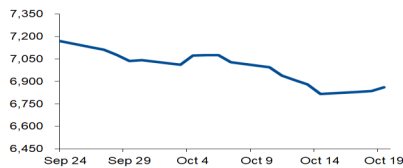


Morning Brief

Daily | Oct. 20, 2022

JCI Movement



Today's Outlook:

The rising yields have weighed the stock market, amid the Earning Results season. UST10Y yields again surpassed the 4% level or reached their highest level since 2008, as housing data has not been able to withstand the Hawkish stance of the Fed. Data shows that US Housing Starts on Sept. rose as much as 1.4 million (Vs. Aug. 1.6 million); affected by the high Mortgage Rates, in line with the increase in FFR during 2022. Furthermore, the Fed is expected to increase the FFR by 75 Bps for the fourth time in a row at the FOMC meeting next November.

Investors anticipate the Hawkish of BI 7DRR. BI's decree revises the inflation target to 6.3% YoY; or 30-40 Bps lower than the previous target, which is 6.6%-6.7%; indicating the potential for BI's tight monetary policy to continue for the rest of the year. In addition to the Inflation of Indonesia's Headline Oct., which has approached 6% on an annual basis and exceeded 1% on a monthly basis, BI should also anticipate Strong Dollar sentiment, with DXY holding at a high level of 113 points (Vs. Highes Level 114), ahead of the discourse of an increase in FFR +75 Bps in early November. The high global uncertainty has made investors interested in the USD's safe haven, making the Rupiah close to the level of IDR 15,500 this week.

Company News

PNGO : Increase the Business' Capital
APLN : Gained Funds of IDR 4.53 T
AVIA : Continue the Expansion Plan

Domestic & Global News

BI Cuts Their Projection on Indonesia's Inflation
ECB to go Big Again with 75 Bps Rate Hike

JCI Index

October 19	6,860.42
Chg.	25.92 pts (+0.38%)
Volume (bn shares)	20.14
Value (IDR tn)	12.50
Up 277 Down 228 Unchanged 154	

Most Active Stocks

(IDR bn)

by Value

Stocks	Val.	Stocks	Val.
PTBA	682.4	BMRI	338.7
BBCA	552.7	TLKM	279.4
UNVR	427.5	TCPI	269.5
ARTO	373.0	ADRO	266.0
BBRI	351.9	BUMI	234.4

Foreign Transaction

(IDR bn)

Buy	4,702
Sell	4,609
Net Buy (Sell)	93

Top Buy	NB Val.	Top Sell	NS Val.
SMGR	31.7	BBCA	81.2
EMTK	10.1	AMRT	25.2
TKIM	2.4	MDKA	16.7
NISP	1.6	ASII	15.5
GGRM	1.4	BUKA	15.0

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.47%	0.03%
USDIDR	15,498	0.19%
KRWIDR	10.86	-0.05%

Global Indices

Index	Last	Chg.	%
Dow Jones	30,423.81	(99.99)	-0.33%
S&P 500	3,695.16	(24.82)	-0.67%
FTSE 100	6,924.99	(11.75)	-0.17%
DAX	12,741.41	(24.20)	-0.19%
Nikkei	27,257.38	101.24	0.37%
Hang Seng	16,511.28	(403.30)	-2.38%
Shanghai	3,044.38	(36.58)	-1.19%
Kospi	2,237.44	(12.51)	-0.56%
EIDO	22.70	0.06	0.27%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,629.4	(22.8)	-1.38%
Crude Oil (\$/bbl)	85.55	2.73	3.30%
Coal (\$/ton)	391.00	3.15	0.81%
Nickel LME (\$/MT)	21,876	335.0	1.56%
Tin LME (\$/MT)	19,450	(195.0)	-0.99%
CPO (MYR/Ton)	4,118	107.0	2.67%

Sectors

	Last	Chg.	%
Finance	1451.31	19.96	1.39%
Consumer Non-Cyclicals	718.76	9.12	1.29%
Basic Material	1241.08	12.44	1.01%
Consumer Cyclical	842.26	6.32	0.76%
Technology	6497.94	44.34	0.69%
Healthcare	1464.14	8.00	0.55%
Transportation & Logistic	1761.18	8.93	0.51%
Infrastructure	922.99	3.12	0.34%
Industrial	1250.93	4.10	0.33%
Property	676.98	1.34	0.20%
Energy	1958.33	-14.53	-0.74%

