

Weekly Brief (July 19 – July 23)

Summary:

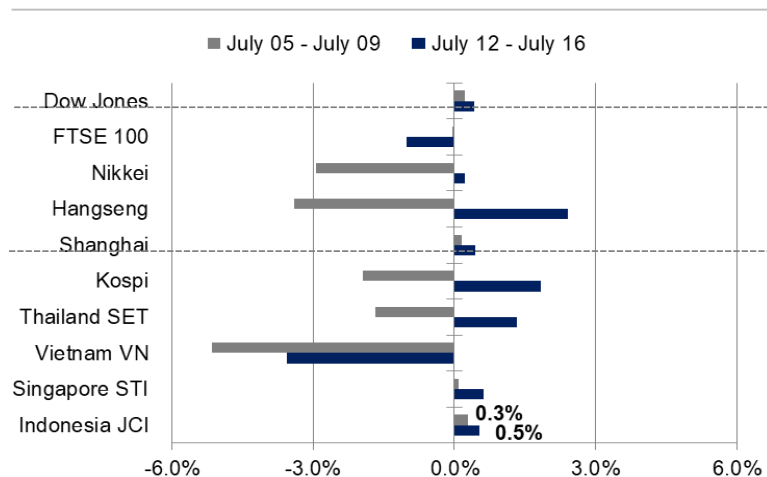
Last week review: JCI's movement in the past week ended with it closing at green zone. Domestically, June 2021 trade balance released by BPS posted another surplus at USD1.32 billion, on the back of export growth. However, investors observed the plan for extending emergency PPKM to 6 weeks, and revision to the 2021 economic growth target to 3.7% - 4.5%. Globally, US June inflation data recorded 5.4% increase YoY. Meanwhile, The Fed still expected the inflation to be temporary and will continue its accommodative monetary policy.

This week's outlook: JCI's movement this week will be mostly dominated by domestic sentiments. Investors will pay close attention to the plan on extending emergency PPKM which was supposed to end on July 20, 2021; as well as the number of Covid-19 cases that continues to break record highs. Meanwhile, Bank Indonesia is still scheduled to hold the Board of Governors Meeting (RDG); where consensus predicts the central bank to maintain BI-7DRRR at 3.5%.

| | |
|---------------------|--|
| JCI Index | : 6,072.51 (+0.5%) |
| Foreign Flow | : Net buy of IDR1.8 trillion (vs. last week's sell IDR537 billion) |
| USD/IDR | : 14,498 (+0.21%) |

