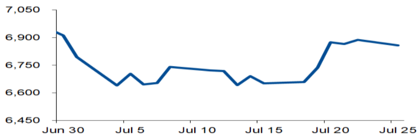
Morning Brief

NH KORINDO SEKURITAS INDONESIA

Daily | July. 26, 2022

JCI Movement



Today's Outlook:

The US Monetary and Fiscal Authority released economic data, July FFR is projected to rise 75 bps and 2Q22 GDP is projected to grow 0.4% QoQ, making Wall Street closed mixed earlier in the week. Energy sector shares supported the Dow Jones 0.3% gain; offset the Nasdaq 0.4% decline ahead of Big Tech Quarterly Earnings. The strengthening of the energy sector is still influenced by ongoing concerns about supply shortages. US crude oil prices, both WTI and Brent contracts in September 2022, rose 2% to USD96.70/ Barrel and USD105.15/Barrel, respectively. There has also been an increase in natural gas prices, after Russia's Gazprom will cut European gas flows via the Nord Stream to 20% due to maintenance issues. Meanwhile, the strengthening of the Financial sector occurred in line with the rally in a number of banking stocks, due to the slightly higher yield of UST.

Wait and See boosts safe-haven interest, FR91 yield drops 9 bps. Investors are waiting for the results of the FOMC meeting on Thursday morning, pushing JCI to only record transactions worth IDR 9 trillion yesterday. JCI closed down 0.4% to a level of 6,858 points, having previously touched the psychological level of 6,900 in the first trading session. Meanwhile, the Technology sector fell 3.3% and Transportation and Logistics fell 1.9%. Meanwhile, investors are interested in safe havens, causing SUN FR91 to record a yield decline of more than 9 bps, or the deepest decline compared to other benchmark series which fell in the 4 bps to 8 bps range. Investors are watching the potential for an increase in the FFR for the July period, amid BI's Dovish stance that maintains the BI 7DRRR at its lowest level of 3.50%.

Company News

CMRY : Net Profit Soars 59%

TPIA : Receives the Sustainability Credit Facility

TAPG : Profits Soar 338.5%

Domestic & Global News

Government Auctions Six Series of State Sukuk

Russia and Ukraine Sign UN-Backed Deal to Resume Grain Exports

Sectors

	Last	Chg.	%
Technology	7,817.61	-262.43	-3.25%
Transportation & Logistic	1,955.61	-38.10	-1.91%
Finance	1,464.19	-8.89	-0.60%
Healthcare	1,514.97	-6.81	-0.45%
Basic Material	1,275.25	-5.53	-0.43%
Consumer Cyclicals	887.24	-0.18	-0.02%
Consumer Non-Cyclicals	724.61	1.05	0.15%
Property	678.04	1.31	0.19%
Industrial	1,219.82	5.60	0.46%
Infrastructure	982.15	6.51	0.67%
Energy	1,741.10	16.38	0.95%

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)	136.40	135.60	Current Acc (USD bn)	0.20	4.97
Trd Balance (USD bn)	5.09	2.90	Govt. Spending Yoy	-7.74%	5.25%
Exports Yoy	40.68%	27.00%	FDI (USD bn)	5.67	4.70
Imports Yoy	21.98%	30.74%	Business Confidence	104.82	105.33
Inflation Yoy	4.35%	3.55%	Cons. Confidence*	128.20	113.10

JCI Index

July 25	6,858.41
Chg.	28.55 pts (-0.41%)
Volume (bn shares)	23.27
Value (IDR tn)	9.18

Up 226 Down 272 Unchanged 152

Most Active Stocks (IDR bn)

by Value

Stocks	Val.	Stocks	Val.
BUMI	418.9	CARE	209.8
ADRO	417.8	NATO	194.1
BBRI	260.2	GOTO	190.9
BIPI	230.4	BRMS	189.7
BBCA	229.0	ANTM	188.4

Foreign Transaction (IDR bn)

Buy	2,167
Sell	2,441
Net Buy (Sell)	(274)

Top Buy	NB Val.	Top Sell	NS Val.
TLKM	37.4	MDKA	64.2
ADRO	31.1	ANTM	46.1
PTBA	24.4	BBRI	34.0
UNTR	22.8	HRUM	32.2
AMRT	12.5	BRMS	30.9

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.39%	-0.09%
USDIDR	14,998	-0.13%
KRWIDR	11.42	-0.17%