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)	4.99	5.76	Govt. Spending Yoy	-5.24%	-7.74%
Exports Yoy	20.28%	30.15%	FDI (USD bn)	4.28	4.70
Imports Yoy	22.02%	32.81%	Business Confidence	104.82	105.33
Inflation Yoy	5.95%	4.69%	Cons. Confidence*	117.20	124.70

PNGO : Increase The Business' Capital

PT Pinago Utama Tbk (PNGO) has increased its authorized capital. The capital is issued and deposited to their subsidiary, PT Musi Andalan Sumatera (MAS). To be detailed, the capital amount is originally IDR 1 billion to IDR 50 billion for 50,000 shares, each share worth 1 million. Moreover, the capital issued and deposited by MAS increased from IDR 1 billion to IDR 41 billion for 41,000 shares. (Emiten News)

APLN : Gained Funds of IDR 4.53 T

PT Agung Podomoro Land Tbk (APLN) pocketed IDR 4.53 trillion worth of funds obtained from the sale of the Central Park shopping center in the form of selling the Company's flat unit ownership certificates to PT CPM Assets Indonesia. In addition, on September 23, 2022, the Company also included new shares issued by CPM Indonesia, representing 28.58% of all shares that have been issued and fully paid up in CPM. (Emiten News)

AVIA : Continue the Expansion Plan

PT Avia Avian Tbk (AVIA) stated that they want to continue their business expansion plan in 2023. Although overshadowed by uncertain economic conditions, the strategy of adding distribution networks and launching new products will continue to be pursued by the Company next year. For the record, the Company aims to add 8-9 new distribution centers annually.

Domestic & Global News

BI Cuts Their Projection on Indonesia's Inflation

Bank Indonesia (BI) cuts its projection on Indonesia's inflation in 2022 to 6.3% YoY. Previously, BI projected inflation at the level of 6.6% - 6.7%. Although BI's latest inflation projection is lower, it still exceeds the upper limit of the target range, which is 4% YoY. In detail, the cause of Indonesia's current inflation increase is the adjustment of subsidized fuel oil prices in September 2022. Other than that, there is also an increase in food inflation. (Kontan)

