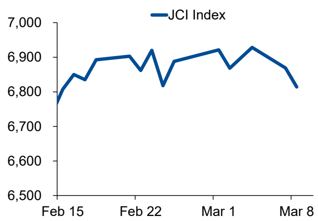
Morning Brief

NH KORINDO SEKURITAS INDONESIA

Daily | Mar 09, 2022

JCI Movement



Today's Outlook:

The downward trend in the US stock market resumed on (08/03); marked by a 0.73% correction in the S&P 500 index. US President Joe Biden announced a ban on imports of oil and other energy commodities from Russia. WTI oil prices continue rising to the level of USD 125/barrel, while the global benchmark Brent crude oil penetrated the level of USD 130/barrel.

From the domestic market, the JCI declined 0.8% to a level of 6,814 yesterday; marked by weakness in 9 of the 11 sectoral indices. Apart from being burdened by geopolitical factors from Ukraine - Russia, investors are also seen taking profit taking on energy stocks which have experienced a significant rally. For today, the benchmark index is expected to consolidate within the range of 6,800-6,950.

Company News

ROTI : Satisfactory 2021 Performance
DOID : Buys Back 1.7 Billion Shares
AGRO : Ranked idAA

Domestic & Global News

February Forex Reserves Slightly Rise
Fitch Downgrades Belarus to 'CCC'

Sectors

	Last	Chg.	%
Technology	7,699.39	-299.58	-3.75%
Energy	1,446.56	-51.06	-3.41%
Transportation & Logistic	1,680.38	-35.19	-2.05%
Consumer Cyclicals	901.69	-14.27	-1.56%
Finance	1,571.00	-20.82	-1.31%
Consumer Non-Cyclicals	621.72	-7.88	-1.25%
Healthcare	1,371.60	-8.19	-0.59%
Basic Material	1,266.47	-7.04	-0.55%
Industrial	1,104.46	-5.20	-0.47%
Infrastructure	989.26	5.22	0.53%
Property	721.97	18.59	2.64%

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)	141.40	141.30	Current Acc (USD bn)	1.40	4.97
Trd Balance (USD bn)	0.93	1.02	Govt. Spending Yoy	5.25%	0.62%
Exports Yoy	25.31%	35.30%	FDI (USD bn)	3.59	4.70
Imports Yoy	36.77%	47.93%	Business Confidence	104.82	105.33
Inflation Yoy	2.06%	2.18%	Cons. Confidence*	119.60	118.30

JCI Index

Mar 08	6,814.18
Chg.	54.88 pts (-0.80%)
Volume (bn shares)	30.53
Value (IDR tn)	25.50

Up 194 Down 360 Unchanged 189

Most Active Stocks (IDR bn)

by Value

Stocks	Val.	Stocks	Val.
ANTM	4,177.8	BBCA	923.4
ASII	1,590.9	ADRO	800.6
INCO	1,228.2	MDKA	674.0
TLKM	1,080.1	TINS	590.6
BBRI	961.0	BMRI	396.4

Foreign Transaction (IDR bn)

Buy	8,008
Sell	7,394
Net Buy (Sell)	614

Top Buy	NB Val.	Top Sell	NS Val.
ASII	540.9	BBRI	287.8
TLKM	352.1	BBCA	182.2
ADRO	194.9	TOWR	74.5
ANTM	84.9	INCO	52.8
MDKA	60.5	DOID	44.8

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.82%	0.06%
USDIDR	14,398	-0.07%
KRWIDR	11.63	-1.03%

Global Indices

Index	Last	Chg.	%
Dow Jones	32,632.64	(184.74)	-0.56%
S&P 500	4,170.70	(30.39)	-0.72%
FTSE 100	6,964.11	4.63	0.07%
DAX	12,831.51	(3.14)	-0.02%
Nikkei	24,790.95	(430.46)	-1.71%
Hang Seng	20,765.87	(291.76)	-1.39%
Shanghai	3,293.53	(79.33)	-2.35%
Kospi	2,622.40	(28.91)	-1.09%
EIDO	23.95	0.18	0.76%

