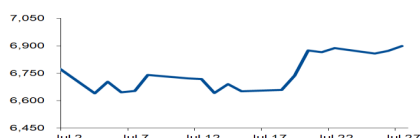


Morning Brief

Daily | July. 28, 2022

JCI Movement



Today's Outlook:

Technology Sector performed well during Lockdown; Nasdaq is up more than 4%. Technology Sector and Growth Stock valuations that depend on Future Cash Flows and are very sensitive to changes in interest rates, benefited from an increase in FFR of only +75 Bps (Vs. Speculation +100 Bps). The Nasdaq Technology Index strengthened, surpassing the Dow Jones (+1.4%) and S&P500 (+2.6%), as Powell signaled a slowdown in FFR gains. UST2Y, which is also sensitive to higher FFR, recorded a yield decline of up to 6 bps, surpassing UST10Y which only fell 2 bps. Wall Street's appreciation yesterday was also as the market waited for US GDP Annualized 2Q22 economic data which is projected to grow slightly +0.5% QoQ (Vs. 1Q22 -1.6%); Initial Jobless Claims and Continuing Claims workforce data are projected to be stable.

The 75 bps increase in FFR Price In, JCI may potentially continue strengthening. NHKSI Research projects that JCI will move bullish with Support levels: 6860-6850 and Resistance: 6900-6912/7000/7150-7175. Market participants had anticipated an increase in FFR 75 bps, as seen from the JCI which moved in a narrow range of 6,858-6,911 this week. The movement of Rupiah was also maintained, as DXY fell to a level of 106.45 yesterday, after touching a high level of 108.54 last mid-July. Meanwhile, waiting for the release of BMRI's Earning Results, BBNI, and a number of Consumer Non-Cyclicals stocks became positive catalysts for trading in the last week of July. For the record, the movement of the LQ45 Index next week will use a new composition, namely the new shares of ARTO, BRIS and INDY replacing GGRM, PTPP and TKIM.

Company News

UNVR : Net Profit Grows 12.61%

ACST : Secures New Contract

BBRI : Net Profit Jumps 98.7%

Domestic & Global News

Government Gains IDR 1.74 Trillion

Fed Hikes Interest Rates by 0.75%

Sectors

	Last	Chg.	%
Energy	1,804.59	42.49	2.41%
Industrial	1,237.90	16.74	1.37%
Technology	7,699.33	67.11	0.88%
Healthcare	1,514.58	5.41	0.36%
Property	677.33	0.52	0.08%
Infrastructure	989.69	0.10	0.01%
Consumer Cyclical	880.86	-0.26	-0.03%
Basic Material	1,267.91	-2.95	-0.23%
Transportation & Logistic	1,952.21	-5.57	-0.28%
Finance	1,472.89	-5.47	-0.37%
Consumer Non-Cyclicals	717.08	-3.99	-0.55%

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 27 6,898.22

Chg. 26.68 pts (+0.39%)

Volume (bn shares) 30.34

Value (IDR tn) 12.20

Up 243 Down 246 Unchanged 162

Most Active Stocks

(IDR bn)

by Value

Stocks	Val.	Stocks	Val.
BUMI	919.3	FREN	340.2
BBCA	427.9	HRUM	331.5
ADRO	423.2	PTBA	328.2
BBRI	383.3	ITMG	319.9
BMRI	353.0	GOTO	268.5

Foreign Transaction

(IDR bn)

Buy 3,169

Sell 3,131

Net Buy (Sell) 38

Top Buy	NB Val.	Top Sell	NS Val.
ASII	57.8	BUMI	61.0
PTBA	49.8	BBNI	59.9
ITMG	47.1	BBRI	56.9
ADRO	32.3	BUKA	47.5
TBIG	27.3	ARTO	45.5

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.37%	-0.06%
USDIDR	15,012	0.10%
KRWIDR	11.43	-0.29%