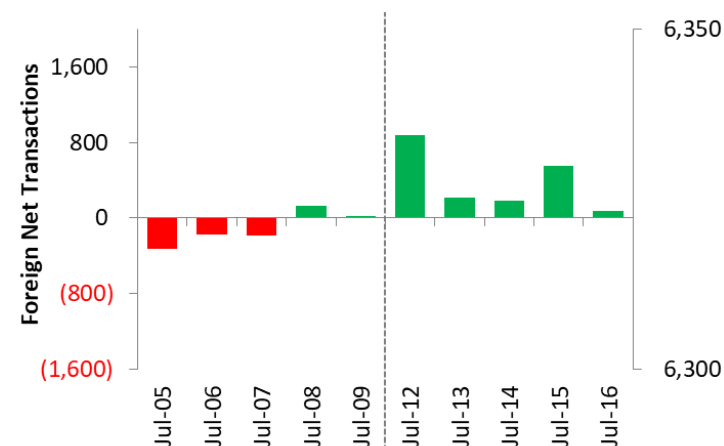
Last Week's JCI Movement

Global Market Movement



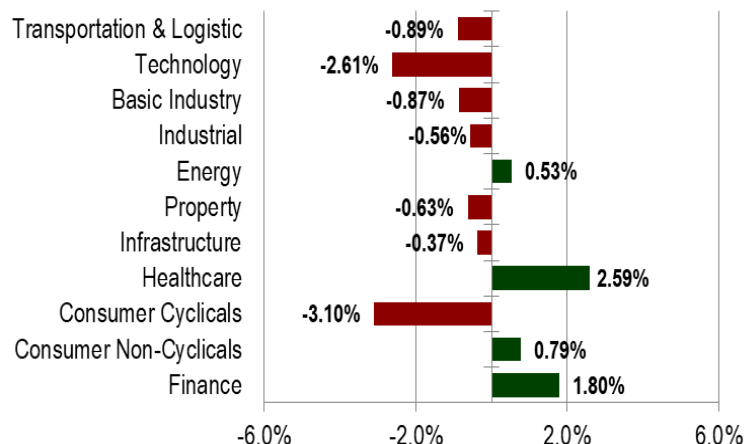
Source: Bloomberg, NHKSI Research

Foreign Net Flow – Last 10 Days



Source: Bloomberg, NHKSI Research

JCI Sector Movement



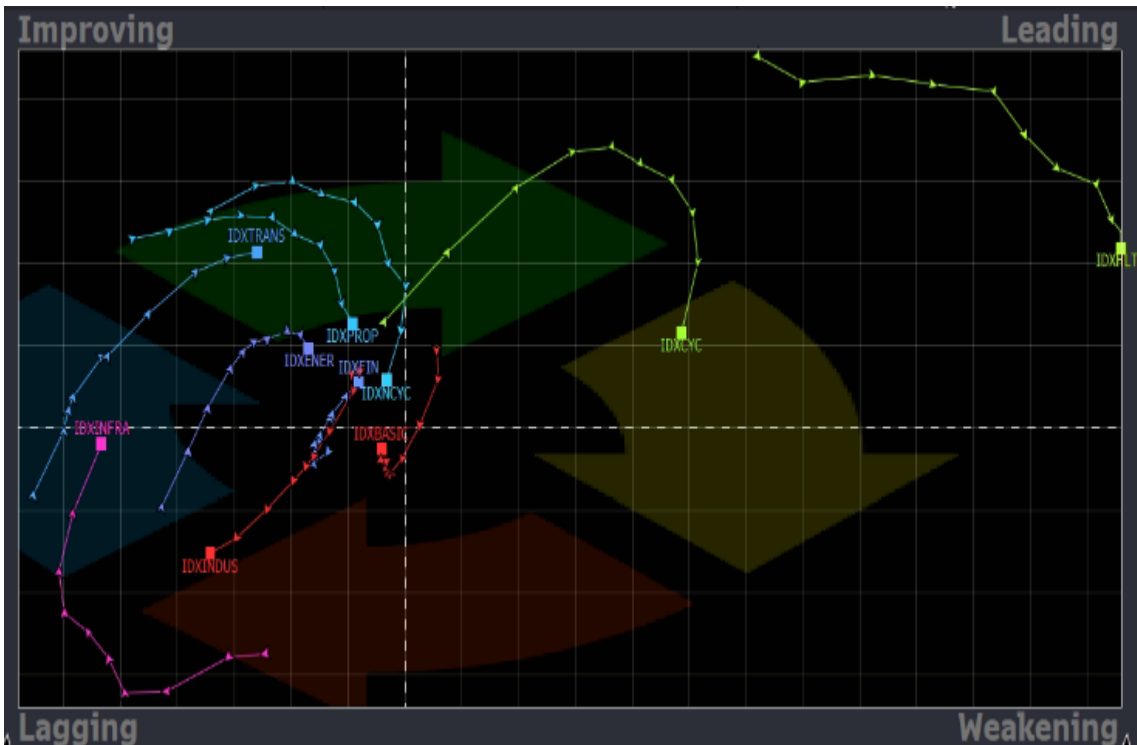
Source: Bloomberg, NHKSI Research

JCI's Top Foreign Transaction

| Top Buy (RG) | NB Val. | Top Sell (RG) | NS Val. |
|--------------|---------|---------------|---------|
| INCO | 277,418 | BBCA | -98,564 |
| BBRI | 161,546 | EMTK | -75,197 |
| ARTO | 148,740 | PGAS | -42,868 |
| ASII | 146,072 | DMMX | -33,655 |
| BBNI | 125,423 | ASSA | -33,321 |

