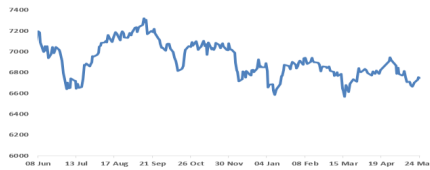


Morning Brief

Daily | May. 25, 2023

JCI Movement



Today's Outlook:

The Dow Jones ended lower for a fourth-straight day as US debt ceiling talks reached a stalemate which stoked worries about a potential US default for the first time in four decades, right on June 1 as its deadline. Dow Jones led the way down by falling 0.77%/255 points; while 10 out of 11 S&P sectors moved into negative territory, except for the Energy sector which received a good wind from the OPEC+ production cut plan, plus the release of US Crude Oil Inventories data, which surprisingly fell far below expectations, dropping by 12.456 million barrels. The CBOE Volatility Index, also known as the Wall Street "fear" index, rose to around a 3-week high. The outlook on interest rates from the Federal Reserve also became market participants' focus. The release of the Fed Meeting Minutes from the last meeting on 2-3 May, showed that most Fed officials think that there might not be a need to raise interest rates again at the upcoming FOMC Meeting on 13-14 June (as expected by investors); although a pivot (rate cut) is also not likely to happen considering that there are not enough strong reasons to end the trend of tight monetary policy. **From Europe, the UK managed to record a decline in April Inflation to 8.7% YoY**, finally leaving the previous month's double digit rate of 10.1%; however, on a monthly basis, UK CPI still recorded a rise of 1.2% MoM, higher than forecast & previous period of 0.8%. Meanwhile, they managed to significantly reduce the PPI Input, or the price of raw materials paid by manufacturers; a leading indicator of consumer price Inflation. The German Ifo Business Climate Index (May) could not be more optimistic about the business climate for the next 6 months as the reading was released at 91.7 (lower than forecast & previous period which was around 93). Today the German 1Q23 GDP figure will be awaited; from the US the 1Q23 GDP and Initial Jobless Claims will be announced where it is predicted that the number of jobless claims will come out at 250 thousand, up from the previous week at 242 thousand. The US will also await Pending Home Sales (Apr.) data where growth of 0.5% is expected, which is significantly higher than the previous month's decline of -5.2%.

Bank Indonesia re-appointed Perry Warjiyo as BI Governor for the second term. The volatile market situation managed to close the JCI in positive territory, or up 0.14%/9.12 points although still below the safe level at least above 6765 (up to 6785). **NHKS RESEARCH still advises Indonesian investors/traders not to rush to add positions**, before the Resistance level is confirmed to be passed.

Company News

- MIDI : Targeting 60% Expansion to Eastern Indonesia
- TPMA : Increase New Ship Fleet
- RALS : To Distribute IDR307.4 Billion Dividend

Domestic & Global News

- 5 Business Entities that Get Raw Mineral Export Relaxation Until May 2024
- Coal Prices Fall, Australia's Imported 'Goods' Flood China's Ports

Sectors

	Last	Chg.	%
Infrastructure	821.84	9.86	1.21%
Industrial	1185.85	7.51	0.64%
Property	728.34	2.87	0.40%
Consumer Cyclical	863.04	1.92	0.22%
Technology	4760.64	3.70	0.08%
Consumer Non-Cyclicals	741.17	-0.99	-0.13%
Transportation & Logistic	1828.83	-3.23	-0.18%
Finance	1382.04	-3.12	-0.22%
Energy	1809.58	-4.30	-0.24%
Healthcare	1497.59	-4.51	-0.30%
Basic Material	1021.66	-3.13	-0.31%

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)	3.00	4.54
Trd Balance (USD bn)	3.94	2.91	Govt. Spending Yoy	3.99%	-4.77%
Exports Yoy	-29.40%	-11.33%	FDI (USD bn)	5.27	5.14
Imports Yoy	-22.32%	-6.26%	Business Confidence	104.82	105.33
Inflation Yoy	4.33%	4.97%	Cons. Confidence*	126.10	123.30

