

Weekly Brief (Jan. 16 – 20, 2023)

Summary:

Last week review:

HANG SENG & DJI closed their tradings last week with positive notes as the indices gained 2.08% and 1.7%, respectively, while JCI is still struggling in the negative territory of -0.64% as the aftermath of IDR2.41 trillion Foreign Net Sell from all markets. The US CPI data (Dec.), which managed to ease down to 6.5% from 7.1% in the previous month, as well as the strengthening of IDR across EM to IDR15140 / USD (+2.9%). However, it still has not succeeded to get JCI out of its Bottoming pattern between the Support-Resistance range of 6550-6660, probably due to a negative view from the World Bank, which cut the global economic outlook to 1.7% from 3% previously. The US interest rate trend is suspected to appear at the level of 5% throughout 2023, citing varied statements from Fed officials, who expected next month's rate decision to be more dovish, as the market is only expecting 25 bps.

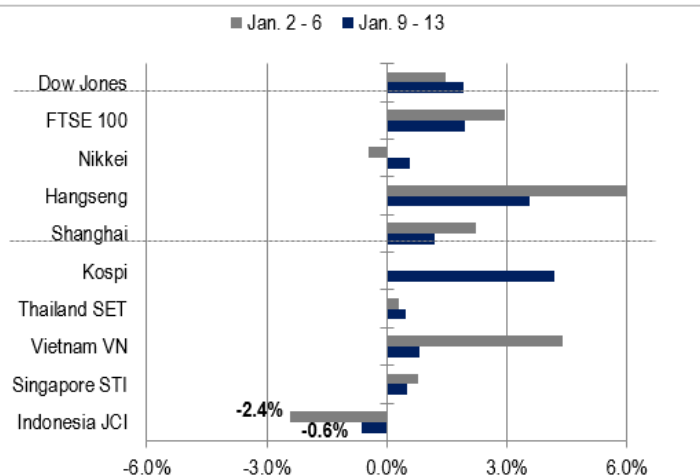
This week's outlook:

Indonesia's macroeconomic data will be highlighted this week as the Trade Balance (Dec.) surplus is expected to drop to USD4.01 billion, compared to USD5.16 billion in the previous month; as well as BI's decision regarding BI7DRR, which will be announced next Tuesday. Several Inflation data from the European continent, such as Germany, the UK, and the Eurozone, will concern the global market participants regarding how they can overcome the threat of recession. From the Asian continent, China's Q4 GDP, which is expected to fall to 1.8% YoY from 3.9% as well as monitoring the interest rate decision by the Bank of Japan to combat their highest inflation for four decades, will still bring a negative atmosphere to the global Asian market. Last but not least, the 4Q22 performance report of several companies will begin to occupy the market participants' screen, trying to find a winner in 2022, which is quite difficult.

JCI Index : 6,684.56 (-2.42%)
Foreign Flow : Net sell of IDR 2.2 Trillion (Vs. last week's net sell of IDR 5.0 Trillion)
USD/IDR : 14,393 (-7.55%)

