

Weekly Brief (Nov. 14 – 18, 2022)

Summary:

Last week review:

US inflation is flattening. The high base of inflation in 2021 and the disinflation of several goods and services suppressed the US Headline Inflation in Oct. down to 7.7% YoY. According to CME Fed Watch, this occurrence drives the probability of an increase in the Dec. FFR of just +50Bps, up from 52% to 85%. Fed Pivot expectations in Dec. also supported by the depressed labor data, as US Initial Jobless Claims rise by 3% a week. The Fed Pivot sentiment also boosted a number of commodities, such as oil and gold, along with pressure on the DXY. The rise in oil prices amid the European Union's ban on Russian oil and speculation of China's loosen Zero-Covid Policy. On the domestic side, the low base sustained Indonesia's GDP in 3Q22, which grew 5.72% YoY, higher than the low base of 3Q21, which only grew 3.51% YoY. Indonesia's 3Q22 economy was also sustained by public consumption and the increase in mobility.

This week's outlook:

BI 7DRR Vs. BBRI. BI is projected to be hawkish again as they raise the BI 7DRR +50Bps for the second time later on Thursday (17/11) at the BI RDG. This raising becomes a negative catalyst for the Technology Sector, which has strengthened by more than 4% in a week. Besides the increase in prices of several food commodities, November inflation, amid the disbursement of Direct Cash Assistant (BLT) in fuel Phase 2, will increase the consumption of the Middle to Low community. The BBRI 3Q22 Earning Results, scheduled to be released this week, are projected to record solid net profit growth and likely bring a positive catalyst for the market. Furthermore, BBRI has strong microcredit growth yet with a low CoF and a CoC Downtrend. This BBRI release has ended the Big Cap sentiment at the same time. Earning Results, before the Indofood Duo 3Q22 Earning Results, which is projected to be released in late November or early December. Thus, investors continue to watch the significant strengthening of the Technology Sector during the week, towards the end of GOTO's Lock-Up Period at the end of November.

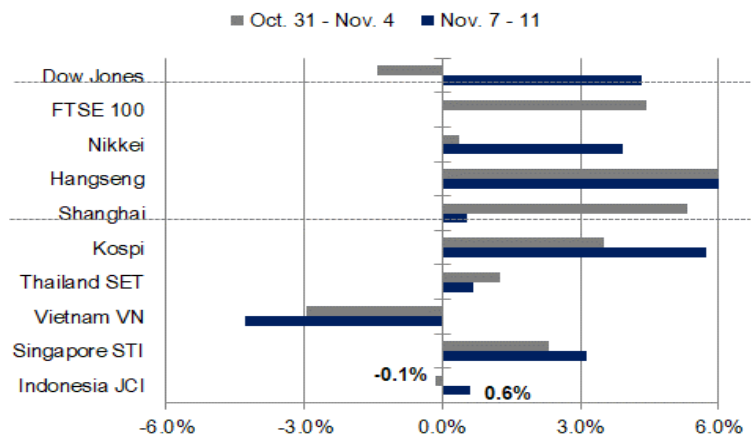
JCI Index : 7,089.20 (+0.6%)

Foreign Flow : Net sell of IDR 759 Billion (Vs. last week's net buy of net buy of IDR 637 Billion)

USD/IDR : 15,494 (-1.6%)

