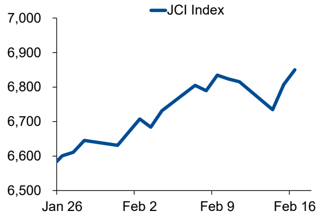
Morning Brief

NH KORINDO SEKURITAS INDONESIA

Daily | Feb 17, 2022

JCI Movement



Today's Outlook:

US stock markets closed mixed on (16/02); with the S&P 500 slightly higher, while Dow Jones and Nasdaq fell. The release of the Federal Reserve's meeting minutes gave no indication of plans for a more aggressive interest rate hike than expected. Meanwhile, US retail sales data rose 3.8% in January, exceeding consensus expectations of 2.1%.

Domestically, the JCI managed to record a new closing high with an increase of 0.63% to 6,850 yesterday. The cyclical consumer sector led with a gain of 3.51%; while foreign investors recorded another net buy of IDR 968 billion. For today, the benchmark index still has a chance to strengthen, limited to a higher range in the area of 6.800 - 6.900.

Company News

HRUM : Intensively Diversifies the Nickel Segment

AALI : Prepares Funds for Replanting

ASII : Records Sales of 44,308 Cars

Domestic & Global News

Indonesia Govt Sets 5.3%-5.9% GDP Growth

ECB Warns about Vulnerable Property Market

Sectors

	Last	Chg.	%
Consumer Cyclicals	964.77	32.73	3.51%
Infrastructure	958.72	17.83	1.90%
Property	735.14	9.45	1.30%
Finance	1,614.52	14.11	0.88%
Basic Material	1,272.63	9.46	0.75%
Transportation & Logistic	1,899.78	7.91	0.42%
Healthcare	1,411.48	4.09	0.29%
Consumer Non-Cyclicals	657.18	-0.19	-0.03%
Energy	1,301.88	-2.04	-0.16%
Industrial	1,053.06	-5.16	-0.49%
Technology	7,870.83	-38.84	-0.49%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	3.50%	3.50%	Real GDP	5.02%	3.51%
FX Reserve (USD bn)	141.30	144.90	Current Acc (USD bn)	4.50	(1.97)
Trd Balance (USD bn)	0.93	1.02	Govt. Spending Yoy	5.25%	0.62%
Exports Yoy	25.31%	35.30%	FDI (USD bn)	4.77	6.52
Imports Yoy	36.77%	47.93%	Business Confidence	104.82	105.33
Inflation Yoy	2.18%	1.87%	Cons. Confidence*	119.60	118.30

JCI Index

Feb 16	6,850.20
Chg.	42.70 pts (+0.63%)
Volume (bn shares)	25.14
Value (IDR tn)	12.05

Up 327 Down 193 Unchanged 224

Most Active Stocks (IDR bn)

by Value

Stocks	Val.	Stocks	Val.
ARTO	679.0	BMRI	292.5
BBCA	608.9	ASII	258.7
TLKM	397.9	MDKA	231.5
BBRI	397.1	BEBS	204.3
BBNI	369.9	BRMS	187.7

Foreign Transaction (IDR bn)

Buy	4,231
Sell	3,263
Net Buy (Sell)	968

Top Buy	NB Val.	Top Sell	NS Val.
BBCA	220.4	ADRO	29.8
BBNI	160.0	ERAA	23.0
TLKM	90.6	BEBS	7.9
ARTO	54.5	EMTK	5.8
ASII	40.6	AVIA	5.3

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.52%	0.01%
USDIDR	14,258	-0.31%
KRWIDR	11.90	-0.12%

Global Indices

Index	Last	Chg.	%
Dow Jones	34,934.27	(54.57)	-0.16%
S&P 500	4,475.01	3.94	0.09%
FTSE 100	7,603.78	(5.14)	-0.07%
DAX	15,370.30	(42.41)	-0.28%
Nikkei	27,460.40	595.21	2.22%
Hang Seng	24,718.90	363.19	1.49%
Shanghai	3,465.83	19.74	0.57%
Kospi	2,729.68	53.14	1.99%
EIDO	24.29	0.00	0.00%

