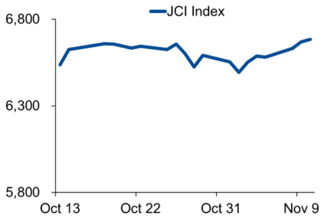
Morning Brief

NH KORINDO SEKURITAS INDONESIA

Daily | 11 Nov, 2021

JCI Movement



Today's Outlook:

Wall Street continued declining on closing (10/11); led by Nasdaq that fell 1.66%. The release of US CPI data showed an inflation rate of 0.9% in October or 6.2% yoy. A fairly rapid rise in inflation has raised expectations that the Federal Reserve will accelerate interest rate hikes in 2022.

Domestically, JCI continued the rally by 0.2%; although it closed still slightly below the all-time high level. The strengthening was supported by foreign investors' net buy amounting to IDR 286 billion. For today, the movement of the benchmark index is expected to be in the range of 6,650 - 6,750.

Company News

TBLA	: Moody's Reviews Debt Ratings
MAPI	: Cuts Net Loss to IDR 114.8 Billion
NICL	: Aims to Produce 1.5 Mn Metric Ton Next Year

Domestic & Global News

Bali Economy Books a Minus, DKI Declines in Q3

China's Inflation Data Surges

Sectors

	Last	Chg.	%
Industrial	1084.33	15.15	1.42%
Technology	9595.45	67.32	0.71%
Energy	1029.61	7.18	0.70%
Transportation & Logistic	1319.73	-8.86	0.68%
Infrastructure	996.34	4.82	0.49%
Consumer Cyclicals	878.62	2.56	0.29%
Finance	1567.72	3.25	0.21%
Basic Material	1222.47	-1.16	-0.09%
Healthcare	1417.30	-3.99	-0.28%
Property	866.48	-4.29	-0.49%
Consumer Non-Cyclicals	687.53	-3.76	-0.54%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	3.50%	3.50%	Real GDP	3.51%	7.07%
FX Reserve (USD bn)	145.46	146.90	Current Acc (USD bn)	(2.20)	(1.06)
Trd Balance (USD bn)	4.37	4.74	Govt. Spending Yoy	0.66%	8.03%
Exports Yoy	47.64%	64.10%	FDI (USD bn)	6.61	4.95
Imports Yoy	40.31%	55.26%	Business Confidence	104.82	105.33
Inflation Yoy	1.66%	1.60%	Cons. Confidence*	113.40	95.50

JCI Index

Nov 10	6,683.14
Chg.	+13.22pts (+0.20%)
Volume (bn shares)	189.00
Value (IDR tn)	11.30

Adv. 229 Dec. 272 Unc. 237 Untr. 70

Most Active Stocks (IDR bn)

by Value

Stocks	Val.	Stocks	Val.
ASII	639.6	BBRI	294.4
BMRI	547.3	TBIG	260.8
BUKA	430.8	MDKA	251.3
BBCA	361.7	CARE	200.3
ARTO	339.8	TLKM	198.1

Foreign Transaction (IDR bn)

Buy	3,248
Sell	2,962
Net Buy (Sell)	286

Top Buy	NB Val.	Top Sell	NS Val.
ASII	252.4	UNTR	59.9
BMRI	137.1	INDF	35.8
BBCA	106.0	BBRI	31.7
BUKA	90.9	CPIN	28.3
KLBF	58.4	JPFA	26.4

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.02%	-0.01%
USDIDR	14,253	0.07%
KRWIDR	12.07	-0.29%

Global Indices

Index	Last	Chg.	%
Dow Jones	36,079.94	(240.04)	-0.66%
S&P 500	4,646.71	(38.54)	-0.82%
FTSE 100	7,340.15	66.11	0.91%
DAX	16,067.83	27.36	0.17%
Nikkei	29,106.78	(178.68)	-0.61%
Hang Seng	24,996.14	183.01	0.74%
Shanghai	3,492.46	(14.54)	-0.42%
KOSPI	2,930.17	(32.29)	-1.09%
EIDO	23.78	(0.05)	-0.21%

Commodities

Commodity	Last	Chg.	%
Gold ($/troy oz.)	1,849.6	17.7	0.97%
Crude Oil ($/bbl)	81.34	(2.81)	-3.34%
Coal ($/ton)	149.95	(9.25)	-5.81%
Nickel LME ($/MT)	19,434	293.0	1.53%
Tin LME ($/MT)	37,060	608.0	1.67%
CPO (MYR/Ton)	4,920	128.0	2.67%

