

Weekly Brief (Sep 16th – Sep 20th)

Summary:

Last week review: Majority of JCI was influenced by global sentiments such as Pfizer vaccine trial. In the past week, JCI managed to close in the green by booking net foreign buy amid the release of Consumer Confidence Index (CCI) which is below market expectation.

This week's outlook: This week, investors will observe the domestic data releases such as the October 2020 Trade Balance data where Indonesia is predicted to still be on a surplus. Meanwhile, the market will also anticipate the result of Bank Indonesia Board of Governors Meeting scheduled for November 19, 2020.

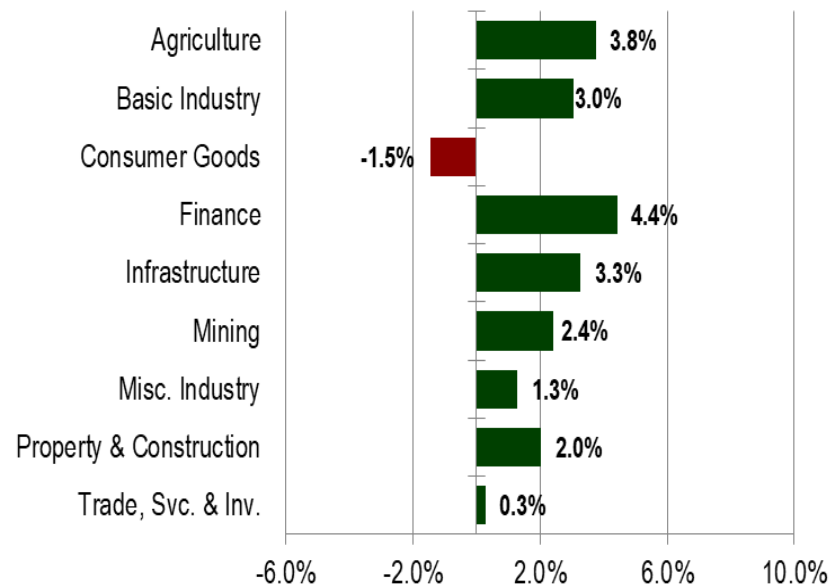
Last Week's JCI Movement

•JCI Index	: 5,461.05 (+2.4%)
Foreign Flow	: Net buy of IDR4.4 trillion (vs. last week's net buy of IDR771 billion)
USD/IDR	: 14,170 (+0.28%)

JCI Closed Higher

- November 9 - JCI closed higher supported by positive global sentiments regarding the result of Pfizer vaccine trial that showed 90% effectivity. Domestically, October 2020 CCI showed a decline to 79.0 from 83.4 in September.
- November 10 - JCI continued significant rally triggered by net foreign buy worth IDR2.1 trillion. The rally was led by banking that went up by 3.94%.
- November 13 - JCI closed in the green, although it booked its first net sell in 7 trading days..

Global Market Movement



Source: Bloomberg, NHKSI Research

Foreign Net Flow – Last 10 Days

Top Buy (RG)	NB Val.	Top Sell (RG)	NS Val.
BBRI	2,289.3	TOWR	-327.5
BBCA	1,198.2	WSKT	-166.7
TLKM	524.3	ICBP	-155.7
BBNI	229.7	TBIG	-96.6
ASII	212.3	MIKA	-71.7

