

Morning Brief

Daily | May. 31, 2022

JCI Movement



Today's Outlook:

US Derivatives Market Strengthens. Despite Wall Street's Memorial Day holiday, US derivatives markets remain open, with the S&P 500 Mini up 0.3% and the Nasdaq 100 Future up 0.8%. Investors see the Fed's monetary policy could be more relaxed, after the discourse of increasing the FFR by 50 bps in June and July respectively. Meanwhile, European stock markets closed higher, supported by positive sentiment on the relaxation of the "Zero Covid" strategy in China, especially in Shanghai and Beijing. Previously, investors were worried that the implementation of this strategy would have a negative impact on China's economic recovery.

Closing May, JCI Heading to 7,100? JCI once again closed above the psychological level of 7,000 yesterday. It had been depressed to a level of 6,974 in the first trading session, but finally closed up 11 points to a level of 7,037. Nine of the eleven sectors rose, with transportation & logistics up nearly 4%. JCI movement yesterday was amid the appreciation of the rupiah by 0.13% to the level of IDR 14,558/USD. Ahead of the holiday and closing of May, NHHKI Research projects that the JCI will move upward in the range of 6,950-7,200.

Company News

- IATA : Proven Coal Reserves Increase
- ADRO : Strategizes for Heavy Equipment Needs
- ASSA : Revenue and Profit Rise

Domestic & Global News

- Government Not to Extend Tax Incentives
- German Inflation Supports ECB Rate Hike

Sectors

	Last	Chg.	%
Transportation & Logistic	2,311.74	87.63	3.94%
Basic Material	1,379.53	16.22	1.19%
Infrastructure	942.79	10.93	1.17%
Property	716.12	5.56	0.78%
Technology	7,792.77	59.90	0.77%
Finance	1,518.83	10.71	0.71%
Consumer Non-Cyclicals	697.11	4.38	0.63%
Industrial	1,272.85	4.91	0.39%
Energy	1,707.19	1.39	0.08%
Consumer Cyclical	921.11	-0.81	-0.09%
Healthcare	1,498.64	-14.22	-0.94%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	3.50%	3.50%	Real GDP	5.01%	3.51%
FX Reserve (USD bn)	135.70	139.10	Current Acc (USD bn)	1.40	4.97
Trd Balance (USD bn)	7.56	4.53	Govt. Spending Yoy	-7.74%	5.25%
Exports Yoy	47.76%	44.36%	FDI (USD bn)	3.59	4.70
Imports Yoy	21.97%	30.85%	Business Confidence	104.82	105.33
Inflation Yoy	3.47%	2.64%	Cons. Confidence*	113.10	111.00

JCI Index

May 30	7,037.56
Chg.	11.31 pts (+0.16%)
Volume (bn shares)	23.13
Value (IDR tn)	15.18
Up 311 Down 212 Unchanged 233	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
GOTO	1,077.4	TLKM	456.6
BBRI	861.1	ADRO	450.3
BBCA	793.7	ADMR	436.6
SMGR	489.1	BEBS	383.1
BMRI	477.1	ARTO	353.1

Foreign Transaction

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
GOTO	1,077.4	TLKM	456.6
BBRI	861.1	ADRO	450.3
BBCA	793.7	ADMR	436.6
SMGR	489.1	BEBS	383.1
BMRI	477.1	ARTO	353.1

Buy	4,556		
Sell	4,549		
Net Buy (Sell)	7		
Top Buy			
Stocks	NB Val.	Top Sell	NS Val.
BMRI	127.5	BBRI	258.2
BBCA	113.7	SMGR	86.1
BBNI	69.9	ARTO	43.2
INKP	38.0	ADRO	33.9
ASII	33.2	ADMR	19.6

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.03%	-0.05%
USDIDR	14,558	-0.13%
KRWIDR	11.75	1.35%

Global Indices

Index	Last	Chg.	%
Dow Jones	33,212.96	575.77	1.76%
S&P 500	4,158.24	100.40	2.47%
FTSE 100	7,600.06	14.60	0.19%
DAX	14,575.98	113.79	0.79%
Nikkei	27,369.43	587.75	2.19%
Hang Seng	21,123.93	426.57	2.06%
Shanghai	3,149.06	18.82	0.60%
Kospi	2,669.66	31.61	1.20%
EIDO	24.57	0.62	2.59%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,855.2	1.5	0.08%
Crude Oil (\$/bbl)	115.07	0.98	0.86%
Coal (\$/ton)	401.00	(5.65)	-1.39%
Nickel LME (\$/MT)	29,279	995.0	3.52%
Tin LME (\$/MT)	34,585	479.0	1.40%
CPO (MYR/Ton)	6,232	(121.0)	-1.90%