Source: Bloomberg, NHKSI Research

Stocks Recommendation



Source: Bloomberg, NHKSI Research

- 1. Sector : Property**
Top Pick(s) : BSDE (TP: 1100 - SL: 920)
CTRA (TP: 1100 - SL: 920)
- 2. Sector : Consumer Cyclical**
Top Pick(s) : MAPI (TP: 675 - SL: 615)
ACES (TP: 1600 - SL: 1400)
SCMA (TP:2400-SL:2100)
- 3. Sector : Energy**
Top Pick(s) : PTBA (TP: 2370 - SL: 2100)

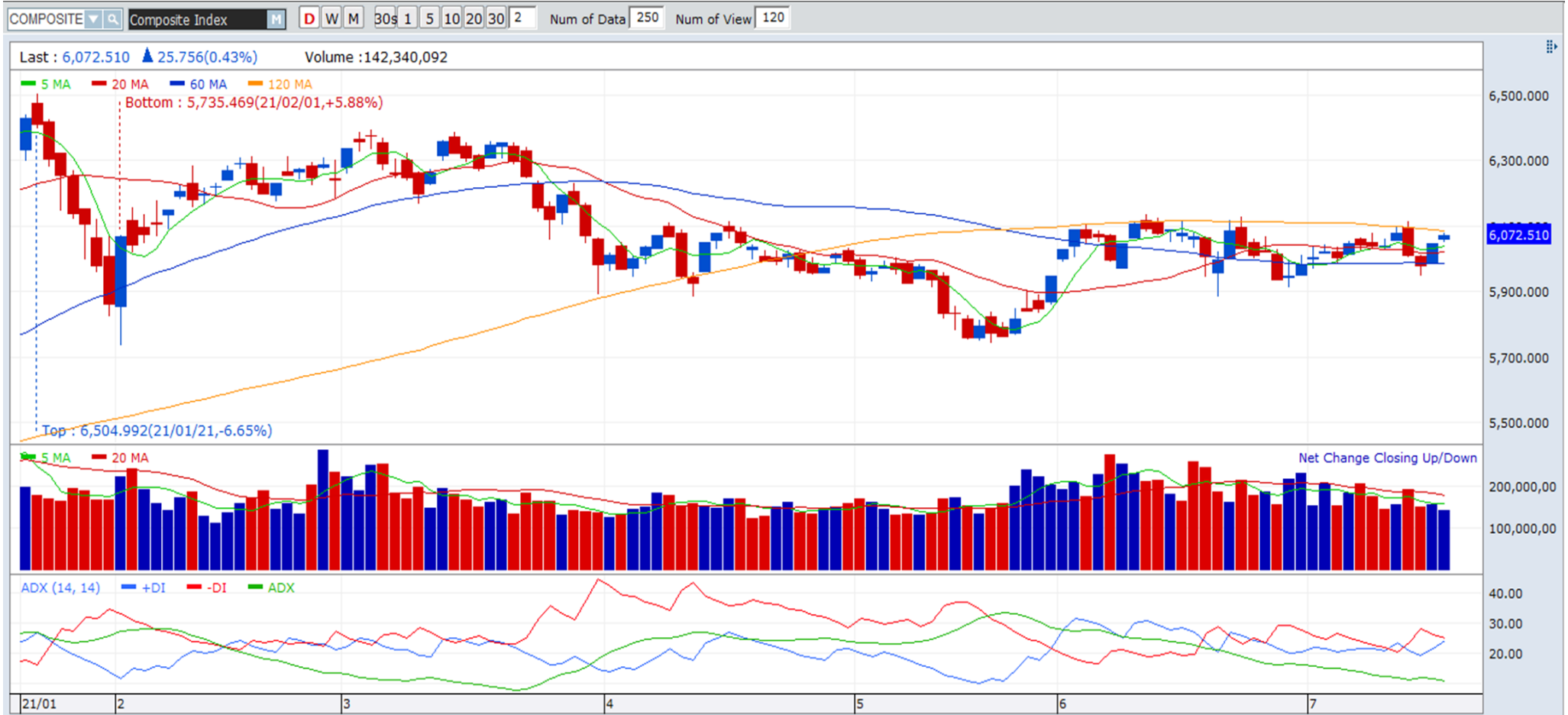
JCI Index

Support

5900

Resistance

6226



Source: NHKSI Research, Bloomberg

Economic Calendar

| Date | Country | Hour JKT | Event | Period | Consensus | Previous |
|---------------------------|---------|----------|-----------------------------------|--------|-----------|----------|
| Wednesday, 21-July | US | 18:00 | MBA Mortgage Applications | Jul | -- | 16.0% |
| Thursday, 22-July | ID | 14:20 | Bank Indonesia 7D Reverse Repo | Jul | 3.50% | 3.50% |
| | EC | 18:45 | ECB Marginal Lending Facility | Jul | 0.25% | 0.25% |
| | EC | 18:45 | ECB Deposit Facility Rate | Jul | -0.5% | -0.5% |
| | US | 19:30 | Initial Jobless Claims | Jul | -- | 360k |
| Friday, 23-July | UK | 13:00 | Retail Sales Ex Auto Fuel MoM | Jun | -- | -2.1% |
| | GE | 14:30 | Markit Germany Manufacturing PMI | Jul | 65 | 65.1 |
| | EC | 15:00 | Markit Eurozone Manufacturing PMI | Jul | 62.1 | 63.4 |
| | UK | 15:30 | Markit UK PMI Manufacturing SA | Jul | 62 | 63.9 |
| | US | 20:45 | Markit US Manufacturing PMI | Jul | 62.1 | 62.1 |

Source: Bloomberg, NHKSI Research

Corporate Action Calendar

| Date | Event | Company |
|---------------------------|-------|--|
| Monday, 19-July | RUPS | YELO; SSIA; MLPL |
| Tuesday, 20-July | | |
| Wednesday, 21-July | RUPS | YPAS; PNSE; MAYA; IATA; ELSA; BPII |
| Thursday, 22-July | RUPS | SOTS; SKRN; SKBN; RDTX; PURE; PEGE; INPP; HOTL; CMNP; BLTZ BBRI; BAPA; BAJA; ALTO |
| Friday, 23-July | RUPS | PBSA; MYOR; LPIN; GPRA; BCIC; AKPI |