Commodities

Commodity	Last	Chg.	%
Gold ($/troy oz.)	2,050.8	52.7	2.64%
Crude Oil ($/bbl)	123.70	4.30	3.60%
Coal ($/ton)	423.15	0.50	0.12%
Nickel LME ($/MT)	81,051	32,973	68.58%
Tin LME ($/MT)	46,735	(805.00)	-1.69%
CPO (MYR/Ton)	6,416	(210.0)	-3.17%

ROTI : Satisfactory 2021 Performance

PT Nippon Indosari Corpindo Tbk (ROTI) experienced sales growth of 2.35% YoY to IDR 3.28 trillion in 2021. The company also booked a net profit of IDR 281.34 billion in 2021, a jump of 30.82%. Meanwhile, the Management remains optimistic and committed in setting a strategy to maintain sustainable growth. (Kontan)

DOID : Buys Back 1.7 Billion Shares

PT Delta Dunia Makmur Tbk (DOID) conducted a share buyback with a maximum of 1.72 billion shares valued at nominal value of IDR 50 per share. The funds prepared by the company reached IDR 473.55 billion. Meanwhile, the buyback is carried out in stages for a period of 3 months with the purchase period starting from March 7, 2022 - June 6 2022. (Emiten News)

AGRO : Ranked idAA

Pefindo has assigned an idAA to PT Bank Raya Indonesia Tbk (AGRO) and its Bond I/2017. The outlook for the corporate rating is stable. Meanwhile, the rating reflects the probable level of very strong support from the controlling shareholder, Bank BRI, strong capitalization profile, and above average business position. (Kontan)

Domestic & Global News

February Forex Reserves Slightly Rise

Bank Indonesia (BI) recorded the value of foreign exchange reserves at the end of February 2022 at USD 141.4 billion, or an increase of 0.07% compared to the previous month. This was influenced, among other things, by an increase in foreign credit as well as revenues and services. The foreign exchange reserve position is equivalent to financing 7.5 months of imports or 7.3 months of imports and payment of government foreign debt. (Kontan)

Fitch Downgrades Belarus to 'CCC'

Ratings agency Fitch on Monday downgraded Belarus' sovereign rating to 'CCC' from 'B', pushing it deeper into junk territory, citing the impact from sanctions over the country's role in the Russian invasion of Ukraine. Belarus, a key Russian ally, has been hit with international sanctions as the country facilitated the Russian invasion of Ukraine from within its border. The move follows a similar downgrade by S&P which also lowered Belarus' rating to CCC from 'B' last week. (Reuters)