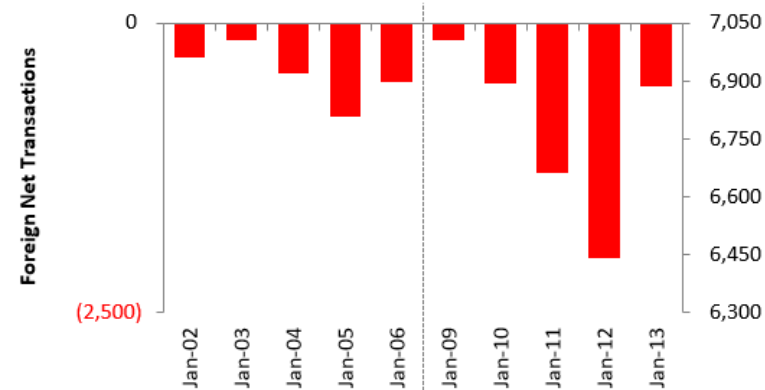
Last Week's JCI Movement

Global Market Movement



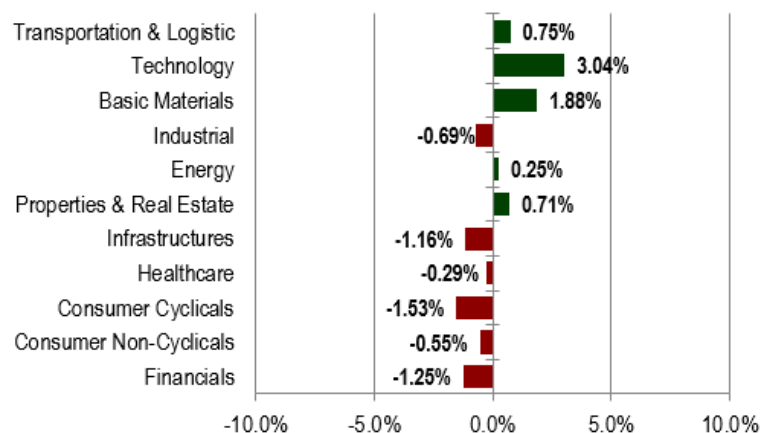
Source: Bloomberg, NHKSI Research

Foreign Net Flow – Last 10 Days



Source: Bloomberg, NHKSI Research

JCI Sector Movement



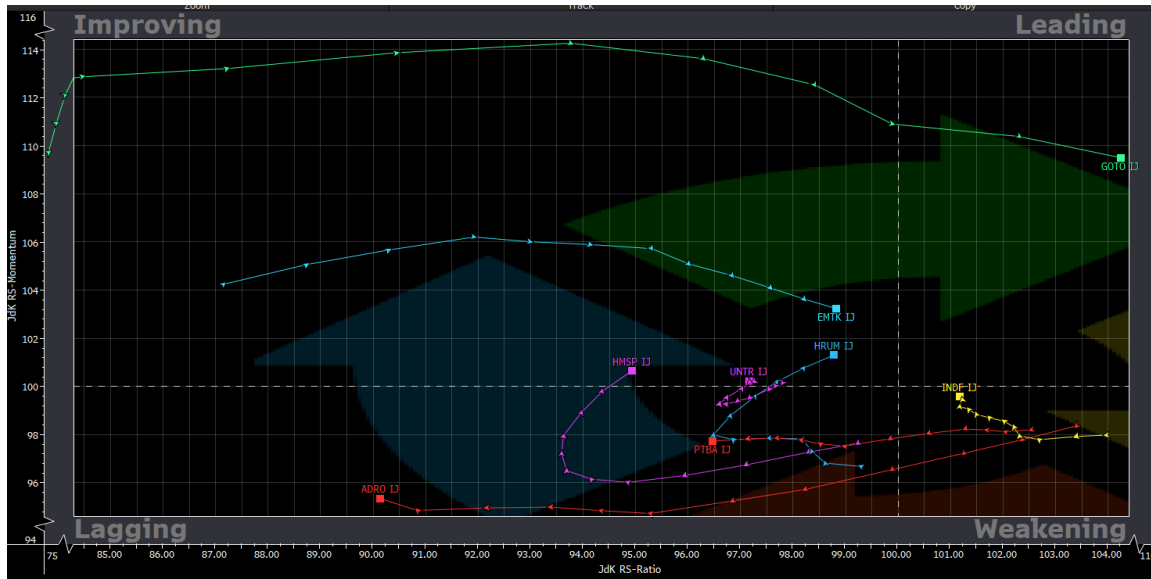
Source: Bloomberg, NHKSI Research

JCI's Top Foreign Transaction

Top Buy (RG)	NB Val. (IDR Mn)	Top Sell (RG)	NS Value (IDR Mn)
ADRO	287,767	BBCA	960,617
ANTM	211,359	BMRI	856,287
MDKA	184,990	BBRI	499,412
BUMI	102,407	GOTO	141,570
BBNI	80,857	SMGR	125,389

