

Weekly Brief (May 17 – 20, 2022)

Summary:

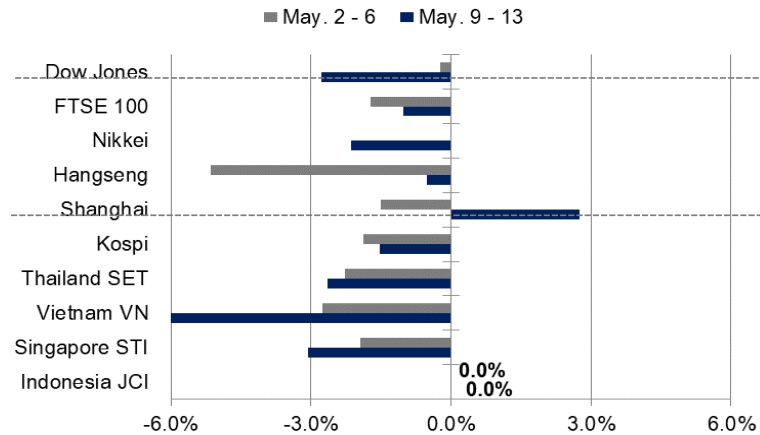
Last week review: Affirmations of the 50 Bps FFR increase in May, as well as the high US inflation in April at 8.1% YoY, were the negative sentiments during the past week. Meanwhile, US Producer Price Index in April was booked at 11%, surpassing the consensus of 10.7%, breaking the opinions that high inflation ended in last March. Throughout the week, JCI closed lower by 8.7% to 6,597, as foreign flow booked a net sell of IDR 9.1 trillion.

This week's outlook: BI 7DRRR was maintained at 3.50%. Investors started to pay close attention to the Bloomberg survey, projecting BI to maintain BI 7DRRR at 3.50% in the May Board of Governors' Meeting on Tuesday (24/05). This is in contrast with FFR which has now jumped by 75 Bps, and is projected to increase by 50 Bps in June. Last week, rupiah was also depreciated to IDR 14,625/USD. This week, investors look forward to the April trade balance data which is expected to be a surplus of +USD 4.2 billion (vs. March +USD 4.5 billion), 6.5% MoM lower. In the four-day trading week, NHKSI Research projects JCI to move in the range of 6,500-6,900.

| | |
|---------------------|--|
| JCI Index | : 6,597.99 (+8.7%) |
| Foreign Flow | : Net sell of IDR 9.11 trillion (vs. last week's net buy of IDR 25.38 trillion) |
| USD/IDR | : 14,613 (+0.80%) |