Global Indices

Index	Last	Chg.	%
Dow Jones	32,197.59	436.05	1.37%
S&P 500	4,023.61	102.56	2.62%
FTSE 100	7,348.23	41.95	0.57%
DAX	13,166.38	69.45	0.53%
Nikkei	27,715.75	60.54	0.22%
Hang Seng	20,670.04	(235.84)	-1.13%
Shanghai	3,275.76	(1.68)	-0.05%
Kospi	2,415.53	2.57	0.11%
EIDO	22.82	0.33	1.47%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,734.2	16.9	0.98%
Crude Oil (\$/bbl)	97.26	2.28	2.40%
Coal (\$/ton)	411.50	(2.50)	-0.60%
Nickel LME (\$/MT)	21,813	242.0	1.12%
Tin LME (\$/MT)	24,344	(126.0)	-0.51%
CPO (MYR/Ton)	3,826	39.0	1.03%

UNVR : Net Profit Grows 12.61%

PT Unilever Indonesia Tbk (UNVR) recorded net sales of IDR21.46 trillion during 1H22 or grew by 6.38% YoY. In line with sales, net profit was also able to record a growth of 12.61% YoY to IDR3.42 trillion. In 1H22, gross profit margin fell 259 bps to 48.2%. (Kontan)

ACST : Secures New Contract

PT Acset Indonusa Tbk (ACST) has secured the acquisition of new contracts worth IDR529.65 billion until 1H22. The achievements of new contracts until June 2022 include foundations of 14.71%, structures of 1.26% and infrastructure of 84.03%. The company said that currently, it will still focus on looking for opportunities in its three main business lines: foundation, structure and infrastructure. (Kontan)

BBRI : Net Profit Jumps 98.7%

PT Bank Rakyat Indonesia Tbk (BBRI) posted a consolidated net profit of IDR24.79 trillion during 1H22, an increase of 98.7% from IDR12.47 trillion in the same period last year. Meanwhile, this growth was supported by an growth in interest income which amounted to IDR76.86 trillion. (Kontan)

Domestic & Global News

Government Gains IDR 1.74 Trillion

The government has conducted an additional auction (greenshoe option) for State Sharia Securities (SBSN) on Wednesday (27/7/2022). The total incoming bids were booked at IDR 1.74 trillion for the four SBSN series which are project based sukuk (PBS). This additional auction is a follow-up to the SBSN auction on Tuesday (26/7/2022). Additional auction results show that all series were taken by the government, PBS031, PBS032, PBS029, and PBS033. Meanwhile, the total bids that entered the auction yesterday amounted to IDR 10.76 trillion. (Bisnis Indonesia)

Fed Hikes Interest Rates by 0.75%

The Federal Reserve on Wednesday enacted its second consecutive 0.75% point interest rate increase as it seeks to tamp down runaway inflation without creating a recession. In taking the benchmark overnight borrowing rate up to a range of 2.25% -2.5%, the moves in June and July represent the most stringent consecutive action since the Fed began using the overnight funds rate as the principal tool of monetary policy in the early 1990s. (CNBC)