ECB to go Big Again with 75 Bps Rate Hike

The European Central Bank will go for another jumbo 75 basis point increase to its deposit and refinancing rates when it meets on Oct. 27 as it tries to contain inflation running at five times its target, a Reuters poll found. The ECB targets inflation at 2.0%, yet it was 10.0% last month. It will average at a peak of 9.6% this quarter, higher than thought last month, before gradually drifting down but will not reach target until late 2024, the poll found. (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							3,321.1							
BBCA	8,275	7,300	9,000	Overweight	8.8	10.3	1,020.1	29.2x	5.0x	17.9	1.8	3.6	24.6	0.9
BBRI	4,300	4,110	5,500	Buy	27.9	(2.3)	651.7	13.9x	2.3x	18.1	4.1	8.4	46.2	1.2
BBNI	8,775	6,750	10,700	Buy	21.9	21.5	163.6	11.1x	1.3x	12.1	1.7	2.7	74.9	1.4
BMRI	9,475	7,025	10,000	Overweight	5.5	31.6	442.2	12.4x	2.2x	18.2	3.8	7.0	61.6	1.1
Consumer Non-Cyclicals							1,166.3							
ICBP	9,125	8,700	9,800	Overweight	7.4	(1.9)	106.4	20.9x	3.0x	14.8	2.4	15.6	(39.9)	0.5
UNVR	5,350	4,110	5,700	Overweight	6.5	4.4	204.1	33.2x	44.7x	143.2	2.8	6.4	12.5	0.5
GGRM	22,750	30,600	32,700	Buy	43.7	(35.0)	43.8	10.3x	0.8x	7.3	9.9	1.8	(59.4)	0.7
HMSP	915	965	950	Hold	3.8	(19.0)	106.4	17.7x	4.3x	23.9	6.9	12.3	(27.8)	0.8
CPIN	5,500	5,950	6,600	Buy	20.0	(14.4)	90.2	28.1x	3.5x	12.3	2.0	12.4	(15.0)	0.8
AALI	8,150	9,500	11,000	Buy	35.0	(19.9)	15.7	7.4x	0.8x	10.6	5.4	1.2	24.6	0.9
Consumer Cyclicals							355.7							
ERAA	416	600	620	Buy	49.0	(35.5)	6.6	6.8x	1.1x	16.1	5.5	9.6	(8.6)	0.6
MAPI	1,215	710	1,300	Overweight	7.0	36.5	20.2	16.8x	2.9x	19.1	N/A	34.1	287.5	0.9
Healthcare							257.8							
KLBF	1,980	1,615	1,850	Underweight	(6.6)	36.6	92.8	27.9x	4.8x	18.0	1.8	12.2	9.9	0.6
SIDO	665	865	900	Buy	35.3	(22.7)	20.0	16.5x	6.2x	37.6	3.4	(2.6)	(11.2)	0.5
MIKA	2,830	2,260	3,000	Overweight	6.0	25.8	40.3	34.8x	8.0x	21.8	1.3	(13.3)	(11.4)	0.1
Infrastructure							887.48							
TLKM	4,200	4,040	4,940	Buy	17.6	12.3	416.1	16.2x	3.5x	23.4	3.6	3.6	6.9	1.0
JSMR	3,420	3,890	5,100	Buy	49.1	(22.3)	24.8	16.9x	1.2x	7.3	N/A	9.6	(14.1)	0.9
EXCL	2,490	3,170	3,800	Buy	52.6	(19.2)	26.7	22.4x	1.3x	6.0	2.0	8.5	(13.4)	0.9
TOWR	1,120	1,125	1,520	Buy	35.7	(5.1)	57.1	16.3x	4.3x	29.2	2.2	33.9	0.0	0.5
TBIG	2,590	2,950	3,240	Buy	25.1	(9.8)	58.7	33.1x	4.6x	16.0	1.4	11.2	22.4	0.4
WIKA	885	1,105	1,280	Buy	44.6	(37.9)	7.9	379.1x	0.6x	0.2	N/A	6.2	N/A	1.4
PTPP	850	990	1,700	Buy	100.0	(36.6)	5.3	19.5x	0.5x	2.5	N/A	39.7	0.0	1.5
Property & Real Estate							220.4							
CTRA	920	970	1,500	Buy	63.0	(16.0)	17.1	7.5x	1.0x	13.4	1.5	16.0	107.7	1.2
PWON	438	464	690	Buy	57.5	(16.6)	21.1	12.6x	1.3x	10.5	0.9	11.8	62.2	1.2
Energy							975.9							
PGAS	1,810	1,375	1,770	Hold	(2.2)	16.0	43.9	8.1x	1.1x	13.9	6.9	18.8	25.0	1.2
PTBA	3,730	2,710	4,900	Buy	31.4	32.3	43.0	3.5x	1.9x	61.8	18.5	79.0	237.1	1.0
ADRO	3,840	2,250	3,900	Hold	1.6	107.0	122.8	3.9x	1.5x	44.5	7.8	126.6	634.5	1.1
Industrial							468.5							
UNTR	31,800	22,150	32,000	Hold	0.6	24.0	118.6	7.4x	1.5x	22.6	5.4	62.0	129.2	0.8
ASII	6,525	5,700	8,000	Buy	22.6	2.8	264.2	8.9x	1.4x	17.1	4.3	33.8	106.0	1.0
Basic Ind.							923.7							
SMGR	7,750	7,250	9,500	Buy	22.6	(11.7)	46.0	22.4x	1.3x	5.9	2.2	(2.1)	4.5	1.1
INTP	9,425	12,100	12,700	Buy	34.7	(18.2)	34.7	22.9x	1.8x	7.3	5.3	3.7	(47.2)	1.0
INCO	6,900	4,680	8,200	Buy	18.8	36.6	68.6	17.2x	1.9x	11.8	N/A	#N/A	N/A	1.5
ANTM	1,825	2,250	3,450	Buy	89.0	(27.9)	43.9	19.7x	2.0x	10.8	2.1	8.7	31.5	2.0

