occurred in almost all global exchanges. In today's trading, JCI will continue its consolidation in the range 5.063 - 5,168 with limited opportunities to strengthen supported by economic data showing slight improvement.

Company News

- ERAA : Excellent Performance Until Quarter III-2020
- KLBF : Books Positive Performance in Q3 2020
- INTP : Subsidiary Operates New Andesite Mine
- DLTA : Third Quarter Net Profit Drops 67%

Domestic & Global News

- October Inflation Recorded at 0.07%
- US Manufacturing Near Two-Year High

Sectors

	Last	Chg.	%
Agriculture	1172,04	-27,60	-2,30%
Property, Real Estate, and Construction	325,42	-5,55	-1,68%
Infrastructure, Utilities, Transportation	796,80	-11,78	-1,46%
Consumer Goods	1785,15	-20,06	-1,11%
Basic Industries	756,89	-5,43	-0,71%
Miscellaneous Industry	953,57	-4,49	-0,47%
Trade, Services, and Investment	643,91	1,03	0,16%
Finance	1147,47	7,82	0,69%
Mining	1428,02	10,00	0,71%

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	1.44%	1.42%	Cons. Confidence*	83.40	86.20

ERAA : Excellent Performance Until Quarter III-2020

PT Erajaya Swasembada Tbk (ERAA) posted positive performance throughout January to September 2020. The distribution and retail trading of cellular communication products and services company was able to record growth both from the top line and bottom line. ERAA pocketed sales of IDR23.17 trillion by the third quarter of 2020. This realization slightly rose by 1.86% year on year (yoy) from the previous IDR23.61 trillion. (Kontan)

INTP : Subsidiary Operates New Andesite Mine

The corona virus (Covid-19) pandemic has not stopped PT Indocement Tunggul Prakarsa Tbk (INTP) from expanding. Finally through its subsidiary, PT Tarabatuh Manunggal, this cement company has opened and operated a new andesite mine located in Cariu, Bogor Regency, West Java. The opening and operation of the new mine aims to support Tarabatuh Manunggal in the supply of split stones. (Kontan)

KLBF : Books Positive Performance in Q3 2020

PT Kalbe Farma Tbk (KLBF), still recorded positive performance during the first nine months of 2020. KLBF pocketed net sales of IDR17.10 trillion or increased 1.60% compared to the same period in 2019. KLBF posted a profit for the current period attributable to owners of the parent company of IDR2.03 trillion until the third quarter of 2020. This profit rose 5.73% yoy from IDR1.92 trillion in the third quarter of 2019. (Kontan)

DLTA : Third Quarter Net Profit Drops 67%

PT Delta Djakarta Tbk (DLTA) recorded revenue of IDR349.07 billion during the first nine months of this year. This figure fell 42% compared to the same period the previous year, IDR605.58 billion. The cost of the beer producer actually decreased by around 34 percent to IDE113.36 billion from the previous IDR172.81 billion. DLTA even recorded profit before tax of IDR90 billion. This value is down 67% compared to the same period last year, IDR 285.42 billion. (Kontan)

Domestic & Global News

October Inflation Recorded at 0.07%

Statistics Indonesia (BPS) recorded October inflation at 0.07% on a monthly basis, with annual inflation at 1.44%. When calculated throughout the year, calendar year inflation was recorded at 0.95%. Head of BPS Suhariyanto said that inflation in October 2020, when viewed annually, has an increase compared to September 2020 which was 1.42%. Inflation in October 2020 was driven by increases in the prices of several commodities. Like red chilies with a share in the inflation of 0.09% mom. (Kontan)