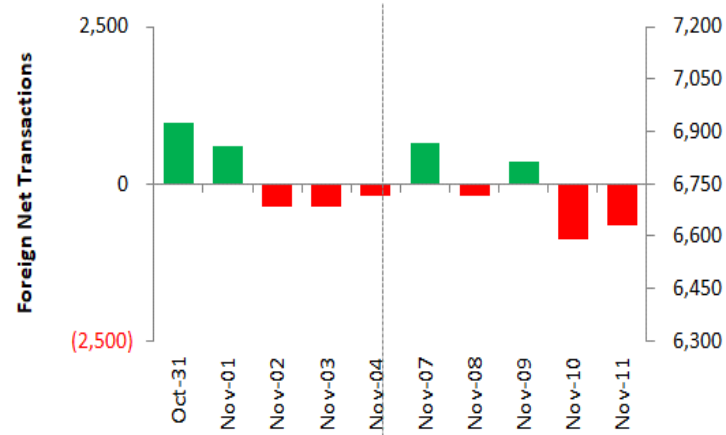
Last Week's JCI Movement

Global Market Movement



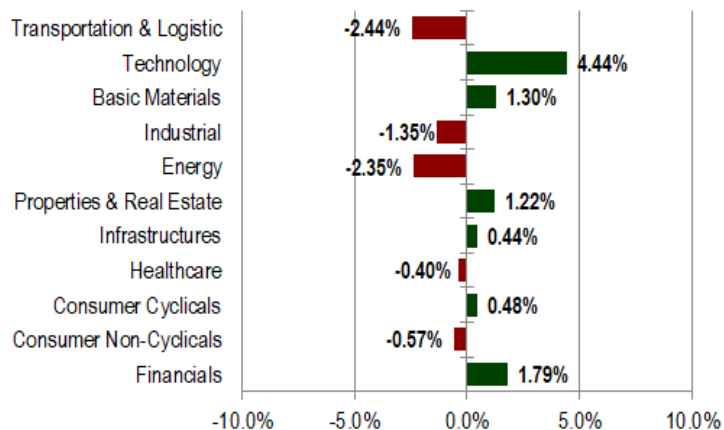
Source: Bloomberg, NHKSI Research

Foreign Net Flow – Last 10 Days



Source: Bloomberg, NHKSI Research

JCI Sector Movement



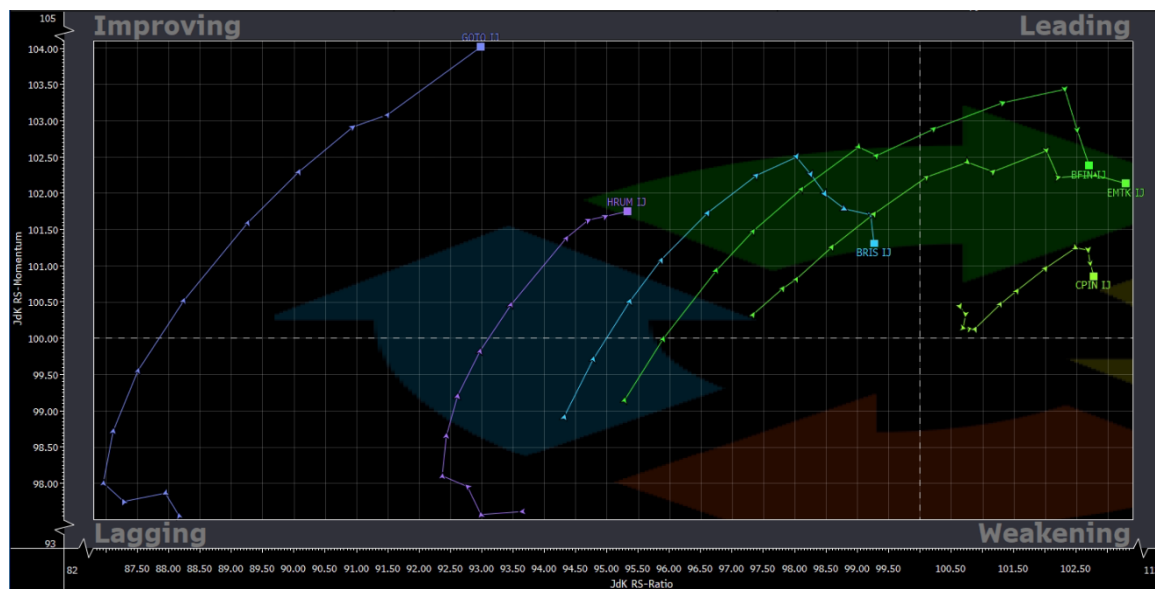
Source: Bloomberg, NHKSI Research

JCI's Top Foreign Transaction

Top Buy (RG)	NB Val. (IDR Mn)	Top Sell (RG)	NS Value (IDR Mn)
MDKA	288,962	TLKM	958,943
ADRO	217,931	BBRI	319,061
ANTM	180,087	BMRI	192,035
BUKA	122,414	ITMG	162,557
SMGR	95,257	BUMI	103,827

Source: Bloomberg, NHKSI Research

Stocks Recommendation



Source: Bloomberg, NHKSI Research

Stocks	TP	SL
BFIN	1,175-1,185 / 1,200-1,205 / 1,250	1,090
BRIS	1,440 / 1,485	1,360
CPIN	5,800 / 5,950-6,000	5,550
EMTK	1,890-1,900 / 1,930 / 2,000	1,660
GOTO	230-235 / 245 / 260-265	194
HRUM	1,635 / 1,700 / 1,740 / 1,780	1,570

Source: Bloomberg, NHKSI Research

JCI Index

Support	7,020 / 6,962 / 6,900 / 6,800	Resistance	7,105-7,140 / 7,250 / 7,355-7,377
----------------	----------------------------------	-------------------	--------------------------------------

Published on Investing.com, 13/Nov/2022 - 14:30:46 GMT, Powered by TradingView.