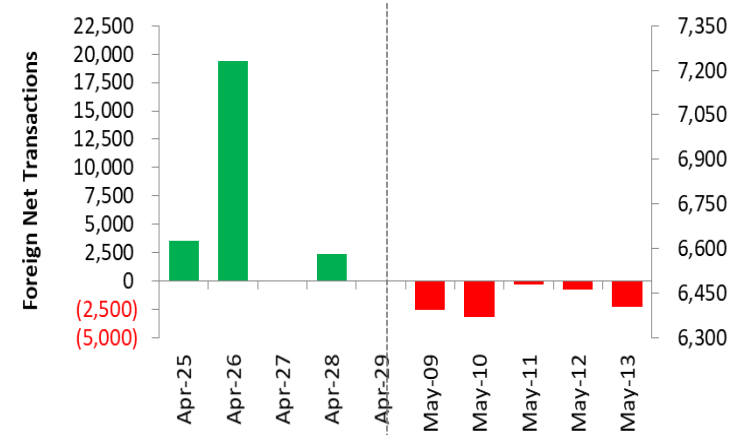
Last Week's JCI Movement

Global Market Movement



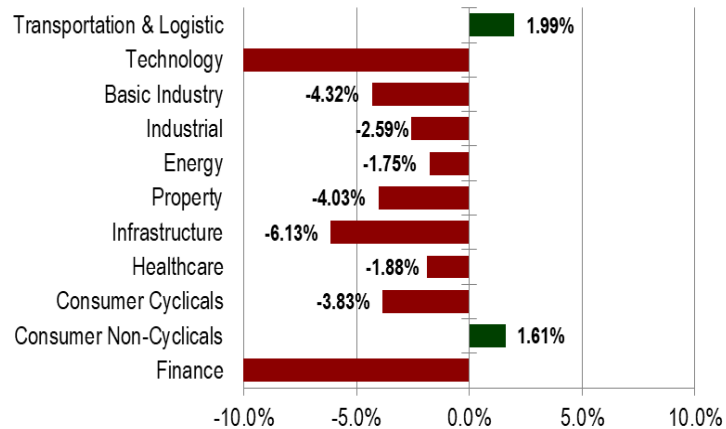
Source: Bloomberg, NHKSI Research

Foreign Net Flow – Last 10 Days



Source: Bloomberg, NHKSI Research

JCI Sector Movement



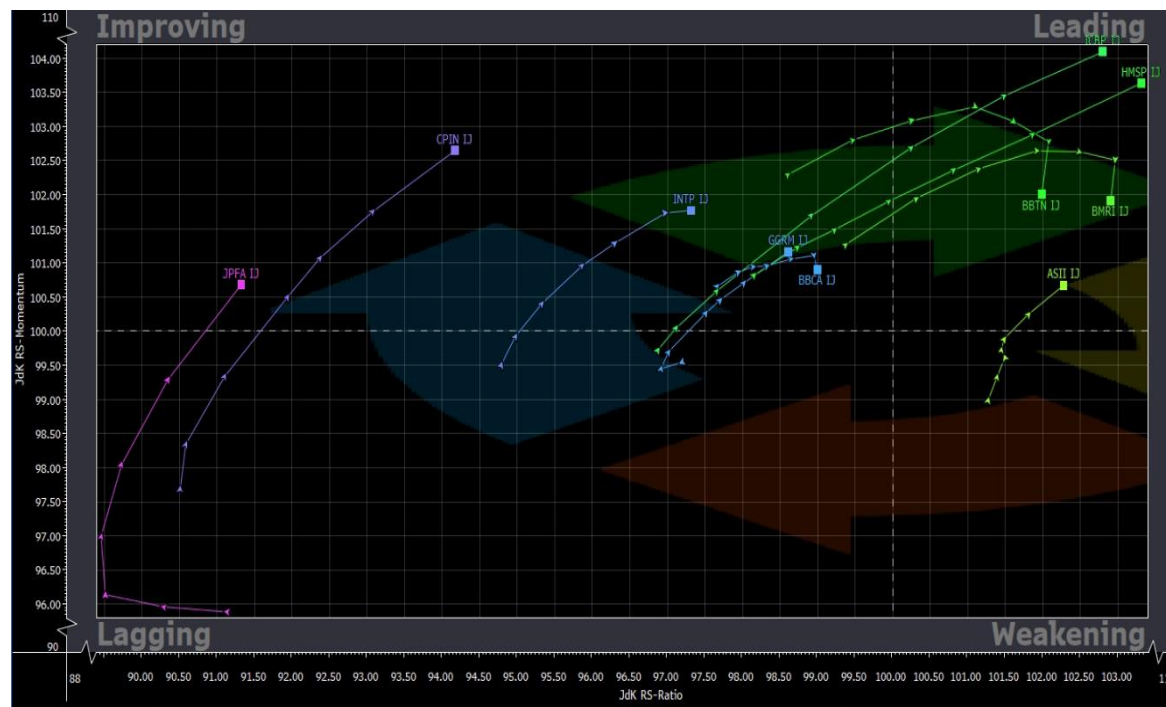
Source: Bloomberg, NHKSI Research

JCI's Top Foreign Transaction

| Top Buy (RG) | NB Val. (IDR Mn) | Top Sell (RG) | NS Value (IDR Mn) |
|--------------|------------------|---------------|-------------------|
| UNVR | 445,561 | BBCA | 3,723,795 |
| ADMR | 360,694 | BBRI | 2,162,745 |
| EMTK | 253,457 | BMRI | 1,007,726 |
| ITMG | 154,036 | TLKM | 989,532 |
| ANTM | 111,438 | ASII | 466,855 |