TBLA : Moody's Reviews Debt Ratings

Moody's Investors Service is currently reviewing PT Tunas Baru Lampung Tbk's (TBLA) B1 corporate family rating (CFR) for a downgrade. Likewise with the B1 rating for senior unsecured notes issued by its subsidiary, TBLA International Pte. Ltd. Moody's stated that a rating downgrade is possible if TBLA fails to refinance large bonds maturing in 1Q23, at least 12 months before their scheduled maturity. (Kontan)

NICL : Aims to Produce 1.5 Mn Metric Ton Next Year

PT PAM Mineral Tbk (NICL) took advantage of the high demand for nickel by increasing its production target for next year. NICL targets next year's production to reach 1.5 million metric tons, or an increase of 25% compared to this year's target of 1.3 million metric tons. NICL's production comes from two entities, the production of around 600,000 metric tons is from NICL's mining activities. Meanwhile, the company's management targets a production of around 800,000 metric tons from Indrabakti Mustika. (Kontan)

MAPI : Cuts Net Loss to IDR 114.8 Billion

PT Mitra Adiperkasa Tbk (MAPI) announced that from January-September 2021, the company recorded a revenue growth of 18.3% YoY to IDR 12.1 trillion. Along with that, MAPI managed to cut its net loss by 82.92% to IDR 114.8 billion as of 3Q21. MAPI said the September relaxation of the Community Activity Restrictions (PPKM), coupled with a sharp rise in eCommerce sales, prompted a strong recovery especially in the last few weeks of the quarter. (Kontan)

Domestic & Global News

Bali Economy Books a Minus, DKI Declines in Q3

Indonesia's economy in the third quarter of 2021 is still able to grow positively by 3.51%. However, when it comes to the regions, only Bali and West Papua experienced economic contraction. Data from Indonesia Statistics (BPS) shows that Bali's economy fell to -2.91%, whereas in the second quarter it was able to grow 2.88%. Meanwhile, West Papua recorded -1.76% and -2.39% in the previous quarter. However, Jakarta experienced a drastic decline to 2.43% from 10.9% in the second quarter. (CNBC)

China's Inflation Data Surges

China's inflation on October increases above expectation. Based on National Bureau of Statistics, inflation on October increases 13.5% compared to 10.7% on the previous month. This increase is above the consensus estimates which is 12.3%. This indicates that producer price might pass on the cost burden to consumers. (Bloomberg)