JCI Index

May 24	6,745.80
Chg.	9.12 pts (+0.14%)
Volume (bn shares)	18.64
Value (IDR tn)	9.69
Up 230 Down 273 Unchanged 231	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BBRI	865.2	GOTO	376.5
TLKM	734.5	ASII	322.4
BBCA	589.0	ADRO	231.1
BMRI	580.9	BOGA	147.3
BBNI	547.3	NATO	142.8

Foreign Transaction

(IDR bn)			
Buy			
Buy	Val.	Stocks	Val.
Buy	4,118		
Sell	3,381		
Net Buy (Sell)	737		
Top Buy			
Top Buy	NB Val.	Top Sell	NS Val.
BBRI	213.4	BMRI	44.0
GOTO	188.7	KLBF	16.9
BBCA	134.6	NCKL	16.8
ASII	99.7	MAPI	12.1
ICBP	91.8	UNVR	6.4

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.42%	-0.01%
USDIDR	14,905	0.17%
KRWIDR	11.31	-0.22%

Global Indices

Index	Last	Chg.	%
Dow Jones	32,799.92	(255.59)	-0.77%
S&P 500	4,115.24	(30.34)	-0.73%
FTSE 100	7,627.10	(135.85)	-1.75%
DAX	15,842.13	(310.73)	-1.92%
Nikkei	30,682.68	(275.09)	-0.89%
Hang Seng	19,115.93	(315.32)	-1.62%
Shanghai	3,204.75	(41.49)	-1.28%
Kospi	2,567.45	(0.10)	0.00%
EIDO	23.70	(0.09)	-0.38%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,957.2	(18.1)	-0.91%
Crude Oil (\$/bbl)	74.34	1.43	1.96%
Coal (\$/ton)	160.25	0.25	0.16%
Nickel LME (\$/MT)	20,732	(315.0)	-1.50%
Tin LME (\$/MT)	23,965	(355.0)	-1.46%
CPO (MYR/Ton)	3,407	29.0	0.86%

MIDI : Targeting 60% Expansion to Eastern Indonesia

PT Midi Utama Indonesia Tbk (MIDI) plans to open 500 new Lawson outlets and 200 new Alfamidi outlets this year. MIDI plans to target Eastern Indonesia as the area for opening the new outlets. As for Lawson, the company wants to focus their expand on Java by relying on the Alfamidi branch. Meanwhile, for Alfamidi expansion, the ratio is 60:40, 60% to Eastern Indonesia, the remaining 40% to Central and Western Indonesia. (Kontan)

TPMA : Increase New Ship Fleet

PT Trans Power Marine Tbk (TPMA) is trying to strengthen its business in 2023, one of which is by adding a new fleet of ships. For 2023, TPMA has allocated a capex of USD40 million aimed at purchasing 5 sets of ships for the company and 20 sets of ships for Trans Logistik Perkasa. As for the financing of the ship, most of it comes from bank loans. (Kontan)

RALS : To Distribute IDR307.4 Billion Dividend

PT Ramayana Lestari Sentosa Tbk (RALS) will distribute dividends worth IDR 307.4 billion or equivalent to IDR 50 / share. The dividend distribution was approved by the company's General Meeting of Shareholders (AGMS) on Wednesday (24/5). The cum dividend is on June 5, 2023, while the ex dividend is on June 6, 2023. (Kontan)

Domestic & Global News

5 Business Entities that Get Raw Mineral Export Relaxation Until May 2024

The government has authorized the relaxation of raw mineral exports to five business entities until May 2024. Minister of Energy and Mineral Resources (ESDM), Arifin Tasrif explained that the relaxation of several smelter industries was carried out on good justification. The government visits the field directly, has a team that can make calculations, and verify development progress. The five business entities refer to are PT Freeport Indonesia, Amman Mineral Nusa Tenggara for copper commodities, PT Sebuku Iron Lateritic Ores for iron commodities, PT Kapuas Prima Citra for lead commodities, and PT Kobar Lamandau Mineral for zinc commodities. He stated that the government has calculated the loss to the state if the four raw minerals are not granted an export license extension. (Kontan)