Commodities

Commodity	Last	Chg.	%
Gold ($/troy oz.)	1,868.5	14.9	0.80%
Crude Oil ($/bbl)	90.24	(1.83)	-1.99%
Coal ($/ton)	235.50	(3.50)	-1.46%
Nickel LME ($/MT)	23,966	674.50	2.90%
Tin LME ($/MT)	43,408	141.00	0.33%
CPO (MYR/Ton)	5,433	(41.0)	-0.75%

Company News

HRUM : Intensively Diversifies the Nickel Segment

PT Harum Energy Tbk (HRUM) is actively diversifying its business into the nickel segment. HRUM has recorded several acquisitions of shares in nickel producers and processors. As part of its business strategy, HRUM will continue to explore opportunities for expansion in the nickel business, both in terms of resources and processing capacity. (Kontan)

AALI : Prepares Funds for Replanting

PT Astra Agro Lestari Tbk (AALI) has allocated a capital expenditure of around IDR 1 trillion - IDR 1.5 trillion for 2022. These funds will be used for the rejuvenation of several operational equipment and will also be used for replanting. (Kontan)

ASII : Records Sales of 44,308 Cars

PT Astra International Tbk (ASII) recorded that 44,308 car unit sold at the beginning of 2022 or lower than the previous month which recorded 51,414 units. The highest sales were booked by the Toyota and Lexus brands which reached 22,886 units. While the lowest is Peugeot with 50 units. (Emiten News)

Domestic & Global News

Indonesia Govt Sets 5.3%-5.9% GDP Growth

Indonesia expects its economy to grow between 5.3% to 5.9% next year, above 2022's 5.2% growth target, even as it gradually withdraws pandemic-era fiscal support and reinstates strict fiscal rules, the finance minister said on Wednesday. The government will use this growth assumption to set 2023 spending plans, adding that the budget will be designed with a deficit of under 3% of gross domestic product. (Reuters)

ECB Warns about Vulnerable Property Market

The property market is a "key vulnerability" for euro zone banks as the rise of remote working since the pandemic dents demand for offices and households take on more debt to buy expensive homes, the European Central Bank said on Wednesday. Central bankers have been ringing alarm bells about the euro zone's booming property market that has a decade of ultra-low interest rates and light-touch prudential regulation have helped create. (Reuters)