Jakarta Stock Exchange Composite Index, Indonesia, Jakarta:JKSE, D

MA (10, close, 0)
MA (20, close, 0)
MA (50, close, 0)



Source: NHKSI Research, Bloomberg

Economic Calendar

Date	Country	Hour JKT	Event	Period	Consensus	Previous
Monday, 14-Nov.	--	--	--	--	--	--
Tuesday, 15-Nov.	ID	11:00	Trade Balance	Oct.	\$4,236Mn	\$4,990Mn
	ID	11:00	Exports / Imports YoY	Oct.	13.20% / 24.25%	20.28% / 22.02%
	US	20:30	PPI Final Demand MoM / YoY	Oct.	0.5% / 8.3%	0.4% / 8.5%
	US	20:30	PPI Core MoM / YoY	Oct.	0.4% / 7.2%	0.3% / 7.2%
Wednesday, 16-Nov.	US	19:00	MBA Mortgage Applications	Nov. 11	--	-0.1%
	US	20:30	Retail Sales Advance MoM	Oct.	0.9%	0.0%
	US	21:15	Industrial Production MoM	Oct.	0.2%	0.4%
	US	21:15	Capacity Utilization	Oct.	80.4%	80.3%
Thursday, 17-Nov.	ID	14:20	BI 7DRR	Nov. 17	5.25%	4.75%
	US	20:30	Housing Starts	Oct.	1,420K	1,439K
	US	20:30	Building Permits	Oct.	1,517K	1,564K
	US	20:30	Initial Jobless Claims	Nov. 12	--	225K
Friday, 18-Nov.	ID	10:00	BoP Current Account Balance	3Q22	\$2,500Mn	\$3,900Mn
	US	22:00	Existing Home Sales	Oct.	4.37Mn	4.71Mn
	US	22:00	Existing Home Sales	Oct.	-7.3%	-1.5%
	US	22:00	Leading Index	Oct.	-0.4%	-0.4%

Source: Bloomberg, NHKSI Research

Corporate Action Calendar

Date	Event	Company
Monday, 14-Nov.	RUPS	MSIN, LINK
	Cum Dividend	--
Tuesday, 15-Nov.	RUPS	BSWD
	Cum Dividend	LTLS, BPII
Wednesday, 16-Nov.	RUPS	WAPO, BACA
	Cum Dividend	--
Thursday, 17-Nov.	RUPS	OKAS, BYAN
	Cum Dividend	CSRA
Friday, 18-Nov.	RUPS	PKPK, MGLV
	Cum Dividend	--