* Target Price

Source: Bloomberg, NHKS Research

Global & Domestic Economic Calendar

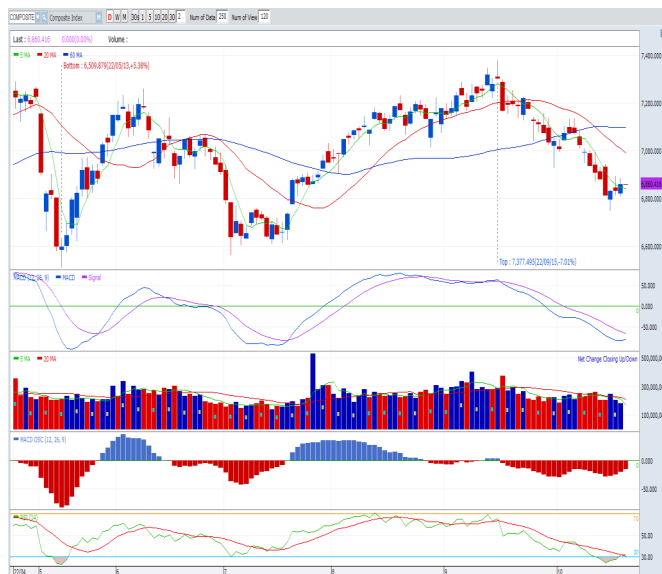
Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	ID	11:00	Trade Balance	Sept.	%4.9Bn	\$4.8Bn	\$5.7Bn
17 - Oct.	ID	11:00	Exports YoY	Sept.	20.28%	28.60%	30.03%
	ID	11:00	Imports YoY	Sept.	22.02%	33.40%	32.81%
	US	19:30	Empire Manufacturing	Oct.	-9.1	-4.3	-1.5
Tuesday	US	20:15	Industrial Production MoM	Sept.	0.4%	0.1%	-0.1%
18 - Oct.	—	—	—	—	—	—	—
Wednesday	EC	16:00	CPI YoY	Sept. F	9.9%	10.0%	9.1%
19 - Oct.	US	18:00	MBA Mortgage Applications	Oct. 14	-4.5%	--	-2.0%
	US	19:30	Building Permits	Sept.	1,564K	1,550K	1,542K
	US	19:30	Housing Starts	Sept.	1,439K	1,488K	1,575K
Thursday	ID	14:20	Bank Indonesia 7D Reverse Repo	Oct. 20		4.63%	4.25%
20 - Oct.	US	19:30	Initial Jobless Claims	Oct. 15		--	228K
	US	21:00	Existing Home Sales	Sept.			
	US	21:00	Leading Index	Sept.		-0.3%	-0.3%
Friday	—	—	—	—	—	—	—
21 - Oct.	—	—	—	—	—	—	—

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	ABDA
17 - Oct.	Cum Dividend	ASGR
Tuesday	RUPS	PRDA, BBTN, AMOR
18 - Oct.	Cum Dividend	--
Wednesday	RUPS	TAXI, ELTY, BVIC
19 - Oct.	Cum Dividend	--
Thursday	RUPS	TRIN, AXIO
20 - Oct.	Cum Dividend	--
Friday	RUPS	PTIS, OASA
21 - Oct.	Cum Dividend	EAST

Source: Bloomberg



IHS projection for 20 October 2022 :

Bullish – on the way testing MA10 Resistance at 6900-6925.

Support : 6850-6800 / 6740-6750.

Resistance : 6900-6925 / 7000 / 7100-7140.

ADVISE : Buy or Average Up.

INCO—PT VALE INDONESIA TBK



PREDICTION 20 OCTOBER 2022

Overview

Break out above Triangle pattern.

Advise

Buy.

Entry Level: 6900.

Average Up >7000-7125.

Target: 8000 / 8200-8300.

Stoploss: 6600.

LSIP—PT PP LONDON SUMATERA INDONESIA TBK



PREDICTION 20 OCTOBER 2022

Overview

Pattern : Parallel Channel (Downtrend).

Break out above MA10 dengan Volume tinggi.

Advise

Buy.

Entry Level: 1080-1070.

Average Up >1100.

Target: 1150 / 1170 / 1200-1230.

Stoploss: 1050.

AKRA—PT AKR CORPORINDO TBK



PREDICTION 20 OCTOBER 2022

Overview

Resistance dari level previous High.

Pattern : Parallel Channel (Uptrend).

Advise

Buy on Break.

Entry Level: 1460-1480.

Target: 1620-1650.

Stoploss: 1390.

PTPP—PT PP (PERSERO) TBK



PREDICTION 20 OCTOBER 2022

Overview

Sudah mencapai Bottom dari pattern Rising Wedge.

Candle : long-leg Hammer / Dragonfly.

RSI : Oversold.

Advise

Speculative Buy.

Entry Level: 850.

Target: 880-885 / 900 / 915-925 / 950.

Stoploss: 810.

ASII—PT ASTRA INTERNATIONAL TBK



PREDICTION 20 OCTOBER 2022

Overview

Break out above MA10.

Perlu tembus ke atas Neckline 6625 supaya Double Top batal.

Advise

Speculative Buy.

Entry Level: 6525-6450.

Average UP >6625.

Target: 6750 / 6900-7000 / 7200-7300.

Stoploss: 6375.

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