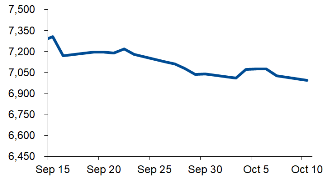
Morning Brief

NH KORINDO SEKURITAS INDONESIA

Daily | Oct. 11, 2022

JCI Movement



Today's Outlook:

Investors anticipate Big Banks Earning Results next Friday, as some analysts have lowered their projections on 3Q22 performance, companies that are involved in S&P500, only grow +4,1% YoY (Vs. Prev. Est. +11,1% YoY). Earlier in the week, Nasdaq fell 1% which led to a decrease on Wall Street after the US will tighten product exports regarding Semiconductor Chips or products used for military to China. As for DXY which comes to rise near the All-Time High level with 114 points, ahead of the US CPI Headline release on Sept. which is projected to remain high above the 8% of YoY level. This Wall Street stock market pressure happens amid the US bond market holiday commemorating Columbus Day.

Public optimism decreased, occurring among all expenditure categories. Indonesia's Consumer Confidence Index on Sept. decreased to the level of 117,2 points (Vs. Aug. 124,7 points), within that period, the inflation rate increased significantly, and the annual CPI Headline was close to 6%, with monthly exceeding 1%. Earlier in the week, the IDX Composite closed below the psychological level of 7.000 or fell 32 points with Energy and Industrial leading the sectoral decline. Amid the lack of economic sentiment today, NHKSI Research predicts IDX Composite will consolidately move, with the Support on: 970-6.930 / 6.840-6.850 and Resistance: 7.000 / 7.050 / 7.140 / 7.200-7.225.

Company News

GIAA : Intensify Restructuring
AMRT : Strengthen Business
MSIN : Apply for a Private Placement

Domestic & Global News

The Consumer Conference Index is Decreasing
BoE Doubles Potential Bond Buy-Backs

Sectors

	Last	Chg.	%
Energy	1997.53	-38.95	-1.91%
Industrial	1267.56	-15.75	-1.23%
Basic Material	1239.87	-14.79	-1.18%
Consumer Cyclicals	855.27	-10.11	-1.17%
Finance	1472.33	-12.98	-0.87%
Technology	7025.61	-51.46	-0.73%
Transportation & Logistic	1827.18	-10.94	-0.60%
Infrastructure	965.34	-3.96	-0.41%
Property	687.02	-1.33	-0.19%
Consumer Non-Cyclicals	700.52	2.50	0.36%
Healthcare	1472.20	15.72	1.08%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.25%	3.75%	Real GDP	5.44%	5.01%
FX Reserve (USD bn)	130.80	132.20	Current Acc (USD bn)	0.41	4.97
Trd Balance (USD bn)	5.76	4.22	Govt. Spending Yoy	-5.24%	-7.74%
Exports Yoy	30.15%	32.03%	FDI (USD bn)	4.28	4.70
Imports Yoy	32.81%	39.86%	Business Confidence	104.82	105.33
Inflation Yoy	5.95%	4.69%	Cons. Confidence*	117.20	123.20

JCI Index

October 10	6,994.39
Chg.	32.39 pts (-0.46%)
Volume (bn shares)	24.30
Value (IDR tn)	12.06

Up 145 Down 367 Unchanged 147

Most Active Stocks (IDR bn)

by Value

Stocks	Val.	Stocks	Val.
BUMI	1,362.5	BMRI	258.6
BBRI	849.9	TCPI	252.7
BBCA	661.7	PGAS	240.0
ADRO	427.2	ASII	221.2
TLKM	317.0	BIPI	178.3

Foreign Transaction (IDR bn)

Buy	2,906
Sell	3,628
Net Buy (Sell)	(721)

Top Buy	NB Val.	Top Sell	NS Val.
PGAS	90.5	BBRI	417.3
BBNI	28.1	TLKM	100.5
BUMI	40.0	ADRO	99.2
FILM	28.1	ASII	84.9
PTBA	17.1	BMRI	34.1

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.29%	0.04%
USDIDR	15,313	0.39%
KRWIDR	10.74	-0.57%