Source: Bloomberg, NHKSI Research

Stocks Recommendation

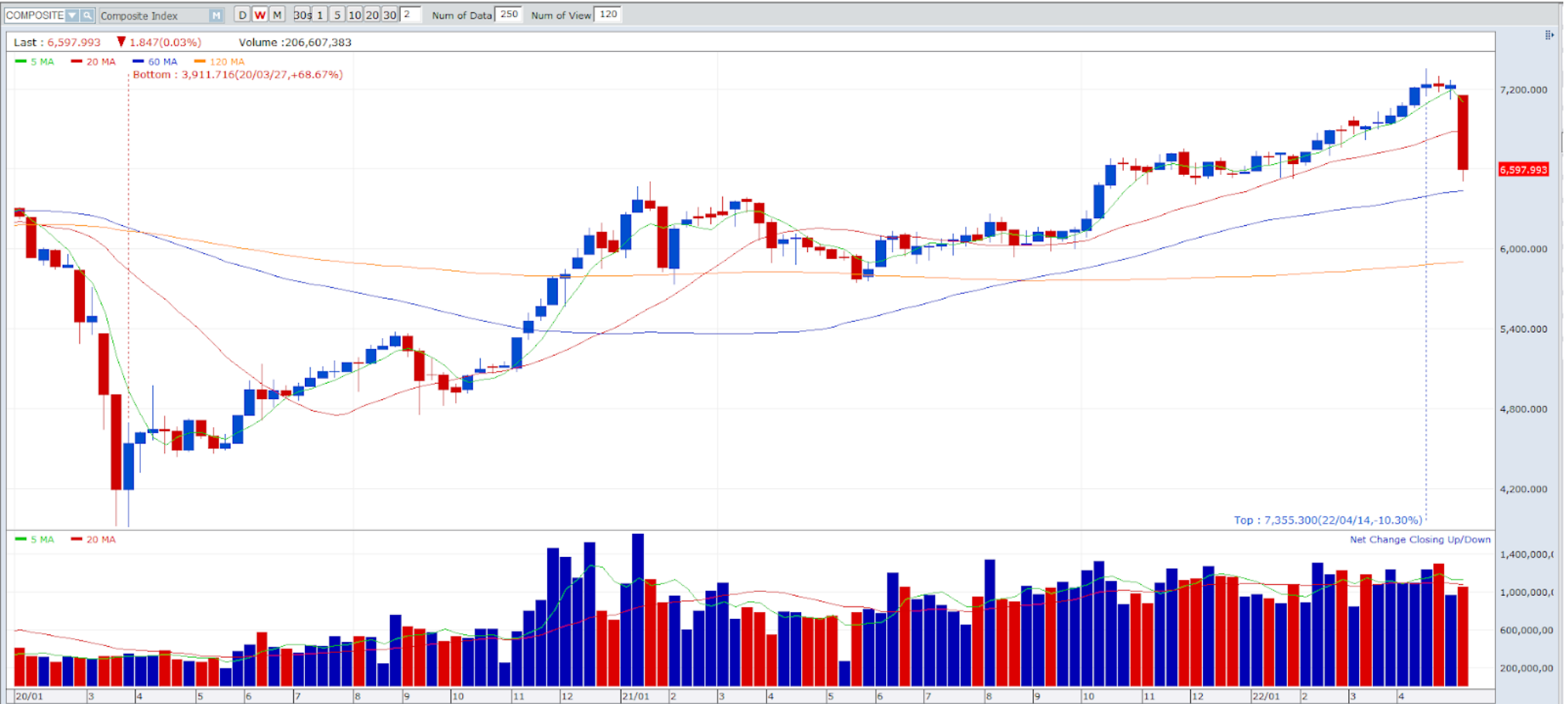


Source: Bloomberg, NHKSI Research

| Stocks | TP | SL |
|--------|--------|--------|
| ASII | 7,700 | 7,100 |
| BBCA | 7,800 | 7,250 |
| BBTN | 1,730 | 1,620 |
| BMRI | 8,250 | 7,750 |
| CPIN | 5,400 | 5,000 |
| GGRM | 31,600 | 30,500 |
| HMSP | 1,130 | 1,010 |
| ICBP | 8,750 | 8,150 |
| INTP | 10,600 | 9,600 |
| JPFA | 1,575 | 1,400 |

JCI Index

Support: 6,500 Resistance: 6,900



Source: NHKSI Research, Bloomberg

Economic Calendar

| Date | Country | Hour JKT | Event | Period | Consensus | Previous |
|---------------------------|---------|----------|---------------------------|--------|-----------|-----------|
| Monday, 16-May. | CH | 09:00 | Industrial Production YoY | Apr. | 0.5% | 5.0% |
| | CH | 09:00 | Retail Sales YoY | Apr | -6.2% | -3.5% |
| Tuesday, 17-May. | ID | 11:00 | Trade Balance | Apr. | \$3,960Mn | \$4,529Mn |
| | ID | 11:00 | Exports YoY | Apr. | 41.44% | 44.36% |
| | ID | 11:00 | Imports YoY | Apr. | 36.25% | 30.85% |
| | US | 19:30 | Retail Sales Advance MoM | Apr. | 1.0% | 0.7% |
