

Morning Brief

Daily | May. 11, 2023

JCI Movement



Today's Outlook:

Nasdaq led the US stock index rally with its highest intraday gain in 8 months, supported by US Inflation (Apr.) data that came in at 4.9% YoY, slightly lower than forecast at 5%; as well as news regarding Alphabet's latest AI launch. The US Labor Department reported monthly US CPI (Apr.) growth was also in-line with expectations at 0.4%, versus 0.1% in the previous month. Market participants responded positively to this inflation rate slowdown with the hope that the Federal Reserve could soon end this era of interest rate hikes; even the market began to calculate at least a 95% probability of a rate pause at the upcoming FOMC Meeting in June (as reported by the Fed Rate Monitor Tool from Investing.com). Meanwhile in Washington, the US government & Parliament continue their discussion on the urgency of raising the US debt ceiling which has touched USD 31.4trillion. So far, the deal seems deadlocked as the Democrats reject the option that requires them to save on spending.

From Europe, Germany released Inflation data (Apr.) which also met expectations at 7.2% YoY & 0.4% MoM. As for oil prices, the price fell by more than 1% after the US released their crude oil inventory data which turned out to be significantly above the forecast, increasing by 2.951 million barrels, vs. the forecast which was predicted to fall below 1 million barrels. Considering the market sentiment, hopefully the bullish move that started to emerge step by step this week can continue again today and bring JCI through the important Resistance 6825-6845. **NHKS RESEARCH hereby advises investors to Average Up if the JCI Resistance breakout above 6825-6845 goes smoothly.**

Company News

ADMR : Settlement of Aluminum Smelter Construction
EXCL : Net Profit Surges 44%
MIKA : Declining Performance in 1Q23

Domestic & Global News

Reasons Why People Don't Switch to Electric Cars Revealed
Oil Drops 1% After Us Data Points to Further Rate Hikes

Sectors

	Last	Chg.	%
Technology	5038.27	77.38	1.56%
Industrial	1172.49	6.14	0.53%
Transportation & Logistic	1856.87	8.74	0.47%
Infrastructure	829.64	3.87	0.47%
Consumer Non-Cyclicals	738.28	2.77	0.38%
Finance	1381.83	2.95	0.21%
Energy	1972.36	-0.07	0.00%
Healthcare	1469.15	-1.59	-0.11%
Consumer Cyclicals	838.15	-1.87	-0.22%
Basic Material	1112.34	-5.27	-0.47%
Property	728.19	-4.65	-0.63%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	5.75%	5.75%	Real GDP	5.03%	5.01%
FX Reserve (USD bn)	144.20	145.20	Current Acc (USD bn)	4.54	4.02
Trd Balance (USD bn)	2.91	5.48	Govt. Spending Yoy	-4.77%	-2.88%
Exports Yoy	-11.33%	4.51%	FDI (USD bn)	5.27	5.14
Imports Yoy	-6.26%	-4.32%	Business Confidence	104.82	105.33
Inflation Yoy	4.33%	4.97%	Cons. Confidence*	126.10	123.30

JCI Index

May 10	6,811.91
Chg.	31.93 pts (+0.47%)
Volume (bn shares)	20.32
Value (IDR tn)	8.89
Up 243 Down 228 Unchanged 209	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
GOTO	688.9	BMRI	295.7
BBRI	554.8	ADRO	249.0
BBCA	406.0	HILL	213.3
TLKM	346.4	JATI	199.3
ASII	332.9	BBNI	163.7

Foreign Transaction

(IDR bn)			
Buy			
Sell			
Net Buy (Sell)			
Top Buy	NB Val.	Top Sell	NS Val.
GOTO	166.3	ADRO	69.3
BBRI	74.4	AKRA	47.2
ASII	65.6	BBCA	34.8
BMRI	45.5	BTPS	34.1
ICBP	25.9	SMGR	22.0

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.48%	-0.01%
USDIDR	14,725	-0.03%
KRWIDR	11.12	-0.15%