Source: Bloomberg, NHKSI Research

Last Week's Sector Movement

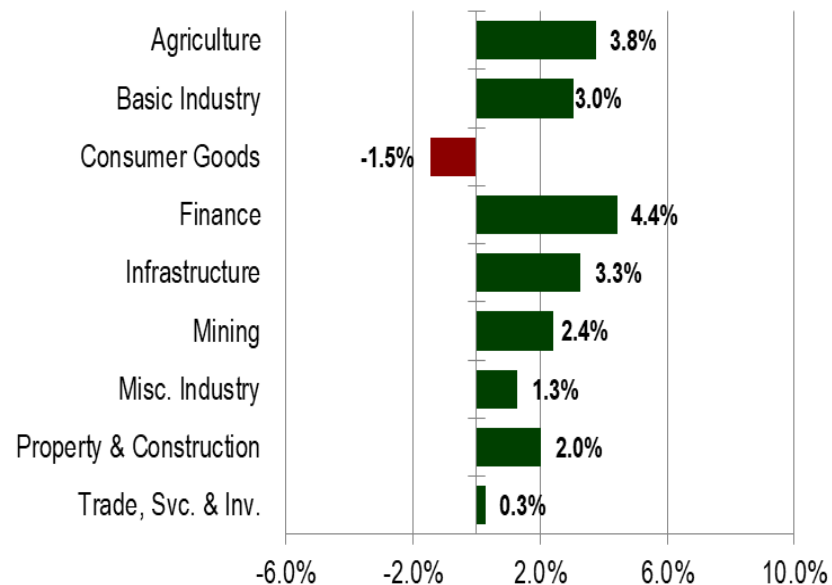
- Banking Sector**

Majority of JCI sectors booked gains last week. The banking sector recorded the highest increase by 4.4% supported by large cap stocks in the banking sector such as BBRI (+12.3%) and BBNI (+13.9%). As a note, BBRI booked the highest foreign flow of IDR 2.2 trillion in the past week.

- Consumer Sector**

The consumer sector booked -1.5% decline in the past week. The slump was caused by UNVR's fall (-4.0%). As a note, 3Q20 UNVR income recorded slight growth of 0.3% to IDR32.4 trillion. Meanwhile, the net profit declined by 1.29% to IDR5.4 trillion.

JCI Sector Movement



Source: Bloomberg, NHKSI Research

JCI's Top Foreign Transaction

Top Buy (RG)	NB Val.	Top Sell (RG)	NS Val.
BBRI	2,289.3	TOWR	-327.5
BBCA	1,198.2	WSKT	-166.7
TLKM	524.3	ICBP	-155.7
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Source: NHKSI Research

Outlook This Week

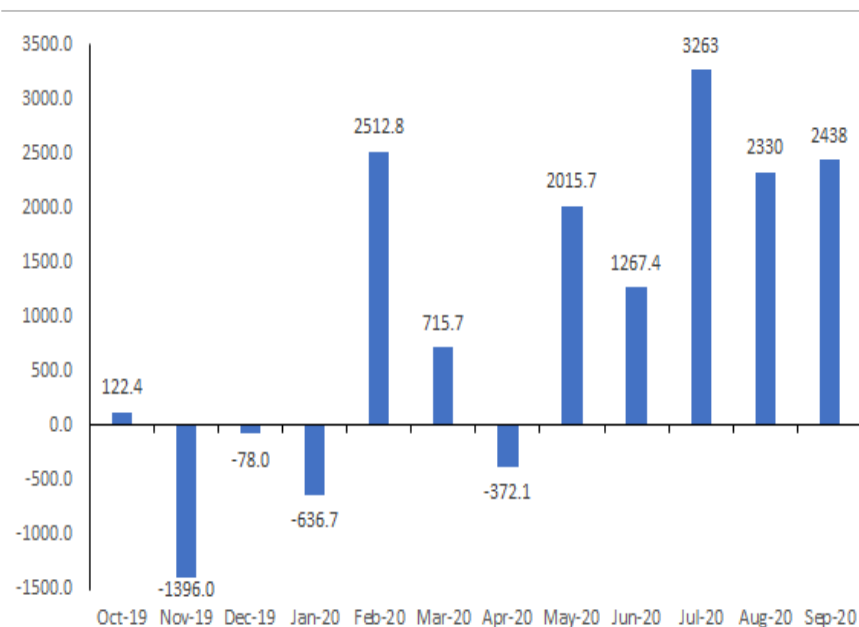
- October 2020 Trade Balance Release**

Indonesia trade balance is expected to remain surplus amounting to USD 2.2 billion in October 2020 based on analyst consensus. Meanwhile, trade balance has recorded surplus for 5 months in a row since May. Until September 2020, Indonesia recorded a cumulative trade surplus of USD 13.5 billion or much better than a deficit of USD 2.24 billion in the same period last year.