	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							3,162.9							
BBCA	7,325	7,300	9,000	Buy	22.9	22.5	903.0	25.8x	4.4x	17.9	2.0	2.9	24.6	0.9
BBRI	4,320	4,110	5,500	Buy	27.3	18.7	654.7	13.9x	2.3x	18.1	4.0	36.2	64.8	1.3
BBNI	7,775	6,750	10,700	Buy	37.6	56.8	145.0	11.6x	1.2x	10.4	1.9	2.7	66.2	1.4
BMRI	8,100	7,025	9,800	Buy	21.0	37.3	378.0	11.8x	1.9x	17.1	4.5	5.8	69.5	1.2
Consumer Non-Cyclicals							1,137.7							
ICBP	9,275	8,700	10,400	Overweight	12.1	9.1	108.2	16.4x	3.0x	19.5	2.3	13.9	11.4	0.5
UNVR	4,720	4,110	5,700	Buy	20.8	6.1	180.1	29.3x	28.2x	94.0	3.2	6.4	12.5	0.5
GGRM	28,800	30,600	32,700	Overweight	13.5	(16.0)	55.4	11.2x	0.9x	8.2	7.8	(1.5)	(38.3)	0.8
HMSP	960	965	1,000	Hold	4.2	(11.9)	111.7	17.4x	3.6x	20.2	6.6	11.0	(27.3)	0.9
CPIN	5,900	5,950	5,600	Underweight	(5.1)	(6.7)	96.7	28.8x	3.7x	13.1	1.8	15.2	(18.0)	0.8
AALI	9,400	9,500	14,900	Buy	58.5	15.0	18.1	8.5x	0.9x	10.6	4.9	1.2	24.6	0.9
Consumer Cyclicals							383.4							
ERAA	498	600	640	Buy	28.5	(24.0)	7.9	7.6x	1.2x	17.0	4.6	5.8	11.8	0.7
MAPI	910	710	1,000	Overweight	9.9	37.9	15.1	16.3x	2.4x	15.7	N/A	30.6	1450.0	1.0
Healthcare							260.9							
KLBF	1,690	1,615	1,800	Overweight	6.5	28.5	79.2	24.0x	3.9x	17.1	2.1	16.6	16.7	0.6
SIDO	975	865	1,100	Overweight	12.8	21.3	29.3	22.7x	9.5x	42.8	3.9	11.0	9.6	0.4
MIKA	2,700	2,260	3,000	Overweight	11.1	5.5	38.5	32.4x	7.3x	22.7	1.3	(9.2)	(13.8)	0.1
Infrastructure							919.01							
TLKM	4,300	4,040	4,940	Overweight	14.9	34.8	426.0	17.1x	3.3x	21.0	3.5	3.7	1.7	1.0
JSMR	3,510	3,890	5,100	Buy	45.3	(8.6)	25.5	13.8x	1.2x	9.2	N/A	5.0	142.7	1.0
EXCL	2,370	3,170	3,800	Buy	60.3	(1.3)	25.4	22.9x	1.2x	5.6	2.2	7.9	(56.7)	1.0
TOWR	1,200	1,125	1,520	Buy	26.7	(21.3)	61.2	17.2x	4.6x	29.4	2.0	33.9	6.3	0.4
TBIG	3,180	2,950	3,240	Hold	1.9	0.3	72.0	40.1x	7.1x	17.9	1.1	15.4	62.0	0.3
WIKA	930	1,105	1,280	Buy	37.6	(2.6)	8.3	204.2x	0.6x	0.3	N/A	(19.4)	(98.3)	1.4
PTPP	900	990	1,700	Buy	88.9	5.9	5.6	21.5x	0.5x	2.4	N/A	50.8	(16.7)	1.5
Property & Real Estate							222.5							
CTRA	870	970	1,500	Buy	72.4	1.8	16.1	8.4x	0.9x	11.6	1.0	20.7	76.9	1.3
PWON	446	464	690	Buy	54.7	5.2	21.5	14.2x	1.3x	9.7	0.9	17.1	56.8	1.3
Energy							880.2							
PGAS	1,620	1,375	1,770	Overweight	9.3	61.2	39.3	7.2x	1.0x	14.6	7.7	14.2	96.9	1.4
PTBA	4,270	2,710	4,900	Overweight	14.8	93.2	49.2	5.0x	1.9x	44.3	16.1	105.4	342.4	1.1
ADRO	3,280	2,250	3,900	Buy	18.9	158.3	104.9	5.5x	1.5x	30.0	9.2	77.0	472.3	1.1
Industrial							450.5							
UNTR	31,100	22,150	32,000	Hold	2.9	57.3	116.0	9.1x	1.6x	18.5	4.0	56.3	131.6	0.8
ASII	6,100	5,700	8,000	Buy	31.1	29.5	246.9	10.6x	1.4x	13.7	3.9	39.0	83.7	1.0
Basic Ind.							931.4							
SMGR	6,425	7,250	9,500	Buy	47.9	(21.6)	38.1	18.4x	1.1x	6.0	2.7	0.7	10.5	1.1
INTP	9,200	12,100	12,700	Buy	38.0	(3.7)	33.9	20.7x	1.6x	7.5	5.4	3.5	(45.7)	1.1
INCO	5,650	4,680	8,200	Buy	45.1	6.1	56.1	18.8x	1.7x	9.3	N/A	13.8	100.0	1.4
ANTM	1,785	2,250	3,450	Buy	93.3	(29.2)	42.9	15.9x	1.9x	12.8	2.2	5.8	132.5	2.0