Global Indices

Index	Last	Chg.	%
Dow Jones	33,531.33	(30.48)	-0.09%
S&P 500	4,137.64	18.47	0.45%
FTSE 100	7,741.33	(22.76)	-0.29%
DAX	15,896.23	(59.25)	-0.37%
Nikkei	29,122.18	(120.64)	-0.41%
Hang Seng	19,762.20	(105.38)	-0.53%
Shanghai	3,319.15	(38.52)	-1.15%
Kospi	2,496.51	(13.55)	-0.54%
EIDO	24.23	0.18	0.75%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	2,030.1	(4.5)	-0.22%
Crude Oil (\$/bbl)	72.56	(1.15)	-1.56%
Coal (\$/ton)	166.95	(2.05)	-1.21%
Nickel LME (\$/MT)	22,531	(976.0)	-4.15%
Tin LME (\$/MT)	25,846	(149.0)	-0.57%
CPO (MYR/Ton)	3,709	(98.0)	-2.57%

ADMR : Settlement of Aluminum Smelter Construction

PT Adaro Minerals Indonesia Tbk (ADMR), a subsidiary of PT Adaro Energy Tbk (ADRO) continues to boost mineral downstreaming through the construction of an aluminum smelter in North Kalimantan (Kaltara). The smelter is targeted to be completed in 2Q25. Meanwhile, this project has an investment requirement of USD 2 billion, which is apart from ADMR's regular capital expenditure. (Kontan)

EXCL : Net Profit Surges 44%

PT XL Axiata Tbk (EXCL) managed to record a 44.42% YoY increase in profit attributable to owners of the parent entity to IDR 200.89 billion in 1Q23. The increase was driven by higher revenue, which was recorded at IDR 7.54 trillion, up 11.94% YoY. In detail, data and digital services grew 11% YoY, the conversation and SMS segment rose 0.15% YoY, interconnection services revenue and other telecommunications services fell 30% YoY, while in terms of discounted revenue was flat at IDR3.14 billion. (Kontan)

MIKA : Declining Performance in 1Q23

PT Mitra Keluarga Karyasehat Tbk (MIKA) reported a decline in revenue and net profit during 1Q23. This decline was influenced by the contribution of Covid-19 case services which was lower than the same period the previous year. As of March 2023, MIKA pocketed net revenue of IDR1.02 trillion, down 5.97% YoY. In terms of bottom line, MIKA's net profit fell 14.38% YoY from IDR269.36 billion to IDR230.63 billion. (Bisnis Indonesia)

Domestic & Global News

Reasons Why People Don't Switch to Electric Cars Revealed

The Ministry of Energy and Mineral Resources (ESDM) has revealed one of the reasons why Indonesians have not yet switched from fuel-efficient cars to electric vehicles (EVs). This was mentioned by the Special Staff of the Minister of Energy and Mineral Resources for the Acceleration of Industrial Development in the ESDM Sector, Agus Tjahajana Wirakusumah. He mentioned that one of the reasons why there is still a lack of interest in electric cars in Indonesia is because of the expensive selling price of these vehicles. In fact, Agus said that the difference in selling prices between cars with fuel oil (BBM) and electric cars could be up to IDR 340 million. Meanwhile, the public is also currently considering the safety of using electric vehicles. In addition, public unrest continues, Agus said people are still wondering what if the electric car battery runs out in the middle of the road. Then, what if the electric car battery has reached its functioning period. (CNBC Indonesia)