NHKSI Stock 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							3,269.6							
BBCA	7,650	6,770	8,375	Overweight	9.5	17.0	943.1	31.1x	4.8x	16.1	1.4	0.6	15.7	1.1
BBRI	4,250	4,068	N/A	*Under Review*		5.7	642.9	22.6x	2.3x	10.1	2.3	8.3	37.3	1.3
BBNI	7,075	6,175	9,000	Buy	27.2	29.2	131.9	19.6x	1.1x	5.8	0.6	(6.8)	79.8	1.5
BMRI	7,150	6,325	7,450	Hold	4.2	12.2	333.7	14.9x	1.7x	11.7	3.1	10.7	37.1	1.3
Consumer Non-Cyclicals							1,044.7							
ICBP	8,900	9,575	11,300	Buy	27.0	(7.3)	103.8	16.1x	3.2x	20.9	2.4	22.4	(4.8)	0.7
INDF	6,275	6,850	8,000	Buy	27.5	(11.0)	55.1	7.8x	1.2x	16.3	4.4	20.1	20.7	0.9
MYOR	2,390	2,710	2,700	Overweight	13.0	(1.6)	53.4	36.0x	4.9x	13.9	2.2	13.1	(37.1)	0.8
CPIN	6,100	6,525	6,675	Overweight	9.4	(9.0)	100.0	19.9x	3.8x	20.6	1.8	28.8	73.0	1.2
AALI	10,875	12,325	12,000	Overweight	10.3	1.2	20.9	12.2x	1.0x	8.8	2.3	35.2	152.2	1.4
LSIP	1,400	1,375	1,380	Hold	(1.4)	35.3	9.6	8.6x	1.0x	12.0	1.4	39.0	461.5	1.5
Consumer Cyclicals							359.0							
ERAA	640	440	850	Buy	32.8	77.8	10.2	9.7x	1.8x	19.9	2.2	47.6	386.1	1.2
MAPI	870	790	825	Underweight	(5.2)	16.8	14.4	N/A	2.7x	(0.6)	N/A	18.3	86.5	1.2
ACES	1,445	1,715	1,600	Overweight	10.7	(15.7)	24.8	47.0x	5.0x	10.7	2.2	(14.3)	(39.1)	1.0
Healthcare							255.0							
KLBF	1,625	1,480	1,750	Overweight	7.7	10.5	76.2	25.4x	4.1x	16.8	3.4	11.7	12.9	0.9
SIDO	910	799	1,030	Overweight	13.2	10.5	27.5	23.5x	8.8x	36.4	3.7	23.0	36.1	0.7
MIKA	2,210	2,730	2,750	Buy	24.4	(3.9)	31.5	26.3x	6.1x	24.8	1.6	47.1	67.6	0.3
Infrastructure							780.78							
TLKM	3,700	3,269	4,400	Buy	18.9	21.6	366.5	16.5x	3.7x	22.9	4.5	3.9	13.3	1.1
ISAT	7,000	5,050	6,400	Underweight	(8.6)	221.1	38.0	6.9x	2.1x	36.9	N/A	12.0	N/A	1.4
JSMR	4,160	4,630	5,100	Buy	22.6	1.0	30.2	27.6x	1.5x	5.7	N/A	0.8	375.6	1.3
EXCL	3,030	2,730	3,150	Hold	4.0	29.5	32.5	N/A	1.6x	(3.4)	1.0	0.7	(51.0)	1.1
TOWR	1,180	960	1,520	Buy	28.8	20.4	60.2	18.2x	5.6x	32.6	2.4	7.8	30.8	0.8
TBIG	2,900	1,630	3,240	Overweight	11.7	111.7	65.7	52.0x	7.1x	16.1	1.1	15.3	29.9	0.7
WIKA	1,330	1,985	1,410	Overweight	6.0	(4.3)	11.9	631.9x	0.9x	0.1	N/A	(5.1)	(66.7)	1.8
PTPP	1,270	1,865	1,380	Overweight	8.7	24.5	7.9	34.1x	0.7x	2.1	N/A	10.8	200.0	1.8
Property & Real Estate							273.9							
CTRA	1,115	985	1,320	Buy	18.4	24.6	20.7	12.7x	1.3x	10.7	0.8	43.4	188.9	1.4
BSDE	1,135	1,225	1,345	Buy	18.5	9.7	24.0	22.7x	0.8x	3.5	N/A	39.2	N/A	1.4
PWON	520	510	585	Overweight	12.5	14.5	25.0	27.5x	1.7x	6.2	N/A	24.6	(3.7)	1.5
Energy							499.5							
PGAS	1,515	1,655	2,030	Buy	34.0	25.7	36.7	N/A	1.0x	(1.3)	N/A	4.8	437.1	1.8
PTBA	2,680	2,810	3,420	Buy	27.6	29.5	30.9	5.5x	1.5x	29.2	2.8	50.8	174.8	1.1
ITMG	22,275	13,850	16,250	Sell	(27.0)	161.3	25.2	13.2x	1.9x	14.3	6.2	3.6	266.7	1.2
ADRO	1,690	1,430	1,840	Overweight	8.9	40.2	54.1	23.4x	1.0x	4.3	3.9	14.7	9.5	1.4
Industrial							407.8							
UNTR	22,550	26,600	25,500	Overweight	13.1	5.1	84.1	9.9x	1.3x	13.4	3.6	24.4	46.5	0.9
ASII	6,175	6,025	6,000	Hold	(2.8)	2.9	250.0	14.6x	1.5x	10.6	2.1	28.4	6.6	1.2
Basic Ind.							838.8							
SMGR	9,575	12,425	12,275	Buy	28.2	(14.5)	56.8	21.5x	1.6x	7.8	2.0	(1.1)	(10.0)	1.3
INTP	12,550	14,475	14,225	Overweight	13.3	(14.5)	46.2	24.3x	2.1x	8.6	5.8	4.5	8.2	1.2
INCO	4,840	5,100	5,500	Overweight	13.6	8.3	48.1	26.0x	1.6x	6.3	1.0	20.2	55.0	1.6
ANTM	2,340	1,935	3,270	Buy	39.7	95.8	56.2	25.3x	2.8x	11.7	0.7	87.0	N/A	1.8