Global Indices

Index	Last	Chg.	%
Dow Jones	31,990.04	90.75	0.28%
S&P 500	3,966.84	5.21	0.13%
FTSE 100	7,306.30	29.93	0.41%
DAX	13,210.32	(43.36)	-0.33%
Nikkei	27,699.25	(215.41)	-0.77%
Hang Seng	20,562.94	(46.20)	-0.22%
Shanghai	3,250.39	(19.59)	-0.60%
Kospi	2,403.69	10.55	0.44%
EIDO	22.60	0.10	0.44%

Commodities

Commodity	Last	Chg.	%
Gold ($/troy oz.)	1,719.8	(7.9)	-0.46%
Crude Oil ($/bbl)	96.70	2.00	2.11%
Coal ($/ton)	410.25	1.05	0.26%
Nickel LME ($/MT)	22,228	106.0	0.48%
Tin LME ($/MT)	24,630	(317.0)	-1.27%
CPO (MYR/Ton)	3,646	(58.0)	-1.57%

CMRY : Net Profit Soars 59%

PT Cisarua Mountain Dairy Tbk (CMRY) recorded a sales jump of 98.08% YoY in 1H22 to IDR3.13 trillion. This increase was supported by sales of the dairy product segment which grew 72.42% YoY. Meanwhile, net profit attributable to the parent company increased 59.43% YoY to IDR581.11 billion in 1H22. (Bisnis Indonesia)

TAPG : Profits Soar 338.5%

PT Triputra Agro Persada Tbk (TAPG) in 1H22 posted a net profit of IDR1.77 trillion or soared 338.5% YoY. Basic earnings per share rose 328.5% to IDR90. Meanwhile, sales were recorded at IDR4.61 trillion or jumped 61.56% YoY. (Emiten News)

TPIA : Receives the Sustainability Credit Facility

PT Chandra Asri Petrochemical Tbk (TPIA) received a USD 100 million sustainability-linked trade credit facility from UOB Indonesia. Through this, the Company can take advantage of UOB funding at a special rate in accordance with its sustainability value. Meanwhile, this program will prioritize the Company's ESG priorities and improve supply chain resilience. (Bisnis Indonesia)

Domestic & Global News

Government Auctions Six Series of State Sukuk

The government will auction six series of State Sharia Securities (SBSN) or state sukuk on Tuesday (26/7/2022). The government has set an indicative target for state sukuk auctions of IDR 7 trillion. The six series are SPN-S 10012023 (reopening), PBS031 (reopening), PBS032 (reopening), PBS030 (reopening), PBS029 (reopening), and PBS033 (reopening). Meanwhile, the rewards offered are SPN-S 10012023 (discount); PBS031 (4%); PBS032 (4.875%); PBS030 (5.875%); PBS029 (6.375%); and PBS033 (6.75%). (Kompas)

Russia and Ukraine Sign UN-Backed Deal to Resume Grain Exports

Russia and Ukraine on Friday signed a U.N.-backed deal to resume exports of Ukrainian grain through the Black Sea. The agreement, which will be implemented in the next few weeks, was signed in the Turkish city of Istanbul and was brokered by the government in Ankara. Millions of tons of wheat have been stuck in the war-torn nation. Grain exporters in Ukrainian port cities like Odesa have been unable to ship their goods due to the conflict, fueling a global shortage of the commodity and pushing up food prices. (CNBC)