| Wednesday, 18-May. | EC | 16:00 | CPI YoY | Apr. F | 7.5% | 7.4% |
| | US | 18:00 | MBA Mortgage Applications | May 13 | -- | 2.0% |
| | US | 19:30 | Building Permits | Apr. | 1,825k | 1,870k |
| | US | 19:30 | Housing Starts | Apr. | 1,770k | 1,793k |
| Thursday, 19-May. | US | 19:30 | Initial Jobless Claims | May 14 | -- | 203k |
| | US | 21:00 | Existing Home Sales | Apr. | 5.66Mn | 5.77Mn |
| | US | 21:00 | Leading Index | Apr. | 0.0% | 0.3% |
| Friday, 20-May. | GE | 13:00 | PPI YoY | Apr. | 29.5% | 30.9% |
| | GE | 13:00 | PPI MoM | Apr. | -0.2% | 4.9% |

Source: Bloomberg, NHKSI Research

Corporate Action Calendar

| Date | Event | Company |
|---------------------------|--------------|--|
| Monday, 16-May. | RUPS | -- |
| | Cum Dividend | -- |
| Tuesday, 17-May. | RUPS | TUGU, TMPO |
| | Cum Dividend | SDPC, CCSI, BSSR, AKRA |
| Wednesday, 18-May. | RUPS | WIFI, TURI, SKLT, PTDU, MYOH, MPMX, KUAS, IATA, CSRA, BYAN, BUKK |
| | Cum Dividend | SMSM, PNGO, |
| Thursday, 19-May. | RUPS | TRIN, TOYS, PZZA, KRAS, KLBF, FISH, CNTX, BBHI |
| | Cum Dividend | -- |
| Friday, 20-May. | RUPS | TMAS, RALS, NRCA, LPLI, INDY, GMTD, DADA, BNLI |
| | Cum Dividend | TGKA |