Source: NHKSI Research

NHKSJ Stocks Coverage

| | 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 | | | | | | | 2,686.2 | | | | | | | |
| BBCA | 30,550 | 33,850 | 38,000 | Buy | 24.4 | (1.1) | 753.2 | 27.3x | 4.2x | 15.8 | 1.7 | (4.6) | 7.1 | 1.0 |
| BBRI | 3,840 | 4,170 | 5,100 | Buy | 32.8 | 22.3 | 473.6 | 27.1x | 2.5x | 9.4 | 2.6 | (4.2) | (15.9) | 1.3 |
| BBNI | 4,810 | 6,175 | 6,050 | Buy | 25.8 | 2.3 | 89.7 | 63.3x | 0.8x | 1.3 | 0.9 | (12.2) | (44.4) | 1.5 |
| BMRI | 5,875 | 6,325 | 7,900 | Buy | 34.5 | 11.4 | 274.2 | 18.1x | 1.5x | 8.5 | 3.7 | 0.8 | (25.1) | 1.3 |
| Consumer Non-Cyclicals | | | | | | | 1,074.5 | | | | | | | |
| GGRM | 40,200 | 41,000 | 34,200 | Underweight | (14.9) | (19.6) | 77.3 | 11.1x | 1.3x | 12.2 | N/A | 9.1 | (28.6) | 0.9 |
| ICBP | 8,575 | 9,575 | 11,300 | Buy | 31.8 | (10.4) | 100.0 | 15.8x | 3.2x | 21.6 | 2.5 | 25.7 | (12.4) | 0.7 |
| INDF | 6,625 | 6,850 | 8,000 | Buy | 20.8 | - | 58.2 | 8.6x | 1.3x | 16.1 | 4.2 | 27.2 | 23.1 | 0.8 |
| MYOR | 2,420 | 2,710 | 2,700 | Overweight | 11.6 | 9.0 | 54.1 | 27.7x | 4.6x | 17.4 | 1.2 | 36.4 | (11.9) | 0.8 |
| HMSP | 1,120 | 1,505 | 1,300 | Buy | 16.1 | (39.5) | 130.3 | 16.7x | 4.0x | 21.8 | 6.5 | (0.6) | (24.1) | 1.0 |
| UNVR | 5,150 | 7,350 | 5,500 | Overweight | 6.8 | (36.4) | 196.5 | 28.0x | 29.9x | 101.6 | 3.6 | (7.8) | (8.2) | 0.8 |
| CPIN | 6,400 | 6,525 | 6,675 | Hold | 4.3 | 3.6 | 104.9 | 24.0x | 4.2x | 18.7 | 1.3 | 23.8 | 61.8 | 1.3 |
| AALI | 7,725 | 12,325 | 12,000 | Buy | 55.3 | (13.9) | 14.9 | 23.8x | 0.8x | 3.3 | 2.5 | 5.0 | (56.2) | 1.4 |
| LSIP | 1,105 | 1,375 | 1,380 | Buy | 24.9 | 17.6 | 7.5 | 10.8x | 0.8x | 7.8 | 1.4 | (4.4) | 175.7 | 1.5 |
| Consumer Cyclicals | | | | | | | 313.3 | | | | | | | |