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							3,314.6							
BBCA	7,650	7,300	8,375	Overweight	9.5	15.8	943.1	30.0x	4.7x	16.2	1.5	1.7	15.9	1.1
BBRI	4,430	4,110	4,800	Overweight	8.4	(0.9)	671.4	18.0x	2.3x	12.8	2.2	27.6	72.9	1.5
BBNI	7,600	6,750	9,000	Buy	18.4	27.2	141.7	13.0x	1.1x	9.3	0.6	(7.4)	232.8	1.6
BMRI	7,550	7,025	8,600	Overweight	13.9	17.5	352.3	12.6x	1.7x	14.2	2.9	3.3	66.9	1.4
Consumer Non-Cyclicals							971.6							
ICBP	7,600	8,700	11,300	Buy	48.7	(8.7)	88.6	11.7x	2.8x	25.8	2.8	25.7	25.3	0.8
UNVR	3,360	4,110	4,700	Buy	39.9	(48.7)	128.2	22.2x	29.7x	124.4	4.9	(8.0)	(19.7)	0.9
GGRM	30,450	30,600	34,200	Overweight	12.3	(16.0)	58.6	9.5x	1.0x	10.7	8.5	10.4	(26.8)	0.8
HMSP	915	965	1,000	Overweight	9.3	(34.9)	106.4	14.8x	3.9x	25.8	8.0	7.0	(18.6)	1.0
CPIN	5,400	5,950	6,350	Buy	17.6	(18.2)	88.5	20.9x	3.7x	18.4	2.1	23.7	19.0	1.2
AALI	11,650	9,500	14,600	Buy	25.3	4.7	22.4	11.4x	1.1x	10.0	2.2	29.3	136.6	1.3
Consumer Cyclicals							389.2							
ERAA	525	600	850	Buy	61.9	(2.4)	8.4	8.1x	1.4x	18.9	2.6	34.6	141.9	1.0
MAPI	800	710	1,100	Buy	37.5	(4.8)	13.3	N/A	2.5x	(0.6)	N/A	18.3	86.5	1.2
Healthcare							245.9							
KLBF	1,590	1,615	1,750	Overweight	10.1	2.9	74.5	24.9x	4.0x	16.8	1.8	11.7	12.9	0.7
SIDO	950	865	1,060	Overweight	11.6	21.9	28.7	22.5x	8.2x	37.7	3.6	20.6	35.8	0.8
MIKA	2,150	2,260	2,750	Buy	27.9	(21.0)	30.6	25.6x	5.9x	24.8	1.7	47.1	67.6	0.1
Infrastructure							959.35							
TLKM	4,620	4,040	4,940	Overweight	6.9	42.2	457.7	19.9x	4.4x	22.3	3.6	6.1	13.1	1.1
JSMR	3,400	3,890	5,100	Buy	50.0	(21.3)	24.7	22.6x	1.2x	5.7	N/A	0.8	375.6	1.2
EXCL	2,590	3,170	3,150	Buy	21.6	21.6	27.8	21.5x	1.4x	6.6	1.2	2.9	245.7	1.0
TOWR	1,025	1,125	1,520	Buy	48.3	(12.0)	52.3	14.5x	4.5x	33.2	2.7	9.2	36.8	0.8
TBIG	2,910	2,950	3,240	Overweight	11.3	43.3	65.9	45.4x	6.9x	17.8	1.1	15.9	44.6	0.8
WIKA	945	1,105	1,280	Buy	35.4	(44.7)	8.5	35.2x	0.6x	1.8	N/A	12.2	109.1	1.8
PTPP	910	990	1,700	Buy	86.8	(40.7)	5.6	24.4x	0.5x	2.1	N/A	10.8	200.0	1.8
Property & Real Estate							228.5							
CTRA	990	970	1,400	Buy	41.4	(13.2)	18.4	8.7x	1.1x	13.6	0.9	56.8	323.1	1.5
PWON	466	464	690	Buy	48.1	(17.5)	22.4	21.4x	1.5x	7.1	N/A	24.3	20.2	1.5
Energy							720.6							
PGAS	1,525	1,375	1,770	Buy	16.1	10.9	37.0	N/A	1.0x	(1.3)	N/A	4.8	437.1	1.7
PTBA	3,480	2,710	3,420	Hold	(1.7)	33.3	40.1	5.0x	1.7x	38.7	2.1	68.9	229.6	1.0
ADRO	3,120	2,250	1,840	Sell	(41.0)	167.8	99.8	7.4x	1.6x	23.8	7.3	57.5	537.7	1.2
Industrial							420.6							
UNTR	25,700	22,150	25,500	Hold	(0.8)	14.1	95.9	9.3x	1.4x	16.0	3.1	31.7	71.3	0.8
ASII	6,250	5,700	6,650	Overweight	6.4	13.1	253.0	12.5x	1.5x	12.3	2.1	33.4	25.1	1.2
Basic Ind.							936.3							
SMGR	6,375	7,250	9,500	Buy	49.0	(42.0)	37.8	18.7x	1.0x	5.7	3.0	(0.6)	(27.6)	1.1
INTP	10,000	12,100	14,225	Buy	42.3	(24.7)	36.8	19.4x	1.7x	8.6	5.0	4.5	8.2	1.1
INCO	6,400	4,680	6,250	Hold	(2.3)	40.7	63.6	26.6x	2.1x	7.9	0.7	24.6	101.2	1.4
ANTM	2,840	2,250	2,860	Hold	0.7	27.4	68.2	33.7x	3.4x	10.3	0.6	46.8	104.7	1.7