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							3,127.9							
BBCA	7,300	7,300	9,000	Buy	23.3	21.6	899.9	27.8x	4.6x	17.4	2.0	3.9	13.6	0.9
BBRI	4,250	4,110	5,500	Buy	29.4	13.7	644.1	15.5x	2.4x	15.7	4.1	3.9	30.3	1.3
BBNI	7,600	6,750	10,700	Buy	40.8	50.5	141.7	11.3x	1.1x	10.4	1.9	2.7	66.2	1.4
BMRI	7,775	7,025	9,800	Buy	26.0	34.1	362.8	11.3x	1.9x	17.1	4.6	5.8	69.5	1.2
Consumer Non-Cyclicals							1,153.3							
ICBP	9,450	8,700	10,400	Overweight	10.1	8.3	110.2	16.7x	3.0x	19.5	2.3	13.9	11.4	0.5
UNVR	4,930	4,110	5,700	Buy	15.6	4.9	188.1	30.9x	29.5x	94.0	3.0	5.4	17.8	0.5
GGRM	29,400	30,600	32,700	Overweight	11.2	(17.2)	56.6	11.5x	0.9x	8.2	7.7	(1.5)	(38.3)	0.8
HMSP	970	965	1,000	Hold	3.1	(13.0)	112.8	17.6x	3.6x	20.2	6.5	11.0	(27.3)	0.9
CPIN	5,975	5,950	5,600	Underweight	(6.3)	(5.2)	98.0	29.1x	3.7x	13.1	1.8	15.2	(18.0)	0.8
AALI	9,400	9,500	14,900	Buy	58.5	15.7	18.1	7.9x	0.9x	11.4	4.9	30.7	197.6	0.9
Consumer Cyclicals							385.2							
ERAA	498	600	640	Buy	28.5	(14.9)	7.9	7.6x	1.2x	17.0	4.6	5.8	11.8	0.7
MAPI	940	710	1,000	Overweight	6.4	44.6	15.6	16.8x	2.4x	15.7	N/A	30.6	1450.0	1.0
Healthcare							261.0							
KLBF	1,690	1,615	1,800	Overweight	6.5	25.7	79.2	24.0x	3.9x	17.1	2.1	16.6	16.7	0.6
SIDO	980	865	1,100	Overweight	12.2	30.8	29.4	22.8x	9.5x	42.8	3.9	11.0	9.6	0.4
MIKA	2,700	2,260	3,000	Overweight	11.1	1.9	38.5	32.4x	7.3x	22.7	1.3	(9.2)	(13.8)	0.1
Infrastructure							908.76							
TLKM	4,240	4,040	4,940	Buy	16.5	32.9	420.0	16.9x	3.3x	21.0	3.5	3.7	1.7	1.0
JSMR	3,520	3,890	5,100	Buy	44.9	(13.1)	25.5	13.8x	1.2x	9.2	N/A	5.0	142.7	1.0
EXCL	2,450	3,170	3,800	Buy	55.1	1.7	26.3	23.6x	1.3x	5.6	2.1	7.9	(56.7)	1.0
TOWR	1,165	1,125	1,520	Buy	30.5	(26.7)	59.4	16.7x	4.5x	29.4	2.1	33.9	6.3	0.4
TBIG	3,150	2,950	3,240	Hold	2.9	-	71.4	39.8x	7.0x	17.9	1.1	15.4	62.0	0.3
WIKA	955	1,105	1,280	Buy	34.0	(4.0)	8.6	209.7x	0.7x	0.3	N/A	(19.4)	(98.3)	1.4
PTPP	930	990	1,700	Buy	82.8	3.3	5.8	22.2x	0.5x	2.4	N/A	50.8	(16.7)	1.5
Property & Real Estate							222.7							
CTRA	870	970	1,500	Buy	72.4	(6.5)	16.1	8.4x	0.9x	11.6	1.0	20.7	76.9	1.3
PWON	460	464	690	Buy	50.0	5.0	22.2	14.6x	1.3x	9.7	0.9	17.1	56.8	1.3
Energy							856.9							
PGAS	1,600	1,375	1,770	Overweight	10.6	53.8	38.8	7.1x	1.0x	14.6	7.8	14.2	96.9	1.4
PTBA	4,060	2,710	4,900	Buy	20.7	81.3	46.8	4.8x	1.8x	44.3	17.0	105.4	342.4	1.1
ADRO	3,100	2,250	3,900	Buy	25.8	142.2	99.2	5.2x	1.4x	30.0	9.7	77.0	472.3	1.1
Industrial							445.5							
UNTR	30,575	22,150	32,000	Hold	4.7	51.4	114.0	9.0x	1.6x	18.5	4.1	56.3	131.6	0.8
ASII	6,075	5,700	8,000	Buy	31.7	27.4	245.9	10.6x	1.4x	13.7	3.9	39.0	83.7	1.0
Basic Ind.							935.2							
SMGR	6,500	7,250	9,500	Buy	46.2	(24.0)	38.6	18.6x	1.1x	6.0	2.7	0.7	10.5	1.1
INTP	9,275	12,100	12,700	Buy	36.9	(8.6)	34.1	20.9x	1.6x	7.5	5.4	3.5	(45.7)	1.1
INCO	5,575	4,680	8,200	Buy	47.1	2.8	55.4	18.5x	1.7x	9.3	N/A	13.8	100.0	1.4
ANTM	1,755	2,250	3,450	Buy	96.6	(33.3)	42.2	15.6x	1.9x	12.8	2.2	5.8	132.5	2.0