Oil Drops 1% After Us Data Points to Further Rate Hikes

Oil prices fell by more than a dollar a barrel on Wednesday, ending a three-day rally, as economic data suggested that the U.S. Federal Reserve might hike interest rates further. Brent crude dropped USD 1.03, or 1.3%, to settle at USD 76.41 a barrel while U.S. West Texas Intermediate crude (WTI) fell USD 1.15, or 1.6%, to USD 72.56 a barrel. U.S. consumer prices rose in April, potentially raising the likelihood that the Fed will maintain higher interest rates. Rising global interest rates have weighed on oil prices in recent months, with traders concerned about recession. U.S. crude oil inventories rose by about 3 million barrels last week due to another release from national reserves and a drop in exports, the Energy Information Administration said. (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							3,469.7							
BBCA	8,925	8,550	9,750	Overweight	9.2	18.6	1,100.2	24.9x	5.2x	21.8	2.3	22.1	44.6	0.9
BBRI	5,150	4,940	5,800	Overweight	12.6	13.7	780.5	14.3x	2.8x	19.8	5.6	10.3	28.8	1.1
BBNI	9,200	9,225	11,800	Buy	28.3	3.4	171.6	8.8x	1.2x	14.7	4.3	12.5	31.6	1.3
BMRI	5,075	4,963	11,550	Buy	127.6	25.3	473.7	10.8x	2.2x	21.2	5.2	16.0	25.1	1.2
Consumer Non-Cyclicals							1,196.6							
ICBP	10,900	10,000	12,000	Overweight	10.1	36.7	127.1	19.3x	3.2x	17.3	2.0	11.4	104.2	0.5
UNVR	4,500	4,700	4,850	Overweight	7.8	2.7	171.7	36.1x	32.1x	81.0	3.4	(2.2)	(30.2)	0.5
MYOR	2,690	2,500	2,900	Overweight	7.8	54.6	60.1	25.3x	4.5x	19.1	0.8	11.4	135.7	0.7
CPIN	4,680	5,650	6,600	Buy	41.0	(7.8)	76.7	38.7x	2.9x	7.5	2.3	1.9	(79.5)	0.6
JPFA	1,065	1,295	1,300	Buy	22.1	(25.3)	12.5	21.9x	1.0x	4.5	4.7	(3.2)	N/A	0.8
AAJI	7,675	8,025	9,200	Buy	19.9	(35.0)	14.8	10.1x	0.7x	6.8	5.3	(27.7)	(53.5)	1.0
Consumer Cyclicals							368.6							
ERAA	484	392	500	Hold	3.3	(4.2)	7.7	8.0x	1.1x	14.2	4.7	28.9	(21.1)	0.8
MAPI	1,575	1,445	1,700	Overweight	7.9	74.0	26.1	13.0x	3.1x	27.1	N/A	32.5	(30.6)	0.9
Healthcare							284.8							
KLBF	2,060	2,090	2,300	Overweight	11.7	27.6	96.6	28.1x	4.5x	16.4	1.7	12.2	3.1	0.4
SIDO	775	755	950	Buy	22.6	(17.1)	23.3	20.9x	7.5x	35.8	4.7	3.0	1.8	0.6
MIKA	2,550	3,190	3,000	Buy	17.6	2.4	36.3	36.7x	6.3x	17.9	1.4	(6.0)	(14.5)	0.3
Infrastructure							870.34							
TLKM	4,130	3,750	4,940	Buy	19.6	(4.8)	409.1	19.4x	3.0x	16.0	3.6	2.5	5.0	0.8
JSMR	3,460	2,980	5,100	Buy	47.4	(9.4)	25.1	8.8x	1.1x	13.2	N/A	21.2	34.3	0.8
EXCL	1,900	2,140	3,800	Buy	100.0	(36.5)	24.9	17.8x	1.0x	5.1	2.7	11.9	23.1	0.8
TOWR	1,025	1,100	1,300	Buy	26.8	6.2	52.3	15.3x	3.4x	23.8	2.4	9.4	(11.8)	0.3
TBIG	2,080	2,300	2,390	Overweight	14.9	(29.7)	47.1	30.1x	4.0x	14.5	1.7	(1.4)	(25.6)	0.6
WIKA	500	800	1,280	Buy	156.0	(46.2)	4.5	N/A	0.4x	(4.6)	N/A	37.4	N/A	1.3
PTPP	575	715	1,700	Buy	195.7	(35.8)	3.6	12.7x	0.3x	2.5	N/A	1.9	20.0	1.2
Property & Real Estate							255.3							
CTRA	1,105	940	1,500	Buy	35.7	11.1	20.5	11.1x	1.1x	10.2	1.3	(4.6)	(4.3)	0.9
PWON	486	456	690	Buy	42.0	(10.0)	23.4	13.3x	1.3x	10.3	0.8	5.9	60.5	1.1
Energy							1,301.9							
PGAS	1,425	1,760	1,770	Buy	24.2	(5.9)	34.5	7.7x	0.9x	10.9	8.7	11.6	(20.0)	1.0
PTBA	3,490	3,690	4,900	Buy	40.4	(4.6)	40.2	3.5x	1.4x	41.1	19.7	21.4	(48.9)	1.0
ADRO	2,940	3,850	3,900	Buy	32.7	(4.9)	94.0	2.4x	1.0x	46.2	13.3	50.1	15.3	1.2
Industrial							435.7							
UNTR	25,275	26,075	32,000	Buy	26.6	(14.7)	94.3	4.2x	1.0x	27.2	27.7	24.7	26.6	0.9
ASII	6,325	5,700	8,000	Buy	26.5	(9.6)	256.1	8.3x	1.3x	16.3	10.1	15.5	27.2	1.1
Basic Ind.							1,023.3							
SMGR	6,050	6,575	9,500	Buy	57.0	(0.5)	40.8	15.3x	0.9x	6.1	4.1	4.5	(2.1)	0.9
INTP	10,200	9,900	12,700	Buy	24.5	1.7	37.5	17.3x	1.8x	10.0	4.9	19.3	109.0	0.9
INCO	6,975	7,100	8,200	Buy	17.6	2.6	69.3	20.3x	1.9x	9.9	N/A	54.5	45.6	1.2
ANTM	2,100	1,985	3,450	Buy	64.3	(13.2)	50.5	12.6x	2.0x	16.9	1.8	18.9	13.5	1.4