- Bank Indonesia Board of Governors Meeting Result**

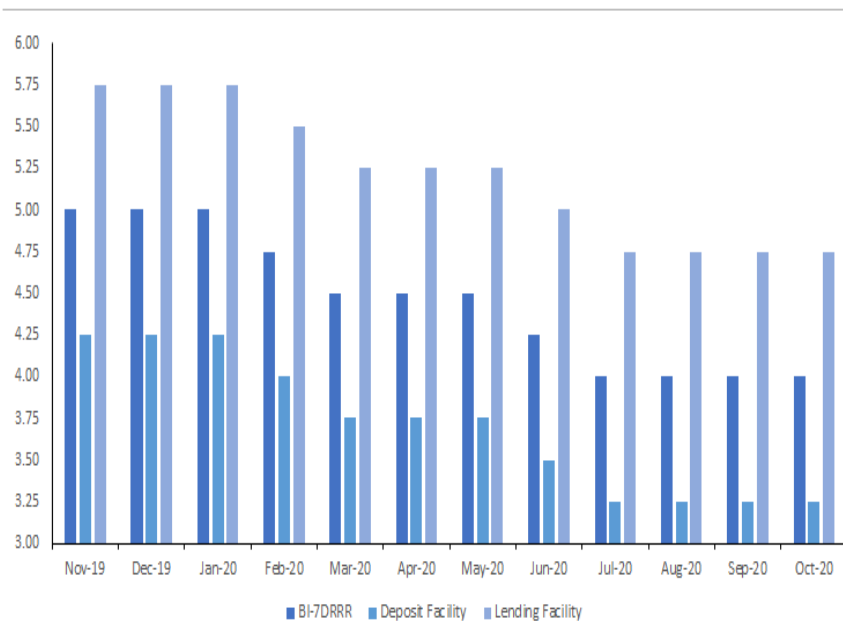
This year, Bank Indonesia has cut the BI-7DRRR benchmark interest rate 4 times to its current level at 4%. However, BI Governor Perry Warjiyo said that there is still a chance for further rate cuts. This is necessary to support national economic growth, and consider the low inflation rate and stability of rupiah exchange rate. BI notes that until September 2020, the bank deposit interest rate has fallen by 113 bps, while the credit interest rate decreased by 65 bps.