US Manufacturing Near Two-Year High

US manufacturing activity accelerated more than expected in October, with new orders jumping to their highest level in nearly 17 years amid a shift in spending toward goods like motor vehicles and food as the COVID-19 pandemic drags on. The survey on Monday from the Institute for Supply Management (ISM) was the last piece of major economic data before Tuesday's bitterly contested presidential election. But the outlook for manufacturing is challenging. (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						(10.6)	2,120.6							
BBCA	29,100	33,425	34,000	Buy	16.8	(8.0)	717.5	25.9x	4.0x	16.0	1.9	3.4	(4.2)	1.1
BBRI	3,380	4,400	4,000	Buy	18.3	(19.1)	416.9	14.6x	2.2x	15.2	5.0	(2.1)	(37.2)	1.3
BBNI	4,660	7,850	6,000	Buy	28.8	(39.3)	86.9	11.2x	0.8x	6.7	4.4	(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						(15.4)	1,026.8							
GGRM	40,525	53,000	59,600	Buy	47.1	(24.5)	78.0	8.4x	1.4x	17.9	N/A	2.0	(22.0)	1.0
KINO	3,000	3,430	2,950	Hold	(1.7)	(23.1)	4.3	18.3x	1.6x	10.7	3.6	(10.7)	(63.9)	0.9
ICBP	9,750	11,150	12,150	Buy	24.6	(16.1)	113.7	19.5x	4.0x	22.7	2.2	4.1	31.2	0.8
KLBF	1,495	1,620	1,870	Buy	25.1	(8.0)	70.1	26.8x	4.1x	16.2	1.3	1.6	5.8	1.0
Infrastructure						(31.4)	560.75							
TLKM	2,560	3,917	3,800	Buy	48.4	(36.4)	253.6	13.7x	2.6x	19.6	6.0	(3.6)	(0.8)	1.0
JSMR	3,570	5,175	4,550	Buy	27.5	(32.0)	25.9	20.7x	1.4x	6.9	0.4	(51.0)	(90.0)	1.4
EXCL	2,010	3,150	3,350	Buy	66.7	(42.9)	21.5	9.9x	1.0x	11.1	1.0	6.7	526.9	1.2
TOWR	990	805	1,310	Buy	32.3	52.3	50.5	18.8x	5.4x	31.1	2.4	21.7	30.0	0.9
PGAS	1,060	2,170	1,400	Buy	32.1	(42.7)	25.7	86.6x	0.7x	0.8	3.9	(17.9)	(85.0)	1.7
TBIG	1,475	1,230	1,400	Hold	(5.1)	20.9	33.4	32.2x	5.3x	20.0	1.9	13.5	22.3	1.0
Trade						(19.5)	573.9							
UNTR	20,450	21,525	19,000	Hold	(7.1)	(4.9)	76.3	9.5x	1.3x	13.7	4.8	(29.2)	(38.2)	0.9
MAPI	640	1,055	870	Buy	35.9	(36.6)	10.6	403.2x	1.9x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,790	1,795	2,000	Hold	11.7	11.9	5.7	13.4x	1.1x	8.7	N/A	(1.9)	78.8	1.6
Property						(37.3)	312.9							
CTRA	815	1,040	780	Hold	(4.3)	(25.6)	15.1	14.5x	1.0x	7.0	1.0	(10.8)	(43.8)	1.4
WSKT	720	1,485	820	Hold	13.9	(51.8)	9.8	N/A	0.7x	(7.0)	0.5	(45.7)	N/A	1.9
WIKA	1,160	1,990	1,410	Buy	21.6	(40.2)	10.4	10.6x	0.8x	6.7	4.4	(43.3)	(96.3)	1.8
PTPP	890	1,585	1,250	Buy	40.4	(46.5)	5.5	13.4x	0.5x	3.4	3.8	(37.0)	(95.2)	1.8
PWON	418	570	440	Hold	5.3	(32.6)	20.1	11.0x	1.4x	13.2	N/A	(43.7)	(64.7)	1.6
Basic Ind.						(18.6)	608.5							
SMGR	9,125	12,000	11,500	Buy	26.0	(28.7)	54.1	21.5x	1.7x	8.0	0.4	(2.0)	25.6	1.3
CPIN	5,825	6,500	6,660	Hold	14.3	(15.0)	95.5	28.5x	4.3x	15.9	1.4	(1.4)	(10.9)	1.5
Misc Ind.						(20.9)	290.6							
ASII	5,400	6,925	5,575	Hold	3.2	(20.6)	218.6	11.0x	1.4x	13.4	3.4	(26.4)	(11.5)	1.3
Mining						(5.9)	331.7							
TINS	860	825	1,200	Buy	39.5	5.5	6.4	N/A	1.3x	(21.4)	N/A	(18.5)	N/A	1.6
PTBA	1,940	2,660	2,900	Buy	49.5	(11.4)	22.4	6.5x	1.4x	21.0	16.8	(15.1)	(38.5)	1.1
INCO	4,270	3,640	4,500	Hold	5.4	18.3	42.4	21.6x	1.4x	6.9	N/A	12.7	N/A	1.6
ANTM	1,100	840	1,100	Hold	-	28.7	26.4	56.4x	1.4x	2.4	0.3	(26.5)	30.3	1.6
ITMG	8,250	11,475	12,000	Buy	45.5	(34.8)	9.3	7.0x	0.7x	10.1	15.5	(26.9)	(50.0)	1.2
ADRO	1,130	1,555	1,700	Buy	50.4	(11.0)	36.1	22.9x	0.7x	7.0	9.7	(26.4)	(73.0)	1.5
MEDC	370	732	931	Buy	151.6	(33.3)	9.3	N/A	0.5x	(12.8)	N/A	(7.6)	N/A	1.6
Agriculture						(14.4)	75.1							
AALI	10,600	14,575	14,200	Buy	34.0	(6.4)	20.4	29.9x	1.1x	3.6	0.9	7.6	423.9	1.5
LSIP	955	1,485	1,200	Buy	25.7	(26.5)	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
Monday	ID	07:30	Markit Indonesia PMI Mfg	Oct		--	47.2
<i>02 - Nov</i>	CH	08:45	Caixin China PMI Mfg	Oct		52.8	53
	ID	11:00	CPI YoY	Oct		--	1.42%
	EC	16:00	Markit Eurozone Manufacturing PMI	Oct		--	54.4
	UK	16:30	Markit UK PMI Manufacturing SA	Oct		--	53.3
	US	21:45	Markit US Manufacturing PMI	Oct		--	53.3
Tuesday	US	22:00	Factory Orders	Sep		0.3%	0.7%
<i>03 - Nov</i>	US	22:00	Durable Goods Orders	Sep		--	--
Wednesday	US	19:00	MBA Mortgage Applications	Oct		--	--
<i>04 - Nov</i>	US	20:15	ADP Employment Change	Oct		750k	749k
Thursday	ID	11:00	GDP YoY	3Q20		--	-5.32%
<i>05 - Nov</i>	UK	19:00	Bank of England Bank Rate	Nov		--	0.1%
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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