IATA : Proven Coal Reserves Increase

PT MNC Energy Investments Tbk (IATA) discovered additional reserves contributed by one of the recently acquired Mining Business Permits (IUP), namely PT Arthaco Prima Energy (APE). APE managed to find additional reserves of 37 million metric tons. Meanwhile, proven coal reserves from the 4 IUPs owned increased to 201.32 million MT from the previous 158.68 million MT. (Kontan)

ADRO : Strategizes for Heavy Equipment Needs

PT Adaro Energy Indonesia Tbk (ADRO) has prepared a strategy to secure the need for heavy equipment in the company's operations. The Company performs regular heavy equipment upgrades and manages operations strategically to optimize the use of heavy equipment and increase operating productivity. Meanwhile, in 2021 the Company managed to maintain 93% physical availability level for its equipment. (Kontan)

ASSA : Revenue and Profit Rise

PT Adi Sarana Armada Tbk (ASSA) recorded revenue and profit growth of over 50% in 1Q22. Revenue increased by 59.5% YoY or IDR 1.5 trillion. Net profit attributable to the parent company was recorded at IDR 72.9 billion or grew by 123.5% YoY. One of the drivers of 1Q22's performance was the Anteraja delivery express business line which contributed 58% of revenue. (Kontan)

Domestic & Global News

Government Not to Extend Tax Incentives

The government plans not to extend tax incentives for handling Covid-19, which will expire in June. The tax incentives include the provision of tax incentives for Income Tax (PPH) Article 25, PPh Article 22 Imports, and final PPh on construction services borne by the Government (DTP) for the Program for the Acceleration of Improvement of Irrigation Water Use (P3-TGAI), which are valid until June 2022. (Kontan)

German Inflation Supports ECB Rate Hike

German inflation rose to its highest level in nearly half a century in May on the back of soaring energy and food prices, strengthening the case for a big, half a percentage point European Central Bank interest rate hike in July. German consumer prices harmonised to make them comparable with inflation data across the European Union, increased to 8.7% from 7.8% a month earlier, well ahead of expectations for 8%, data from the Federal Statistics Office showed on Monday. (Reuters)