* Target Price

Source: Bloomberg, NHKS Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	US	21:00	Wholesale Inventories MoM	Mar F	0.0%	0.1%	0.1%
8– Mei.	ID	10:00	Foreign Reserves	Apr	\$144.20Bn	—	\$145.20Bn
Tuesday	CH	—	Trade Balance	Apr	\$71.25Bn	\$90.21Bn	\$88.19Bn
9– Mei.	ID	—	Consumer Confidence Index	Apr	126.1	—	123.3
Wednesday	US	19:30	CPI MoM	Apr	0.4%	0.4%	0.1%
10– Mei.	US	19:30	CPI YoY	Apr	4.9%	5.0%	5.0%
Thursday	US	19:30	PPI Final Demand MoM	Apr		0.3%	-0.5%
11– Mei.	US	19:30	Initial Jobless Claims	May 6		—	242K
	CH	08:30	CPI YoY	Apr		0.3%	0.7%
	CH	08:30	PPI YoY	Apr		-3.2%	-2.5%
Friday	US	21:00	U. of Mich. Sentiment	May P		63.0	63.5
12– Mei.	FR	13:45	CPI YoY	Apr F		—	5.9%

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	MLPL, PLIN, POWR, SMBR, SSMS
8– Mei.	Cum Dividend	BYAN
Tuesday	RUPS	PGJO, SFAN, SOSS, TMPO, WTON
9– Mei.	Cum Dividend	AKRA, TUGU
Wednesday	RUPS	ABMM, ADMR, AGRO, CMNP, ESTA, HAIS, JSMR, MERK, MYOH, TCID, TOTL, WEGE
10– Mei.	Cum Dividend	EPMT, LUCY, SMSM
Thursday	RUPS	ADRO, DNAR, PZZA
11– Mei.	Cum Dividend	KLBF, NICL, TLDN
Friday	RUPS	BUDI, SMCB, TBLA
12– Mei.	Cum Dividend	—

Source: Bloomberg



IHSG projection for 11 May 2023 :

BULLISH / KONSOLIDASI – Uji Resistance MA20&MA10.

Support : 6760-6730 / 6600-6550.

Resistance : 6825-6845 / 6950-6960 / 7000-7040 / 7100-7130.

ADVISE : Hold ; Average Up accordingly.

BBNI—PT Bank Negara Indonesia (Persero) TBK



PREDICTION 11 May 2023

Overview

Konfirmasi candle Doji yang muncul di area Support.

Uji Resistance MA10 & MA20.

Advise

Speculative Buy.

Entry Level: 9200

Average Up >9350-9375.