Global Indices

Index	Last	Chg.	%
Dow Jones	29,202.88	(93.91)	-0.32%
S&P 500	3,612.39	(27.27)	-0.75%
FTSE 100	6,959.31	(31.78)	-0.45%
DAX	12,272.94	(0.06)	0.00%
Nikkei	27,116.11	0.00	0.00%
Hang Seng	17,216.66	(523.39)	-2.95%
Shanghai	2,974.15	(50.24)	-1.66%
Kospi	2,232.84	0.00	0.00%
EIDO	23.16	0.02	0.09%

Commodities

Commodity	Last	Chg.	%
Gold ($/troy oz.)	1,668.6	(26.2)	-1.55%
Crude Oil ($/bbl)	91.13	(1.51)	-1.63%
Coal ($/ton)	386.50	0.70	0.18%
Nickel LME ($/MT)	22,412	(75.0)	-0.33%
Tin LME ($/MT)	20,085	660.0	3.40%
CPO (MYR/Ton)	3,837	137.0	3.70%

GIAA : Intensify Restructuring

PT Garuda Indonesia (Persero) Tbk is projecting positive performance in the fourth quarter of 2022; this is in line with the intensive step in implementing overall restructuring. Their optimism is supported by the increased opportunity in public demand for the peak season period at the end of the year. The corporate action realization also assists the optimism through optimizing the production equipment, which is reinforced by the acceleration of the fleet restoration program. (Emiten News)

MSIN : Apply for a Private Placement

PT MNC Digital Entertainment Tbk (MSIN) will hold a maximum right issue of 1.25 billion shares. In addition, the company will also release a private placement of 1.14 billion shares with a nominal IDR 50. As for the private placement proceeds are used to strengthen the company's capital structure and finance but are not limited to the reserves of working capital increase. (Emiten News)

AMRT : Strengthen Business

PT Sumber Alfaria Trijaya Tbk (AMRT) stated that there had been a transaction in the form of additional stock investation in PT Sumber Indah Lestari. The transaction was carried out to maintain the Company's ownership percentage. As for the additional stock investation in PT Sumber Indah Lestari is amounted to IDR 41,538 billion, following the Company's ownership percentage. (Emiten News)

Domestic & Global News

The Consumer Conference Index is Decreasing

Public optimism towards the economic condition is decreasing, as can be proven by the Consumer Confidence Index (CCI) which recorded 117,2 on September 2022, following the increase in fuel prices. In that period, the CCI was lower than in August 2022, which is 124,7 yet still stands an optimist level. The down in consumer confidence is recorded in every expenditure category, especially in the respondents with the expenditure of IDR 4 million and IDR 1 million to IDR 5 million. (Bisnis Indonesia)