*** Target Price**

Source: Bloomberg, NHKSI Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Friday	US	20:45	S&P Global US Manufacturing PMI	Jul.	52.3	52.0	52.7
22 - July	US	20:45	S&P Global US Services PMI	Jul.	47.0	52.7	52.7
	US	20:45	S&P Global US Composite PMI	Jul.	47.5	52.4	52.3
Monday	US	19:30	Chicago Fed. Nat. Activity Index	Jun.		-0.03	-0.19
25 - July	US	21:30	Dallas Fed. Manf. Activity	Jul.		-22.0	-17.7
Tuesday	US	20:00	FHFA House Price Index MoM	May		1.5%	1.6%
26 - July	US	21:00	Conf. Board Consumer Confidence	Jul.		96.9	98.7
	US	21:00	New Home Sales	Jun.		661K	696K
	US	21:00	New Home Sales MoM	Jun.		-5.0%	10.7%
Wednesday	US	18:00	MBA Mortgage Applications	Jul. 22		--	-6.3%
27 - July	US	19:30	Wholesale Inventories MoM	Jun. P		1.5%	1.8%
	US	19:30	Durable Goods Orders	Jun. P		-0.3%	0.8%
	US	21:00	Pending Home Sales MoM	Jun.		-1.0%	0.7%
Thursday	US	01:00	FOMC Rate Decision	Jul.		2.25%-2.50%	1.50%-1.75%
28 - July	US	19:30	GDP Annualized QoQ	2Q22		0.5%	-1.6%
	US	19:30	Personal Consumption	2Q22		1.2%	1.8%
	US	19:30	Initial Jobless Claims	Jul. 23		250K	251K
Friday	US	19:30	Personal Income	Jun.		0.5%	0.5%
29 - July	US	19:30	Personal Spending	Jun.		0.9%	0.2%
	US	19:30	PCE Deflator MoM	Jun.		0.9%	0.6%
	US	19:30	PCE Deflator YoY	Jun.		6.7%	6.3%

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	YELO, WEHA, TRUE, TARA, SQMI, SINI, RICY, PLAN, PGLI, MOLI, LAND, INPC, HOMI, HELI, CENT, CASS, BRNA, BKSL, BKDP, BHAT, BBSS, BAPI, BACA, APEX, AMAN
25 - July	Cum Dividend	WOOD, UVCR, STAA
Tuesday	RUPS	ULTJ, TNCA, TALF, SMMT, PDES, NASA, MTMH, LABA, KONI, IBOS, DEFI, CTTH, CBMF, ATAP, ARTA
26 - July	Cum Dividend	--
Wednesday	RUPS	WAPO, TRIM, TOPS, TIRT, SOTS, SFAN, RUIS, RMBA, RISE, PSDN, PRIM, PJAA, PGJO, PANR, PADI, OKAS, MTWI, MNCN, MEDC, MAPB, MAPA, LFLO, JSPT, JKSW, ITMA, IMJS, IMAS, IBST, HOKI, HKMU, GTSI, CTRA, CSMI, CMNT, BLTA, BIPI, BEEF, ARTI, ARGO, AMAR, AISA, AGII
27 - July	Cum Dividend	INOV, CLPI
Thursday	RUPS	UNVR, UCID, SWAT, SSTM, SONA, SMSM, PSAB, PPGL, POLU, POLL, POLI, PEGE, MINA, MAPI, KOTA, INPS, IDEA, HDTX, GPRA, GJTL, ETWA, DGIK, CASA, BPFI, BMTR, BIPP, BHIT, BESS, BCIP, ABDA
28 - July	Cum Dividend	ELSA, BIKE
Friday	RUPS	VRNA, UANG, TURI, TIRA, TCPI, TAMA, SULI, SMRU, ROCK, PTIS, POOL, PICO, NTBK, MYTX, MTRA, MTFN, MRAT, MBTO, LUCK, LCGP, KIJA, JAWA, IRRA, INTA, INCF, ICON, HOPE, HDIT, GZCO, GEMS, ERTX, DMND, DART, CPRI, BUMI, BSSR, BOSS, BANK, AYLS, ASHA
29 - July	Cum Dividend	--

Source: Bloomberg

PTPP—PT PP (PERSERO) TBK

PREDICTION 26 JULI 2022

Overview

Potential : PTPP break out MA20 & 50 dengan Volume tinggi dari rerata 20hari. Dengan demikian terbuka peluang penguatan menuju TARGET 965-970 atau level previous High di sekitar 990-1000 (angka bulat jadi Resistance psikologis).