Indonesia Trade Balance



Source: Bloomberg, NHKSI Research

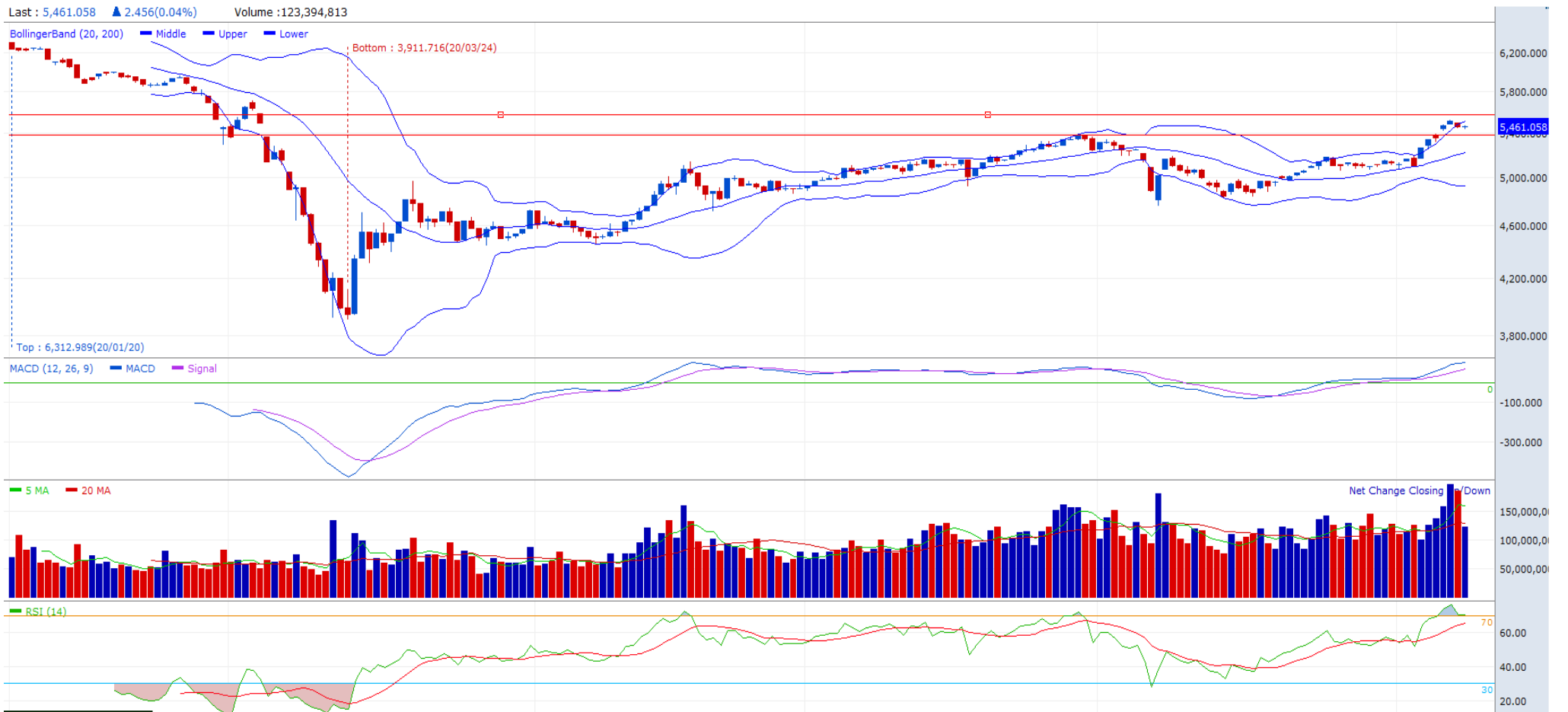
Bank Indonesia Benchmark Rate



Source: Bank Indonesia, NHKSI Research

JCI Index

Close	5461,058	Upper Limit	5513,11	Lower Limit	4927,601	MACD	103,783
Signal	68,674	RSI	70,6	Signal	65,87	Support	5380
Resistance	5550						



Source: NHKSI Research

Kalender Ekonomi

Date	Country	Hour JKT	Event	Period	Consensus	Previous
Monday, 16-Nov	CH	09:00	Industrial Production YoY	Oct	6.70%	6.90%
	CH	09:00	Retail Sales YoY	Oct	5.00%	3.30%
	ID	11:00	Trade Balance	Oct	\$2192m	\$2438m
	US	20:30	Empire Manufacturing	Nov	13.8	10.5
Tuesday, 17-Nov	US	20:30	Retail Sales Advance MoM	Oct	0.50%	1.90%
	US	21:15	Industrial Production MoM	Oct	1.00%	-0.60%
Wednesday, 18-Nov	UK	14:00	CPI MoM	Oct	0.10%	0.40%
	UK	14:00	CPI YoY	Oct	0.60%	0.50%
	EC	17:00	CPI YoY	Oct	-0.30%	-0.30%
	US	19:00	MBA Mortgage Applications	Nov	--	-0.50%
	US	20:30	Housing Starts	Oct	1445k	1415k
Thursday, 19-Nov	ID	14:20	Bank Indonesia 7D Reverse Repo	Nov	4.00%	4.00%
	US	20:30	Initial Jobless Claims	Nov	--	709k
	US	22:00	Leading Index	Oct	0.70%	0.70%
	US	22:00	Existing Home Sales	Oct	6.44m	6.54m

Source: Bloomberg, NHKSI Research

Kalender Aksi Korporasi

Date	Event	Company
Monday, 16-Nov	Cum Dividend	KINO, XISB
Tuesday, 17-Nov	RUPS	CPRO, SAMF
Wednesday, 18-Nov	Stock Split RUPS	DIGI TRIO, BTPN, RIGS
Thursday, 19-Nov	RUPS	PZZA, TRJA,
Friday, 20-Nov	RUPS	GIAA, SKLT