Coal Prices Fall, Australia's Imported 'Goods' Flood China's Ports

Newcastle Ice coal prices at the close of the European market were seen moving down to USD 158.10 per ton amid pressure on domestic prices in the Chinese market because Australian coal caused buildup in Chinese ports. Based on Barchart data, Wednesday (5/24/2023), at 11:00 WIB, coal prices across compact contracts were red at the closing of the European market. May contract coal fell 0.22 percent to USD 160 per ton, June contract fell 1.32 percent to USD 161.25 per ton while July contact fell deeper by 1.65 percent to USD 158.10 per ton. Previously on Bloomberg's news, Australian coal continued to make inroads among Chinese buyers, adding pressure on Chinese domestic prices, with new shipments rising to the highest level since Beijing halted imports in the fall of 2020. The ban ended earlier this year and China's desire for high-quality coal supplied by Australia is gaining MoMentum amid concerns that rising domestic production includes too much low-grade fuel. Australian cargoes in April of mostly thermal coal for power generation jumped 75 percent from the previous month to 3.89 million tons, according to Chinese customs data. (Bisnis)

	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							3,552.4							
BBCA	9,025	8,550	10,050	Overweight	11.4	22.8	1,112.6	25.1x	5.3x	21.8	2.3	22.1	44.6	0.9
BBRI	5,600	4,940	6,000	Overweight	7.1	25.6	848.7	15.5x	3.0x	19.8	5.1	10.3	28.8	1.1
BBNI	8,825	9,225	11,800	Buy	33.7	(2.8)	164.6	8.4x	1.2x	14.7	4.5	12.5	31.6	1.3
BMRI	5,075	4,963	11,550	Buy	127.6	28.1	473.7	10.8x	2.2x	21.2	5.2	16.0	25.1	1.3
Consumer Non-Cyclicals							1,203.2							
ICBP	11,200	10,000	13,000	Buy	16.1	37.4	130.6	19.8x	3.3x	17.3	1.9	11.4	104.2	0.5
UNVR	4,410	4,700	4,850	Overweight	10.0	(8.3)	168.2	35.4x	31.5x	81.0	3.5	(2.2)	(30.2)	0.5
MYOR	2,690	2,500	2,900	Overweight	7.8	59.2	60.1	25.3x	4.5x	19.1	0.8	11.4	135.7	0.7
CPIN	5,100	5,650	6,600	Buy	29.4	2.2	83.6	42.2x	3.1x	7.5	2.1	1.9	(79.5)	0.6
JPFA	1,210	1,295	1,300	Overweight	7.4	(13.3)	14.2	24.8x	1.1x	4.5	4.1	(3.2)	N/A	0.7
AALI	7,500	8,025	9,200	Buy	22.7	(38.8)	14.4	9.8x	0.7x	6.8	5.4	(27.7)	(53.5)	1.0
Consumer Cyclicals							382.5							
ERAA	490	392	500	Hold	2.0	(3.9)	7.8	8.1x	1.1x	14.2	4.7	28.9	(21.1)	0.8
MAPI	1,760	1,445	1,700	Hold	(3.4)	95.6	29.2	14.5x	3.5x	27.1	N/A	32.5	(30.6)	0.8
Healthcare							288.6							
KLBF	2,040	2,090	2,300	Overweight	12.7	26.3	95.6	27.8x	4.5x	16.4	1.9	12.2	3.1	0.4
SIDO	780	755	1,000	Buy	28.2	(17.5)	23.4	21.1x	7.5x	35.8	4.7	3.0	1.8	0.6
MIKA	2,770	3,190	3,000	Overweight	8.3	(9.2)	39.5	39.9x	6.8x	17.9	1.3	(6.0)	(14.5)	0.2