REKOMENDASI

Buy, Entry Level: 930-915; Average Up >945; Target: 965-970 / 990-1000; Stoploss: 905.

ADRO—PT ADARO ENERGY INDONESIA TBK

PREDICTION 26 JULI 2022

Overview

Trend (minor) : Uptrend.

Pattern : Double Bottom & Parallel Channel.

Potential : Hasil dari break out kedua pattern ADRO punya TARGET naik di sekitar 3200 (akur dengan Fibonacci retracement 50%) , atau bahkan di seputar 3300-3350 sebagai TP2. Tutup Gap di angka 3430 juga bisa diartikan sebagai area profit taking.

REKOMENDASI

Buy, Entry Level: 3100-3080, Average Up >3120; Target : 3200 / 3300-3350 / 3430; Stoplosss: 3030.

UNTR—PT UNITED TRACTORS TBK

PREDICTION 26 JULI 2022

Overview

Trend (minor) : Uptrend.

Pattern : Inverted Head & Shoulders.

Potential : UNTR punya TARGET naik di sekitar level previous High 33300-35000.

REKOMENDASI

Buy, Entry Level: 30350-30575, Average Up >30750; Target : 30300-30500; Stoplosss: 29600.

INDY—PT INDIKA ENERGY TBK

PREDICTION 26 JULI 2022

Overview

Trend (minor) : Uptrend.

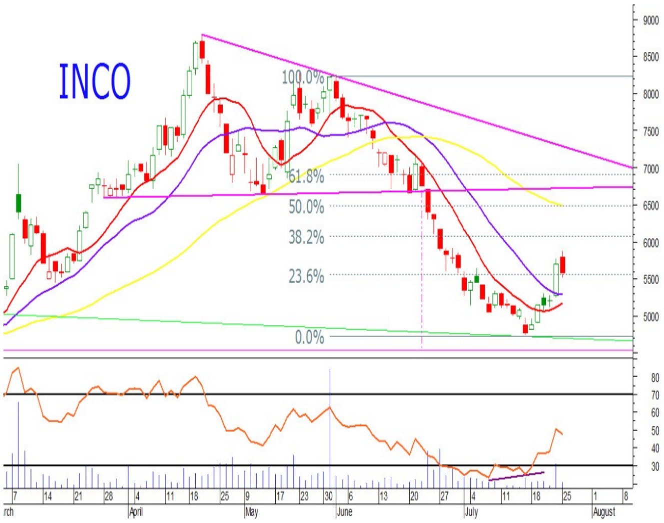
Pattern : Double Bottom.

Potential : INDY punya TARGET naik di sekitar 2850-2870. Average Up best done di atas MA50 / 2580.

REKOMENDASI

Buy, Entry Level: 2510-2490; Average Up >2580; Target: 2850-2870; Stoploss: 2470.

INCO—PT VALE INDONESIA TBK



PREDICTION 26 JULI 2022

Overview

Potential : INCO akhiri trend turun jk.pendek dengan break out Resistance MA10 & 20. Gunakan Fibonacci retracement & MA50 untuk mencari TARGET naik jk.pendek di level : 6000-6100 atau 6500.

REKOMENDASI

Buy, Entry Level: 5600-5400; Average Up >5875; Target: 6000-6100 / 6500; Stoploss: 5275.

AKRA—PT AKR CORPORINDO TBK

PREDICTION 26 JULI 2022

Overview

Trend (minor) : Uptrend.

Pattern : Flag.

Potential : AKRA break out pattern Flag dan berhasil bertahan di atas ketiga MA. TARGET setinggi Flagpole menunggu di area 1180-1200 (setara dengan level previous High) ; Average Up best done above 1115.

REKOMENDASI

Speculative Buy, Entry Level: 1095-1080, Average Up >1115; Target : 1180-1200; Stoplosss: 1045.

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