NHKSI Stock Coverage

NH KORINDO SEKURITAS INDONESIA

	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							3,404.7							
BBCA	7,975	7,300	8,375	Overweight	5.0	15.6	983.1	31.3x	4.8x	16.2	1.4	1.7	15.9	1.1
BBRI	4,420	4,110	4,800	Overweight	8.6	(2.1)	669.9	18.0x	2.3x	12.8	2.2	27.6	72.9	1.3
BBNI	7,950	6,750	9,000	Overweight	13.2	29.3	148.3	13.6x	1.2x	9.3	0.6	(7.4)	232.8	1.5
BMRI	7,850	7,025	8,600	Overweight	9.6	23.6	366.3	13.1x	1.8x	14.2	2.8	3.3	66.9	1.3
Consumer Non-Cyclicals							1,027.8							
ICBP	8,500	8,700	11,300	Buy	32.9	(3.7)	99.1	13.1x	3.1x	25.8	2.5	25.7	25.3	0.7
UNVR	3,870	4,110	5,800	Buy	49.9	(45.5)	147.6	25.6x	34.2x	124.4	4.3	(8.0)	(19.7)	0.9
GGRM	31,000	30,600	34,200	Overweight	10.3	(18.7)	59.6	9.7x	1.0x	10.7	8.4	10.4	(26.8)	0.9
HMSP	985	965	1,000	Hold	1.5	(28.4)	114.6	15.9x	4.2x	25.8	7.4	7.0	(18.6)	1.0
CPIN	5,800	5,950	6,350	Overweight	9.5	(6.5)	95.1	22.4x	3.9x	18.4	1.9	23.7	19.0	1.2
AALI	11,000	9,500	12,000	Overweight	9.1	(0.2)	21.2	12.3x	1.1x	8.8	2.3	35.2	152.2	1.4
Consumer Cyclicals							418.9							
ERAA	555	600	850	Buy	53.2	(0.2)	8.9	8.6x	1.5x	18.9	2.5	34.6	141.9	1.1
MAPI	805	710	1,100	Buy	36.6	9.5	13.4	N/A	2.5x	(0.6)	N/A	18.3	86.5	1.2
Healthcare							253.6							
KLBF	1,620	1,615	1,750	Overweight	8.0	6.9	75.9	25.4x	4.1x	16.8	1.7	11.7	12.9	0.9
SIDO	945	865	1,060	Overweight	12.2	22.9	28.6	22.4x	8.2x	37.7	3.6	20.6	35.8	0.8
MIKA	2,260	2,260	2,750	Buy	21.7	(26.9)	32.2	26.9x	6.2x	24.8	1.6	47.1	67.6	0.3
Infrastructure							913.77							
TLKM	4,400	4,040	4,940	Overweight	12.3	41.4	435.9	19.0x	4.2x	22.3	3.8	6.1	13.1	1.1
JSMR	3,420	3,890	5,100	Buy	49.1	(22.6)	24.8	22.7x	1.3x	5.7	N/A	0.8	375.6	1.3
EXCL	2,980	3,170	3,150	Overweight	5.7	38.0	32.0	N/A	1.6x	(3.4)	1.1	0.7	(51.0)	1.1
TOWR	1,040	1,125	1,520	Buy	46.2	(1.9)	53.1	14.8x	4.5x	33.2	2.7	9.2	36.8	0.8
TBIG	2,910	2,950	3,240	Overweight	11.3	36.0	65.9	45.4x	6.9x	17.8	1.1	15.9	44.6	0.7
WIKA	1,125	1,105	1,280	Overweight	13.8	(40.3)	10.1	41.9x	0.7x	1.8	N/A	12.2	108.9	1.8
PTPP	1,020	990	1,700	Buy	66.7	(40.4)	6.3	27.4x	0.6x	2.1	N/A	10.8	200.0	1.8
Property & Real Estate							230.4							
CTRA	975	970	1,400	Buy	43.6	(10.1)	18.1	8.6x	1.1x	13.6	0.9	56.8	323.1	1.5
PWON	454	464	690	Buy	52.0	(16.7)	21.9	20.8x	1.4x	7.1	N/A	24.3	20.2	1.5
Energy							644.0							
PGAS	1,450	1,375	1,770	Buy	22.1	(1.0)	35.2	N/A	1.0x	(1.3)	N/A	4.8	437.1	1.7
PTBA	2,900	2,710	3,420	Buy	17.9	13.3	33.4	6.0x	1.6x	29.2	2.6	50.8	174.8	1.1
ADRO	2,240	2,250	1,840	Sell	(17.9)	89.8	71.6	10.9x	1.2x	11.9	10.1	31.4	284.8	1.3
Industrial							383.7							
UNTR	23,800	22,150	25,500	Overweight	7.1	4.2	88.8	10.5x	1.3x	13.4	3.4	24.4	46.5	0.9
ASII	5,475	5,700	6,650	Buy	21.5	(5.6)	221.6	13.0x	1.3x	10.6	2.4	28.4	6.6	1.2
Basic Ind.							952.9							
SMGR	7,400	7,250	9,500	Buy	28.4	(32.6)	43.9	16.6x	1.3x	7.8	2.5	(1.1)	(10.0)	1.2
INTP	10,975	12,100	14,225	Buy	29.6	(18.2)	40.4	21.3x	1.9x	8.6	4.6	4.5	8.2	1.2
INCO	4,730	4,680	5,500	Buy	16.3	(22.1)	47.0	25.5x	1.6x	6.3	1.0	20.2	55.0	1.6
ANTM	1,880	2,250	2,860	Buy	52.1	(31.6)	45.2	22.3x	2.2x	10.3	0.9	46.8	104.7	1.8