Infrastructure							860.21							
TLKM	4,160	3,750	5,000	Buy	20.2	0.2	412.1	19.6x	3.0x	16.0	3.6	2.5	5.0	0.9
JSMR	3,530	2,980	5,100	Buy	44.5	(5.1)	25.6	9.0x	1.1x	13.2	2.1	21.2	34.3	0.8
EXCL	1,945	2,140	3,800	Buy	95.4	(25.2)	25.5	18.2x	1.0x	5.1	2.2	11.9	23.1	0.8
TOWR	1,005	1,100	1,300	Buy	29.4	6.3	51.3	15.0x	3.3x	23.8	2.4	9.4	(11.8)	0.4
TBIG	1,995	2,300	2,390	Buy	19.8	(28.2)	45.2	28.9x	3.8x	14.5	1.8	(1.4)	(25.6)	0.6
MTEL	665	800	865	Buy	30.1	(0.7)	55.5	31.7x	1.6x	5.3	3.2	9.9	9.1	N/A
WIKA	398	800	1,280	Buy	221.6	(57.4)	3.6	N/A	0.3x	(4.6)	N/A	37.4	N/A	1.2
PTPP	505	715	1,700	Buy	236.6	(44.5)	3.1	11.1x	0.3x	2.5	N/A	1.9	20.0	1.2
Property & Real Estate							253.5							
CTRA	1,105	940	1,500	Buy	35.7	12.2	20.5	11.1x	1.1x	10.2	1.3	(4.6)	(4.3)	0.9
PWON	478	456	690	Buy	44.4	(4.4)	23.0	13.1x	1.3x	10.3	0.8	5.9	60.5	1.1
Energy							1,208.1							
PGAS	1,370	1,760	1,770	Buy	29.2	(19.2)	33.2	7.3x	0.8x	10.9	9.1	11.6	(20.0)	1.0
PTBA	3,110	3,690	4,900	Buy	57.6	(29.3)	35.8	3.1x	1.2x	41.1	22.1	21.4	(48.9)	1.0
ADRO	2,250	3,850	3,900	Buy	73.3	(29.7)	72.0	1.8x	0.7x	46.2	21.7	50.1	15.3	1.2
Industrial							445.6							
UNTR	24,600	26,075	32,000	Buy	30.1	(18.8)	91.8	4.1x	1.0x	27.2	28.5	24.7	26.6	0.9
ASII	6,675	5,700	8,000	Buy	19.9	(6.6)	270.2	8.8x	1.4x	16.3	9.6	15.5	27.2	1.1
Basic Ind.							948.9							
SMGR	5,925	6,575	9,500	Buy	60.3	(11.3)	40.0	15.0x	0.9x	6.1	4.1	4.5	(2.1)	0.9
INTP	10,050	9,900	12,700	Buy	26.4	(1.5)	37.0	17.0x	1.7x	10.0	5.0	19.3	109.0	0.8
INCO	6,625	7,100	8,200	Buy	23.8	(15.6)	65.8	19.1x	1.8x	9.9	1.4	54.5	45.6	1.2
ANTM	1,950	1,985	3,450	Buy	76.9	(24.1)	46.9	11.7x	1.8x	16.9	2.0	18.9	13.5	1.4

* Target Price

Source: Bloomberg, NHKS Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	KR	07:00	Exports 20 Days YoY	May	-16.1%	—	-11.8%
22– May.	JP	06:50	Core Machine Orders MoM	Mar	-3.9%	0.4%	-4.5%
Tuesday	US	20:45	S&P Global US Manufacturing PMI	May P	48.5	50.0	50.2
23– May.	US	21:00	New Home Sales	Apr	683K	665K	683K
	ID	10:00	BoP Current Account Balance	1Q	\$3,000Mn	\$2,500Mn	\$4,300Mn
Wednesday	US	18:00	MBA Mortgage Applications	May 19	-4.6%	—	-5.7%
24– May.	GE	15:00	IFO Business Climate	May	91.7	93.0	93.6
Thursday	US	19:30	Initial Jobless Claims	May 20		—	242K
25– May.	US	19:30	Continuing Claims	May 13		—	1,799K
	US	19:30	GDP Annualized QoQ	1Q S		1.1%	1.1%
	ID	14:20	Bank Indonesia 7D Reverse Repo	May 24		5.75%	5.75%
Friday	US	19:30	Personal Income	Apr		0.4%	0.3%
26– May.	US	19:30	Personal Spending	Apr		0.4%	0.0%
	US	19:30	Durable Goods Orders	Apr P		-1.0%	3.2%
	US	21:00	U. of Mich. Sentiment	Apr P		57.7	57.7