*** Target Price**

Source: Bloomberg, NHKSI Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Friday	US	20:30	Change in Nonfarm Payrolls	Feb.	678k	423k	481k
4 - Mar.	US	20:30	Unemployment Rate	Feb.	3.8%	3.9%	4.0%
Monday	GE	14:00	Factory Orders MoM	Jan.	1.8%	1.0%	3.0%
7 - Mar.	—	—	—	—	—	—	—
Tuesday	ID	10:00	Foreign Reserves	Feb.	USD141.40Bn	—	USD141.30Bn
8 - Mar.	GE	14:00	Industrial Production MoM	Jan.	2.7%	0.5%	1.1%
	EC	17:00	GDP QoQ	4Q21	0.3%	0.3%	0.3%
	EC	17:00	GDP YoY	4Q21	4.6%	4.6%	4.6%
Wednesday	ID	--	Consumer Confidence Index	Feb.		—	119.6
9 - Mar.	CH	08:30	PPI YoY	Feb.		8.6%	9.1%
	CH	08:30	CPI YoY	Feb.		0.9%	0.9%
Thursday	US	20:30	CPI MoM	Feb.		0.8%	0.6%
10 - Mar.	US	20:30	CPI YoY	Feb.		7.9%	7.5%
	US	20:30	Initial Jobless Claims	Mar.		—	215k
Friday	UK	14:00	Industrial Production MoM	Jan.		—	0.3%
11 - Mar.	UK	14:00	Industrial Production YoY	Jan.		—	0.4%
	UK	14:00	Manufacturing Production MoM	Jan.		—	0.2%
	US	22:00	U. of Mich. Sentiment	Mar.		63.5	62.8

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	CPRI, AMIN
7 - Mar.	Cum Dividend	--
Tuesday	RUPS	MSIN, ARNA
8 - Mar.	Cum Dividend	--
Wednesday	RUPS	TRIN
9 - Mar.	Cum Dividend	MEGA
Thursday	RUPS	PYFA, BMRI
10 - Mar.	Cum Dividend	BBRI
Friday	RUPS	MPPA, IIKP
11 - Mar.	Cum Dividend	BBTN

Source: Bloomberg

JAKARTA COMPOSITE INDEX

PREVIOUS 8 MARET 2022

INDEX	6814.18 (-0.80%)
TRANSACTIONS	25.50 TRILLION
NETT FOREIGN	614 BILLION (BULL)

PREDICTION 9 MARET 2022

UPWARD (REBOUND)

6800-6950

BOTTOM FISHING AREA

MACD POSITIF

STOCHASTIC OVERSOLD

BBCA—PT BANK CENTRAL ASIA TBK

PREVIOUS 8 MARET 2022

CLOSING 7650 (-0.65%)

PREDICTION 9 MARET 2022

BUY

TARGET PRICE	8450
STOPLOSS	7600

INVERTED HAMMER

MACD NEGATIF

STOCHASTIC OVERSOLD

SMRA—PT SUMMARECON AGUNG TBK

PREVIOUS 8 MARET 2022

CLOSING 710 (+8.40%)

PREDICTION 9 MARET 2022

BUY

TARGET PRICE	770
STOPLOSS	700

BULLISH ENGULFING

MACD POSITIF

STOCHASTIC GOLDEN CROSS

MDKA—PT MERDEKA COPPER GOLD TBK

PREVIOUS 8 MARET 2022

CLOSING 4700 (+7.8%)

PREDICTION 9 MARET 2022

BUY ON WEAKNESS

TARGET PRICE 5150

STOPLOSS 4600

RIDING

MACD POSITIF

STOCHASTIC OVERBOUGTH

ICBP—PT INDOFOOD CBP SUKSES MAKMUR TBK

PREVIOUS 8 MARET 2022

CLOSING 7600 (+2.70%)

PREDICTION 9 MARET 2022

BUY

TARGET PRICE 8000

STOPLOSS 7500

BULLISH HARAMI

MACD NEGATIF

STOCHASTIC OVERSOLD

ADMR—PT ADARO MINERALS INDONESIA TBK

PREVIOUS 8 MARET 2022

CLOSING 1575 (-6.80%)

PREDICTION 9 MARET 2022

ACCUM BUY

TARGET PRICE 1815

STOPLOSS 1560

TWO BLACK CROWS

MACD NEGATIF

STOCHASTIC DOWNTREND

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