	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							3,261.3							
BBCA	7,575	7,300	9,000	Buy	18.8	18.8	933.8	28.8x	4.8x	17.4	1.9	3.9	13.6	0.9
BBRI	4,430	4,110	5,500	Buy	24.2	6.6	671.4	16.2x	2.5x	15.7	3.9	3.9	30.3	1.3
BBNI	9,200	6,750	10,700	Buy	16.3	70.4	171.6	13.7x	1.4x	10.4	1.6	2.7	66.2	1.4
BMRI	8,200	7,025	9,800	Buy	19.5	36.7	382.7	11.9x	2.0x	17.1	4.4	5.8	69.5	1.1
Consumer Non-Cyclicals							1,124.0							
ICBP	8,550	8,700	9,400	Overweight	9.9	4.3	99.7	15.6x	2.9x	20.2	2.5	21.8	(3.0)	0.5
UNVR	4,650	4,110	4,700	Hold	1.1	(20.5)	177.4	29.2x	27.8x	94.0	3.6	5.4	17.8	0.5
GGRM	30,975	30,600	34,200	Overweight	10.4	(6.6)	59.6	12.1x	1.0x	8.2	8.4	(1.5)	(38.3)	0.8
HMSP	1,100	965	1,000	Underweight	(9.1)	(13.4)	127.9	20.0x	4.1x	20.2	6.6	11.0	(27.3)	0.9
CPIN	5,100	5,950	5,600	Overweight	9.8	(24.4)	83.6	24.9x	3.2x	13.1	2.2	15.2	(18.0)	0.8
AAAI	12,350	9,500	14,900	Buy	20.6	39.9	23.8	10.4x	1.1x	11.4	3.7	30.7	197.6	0.8
Consumer Cyclicals							400.0							
ERAA	520	600	1,100	Buy	111.5	(13.3)	8.3	8.2x	1.3x	17.5	2.7	27.4	66.7	0.7
MAPI	900	710	1,100	Buy	22.2	28.6	14.9	16.1x	2.3x	15.7	N/A	30.6	1450.0	1.0
Healthcare							259.3							
KLBF	1,630	1,615	1,800	Overweight	10.4	12.4	76.4	23.1x	3.8x	17.1	2.1	16.6	16.7	0.7
SIDO	965	865	1,100	Overweight	14.0	25.5	29.2	22.4x	9.4x	42.8	3.9	11.0	9.6	0.4
MIKA	2,650	2,260	2,700	Hold	1.9	2.7	37.8	31.8x	7.1x	22.7	1.4	(9.2)	(13.6)	0.2
Infrastructure							891.66							
TLKM	4,250	4,040	4,940	Buy	16.2	25.1	421.0	16.9x	3.3x	21.0	4.0	3.7	1.7	1.0
JSMR	4,010	3,890	5,100	Buy	27.2	1.5	29.1	15.8x	1.4x	9.2	N/A	5.0	142.7	1.0
EXCL	2,690	3,170	3,800	Buy	41.3	9.3	28.8	25.9x	1.4x	5.6	1.9	7.9	(56.7)	0.9
TOWR	965	1,125	1,520	Buy	57.5	(17.9)	49.2	14.0x	4.0x	30.9	2.9	16.0	21.1	0.5
TBIG	2,780	2,950	3,240	Buy	16.5	7.3	63.0	35.1x	6.2x	17.9	1.2	15.4	62.0	0.3
WIKA	965	1,105	1,280	Buy	32.6	(22.8)	8.7	73.6x	0.7x	0.9	N/A	7.7	(36.7)	1.5
PTPP	940	990	1,700	Buy	80.9	(15.7)	5.8	22.5x	0.5x	2.4	N/A	50.8	(16.7)	1.6
Property & Real Estate							224.3							
CTRA	1,015	970	1,400	Buy	37.9	(5.6)	18.8	9.8x	1.1x	11.6	0.8	20.7	76.9	1.4
PWON	500	464	690	Buy	38.0	-	24.1	15.9x	1.5x	9.7	N/A	17.1	56.8	1.3
Energy							849.9							
PGAS	1,780	1,375	1,770	Hold	(0.6)	59.6	43.1	8.2x	1.1x	14.6	N/A	14.2	96.9	1.4
PTBA	4,430	2,710	3,420	Sell	(22.8)	100.5	51.0	5.2x	1.9x	44.3	1.7	105.4	342.4	0.9
ADRO	3,060	2,250	3,900	Buy	27.5	157.1	97.9	5.3x	1.4x	30.0	9.8	77.0	472.3	0.9
Industrial							492.7							
UNTR	30,250	22,150	32,000	Overweight	5.8	34.1	112.8	8.9x	1.5x	18.5	4.1	56.3	131.6	0.8
ASII	7,250	5,700	8,000	Overweight	10.3	38.1	293.5	12.6x	1.6x	13.7	3.3	39.0	83.7	1.0
Basic Ind.							1,021.8							
SMGR	7,175	7,250	9,500	Buy	32.4	(26.0)	42.6	20.6x	1.2x	6.0	2.4	0.7	10.5	1.0
INTP	10,225	12,100	14,225	Buy	39.1	(15.5)	37.6	23.1x	1.8x	7.5	4.9	3.5	(45.7)	1.1
INCO	8,025	4,680	8,200	Hold	2.2	69.7	79.7	27.4x	2.5x	9.3	0.6	13.8	100.0	1.3
ANTM	2,560	2,250	3,450	Buy	34.8	4.5	61.5	22.8x	2.8x	12.8	0.7	5.8	132.5	1.9