*** Target Price**

Source: Bloomberg, NHKSI Research

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Friday	ID	10:09	Consumer Confidence Index	Jan.	119.6	—	118.3
11 - Feb.	UK	14:00	GDP QoQ	4Q21	1.0%	1.1%	1.0%
	UK	14:00	Industrial Production MoM	Dec.	0.3%	0.1%	0.7%
	US	22:00	U. of Mich. Sentiment	Feb.	61.7	67.0	67.2
Monday	—	—	—	—	—	—	—
14 - Feb.	—	—	—	—	—	—	—
Tuesday	ID	11:00	Trade Balance	Jan.	USD930Mn	USD199Mn	USD1,020Mn
15 - Feb.	ID	11:00	Exports YoY	Jan.	25.31%	33.72%	35.30%
	ID	11:00	Imports YoY	Jan.	36.77%	52.88%	47.93%
	US	20:30	PPI Final Demad MoM	Jan.	1.0%	0.5%	0.2%
Wednesday	CH	08:30	PPI YoY	Jan.	9.1%	9.5%	10.3%
16 - Feb.	US	19:00	MBA Mortgage Applications	Feb.	-5.4%	--	-8.1%
	US	20:30	Retail Sales Advance MoM	Jan.	3.8%	2.0%	-2.5%
	US	21:15	Industrial Production MoM	Jan.	1.4%	0.5%	-0.1%
Thursday	US	02:00	FOMC Meeting Minutes	Jan.		--	--
17 - Feb.	US	20:30	Building Permits	Jan.		1,747k	1,873k
	US	20:30	Housing Starts	Jan.		1,700k	1,702k
	US	20:30	Initial Jobless Claims	Feb.		--	223k
Friday	ID	10:00	BoP Current Account Balance	4Q21		--	USD4,500Mn
18 - Feb.	US	22:00	Existing Home Sales	Jan.		6.10Mn	6.18Mn
	US	22:00	Existing Home Sales	Jan.		-1.3%	-4.6%
	US	22:00	Leading Index	Jan.		0.2%	0.8%

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	JMAS
14 - Feb.	Cum Dividend	—
Tuesday	RUPS	—
15 - Feb.	Cum Dividend	—
Wednesday	RUPS	DSSA, BUKA
16 - Feb.	Cum Dividend	—
Thursday	RUPS	TNCA, PSDN, CMNP
17 - Feb.	Cum Dividend	—
Friday	RUPS	SMCB
18 - Feb.	Cum Dividend	—

Source: Bloomberg

JAKARTA COMPOSITE INDEX

PREVIOUS 16 FEBRUARI 2022

INDEX	**6850.20 (+0.63%)**
TRANSACTIONS	**12.05 TRILLION**
NETT FOREIGN	**968 BILLION (BUY)**

PREDICTION 17 FEBRUARI 2022

UPWARD

6800-6900

TWO WHITE SOLDIERS

MACD POSITIF

STOCHASTIC GOLDEN CROSS

IPPE—PT INDO PURECO PRATAMA TBK

PREVIOUS 16 FEBARUARI 2022

CLOSING 460 (+16.16%)

PREDICTION 17 FEBRUARI 2022

BUY ON WEAKNESS

TARGET PRICE	**545**
STOPLOSS	**440**

RIDING

MACD POSITIF

STOCHASTIC UPTREND

MSIN—PT MNC STUDIOS INTERNATIONAL TBK

PREVIOUS 16 FEBRUARI 2022

CLOSING 5900 (+18.95%)

PREDICTION 17 FEBRUARI 2022

BUY

TARGET PRICE	**6900**
STOPLOSS	**5800**

BULL FLAG

MACD POSITIF

STOCHASTIC GOLDEN CROSS

ASSA—PT ADI SARANA ARMADA TBK

PREVIOUS 16 FEBRUARI 2022

CLOSING 2610 (+3.16%)

PREDICTION 17 FEBRUARI 2022

BUY ON WEAKNESS

TARGET PRICE 2930

STOPLOSS 2580

MORNING STAR

MACD NEGATIF MENGECIL

STOCHASTIC GOLDEN CROSS

AMAR—PT BANK AMAR INDONESIA TBK

PREVIOUS 16 FEBRUARI 2022

CLOSING 400 (+3.09%)

PREDICTION 17 FEBRUARI 2022

BUY

TARGET PRICE 545

STOPLOSS 390

INVERTED HAMMER

MACD NEGATIF MENGECIL

STOCHASTIC OVERSOLD

SRTG—PT SARATOGA INVESTAMA SEDAYA TBK

PREVIOUS 16 FEBRUARI 2022

CLOSING 2740 (+4,18%)

PREDICTION 17 FEBRUARI 2022

BUY

TARGET PRICE 3120

STOPLOSS 2700

BREAK OUT FALLING WEDGE

MACD NEGATIF MENGECIL

STOCHASTIC GOLDEN CROSS

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