Source: Bloomberg, NHKSI Research

Stocks Recommendation



Source: Bloomberg, NHKSI Research

Stocks	TP	SL
ADRO	3220 / 3300 / 3440-3450 / 3500	2990
EMTK	1060 / 1160 / 1260	990
GOTO	115 / 123 / 132	91
HMSP	875-890	810
HRUM	1800-1820	1625
INDF	7000 / 7125-7250	6475
PTBA	3450 / 3590-3640	3230
UNTR	25700 / 27000-27500	24000

Source: Bloomberg, NHKSI Research

JCI Index

Support	6600-6550 / 6500	Resistance	6660 / 6705-6770 / 6820 / 6890
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Source: NHKSI Research, Bloomberg

Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Consensus	Previous
Monday	ID	—	Imports YoY	Dec	-7.7%	-1.89%
<i>16 - Jan.</i>	ID	—	Trade Balance	Dec	\$3,075 Mn	\$5,160 Mn
	ID	—	Exports YoY	Dec	7.39%	5.58%
Tuesday	US	20:30	Empire Manufacturing	Jan	-8.7	-11.2
<i>17 - Jan.</i>	CH	09:00	Industrial Production YoY	Dec	0.3%	2.2%
	CH	09:00	Retail Sales YoY	Dec	-8.0%	-5.9%
	CH	09:00	GDP YoY	4Q	1.7%	3.9%
Wednesday	US	19:00	MBA Mortgage Applications	Jan 13	—	1.2%
<i>18 - Jan.</i>	US	21:15	Industrial Production MoM	Dec	-0.1%	-0.2%
Thursday	ID	14:20	Bank Indonesia 7D Reverse Repo	Jan 19	5.75%	5.50%
<i>19 - Jan.</i>	US	20:30	Housing Starts	Dec	1,350 K	1,427 K
	US	20:30	Initial Jobless Claims	Jan 14	—	205 K
	US	22:00	Existing Home Sales	Dec	3.96 Mn	4.09 Mn
Friday	GE	14:00	PPI MoM	Dec	-1.1%	-3.9%
<i>20 - Jan.</i>	GE	14:00	PPI YoY	Dec	21.7%	28.2%