Source: NHKSI 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 |
|-------------------------------|------------|------------------------|---------------|------------|----------------------|-------------------|---------------------|-------------------|--------------|----------------------|------------------------|----------------------|--------------------|-----------|
| Finance | | | | | | | 3,165.4 | | | | | | | |
| BBCA | 7,325 | 7,300 | 9,000 | Buy | 22.9 | 13.0 | 903.0 | 27.9x | 4.6x | 17.4 | 2.0 | 3.9 | 13.6 | 1.0 |
| BBRI | 4,250 | 4,110 | 5,500 | Buy | 29.4 | 9.2 | 644.1 | 15.5x | 2.4x | 15.7 | 4.1 | 3.9 | 30.3 | 1.4 |
| BBNI | 8,250 | 6,750 | 10,700 | Buy | 29.7 | 49.3 | 153.9 | 12.3x | 1.2x | 10.4 | 1.8 | 2.7 | 66.2 | 1.5 |
| BMRI | 7,800 | 7,025 | 9,800 | Buy | 25.6 | 32.2 | 364.0 | 11.3x | 1.9x | 17.1 | 4.6 | 5.8 | 69.5 | 1.2 |
| Consumer Non-Cyclicals | | | | | | | 1,070.2 | | | | | | | |
| ICBP | 8,175 | 8,700 | 9,400 | Overweight | 15.0 | (4.1) | 95.3 | 14.9x | 2.8x | 20.2 | 2.6 | 21.8 | (3.0) | 0.5 |
| UNVR | 4,800 | 4,110 | 4,700 | Hold | (2.1) | (14.7) | 183.1 | 30.1x | 28.7x | 94.0 | 3.5 | 5.4 | 17.8 | 0.9 |
| GGRM | 30,525 | 30,600 | 34,200 | Overweight | 12.0 | (12.9) | 58.7 | 11.9x | 1.0x | 8.2 | 8.5 | (1.5) | (38.3) | 0.9 |
| HMSP | 1,045 | 965 | 1,000 | Hold | (4.3) | (19.6) | 121.6 | 19.0x | 3.9x | 20.2 | 7.0 | 11.0 | (27.3) | 1.2 |
| CPIN | 5,050 | 5,950 | 5,600 | Overweight | 10.9 | (24.3) | 82.8 | 22.8x | 3.3x | 14.9 | 2.2 | 21.6 | (5.6) | 1.1 |
| AALI | 12,175 | 9,500 | 14,600 | Buy | 19.9 | 20.0 | 23.4 | 10.2x | 1.1x | 11.4 | 3.8 | 30.7 | 197.6 | 1.0 |
| Consumer Cyclicals | | | | | | | 385.7 | | | | | | | |
| ERAA | 498 | 600 | 1,100 | Buy | 120.9 | (16.3) | 7.9 | 7.9x | 1.3x | 17.5 | 2.8 | 27.4 | 66.7 | 0.7 |
| MAPI | 890 | 710 | 1,100 | Buy | 23.6 | 15.6 | 14.8 | 33.0x | 2.5x | 7.8 | N/A | 24.1 | N/A | 1.2 |
| Healthcare | | | | | | | 249.3 | | | | | | | |
| KLBF | 1,600 | 1,615 | 1,800 | Overweight | 12.5 | 10.7 | 75.0 | 22.7x | 3.7x | 17.1 | 1.8 | 16.6 | 16.7 | 0.7 |
| SIDO | 925 | 865 | 1,100 | Buy | 18.9 | 20.3 | 28.0 | 21.5x | 9.0x | 42.8 | 4.1 | 11.0 | 9.6 | 0.4 |
| MIKA | 2,660 | 2,260 | 2,700 | Hold | 1.5 | (1.1) | 37.9 | 31.9x | 7.1x | 24.1 | 1.4 | (9.2) | (13.0) | 0.3 |
| Infrastructure | | | | | | | 905.78 | | | | | | | |
| TLKM | 4,260 | 4,040 | 4,940 | Buy | 16.0 | 35.7 | 422.0 | 17.0x | 3.3x | 21.0 | 3.9 | 3.7 | 1.7 | 1.0 |
| JSMR | 3,730 | 3,890 | 5,100 | Buy | 36.7 | (8.4) | 27.1 | 14.7x | 1.3x | 8.1 | N/A | 5.0 | 142.7 | 1.1 |
| EXCL | 2,850 | 3,170 | 3,150 | Overweight | 10.5 | 41.1 | 30.6 | 27.5x | 1.5x | 5.6 | 1.8 | 7.9 | (56.7) | 1.0 |
| TOWR | 995 | 1,125 | 1,520 | Buy | 52.8 | (16.0) | 50.8 | 14.4x | 4.1x | 30.9 | 2.8 | 16.0 | 21.1 | 0.7 |
| TBIG | 2,970 | 2,950 | 3,240 | Overweight | 9.1 | 13.4 | 67.3 | 41.5x | 6.9x | 17.2 | 1.1 | 16.0 | 48.0 | 0.4 |
| WIKA | 915 | 1,105 | 1,280 | Buy | 39.9 | (36.7) | 8.2 | 69.7x | 0.6x | 0.9 | N/A | 7.7 | (36.7) | 1.9 |
| PTPP | 890 | 990 | 1,700 | Buy | 91.0 | (29.6) | 5.5 | 21.3x | 0.5x | 2.4 | N/A | 50.8 | (16.7) | 2.0 |