* Target Price

Source: Bloomberg, NHKS Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	JP	13:00	Machine Tools Orders YoY	Apr.	25.0%	--	25.0%
<i>30 - May</i>	GE	19:00	CPI MoM	May	0.9%	0.5%	0.8%
	GE	19:00	CPI YoY	May	7.9%	7.6%	7.4%
Tuesday	CH	08:30	Manufacturing PMI	May		48.9	47.4
<i>31 - May</i>	CH	08:30	Non-Manufacturing PMI	May		45.0	41.9
	US	20:45	MNI Chicago PMI	May		54.5	56.4
	US	21:00	Conf. Board Consumer Confidence	May		103.9	107.3
Wednesday	CH	08:45	Caixin China PMI Manufacturing	May		49.0	46.0
<i>1 - June</i>	US	18:00	MBA Mortgage Applications	May		--	-1.2%
	US	20:45	S&P Global US Manufacturing PMI	May		57.5	57.5
	US	21:00	ISM Manufacturing	May		55.0	55.4
Thursday	ID	07:30	S&P Global Indonesia PMI Mfg.	May		--	51.9
<i>2 - June</i>	ID	11:00	CPI Core YoY	May		2.73%	2.60%
	ID	11:00	CPI YoY	May		3.57%	3.47%
	ID	11:00	CPI MoM	May		0.43%	0.95%
Friday	JP	07:30	Jibun Bank Japan PMI Services	May			51.7
<i>3 - June</i>	JP	07:30	Jibun Bank Japan PMI Composite	May			51.4
	US	19:30	Change in Nonfarm Payrolls	May		329k	428k
	US	19:30	Unemployment Rate	May		3.5%	3.6%

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	SBMA, MARK, DADA
<i>30 - May</i>	Cum Dividend	PZZA, FISH
Tuesday	RUPS	ZYRX, TSPC, SILO, RANC, INAF, HERO, GHON, CLEO, CASH
<i>31 - May</i>	Cum Dividend	RALS, NRCA, BNLI,
Wednesday	RUPS	--
<i>1 - June</i>	Cum Dividend	--
Thursday	RUPS	TOTL, PTSP, MTDL, KMDS, HOMI
<i>2 - June</i>	Cum Dividend	TBIG, SSMS, DEPO, CPIN, BISI
Friday	RUPS	LTLS, LPIN, ITIC, HAIS, GOLD, BVIC, BLUE, BINA, AGRS, ADMF
<i>3 - June</i>	Cum Dividend	ZONE, TOTO, TINS, TAPG, MITI, GEMS, BBMD, ANTM

Source: Bloomberg

JAKARTA COMPOSITE INDEX



PREVIOUS 30 MEI 2022

INDEX 7037.56 (+0.16%)
 TRANSACTIONS 15.18 TRILLION
 NETT FOREIGN 7 BILLION (BUY)

PREDICTION 31 MEI 2022

UPWARD
 6950-7200

HAMMER
 MACD NEGATIF MENGECIL
 STOCHASTIC OVERBOUGRH

SMGR—PT SEMEN INDONESIA (PERSERO) TBK



PREVIOUS 30 MEI 2022

CLOSING 7175 (+7.09%)

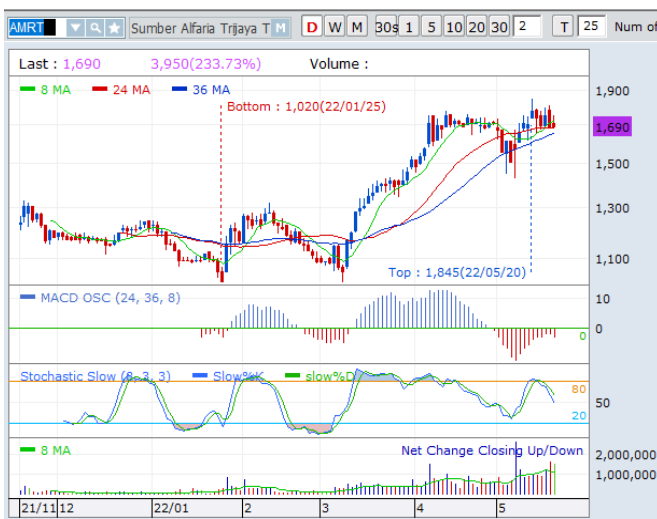
PREDICTION 31 MEI 2022

BUY

TARGET PRICE 7525
 STOPLOSS 7100

BREAK OUT RISING WEDGE
 MACD POSITIF
 STOCHASTIC UPTREND

AMRT—PT SUMBER ALFARIA TRIJAYA TBK



PREVIOUS 30 MEI 2022

CLOSING 1690 (0%)

PREDICTION 31 MEI 2022

ACCUM BUY

TARGET PRICE 1850
 STOPLOSS 1650

INVERTED HAMMER
 MACD NEGATIF
 STOCHASTIC NETRAL MIDDLE AREA

MTEL—PT DAYAMITRA TELEKOMUNIKSI TBK



PREVIOUS 30 MEI 2022
CLOSING 675 (+1.50%)