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	BPII, BRIS, BSML, CPIN, IDEA, KBLV, NAYZ, PRAY
22– May.	Cum Dividend	ADRO
Tuesday	RUPS	BISI, IKAI, ITIC, LUCY, MGRO, MIKA, MLBI, NASI, SICO, SKLT, TGRA
23– May.	Cum Dividend	BUDI, SMCB, TBLA
Wednesday	RUPS	ABDA, AMMS, ARTA, BBSI, BOBA, BSSR, DILD, ELIT, GZCO, HEXA, KBAG, KMDS, MAYA, MBAP, META, MITI, MPMX, NELY, NZIA, PAMG, PNGO, PPRE, PPRO, RALS, SKRN, TAYS
24– May.	Cum Dividend	ISAT, KUAS, NTBK, PTRO, SRTG, TRGU
Thursday	RUPS	ARTO, BJBR, BSBK, BUKA, EDGE, ELPI, GLOB, IPAC, MREI, OMED, PBSA, SDPC, SILO, SPTO, TRIO, VICI, WSKT, ZATA
25– May.	Cum Dividend	BFIN, INKP, TAPG, TKIM
Friday	RUPS	BEBS, BGTG, BVIC, CEKA, CENT, CSIS, IBST, INCF, INPS, IPPE, ISAP, JARR, LPIN, MLIA, NRCA, OILS, PTSP, SBMA, SRIL, TOTO, UNSP
26– May.	Cum Dividend	EAST, JAYA

Source: Bloomberg



IHSG projection for 25 May 2023 :

BULLISH / KONSOLIDASI - Uji Resistance penting Neck-line pola (bearish reversal) Head & Shoulders.

**Support : 6725-6720 / 6660-6650 / 6560-6550.
Resistance : 6765-6785 / 6950-6960 / 7000-7040.
ADVISE : Hold ; or Average Up accordingly.**

ADMR—PT Adaro Minerals Indonesia TBK



PREDICTION 25 May 2023

**Overview
Pattern : PARALLEL CHANNEL (Downtrend).
RSI positive divergence.**

**Advise
Speculative Buy.
Entry Level : 805-800
Average Up >870.
Target: 900 / 940 / 970 / 1000.
Stoploss: 770.**

MEDC—PT Medco Energi Internasional TBK



PREDICTION 25 May 2023

**Overview
Rebound dari Support level previous Low.
RSI positive divergence.**

**Advise
Speculative Buy.
Entry Level: 890.
Average Up >900
Target: 930 / 970 / 1000 / 1100-1115.
Stoploss: 830.**

HEAL—PT Medikaloka Hermina TBK



PREDICTION 25 May 2023

Overview

Tepat pada Resistance upper channel (Downtrend).

Advise

Buy on Break.

Entry Level: 1435-1450.

Average UP >1500-1520

Target: 1600 / 1680.

Stoploss: 1390.

MDKA—PT Merdeka Copper Gold Tbk



PREDICTION 25 May 2023

Overview

Uji Support mid-term.

RSI positive divergence.

Advise

Speculative Buy.

Entry Level: 2970

Average Up >3000-3040.

Target: 3120 / 3350-3450 / 3610 Gap / 3700.

Stoploss: 2810.

CPIN—PT Charoen Pokphand Indonesia TBK



PREDICTION 25 May 2023

Overview

Break pattern PARALLEL CHANNEL.

Uji Resistance level previous High.

Advise

Buy.

Entry Level: 5100-5000

Average Up >

Target : 5300-5400 / 5900-6000.

Stoploss: 4840.

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