Source : Bloomberg, NH KSI Research

NHKSI 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 | | | | | | | 219.0 | | | | | | | |
| CTRA | 1,015 | 970 | 1,400 | Buy | 37.9 | (12.9) | 18.8 | 10.9x | 1.1x | 10.7 | 0.8 | 20.6 | 32.4 | 1.9 |
| PWON | 494 | 464 | 690 | Buy | 39.7 | (5.0) | 23.8 | 17.2x | 1.5x | 9.0 | N/A | 43.7 | 48.7 | 1.6 |
| Energy | | | | | | | 777.3 | | | | | | | |
| PGAS | 1,495 | 1,375 | 1,770 | Buy | 18.4 | 23.0 | 36.2 | 6.8x | 0.9x | 14.6 | N/A | 14.2 | 96.9 | 1.8 |
| PTBA | 3,800 | 2,710 | 3,420 | Underweight | (10.0) | 66.7 | 43.8 | 5.4x | 1.8x | 38.7 | 2.0 | 68.9 | 229.6 | 1.1 |
| ADRO | 3,210 | 2,250 | 3,500 | Overweight | 9.0 | 168.6 | 102.7 | 5.5x | 1.5x | 30.0 | 7.0 | 77.0 | 472.3 | 1.0 |
| Industrial | | | | | | | 468.3 | | | | | | | |
| UNTR | 30,225 | 22,150 | 32,000 | Overweight | 5.9 | 40.9 | 112.7 | 8.9x | 1.5x | 18.5 | 4.1 | 56.3 | 131.6 | 1.0 |
| ASII | 7,125 | 5,700 | 7,100 | Hold | (0.4) | 36.4 | 288.4 | 12.4x | 1.6x | 13.7 | 3.4 | 39.0 | 83.7 | 1.2 |
| Basic Ind. | | | | | | | 956.9 | | | | | | | |
| SMGR | 6,300 | 7,250 | 9,500 | Buy | 50.8 | (36.5) | 37.4 | 18.5x | 1.0x | 5.7 | 2.7 | (0.6) | (27.6) | 1.3 |
| INTP | 9,650 | 12,100 | 14,225 | Buy | 47.4 | (22.5) | 35.5 | 21.8x | 1.7x | 7.5 | 5.2 | 3.5 | (45.7) | 1.3 |
| INCO | 6,900 | 4,680 | 6,250 | Underweight | (9.4) | 24.3 | 68.6 | 23.5x | 2.1x | 9.3 | 0.7 | 13.8 | 100.0 | 1.3 |
| ANTM | 2,330 | 2,250 | 3,450 | Buy | 48.1 | (12.7) | 56.0 | 30.1x | 2.7x | 9.3 | 0.7 | 40.5 | 62.0 | 2.0 |

Source : Bloomberg, NHKSI Research

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