BoE Doubles Potential Bond Buy-Backs

The Bank of England (BoE) sought to ease concerns about this week's expiry of its programme designed to calm turmoil in the government bond market, announcing new safety-net measures including a doubling of the maximum size of its debt buy-backs. Finance minister Kwasi Kwarteng last month sparked a bond rout with plans for unfunded tax cuts, prompting the BoE to say on Sept. 28 it would buy up to 5 billion pounds (USD5.53 billion) a day of gilts of at least 20 years duration until Oct. 14. (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							3,346.6							
BBCA	8,300	7,300	9,000	Overweight	8.4	14.4	1,023.2	29.3x	5.0x	17.9	1.7	3.6	24.6	0.9
BBRI	4,370	4,110	5,500	Buy	25.9	4.5	662.3	14.1x	2.3x	18.1	4.0	8.4	46.2	1.2
BBNI	8,750	6,750	10,700	Buy	22.3	36.7	163.2	11.1x	1.3x	12.1	1.7	2.7	74.9	1.4
BMRI	9,300	7,025	10,000	Overweight	7.5	34.8	434.0	12.1x	2.1x	18.2	3.9	7.0	61.6	1.1
Consumer Non-Cyclicals							1,127.7							
ICBP	8,950	8,700	9,800	Overweight	9.5	1.1	104.4	20.5x	2.9x	14.8	2.4	15.6	(39.9)	0.5
UNVR	4,800	4,110	5,700	Buy	18.8	(0.6)	183.1	29.8x	40.1x	143.2	3.1	6.4	12.5	0.5
GGRM	22,750	30,600	32,700	Buy	43.7	(32.8)	43.8	10.3x	0.8x	7.3	9.9	1.8	(59.4)	0.7
HMSP	895	965	950	Overweight	6.1	(18.6)	104.1	17.4x	4.2x	23.9	7.1	12.3	(27.8)	0.8
CPIN	5,425	5,950	6,600	Buy	21.7	(13.9)	89.0	27.7x	3.5x	12.3	2.0	12.4	(15.0)	0.8
AALI	8,200	9,500	11,000	Buy	34.1	(20.0)	15.8	7.4x	0.8x	10.6	5.6	1.2	24.6	0.9
Consumer Cyclicals							366.8							
ERAA	422	600	620	Buy	46.9	(28.5)	6.7	6.9x	1.1x	16.1	5.4	9.6	(8.6)	0.6
MAPI	1,075	710	1,000	Underweight	(7.0)	36.1	17.8	14.8x	2.6x	19.1	N/A	34.1	287.5	0.9
Healthcare							256.5							
KLBF	1,895	1,615	1,850	Hold	(2.4)	39.3	88.8	26.7x	4.6x	18.0	1.8	12.2	9.9	0.6
SIDO	705	865	900	Buy	27.7	(9.0)	21.2	17.5x	6.5x	37.6	3.2	(2.6)	(11.2)	0.4
MIKA	2,790	2,260	3,000	Overweight	7.5	24.6	39.7	34.3x	7.9x	21.8	1.3	(13.3)	(11.4)	0.1
Infrastructure							929.55							
TLKM	4,420	4,040	4,940	Overweight	11.8	16.0	437.9	17.1x	3.6x	23.4	3.4	3.6	6.9	1.0
JSMR	3,300	3,890	5,100	Buy	54.5	(16.9)	24.0	16.3x	1.1x	7.3	N/A	9.6	(14.1)	0.9
EXCL	2,500	3,170	3,800	Buy	52.0	(21.9)	26.8	22.5x	1.3x	6.0	2.0	8.5	(13.4)	0.9
TOWR	1,235	1,125	1,520	Buy	23.1	-	63.0	18.0x	4.8x	29.2	2.0	33.9	0.0	0.5
TBIG	2,700	2,950	3,240	Buy	20.0	(5.9)	61.2	34.5x	4.8x	16.0	1.3	11.2	22.4	0.3
WIKA	925	1,105	1,280	Buy	38.4	(29.1)	8.3	396.2x	0.6x	0.2	N/A	6.2	N/A	1.4
PTPP	890	990	1,700	Buy	91.0	(24.3)	5.5	20.4x	0.5x	2.5	N/A	39.7	0.0	1.5
Property & Real Estate							224.6							
CTRA	965	970	1,500	Buy	55.4	(6.3)	17.9	7.9x	1.0x	13.4	1.5	16.0	107.7	1.2
PWON	450	464	690	Buy	53.3	(12.6)	21.7	13.0x	1.3x	10.5	0.9	11.8	62.2	1.2
Energy							952.4							
PGAS	1,825	1,375	1,770	Hold	(3.0)	23.3	44.2	8.3x	1.1x	13.9	6.8	18.8	25.0	1.3
PTBA	4,150	2,710	4,900	Buy	18.1	46.1	47.8	3.9x	2.1x	61.8	16.6	79.0	237.1	1.0
ADRO	3,920	2,250	3,900	Hold	(0.5)	104.7	125.4	4.1x	1.6x	44.5	7.7	126.6	634.5	1.1
Industrial							470.8							
UNTR	32,300	22,150	32,000	Hold	(0.9)	22.6	120.5	7.5x	1.5x	22.6	5.3	62.0	129.2	0.8
ASII	6,500	5,700	8,000	Buy	23.1	12.6	263.1	8.9x	1.4x	17.1	3.7	33.8	106.0	1.0
Basic Ind.							928.1							
SMGR	7,350	7,250	9,500	Buy	29.3	(6.7)	43.6	21.2x	1.2x	5.9	2.3	(2.1)	4.5	1.1
INTP	9,100	12,100	12,700	Buy	39.6	(9.2)	33.5	22.2x	1.7x	7.3	5.5	3.7	(47.2)	1.0
INCO	6,675	4,680	8,200	Buy	22.8	32.8	66.3	16.8x	1.9x	11.8	N/A	36.1	155.9	1.5
ANTM	1,910	2,250	3,450	Buy	80.6	(21.1)	45.9	20.6x	2.1x	10.8	2.0	8.7	31.5	2.0