| ERAA | 580 | 440 | 800 | Buy | 37.9 | 110.9 | 9.3 | 11.8x | 1.6x | 14.9 | 2.4 | 39.0 | 165.6 | 1.3 |
| MAPI | 625 | 790 | 975 | Buy | 56.0 | (9.4) | 10.4 | N/A | 1.9x | (9.5) | N/A | (8.7) | 309.4 | 1.2 |
| ACES | 1,420 | 1,715 | 1,900 | Buy | 33.8 | (13.9) | 24.4 | 35.1x | 4.7x | 14.9 | 2.3 | (9.0) | (28.1) | 1.0 |
| SCMA | 2,140 | 2,290 | 2,050 | Hold | (4.2) | 76.1 | 31.6 | 24.9x | 7.5x | 26.6 | N/A | 7.6 | 23.9 | 1.2 |
| Healthcare | | | | | | | 256.3 | | | | | | | |
| KLBF | 1,390 | 1,480 | 1,750 | Buy | 25.9 | (6.4) | 65.2 | 23.4x | 3.6x | 16.0 | 4.0 | 3.8 | 7.1 | 0.9 |
| SIDO | 765 | 805 | 930 | Buy | 21.6 | 25.4 | 23.0 | 23.4x | 7.8x | 31.2 | 4.1 | 8.6 | 16.2 | 0.8 |
| MIKA | 2,730 | 2,730 | 3,250 | Buy | 19.0 | 17.7 | 38.9 | 40.7x | 7.4x | 19.8 | 1.3 | 37.6 | 57.1 | 0.3 |
| Infrastructure | | | | | | | 702.12 | | | | | | | |
| TLKM | 3,170 | 3,269 | 4,400 | Buy | 38.8 | 3.5 | 314.0 | 15.0x | 2.9x | 19.5 | 5.3 | (0.7) | 2.6 | 1.1 |
| ISAT | 6,075 | 5,050 | 6,400 | Overweight | 5.3 | 141.1 | 33.0 | 540.8x | 2.7x | 0.5 | N/A | 12.6 | N/A | 1.4 |
| JSMR | 3,690 | 4,630 | 5,100 | Buy | 38.2 | (15.9) | 26.8 | 357.2x | 1.4x | 0.4 | 0.4 | (16.4) | (72.5) | 1.3 |
| EXCL | 2,490 | 2,730 | 3,150 | Buy | 26.5 | (13.2) | 26.7 | N/A | 1.4x | (4.1) | 1.3 | (3.8) | (78.9) | 1.2 |
| TOWR | 1,360 | 960 | 1,520 | Overweight | 11.8 | 27.7 | 69.4 | 21.9x | 6.2x | 30.8 | 2.1 | 7.5 | 60.0 | 0.9 |
| TBIG | 3,280 | 1,630 | 3,200 | Hold | (2.4) | 194.2 | 74.3 | 65.8x | 7.7x | 15.2 | 1.0 | 12.7 | 11.1 | 0.8 |
| WIKA | 980 | 1,985 | 1,390 | Buy | 41.8 | (22.5) | 8.8 | 53.3x | 0.6x | 1.2 | 5.2 | (6.5) | (21.2) | 1.8 |
| PTPP | 850 | 1,865 | 1,220 | Buy | 43.5 | (14.6) | 5.3 | 34.5x | 0.5x | 1.4 | N/A | (16.7) | 50.0 | 1.8 |