Target: 9600 / 9700-9750 / 9900 / 10000.

Stoploss: 9000.

ADMR—PT Adaro Minerals Indonesia TBK



PREDICTION 11 May 2023

Overview

Uji Support mid-term.

RSI positive divergence.

Advise

Speculative Buy

Entry Level: 945-955.

Average Up >980

Target:1000-1015 / 1070-1080 / 1160-1170 / 1300.

Stoploss: 910.

WOOD—PT Integra Indocabinet TBK



PREDICTION 11 May 2023

Overview

Uji Support lower channel (Uptrend jk.pendek)
Uji Resistance ketiga MA (10,20,50).

Advise

Speculative Buy.
Entry Level: 406
Average Up >412-416.
Target: 428 / 436 / 470-480.
Stoploss: 390.

JPFA—PT Japfa Comfeed Indonesia TBK



PREDICTION 11 May 2023

Overview

Uji Resistance MA10 & MA20.

Advise

Speculative Buy
Entry Level: 1065.
Average Up >1070-1085
Target: 1100-1120 / 1165 / 1180-1190 / 1250.
Stoploss: 1040.

EXCL—PT XL Axiata TBK



PREDICTION 11 May 2023

Overview

Uji Support MA20 setelah break out.

Advise

Buy on Weakness.
Entry Level: 1900-1850
Average Up >1925.
Target: 1980-2000 / 2060-2110 / 2200.
Stoploss: 1800.

Research Division

Head of Research

Liza Camelia Suryanata

Equity Strategy, Macroeconomics,

Technical

T +62 21 5088 ext 9134

E liza.camelia@nhsec.co.id

Analyst

Cindy Alicia Ramadhania

Consumer, Healthcare

T +62 21 5088 ext 9129

E cindy.alicia@nhsec.co.id

Analyst

Leonardo Lijuwardi

Banking, Infrastructure

T +62 21 5088 ext 9127

E leonardol.lijuwardi@nhsec.co.id

Research Support

Amalia Huda Nurfalah

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

JAKARTA (HEADQUARTER)

Treasury Tower 51th Floor, District 8, SCBD Lot 28,
Jl. Jend. Sudirman No.Kav 52-53, RT.5/RW.3,
Senayan, Kebayoran Baru, South Jakarta City, Jakarta 12190
No. Telp : +62 21 5088 9102

BANDENGAN (Jakarta Utara)

Jl. Bandengan Utara Kav. 81 Blok A No. 01, Lt. 1
Kel. Penjaringan, Kec. Penjaringan
Jakarta Utara – DKI Jakarta 14440
No. Telp : +62 21 66674959

BANDUNG

Paskal Hypersquare blok A1
Jl. Pasirkaliki no 25-27 Bandung 40181
No. Telp : +62 22 860 22122

BALI

Jl. Cok Agung Tresna
Ruko Griya Alamanda no. 9 Renon
Denpasar, Bali 80226
No. Telp : +62 361 209 4230

ITC BSD (Tangerang Selatan)

BSD Serpong: ITC BSD Blok R No. 48
Jalan Pahlawan Seribu, Lekong Wetan,
Kec. Serpong, Kel. Serpong
Tangerang Selatan – Banten 15311
No. Telp : +62 21 509 20230

KAMAL MUARA (Jakarta Utara)

Rukan Exclusive Mediterania Blok F No.2,
Kel. Kamal Muara, Kec. Penjaringan,
Jakarta Utara 14470
No. Telp : +62 21 5089 7480

MAKASSAR

Jl. Gunung Latimojong No. 120A
Kec. Makassar Kel. Lariang Bangi
Makassar, Sulawesi Selatan
No. Telp : +62 411 360 4650

MEDAN

Jl. Asia No. 548 S
Medan – Sumatera Utara 20214
No. Telp : +62 61 415 6500

PEKANBARU

Sudirman City Square
Jl. Jend. Sudirman Blok A No. 7
Pekanbaru, Riau
No. Telp : +62 761 801 1330

A Member of NH Investment & Securities Global Network

Seoul | New York | Hong Kong | Singapore | Shanghai | Beijing | Hanoi |
Jakarta