Source: Bloomberg, NHKSI Research

Corporate Action Calendar

Date	Event	Company
Monday	RUPS	KINO
16 - Jan.	Cum Dividend	—
Tuesday	RUPS	TOYS
17- Jan.	Cum Dividend	—
Wednesday	RUPS	SCPI, KRAS, ARGO
18 - Jan.	Cum Dividend	—
Thursday	RUPS	—
19 - Jan.	Cum Dividend	—
Friday	RUPS	CANI, CAKK
20 - Jan.	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							3,219.1							
BBCA	8,100	8,550	9,000	Overweight	11.1	3.2	998.5	26.9x	4.7x	18.1	1.9	6.4	24.9	0.9
BBRI	4,460	4,940	5,500	Buy	23.3	6.7	676.0	12.6x	2.3x	17.8	1.3	7.6	80.4	1.2
BBNI	8,700	9,225	10,700	Buy	23.0	22.5	162.2	9.6x	1.3x	13.5	1.7	5.0	76.3	1.4
BMRI	9,200	9,925	10,000	Overweight	8.7	28.2	429.3	10.9x	2.0x	19.3	3.9	9.0	59.3	1.2
Consumer Non-Cyclicals							1,165.2							
ICBP	10,350	10,000	11,400	Overweight	10.1	18.3	120.7	25.6x	3.4x	14.1	2.1	14.8	(33.3)	0.5
UNVR	4,770	4,700	4,850	Hold	1.7	13.0	182.0	30.4x	31.8x	108.4	3.2	5.0	5.2	0.6
MYOR	2,360	2,500	2,900	Buy	22.9	9.8	52.8	40.6x	4.5x	11.5	0.9	11.8	11.4	0.6
HMSP	830	840	950	Overweight	14.5	(14.0)	96.5	15.0x	3.6x	24.0	7.6	15.0	(12.5)	0.8
CPIN	6,175	5,650	6,600	Overweight	6.9	-	101.3	24.5x	3.8x	16.3	1.7	15.5	19.0	0.7
AALI	7,975	8,025	11,000	Buy	37.9	(20.1)	15.3	8.9x	0.7x	8.3	5.6	(8.3)	(17.2)	0.9
Consumer Cyclicals							341.5							
ERAA	408	392	500	Buy	22.5	(28.4)	6.5	6.6x	1.0x	15.9	5.6	12.1	(4.4)	0.6
MAPI	1,285	1,445	1,700	Buy	32.3	62.7	21.3	10.5x	2.9x	31.9	N/A	55.8	N/A	0.8
Healthcare							289.3							
KLBF	2,040	2,090	2,300	Overweight	12.7	20.4	95.6	28.2x	4.8x	17.8	1.7	10.9	9.5	0.6
SIDO	730	755	800	Overweight	9.6	(21.9)	21.9	19.6x	6.2x	33.9	5.0	(5.9)	(17.4)	0.6
MIKA	3,090	3,190	3,000	Hold	(2.9)	37.9	44.0	39.6x	8.3x	21.2	1.2	(9.8)	(16.1)	0.1
Infrastructure							813.58							
TKM	3,810	3,750	4,940	Buy	29.7	(9.1)	377.4	16.8x	3.1x	19.7	3.9	2.7	(12.1)	0.9
JSMR	3,170	2,980	5,100	Buy	60.9	(15.5)	23.0	12.4x	1.1x	9.1	N/A	10.2	34.4	0.9
EXCL	2,280	2,140	3,800	Buy	66.7	(26.2)	29.9	19.4x	1.2x	6.2	2.2	9.1	(2.1)	0.8
TOWR	1,140	1,100	1,520	Buy	33.3	9.1	58.2	16.7x	4.1x	26.9	2.1	33.6	(1.9)	0.5
TBIG	2,100	2,300	3,240	Buy	54.3	(27.8)	47.6	27.2x	3.8x	15.6	1.7	7.9	8.1	0.5
WIKA	685	800	1,280	Buy	86.9	(39.4)	6.1	N/A	0.5x	(0.1)	N/A	9.8	N/A	1.1
PTPP	620	715	1,700	Buy	174.2	(38.0)	3.8	13.7x	0.3x	2.5	N/A	20.1	9.5	1.2

Source : Bloomberg, NH KSI Research

NHKSI 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							247.0							
CTRA	890	940	1,500	Buy	68.5	(5.8)	16.5	7.3x	0.9x	13.0	1.6	8.7	49.1	1.1
PWON	450	456	690	Buy	53.3	2.7	21.7	11.7x	1.3x	11.4	0.9	18.7	65.0	1.1
Energy							1,344.3							
PGAS	1,535	1,760	1,770	Buy	15.3	14.6	37.2	7.5x	0.9x	12.7	8.1	17.2	8.5	1.2
PTBA	3,320	3,690	4,900	Buy	47.6	17.3	38.2	2.9x	1.5x	56.0	20.7	60.3	104.5	0.9
ADRO	3,120	3,850	3,900	Buy	25.0	37.4	99.8	2.7x	1.1x	49.1	12.5	130.2	366.8	1.2
Industrial							395.1							
UNTR	24,300	26,075	32,000	Buy	31.7	3.3	90.6	4.9x	1.1x	25.2	7.1	58.3	102.9	0.8
ASII	5,525	5,700	8,000	Buy	44.8	(3.5)	223.7	7.8x	1.2x	16.0	5.1	32.2	55.7	1.0
Basic Ind.							934.3							
SMGR	7,325	6,575	9,500	Buy	29.7	4.9	49.5	19.1x	1.2x	6.4	2.4	(0.2)	18.8	1.0
INTP	10,350	9,900	12,700	Buy	22.7	(6.5)	38.1	24.0x	1.9x	7.6	4.8	9.9	(17.5)	0.9
INCO	7,425	7,100	8,200	Overweight	10.4	55.7	73.8	23.3x	2.1x	9.5	N/A	27.3	36.3	1.2
ANTM	2,170	1,985	3,450	Buy	59.0	11.3	52.1	18.8x	2.3x	12.9	1.8	27.2	53.6	1.6

Source : Bloomberg, NHKSI Research

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