Source : Bloomberg, NHKSJ Research

NH KSI Stocks Coverage

| | 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 |
|-----------------------------------|------------|------------------------|---------------|------------|----------------------|-------------------|---------------------|-------------------|--------------|----------------------|------------------------|----------------------|--------------------|-----------|
| Property & Real Estate | | | | | | | 247.9 | | | | | | | |
| CTRA | 940 | 985 | 1,320 | Buy | 40.4 | 43.5 | 17.4 | 12.6x | 1.1x | 9.2 | 0.9 | 22.6 | 30.0 | 1.4 |
| BSDE | 950 | 1,225 | 1,450 | Buy | 52.6 | 26.7 | 20.1 | 34.9x | 0.7x | 2.1 | N/A | 11.6 | 104.6 | 1.4 |
| PWON | 410 | 510 | 585 | Buy | 42.7 | (4.2) | 19.7 | 18.0x | 1.3x | 7.7 | N/A | (32.4) | 253.2 | 1.5 |
| Energy | | | | | | | 342.7 | | | | | | | |
| PGAS | 1,010 | 1,655 | 2,030 | Buy | 101.0 | (12.9) | 24.5 | N/A | 0.7x | (10.3) | N/A | (16.1) | 28.9 | 1.7 |
| PTBA | 2,130 | 2,810 | 2,250 | Overweight | 5.6 | 0.5 | 24.5 | 12.0x | 1.4x | 10.7 | 3.5 | (22.0) | (44.4) | 1.1 |
| ITMG | 15,250 | 13,850 | 16,250 | Overweight | 6.6 | 98.7 | 17.2 | 17.0x | 1.3x | 7.5 | 3.1 | (22.3) | 300.0 | 1.2 |
| ADRO | 1,240 | 1,430 | 1,580 | Buy | 27.4 | 11.7 | 39.7 | 22.8x | 0.7x | 3.2 | 8.9 | (7.8) | (27.0) | 1.4 |
| Industrial | | | | | | | 334.3 | | | | | | | |
| UNTR | 19,300 | 26,600 | 25,500 | Buy | 32.1 | 5.3 | 72.0 | 11.9x | 1.1x | 9.5 | 3.3 | (2.3) | 2.2 | 0.9 |
| ASII | 4,880 | 6,025 | 6,000 | Buy | 23.0 | (7.0) | 197.6 | 13.1x | 1.2x | 9.6 | 2.3 | (4.3) | (22.7) | 1.2 |
| Basic Ind. | | | | | | | 769.6 | | | | | | | |
| SMGR | 8,850 | 12,425 | 12,275 | Buy | 38.7 | (5.9) | 52.5 | 18.8x | 1.6x | 8.4 | 2.1 | (5.9) | 1.3 | 1.3 |
| INTP | 10,700 | 14,475 | 15,600 | Buy | 45.8 | (10.6) | 39.4 | 22.4x | 1.7x | 7.6 | 6.8 | 2.2 | (12.3) | 1.2 |
| INCO | 5,350 | 5,100 | 5,500 | Hold | 2.8 | 67.7 | 53.2 | 42.0x | 1.8x | 4.4 | 0.9 | 18.3 | 17.2 | 1.6 |
| ANTM | 2,620 | 1,935 | 3,270 | Buy | 24.8 | 303.1 | 63.0 | 30.5x | 3.2x | 10.9 | 0.6 | 77.0 | N/A | 1.8 |

Source : Bloomberg, NH KSI Research

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