PREDICTION 31 MEI 2022
BUY

TARGET PRICE 730
STOPLOSS 660

MORNING STAR
MACD NEGATIF MENGECIL
STOCHASTIC GOLDEN CROSS

ARTO—PT BANK JAGO TBK



PREVIOUS 30 MEI 2022
CLOSING 3080 (+3.99%)

PREDICTION 31 MEI 2022
ACCUM BUY

TARGET PRICE 10150
STOPLOSS 8900

RIDING
MACD NEGATIF MMENGECIL
STOCHASTIC UPTREND

ADHI—PT ADHI KARYA (PERSERO) TBK



PREVIOUS 30 MEI 2022
CLOSING 730 (+2.10%)

PREDICTION 31 MEI 2022
BUY

TARGET PRICE 835
STOPLOSS 720

RIDING
MACD POSITIF
STOCHASTIC UPTREND

Research Division

Senior Technical Analyst

Dimas Wahyu Putra Pratama

Technical

T +62 21 5088 ext 9131

E dimas.wahyu@nhsec.co.id

Economist

Arief Machrus

Macroeconomics, Banking

T +62 21 5088 ext 9127

E arief.machrus@nhsec.co.id

Analyst

Cindy Alicia

Consumer, Healthcare

T +62 21 5088 ext 9129

E cindy.alicia@nhsec.co.id

Research Support

Jasmine Kusumawardani

Editor & Translator

T +62 21 5088 ext 9132

E jasmine.kusumawardani@nhsec.co.id

DISCLAIMER

This report and any electronic access hereto are restricted and intended only for the clients and related entities of PT NH Korindo Sekuritas Indonesia. This report is only for information and recipient use. It is not reproduced, copied, or made available for others. Under no circumstances is it considered as a selling offer or solicitation of securities buying. Any recommendation contained herein may not be suitable for all investors. Although the information hereof is obtained from reliable sources, its accuracy and completeness cannot be guaranteed. PT NH Korindo Sekuritas Indonesia, its affiliated companies, employees, and agents are held harmless from any responsibility and liability for claims, proceedings, action, losses, expenses, damages, or costs filed against or suffered by any person as a result of acting pursuant to the contents hereof. Neither is PT NH Korindo Sekuritas Indonesia, its affiliated companies, employees, nor agents are liable for errors, omissions, misstatements, negligence, inaccuracy contained herein.

All rights reserved by PT NH Korindo Sekuritas Indonesia



PT. NH Korindo Sekuritas Indonesia

Head Office :

District 8 Treasury Tower 51st Fl. Unit A, SCBD Lot.28

Jl. Jendral Sudirman Kav. 52-53

Jakarta Selatan 12190

Telp : +62 21 50889100

Fax : +62 21 50889101

Branch Office BSD:

ITC BSD Blok R No.48

Jl. Pahlawan Seribu Serpong

Tangerang Selatan 15322

Indonesia

Telp : +62 21 5316 2049

Fax : +62 21 5316 1687

Branch Office Medan :

Jl. Timor No 147

Medan, Sumatera Utara 20234

Indonesia

Telp : +62 614 156500

Fax : +62 614 568560

Branch Office Semarang:

Jl. MH Thamrin No. 152

Semarang 50314

Indonesia

Telp : +62 24 844 6878

Fax : +62 24 844 6879

Branch Office Jakarta Utara:

Jl. Bandengan Utara Kav. 81

Blok A No.02, Lt 1

Jakarta Utara 14440

Indonesia

Telp : +62 21 6667 4959

Fax : +62 21 6667 4960

Branch Office Pekanbaru:

Sudirman City Square

Jl. Jend. Sudirman Blok A No.7

Pekanbaru

Indonesia

Telp : +62 761 801 133

Branch Office Surabaya:

Spazio Tower Lt. 10, Unit S05

Jl. Mayjen Yono Suwoyo

Surabaya 60226

Indonesia

Telp : +62 31 9914 1344

Branch Office Makassar:

Jl. Gunung Latimojong No.120A

Makassar

Indonesia

Telp : +62 411 361 5255

Branch Office Bandung:

Paskal Hypersquare Blok A1

Jl. Pasirkaliki No 25-27

Bandung 40181

Indonesia

Telp : +62 22 8606 1012

Branch Office Denpasar:

Ruko Griya Alamanda No.9

Jl. Cok Agung Tresna

Denpasar

Indonesia

A Member of NH Investment & Securities Global Network

Seoul | New York | Hong Kong | Singapore | Shanghai | Beijing | Hanoi |
Jakarta