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							3,448.2							
BBCA	8,850	7,300	9,000	Hold	1.7	15.3	1,091.0	29.4x	5.1x	18.1	1.6	6.4	24.9	0.8
BBRI	4,650	4,110	5,500	Buy	18.3	9.4	704.7	14.9x	2.5x	18.1	3.7	8.4	46.2	1.2
BBNI	9,300	6,750	10,700	Buy	15.1	32.4	173.4	10.3x	1.3x	13.5	1.6	5.0	76.3	1.4
BMRI	10,425	7,025	10,000	Hold	(4.1)	44.3	486.5	12.3x	2.3x	19.3	3.5	9.0	59.3	1.1
Consumer Non-Cyclicals							1,162.7							
ICBP	9,850	8,700	9,800	Hold	(0.5)	11.3	114.9	22.6x	3.2x	14.8	2.2	15.6	(39.9)	0.5
UNVR	4,540	4,110	4,850	Overweight	6.8	(2.6)	173.2	28.9x	30.2x	108.4	3.3	5.0	5.2	0.5
GGRM	21,325	30,600	32,700	Buy	53.3	(36.0)	41.0	13.8x	0.7x	5.2	10.6	2.0	(63.8)	0.7
HMSP	915	965	950	Hold	3.8	(11.6)	106.4	16.6x	4.0x	24.0	6.9	15.0	(12.5)	0.8
CPIN	5,725	5,950	6,600	Buy	15.3	(6.1)	93.9	22.7x	3.5x	16.3	1.9	15.5	19.0	0.8
AALI	8,375	9,500	11,000	Buy	31.3	(22.1)	16.1	9.4x	0.8x	8.3	5.3	(8.3)	(17.2)	1.0
Consumer Cyclicals							369.2							
ERAA	408	600	620	Buy	52.0	(36.3)	6.5	6.7x	1.0x	16.1	5.6	9.6	(8.6)	0.7
MAPI	1,310	710	1,300	Hold	(0.8)	51.4	21.7	10.7x	3.0x	31.9	N/A	55.8	N/A	0.9
Healthcare							283.0							
KLBF	2,000	1,615	1,850	Underweight	(7.5)	25.8	93.8	27.6x	4.8x	17.8	1.8	10.9	9.5	0.7
SIDO	740	865	800	Overweight	8.1	(19.1)	22.2	19.9x	6.3x	33.9	4.9	(5.9)	(17.4)	0.5
MIKA	2,780	2,260	3,000	Overweight	7.9	25.2	39.6	35.6x	7.5x	21.2	1.3	(9.8)	(16.1)	0.2
Infrastructure							885.82							
TLKM	4,150	4,040	4,940	Buy	19.0	13.7	411.1	18.3x	3.3x	19.7	3.6	2.7	(12.1)	0.9
JSMR	3,330	3,890	5,100	Buy	53.2	(20.3)	24.2	13.1x	1.1x	9.1	N/A	10.2	34.4	0.9
EXCL	2,400	3,170	3,800	Buy	58.3	(20.0)	25.7	20.4x	1.2x	6.2	2.1	9.1	(2.1)	0.9
TOWR	1,150	1,125	1,520	Buy	32.2	(1.7)	58.7	16.7x	4.4x	29.2	2.1	33.9	0.0	0.5
TBIG	2,330	2,950	3,240	Buy	39.1	(18.0)	52.8	29.8x	4.2x	16.0	1.5	11.2	22.4	0.4
WIKA	935	1,105	1,280	Buy	36.9	(29.4)	8.4	400.5x	0.6x	0.2	N/A	6.2	N/A	1.3
PTPP	910	990	1,700	Buy	86.8	(27.8)	5.6	20.1x	0.5x	2.5	N/A	20.1	8.6	1.4

Source : Bloomberg, NH KSI 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
Property & Real Estate							238.3							
CTRA	950	970	1,500	Buy	57.9	(15.6)	17.6	7.8x	1.0x	13.0	1.5	8.7	49.1	1.2
PWON	454	464	690	Buy	52.0	(14.3)	21.9	11.8x	1.3x	11.4	0.9	18.7	65.0	1.2
Energy							975.7							
PGAS	1,820	1,375	1,770	Hold	(2.7)	20.9	44.1	8.6x	1.1x	12.7	6.8	17.2	8.5	1.2
PTBA	3,480	2,710	4,900	Buy	40.8	29.9	40.1	3.0x	1.5x	56.0	19.8	60.3	104.5	1.0
ADRO	3,490	2,250	3,900	Overweight	11.7	107.1	111.6	2.9x	1.2x	49.1	8.6	130.2	366.8	1.1
Industrial							458.3							
UNTR	29,000	22,150	32,000	Overweight	10.3	29.6	108.2	5.9x	1.4x	25.2	5.9	58.3	102.9	0.8
ASII	6,450	5,700	8,000	Buy	24.0	4.5	261.1	9.2x	1.4x	16.0	4.4	32.2	55.7	0.9
Basic Ind.							939.9							
SMGR	8,125	7,250	9,500	Buy	16.9	(13.8)	48.2	21.1x	1.3x	6.4	2.1	(0.2)	18.8	1.0
INTP	10,250	12,100	12,700	Buy	23.9	(17.2)	37.7	23.7x	1.9x	7.6	4.9	9.9	(17.5)	1.0
INCO	7,425	4,680	8,200	Overweight	10.4	53.7	73.8	22.5x	2.0x	9.5	N/A	27.3	36.3	1.4
ANTM	2,120	2,250	3,450	Buy	62.7	(10.5)	50.9	30.4x	2.4x	10.8	1.8	#N/A	N/A	2.0

Source : Bloomberg, NH KSI Research

PT NH Korindo Sekuritas Indonesia

Member of Indonesia Stock Exchange

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 Nurfalalah

Editor & Translator

T +62 21 5088 ext 9132

E amalia.huda@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
Fax : +62 21 5316 1687

Branch Office Medan:

Jl. Timor No. 147
Medan
Sumatera Utara 20234
Indonesia
Telp : +62 61 4156500
Fax : +62 61 4568560

Branch Office Semarang:

Jl. MH Thamrin No. 152
Semarang
Jawa Tengah 50314
Indonesia
Telp : +62 24 8446878
Fax : +62 24 8446879

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