Source: NHKSI Research

INNI Index's Stocks List

	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						(0.7)	2,306.9							
BBCA	32,100	33,425	34,000	Hold	5.9	2.2	791.4	28.6x	4.4x	16.0	1.7	3.4	(4.2)	1.1
BBRI	3,950	4,400	4,000	Hold	1.3	(0.3)	487.2	20.4x	2.5x	12.2	4.3	(3.1)	(43.3)	1.3
BBNI	5,375	7,850	6,000	Hold	11.6	(26.9)	100.2	13.0x	0.9x	6.7	3.8	(2.4)	(63.9)	1.4
BMRI	6,175	7,675	7,000	Hold	13.4	(10.2)	288.2	13.6x	1.6x	11.1	5.7	(0.7)	(30.7)	1.4
Consumer						(12.2)	1,047.7							
GGRM	41,475	53,000	59,600	Buy	43.7	(23.7)	79.8	8.6x	1.4x	17.9	N/A	2.0	(22.0)	0.9
KINO	2,930	3,430	2,950	Hold	0.7	(22.9)	4.2	17.9x	1.6x	9.0	3.7	(10.7)	(63.9)	0.8
ICBP	9,775	11,150	12,150	Buy	24.3	(14.8)	114.0	19.5x	4.0x	22.7	2.2	4.1	31.2	0.8
KLBF	1,485	1,620	1,870	Buy	25.9	(2.3)	69.6	26.6x	4.1x	16.2	1.3	1.6	5.8	0.9
SIDO	815	638	930	Hold	14.1	35.3	24.5	32.1x	7.3x	26.9	3.2	6.0	10.8	0.9
Infrastructure						(23.4)	622.65							
TLKM	3,040	3,917	3,800	Buy	25.0	(25.8)	296.2	15.9x	3.0x	18.8	5.1	(2.6)	1.3	1.0
JSMR	4,160	5,175	4,550	Hold	9.4	(17.6)	30.2	24.1x	1.6x	6.9	0.4	(51.0)	(90.0)	1.4
EXCL	2,290	3,150	3,350	Buy	46.3	(33.4)	24.5	10.7x	1.2x	11.5	0.9	5.0	312.8	1.2
TOWR	990	805	1,310	Buy	32.3	50.0	50.5	18.7x	5.1x	29.5	2.4	19.3	22.6	0.9
PGAS	1,175	2,170	1,400	Buy	19.1	(41.1)	28.5	99.4x	0.8x	0.8	3.5	(17.9)	(85.0)	1.7
TBIG	1,375	1,230	1,565	Hold	13.8	25.6	31.2	30.0x	5.0x	20.0	2.0	13.5	22.3	1.0
Trade						(17.7)	588.3							
UNTR	21,100	21,525	19,000	Hold	(10.0)	(9.1)	78.7	9.8x	1.3x	13.7	4.6	(29.2)	(38.2)	0.9
MAPI	775	1,055	870	Hold	12.3	(28.9)	12.9	488.3x	2.3x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,785	1,795	2,000	Hold	12.0	11.2	5.7	13.4x	1.1x	8.7	N/A	(1.9)	78.8	1.5
Property						(34.1)	322.4							
CTRA	865	1,040	780	Hold	(9.8)	(16.4)	16.1	15.4x	1.1x	7.0	0.9	(10.8)	(43.8)	1.4
WSKT	915	1,485	820	Hold	(10.4)	(38.0)	12.4	N/A	0.8x	(7.0)	0.4	(45.7)	N/A	1.9
WIKA	1,375	1,990	1,310	Hold	(4.7)	(28.6)	12.3	12.6x	0.9x	6.7	3.7	(43.3)	(96.3)	1.8
PTPP	995	1,585	1,140	Hold	14.6	(36.2)	6.2	15.0x	0.6x	3.4	3.4	(37.0)	(95.2)	1.8
PWON	444	570	440	Hold	(0.9)	(23.4)	21.4	18.3x	1.5x	8.1	N/A	(41.9)	(72.1)	1.5
Basic Ind.						(12.5)	666.7							
SMGR	11,325	12,000	11,500	Hold	1.5	(9.6)	67.2	25.5x	2.0x	8.1	0.4	(8.9)	19.3	1.3
CPIN	6,775	6,500	6,660	Hold	(1.7)	(2.2)	111.1	33.2x	5.0x	15.9	1.2	(1.4)	(10.9)	1.5
Misc Ind.						(13.6)	317.0							
ASII	6,000	6,925	5,800	Hold	(3.3)	(10.8)	242.9	12.2x	1.6x	13.4	3.1	(26.4)	(11.5)	1.3
Mining						1.7	348.3							
TINS	1,010	825	1,200	Buy	18.8	26.3	7.5	N/A	1.5x	(19.7)	N/A	(18.7)	(43.0)	1.6
PTBA	2,040	2,660	2,900	Buy	42.2	(20.0)	23.5	8.6x	1.4x	16.0	16.0	(20.9)	(44.6)	1.1
INCO	4,410	3,640	4,500	Hold	2.0	28.2	43.8	23.1x	1.5x	6.9	N/A	12.7	N/A	1.6
ANTM	1,170	840	1,100	Hold	(6.0)	42.7	28.1	60.0x	1.5x	2.4	0.2	(26.5)	30.3	1.6
ITMG	8,550	11,475	12,000	Buy	40.4	(31.6)	9.7	9.7x	0.8x	7.6	10.3	(33.2)	(55.6)	1.2
ADRO	1,175	1,555	1,700	Buy	44.7	(12.0)	37.6	24.7x	0.7x	2.9	9.3	(26.4)	(73.0)	1.4
MEDC	398	732	931	Buy	133.9	(26.5)	10.0	N/A	0.5x	(12.8)	N/A	(7.6)	N/A	1.6
Agriculture						(11.7)	79.3							
AALI	11,100	14,575	14,200	Buy	27.9	(10.5)	21.4	31.3x	1.1x	3.6	0.8	7.6	423.9	1.5
LSIP	1,070	1,485	1,200	Hold	12.1	(18.6)	7.3	21.7x	0.9x	4.0	1.4	(1.9)	550.0	1.7

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