* Target Price

Source: Bloomberg, NHKS Research

Global & Domestic Economic Calendar

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.	-0.19	0.00	-0.19
25 - July	US	21:30	Dallas Fed. Manf. Activity	Jul.	-22.6	-18.5	-17.7
Tuesday	US	20:00	FHFA House Price Index MoM	May	1.4%	1.5%	1.5%
26 - July	US	21:00	Conf. Board Consumer Confidence	Jul.	95.7	97.0	98.4
	US	21:00	New Home Sales	Jun.	590K	655K	642K
	US	21:00	New Home Sales MoM	Jun.	-8.1%	-5.9%	6.3%
Wednesday	US	18:00	MBA Mortgage Applications	Jul. 22	-1.8%	--	-6.3%
27 - July	US	19:30	Wholesale Inventories MoM	Jun. P	1.9%	1.5%	1.9%
	US	19:30	Durable Goods Orders	Jun. P	1.9%	-0.4%	0.8%
	US	21:00	Pending Home Sales MoM	Jun.	-8.6%	-1.0%	0.4%
Thursday	US	01:00	FOMC Rate Decision	Jul.	2.25%-2.50%	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	SHIP, 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, IRRRA, INTA, INCF, ICON, HOPE, HDIT, GZCO, GEMS, ERTX, DMND, DART, CPRI, BUMI, BSSR, BOSS, BANK, AYLS, ASHA
29 - July	Cum Dividend	SMKL, SIMP, LSIP, BMHS

Source: Bloomberg



IHSB

PREDICTION 28 JULI 2022

BULLISH

S : 6860-6850

R : 6900-6912 / 7000 / 7150-7175

Highest Closing position in a week.

ADVISE

BUY ON BREAK (OR AVERAGE UP) ABOVE 6912

AALI—PT ASTRA AGRO LESTARI TBK



PREDICTION 28 JULI 2022

Overview

Harga konsolidasi di atas MA10 & MA20.

Advise

Speculative Buy

Entry Level: 9400

Average Up >9650

Target: 10000 / 10500

Stop loss: 9275

ACES—PT ACE HARDWARE INDONESIA TBK



PREDICTION 28 JULI 2022

Overview

Trend : Downtrend

Pattern : Falling Wedge.

Indicator : RSI positive divergence.

Candle : Hammer.

Advise

Speculative Buy

Entry Level: 710-700

Average Up >745

Target: 800 / 840

Stop loss: 680

BBTN—PT BANK TABUNGAN NEGARA (PERSERO) TBK



PREDICTION 28 JULI 2022

Overview

Pattern : Parallel Channel.

Indicator : MA10 & MA20 goldencross.

Advise

Buy

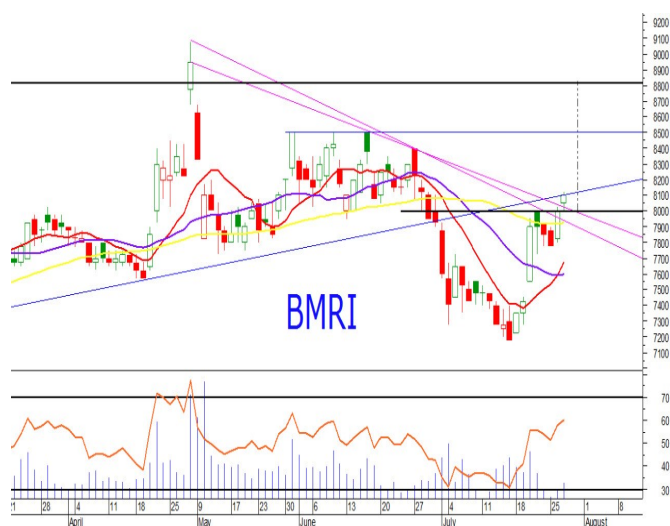
Entry Level: 1460

Average Up >1465

Target: 1500-1520 / 1550 / 1650-1670.

Stop loss: 1420

BMRI—PT BANK MANDIRI (PERSERO) TBK



PREDICTION 28 JULI 2022

Overview

Pattern : Cup and Handle.

Advise

Buy

Entry Level: 8100-8000

Average Up >8125

Target: 8500 / 8900

Stop loss: 7950

TLKM—PT TELKOM INDONESIA (PERSERO) TBK



PREDICTION 28 JULI 2022

Overview

Pattern : Double Bottom.

Advise

Buy

Entry Level: 4300-4250

Target: 4400 / 4550 / 4620

Stop loss: 4200

Research Division

Head of Research

Liza Camelia Suryanata

Equity Strategy, Technical

T +62 21 5088 ext 9134

E liza.camelia@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

Member of Indonesia Stock Exchange

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

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