*** Target Price**

Source: Bloomberg, NHKSI Research

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Friday	ID	10:00	Foreign Reserves	Oct.	$145.46Bn	—	$146.90Bn
5 - Nov.	ID	11:00	GDP YoY	Oct.	3.51%	3.88%	7.07%
	ID	11:00	GDP QoQ	Oct.	1.55%	1.90%	3.31%
	US	19:30	Unemployment Rate	Oct.	4.6%	4.7%	4.8%
Monday	ID	—	Consumer Confidence Index	Oct.	113.4	—	95.5
8 - Nov.	—	—	—	—	—	—	—
Tuesday	GE	17:00	ZEW Survey Expectations	Nov.	31.7	20.00	22.3
9 - Nov.	GE	17:00	ZEW Survey Current Situations	Nov.	12.5	18.3	21.6
	US	20:30	PPI Final Demand MoM	Oct.	0.6%	0.6%	0.5%
Wednesday	CH	08:30	CPI YoY	Oct.	1.5%	1.4%	0.7%
10 - Nov.	US	19:00	MBA Mortgage Applications	Nov.	5.5%	—	-3.3%
	US	20:30	CPI MoM	Oct.	0.9%	0.6%	0.4%
	US	20:30	Initial Jobless Claims	Nov.	267k	260k	269k
Thursday	UK	14:00	GDP QoQ	3Q21		1.5%	5.5%
11 - Nov.	UK	14:00	GDP YoY	3Q21		6.8%	23.6%
	UK	14:00	Industrial Production MoM	Sept.		0.2%	0.8%
	UK	14:00	Manufacturing Production MoM	Sept.		0.2%	0.5%
Friday	US	22:00	U. Of Mich. Sentiment	Nov.		72.5	71.7
12 - Nov.	—	—	—	—	—	—	—

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	TPIA
8 - Nov.	Cum Dividend	—
Tuesday	RUPS	PALM
9 - Nov.	Cum Dividend	XISC, XIIT, SMSM, SMAR, R-LQ45X
Wednesday	RUPS	DADA
10 - Nov.	Cum Dividend	LPPF, ITMG, AMOR
Thursday	RUPS	—
11 - Nov.	Cum Dividend	PNGO
Friday	RUPS	TGRA, AMAR
12 - Nov.	Cum Dividend	—

Source: Bloomberg

JAKARTA COMPOSITE INDEX

PREVIOUS 10 NOVEMBER 2021

INDEX 6683.14 (+0.20%)

TRANSACTIONS 11.30 TRILLION

NETT FOREIGN 286 BILLION (SELL)

PREDICTION 11 NOVEMBER 2021

UPWARD

6650-6750

THREE WHITE SOLDIERS

MACD NEGATIF MENGECIL

STOCHASTIC OVERBOUGTH

IMJS—PT INDOMOBIL MULTI JASA TBK

PREVIOUS 10 NOVEMBER 2021

CLOSING 510 (+5.81%)

PREDICTIONS 11 NOVEMBER 2021

BUY

TARGET PRICE 610

STOPLOSS 490

BULL FLAG

MACD POSITIF

STOCHASTIC GOLDEN CROSS

ISAT—PT INDOSAT TBK

PREVIOUS 10 NOVEMBER 2021

CLOSING 7000 (-1.06%)

PREDICTIONS 11 NOVEMBER 2021

BUY

TARGET PRICE 7500

STOPLOSS 6950

BUBOTTOM FISHINHG AREA

MACD POSITIF

STOCHASTIC OVERSOLD

TBIG—PT TOWER BERSAMA INFRASTRUCTURE TBK

PREVIOUS 10 NOVEMBER 2021

CLOSING 2900 (+3.94%)

PREDICTIONS 11 NOVEMBER 2021

BUY

TARGET PRICE 3000

STOPLOSS 2870

LONG WHITE CANDLE

MACD POSITIF

STOCHASTIC UPTREND

AKRA—PT AKR CORPORINDO TBK

PREVIOUS 10 NOVEMBER 2021

CLOSING 4410 (+1.61%)

PREDICTIONS 11 NOVEMBER 2021

BUY

TARGET PRICE 4550

STOPLOSS 4380

THREE WHITE SOLDIERS

MACD NEGATIF MENGECIL

STOCHASTIC UPTREND

BUKA—PT BUKALAPAK.COM TBK

PREVIOUS 10 NOVEMBER 2021

CLOSING 750 (+6.38%)

PREDICTIONS 11 NOVEMBER 2021

ACCUM BUY

TARGET PRICE 900

STOPLOSS 740

THREE WHITE SOLDIERS

MACD POSITIF

STOCHASTIC UPTREND

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