*** Target Price**

Source: Bloomberg, NHKSI Research

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	ID	—	Consumer Confidence Index	Sept.	117.2	—	124.7
10 - Oct.	—	—	—	—	—	—	—
Tuesday	—	—	—	—	—	—	—
11 - Oct.	—	—	—	—	—	—	—
Wednesday	US	18:00	MBA Mortgage Applications	Oct. 7		--	-14.2%
12 - Oct.	US	19:30	PPI Final Demand MoM	Sept.		0.2%	-0.1%
	US	19:30	PPI Final Demand YoY	Sept.		8.4%	8.7%
Thursday	US	01:00	FED Meeting Minutes	Sept. 21		--	--
13 - Oct.	US	19:30	CPI MoM	Sept.		0.2%	0.1%
	US	19:30	CPI YoY	Sept.		8.1%	8.3%
	US	19:30	Initial Jobless Claims	Oct. 8		--	219K
Friday	US	19:30	Retail Sales Advance MoM	Sept.		0.2%	0.3%
14 - Oct.	US	19:30	Retail Sales Ex Auto MoM	Sept.		-0.1%	-0.3%
	US	19:30	Import Price Index MoM	Sept.		-1.1%	-1.0%

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	BRAM, BOSS
10 - Oct.	Cum Dividend	--
Tuesday	RUPS	BUMI
11 - Oct.	Cum Dividend	SSMS, BRAM, ASII, AALI
Wednesday	RUPS	OBMD, NIRO, MBSS
12 - Oct.	Cum Dividend	--
Thursday	RUPS	LPLI, BTPS
13 - Oct.	Cum Dividend	AUTO
Friday	RUPS	OMRE, KAEF
14 - Oct.	Cum Dividend	--

Source: Bloomberg

IHSG projection for 11 October 2022 :

Konsolidasi – Bearish cenderung Sideways.
Support : 6970-6930 / 6840-6850.
Resistance : 7000 / 7050/ 7140 / 7200-7225.
ADVISE : Hold, Wait & See.

PGAS—PT PERUSAHAAN GAS NEGARA TBK

PREDICTION 11 OCTOBER 2022

Overview
Break out above MA20.

Advise
Buy.
Entry Level: 1825-1790.
Average Up >1835.
Target: 1900-1910 / 1975-2000.
Stoploss: 1775 / 1740.

TBIG—PT TOWER BERSAMA INFRASTRUCTURE TBK

PREDICTION 11 OCTOBER 2022

Overview
Support dari level previous Low.
RSI positive divergence.

Advise
Speculative Buy.
Entry Level: 2700-2650.
Average Up >2730.
Target: 2800 / 2900.
Stoploss: 2640.

ESSA—PT SURYA ESA PERKASA TBK

PREDICTION 11 OCTOBER 2022

Overview
Support (minor) dari level previous Low.

Advise
Speculative Buy.
Entry Level: 955-925.
Average Up >970.
Target: 1000-1015 / 1050 / 1090-1100 / 1160-1180.
Stoploss: 915 (BUYBACK : 870).

SIDO—PT INDUSTRI JAMU & FARMASI SIDO MUNCUL TBK

PREDICTION 11 OCTOBER 2022

Overview
Support dari level previous Low.
RSI positive divergence.

Advise
Speculative Buy.
Entry Level: 705-700.
Average Up >715.
Target: 730 / 745-760 / 780-785 / 800.
Stoploss: 690.

CPIN—PT CHAROEN POKPHAND INDONESIA TBK

PREDICTION 11 OCTOBER 2022

Overview
Green candle after Doji, di area Support.
RSI Oversold.

Advise
Buy.
Entry Level: 5425-5325.
Average UP >5500-5600.
Target: 5725-5750 / 5900-6000.
Stoploss: 5200.

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

Amalia Huda Nurfalah

Editor & Translator

T +62 21 5088 ext 9132
E amalia.huda@nhsec.co.id

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

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

Branch Office Pekanbaru:

Sudirman City Square

Jl. Jend. Sudirman Blok A No.7

Pekanbaru

Indonesia

Branch Office Surabaya:

Spazio Tower Lt. 10, Unit S05

Jl. Mayjen Yono Suwoyo

Surabaya 60226

Indonesia

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

Branch Office Denpasar:

Ruko Griya Alamanda No.9

Jl. Cok Agung Tresna

Denpasar

Indonesia

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