

Morning Brief

Daily | August 22, 2023

JCI Movement



Today's Outlook:

The Nasdaq led the US stock market gains by more than 1% on Monday trading (21/08/23), with shares of Nvidia jumping as investors were optimistic ahead of its earnings this week, and other technology-related stocks gaining; while the S&P500 and DJIA tend to be flat. The yield on 10-year Treasury notes hit highs last seen during the Great Financial Crisis in 2007 as investors looked warily toward a meeting of central bankers who convene on Thursday at Jackson Hole in Wyoming. Federal Reserve Chairman Jerome Powell is scheduled to deliver a speech on Friday, which will be closely monitored by market participants on whether the Fed will continue to keep interest rates high, which has led to high interest costs that weigh heavily on business and personal credit. **China once again cut its benchmark interest rate for the second time in 3 months** as the world's second largest economy struggles to recover from the post-COVID pandemic slump. The Peoples Bank of China (PBOC) lowered the 1-year (short-term) lending rate to 3.45% from 3.55%. As is known, so far China's economic recovery has been slow due to the property crisis, falling exports, and weak public spending power. Meanwhile, the PBOC kept the 5-year lending rate in place at 4.2%. **From Europe, Germany reported PPI (July) at a deflationary rate of minus 6% yoy**, exceeding expectations of a 5.1% deflation, and this producer-level inflation clearly dropped considerably from June's position at 0.1%. Later today, Japan will announce the BOJ Core CPI which is predicted to flatten from its previous position at 3%. South Korea has released Consumer Confidence (August) at 103.1 which was above expectations but slightly down from the previous month. In the afternoon, Indonesia is scheduled to announce the Balance of Payments for Q2/2023, almost at the same time as the Eurozone will also announce the Current Account (June). Later in the evening, important data from the US such as Existing Home Sales will prove whether it is true that home sales in the US in July have started to stagnate around the 4.15 million mark.

Assessing the technical position of JCI, it seems that there is no positive catalyst that is strong enough to make JCI able to break through the first resistance, which is the MA10 & MA20 range, to return to the area above 6900. Thus, NHKSI RESEARCH still advises investors/traders to Wait & See in this Sideways consolidation period.

Company News

INTP : Cement Sales Volume Increased 25% in July 2023
MBMA : Injecting IDR 3 Trillion into New Smelter in Morowali
MAPB : Completed IDR 434 Billion Private Placement

Domestic & Global News

Indonesia Needs to Be Careful in Using IDR 310 Trillion JETP Funds
Crude Oil Settles Lower as Hope Fades for Chinese Demand

Sectors

	Last	Chg.	%
Energy	2040.21	38.93	1.95%
Basic Material	1128.17	8.77	0.78%
Industrial	1187.83	4.26	0.36%
Consumer Cyclical	910.58	2.70	0.30%
Consumer Non-Cyclicals	755.01	1.78	0.24%
Technology	4428.89	-13.79	-0.31%
Finance	1411.98	-7.25	-0.51%
Healthcare	1464.47	-8.11	-0.55%
Infrastructure	873.25	-4.89	-0.56%
Transportation & Logistic	1825.50	-12.74	-0.69%
Property	749.32	-6.73	-0.89%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	5.75%	5.75%	Real GDP	5.17%	5.03%
FX Reserve (USD bn)	137.70	137.50	Current Acc (USD bn)	3.00	4.54
Trd Balance (USD bn)	1.31	3.46	Govt. Spending Yoy	3.99%	-4.77%
Exports Yoy	-18.03%	-21.18%	FDI (USD bn)	5.14	5.14
Imports Yoy	-8.32%	-18.35%	Business Confidence	104.82	105.33
Inflation Yoy	3.08%	3.52%	Cons. Confidence*	123.50	127.10

JCI Index

August 21	6,866.03
Chg.	6.12 pts (+0.09%)
Volume (bn shares)	30.13
Value (IDR tn)	12.49
Up 205 Down 293 Unchanged 185	

Most Active Stocks

(IDR bn)

by Value

Stocks	Val.	Stocks	Val.
BBCA	677.1	HUMI	318.6
BBRI	506.2	GOTO	296.5
BUMI	480.5	TLKM	241.5
BRMS	444.8	ASII	225.3
BMRI	360.6	PGEO	223.1

Foreign Transaction

(IDR bn)

Buy			1,256
Sell			3,808
Net Buy (Sell)			(2,552)
Top Buy	NB Val.	Top Sell	NS Val.
BRMS	109.7	BBCA	97.3
BUMI	105.4	GOTO	56.2
BMRI	55.7	BBRI	44.1
BBNI	34.5	ASII	21.2
BUKA	22.4	PGAS	7.3

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.62%	0.11%
USDIDR	15,325	0.26%
KRWIDR	11.41	-0.10%

Global Indices

Index	Last	Chg.	%
Dow Jones	34,463.69	(36.97)	-0.11%
S&P 500	4,399.77	30.06	0.69%
FTSE 100	7,257.82	(4.61)	-0.06%
DAX	15,603.28	29.02	0.19%
Nikkei	31,565.64	114.88	0.37%
Hang Seng	17,623.29	(327.56)	-1.82%
Shanghai	3,092.98	(38.98)	-1.24%
Kospi	2,508.80	4.30	0.17%
EIDO	22.71	(0.09)	-0.39%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,894.9	5.6	0.30%
Crude Oil (\$/bbl)	80.72	(0.53)	-0.65%
Coal (\$/ton)	149.25	(0.25)	-0.17%
Nickel LME (\$/MT)	20,119	(12.0)	-0.06%
Tin LME (\$/MT)	25,702	442.0	1.75%
CPO (MYR/Ton)	3,936	65.0	1.68%

INTP : Cement Sales Volume Increased 25% in July 2023

PT Indocement Tungal Prakarsa Tbk (INTP)'s cement sales grew positively. INTP's sales realization in July 2023 reached 1.7 million tons, up 25% compared to the sales figure in July 2022 of 1.3 million tons. On an accumulated basis, cement sales during 7M23 reached 9.1 million tons, up 8% compared to 7M22 sales of 8.4 million tons. Factors driving the increase included additional volume demand from Eastern Indonesia due to the contribution of the Maros Plant, South Sulawesi. (Kontan)

MBMA : Injecting IDR 3 Trillion into New Smelter in Morowali

PT Merdeka Battery Materials Tbk (MBMA) injected capital worth USD 200 million or equivalent to IDR 3.06 trillion to its subsidiary, PT Merdeka Tsingshan Indonesia (MTI). The capital will be absorbed by MTI for the acid, iron & metal (AIM) project in Morowali, Central Sulawesi. The AIM I project is scheduled to start production in the second half of 2023. The smelter's installed acid production capacity is targeted at 1.2 million tons per year by 2024. (Bisnis)

MAPB : Completed IDR 434 Billion Private Placement

PT MAP Boga Adiperkasa Tbk (MAPB) completed a corporate action to increase capital without giving pre-emptive rights (PMTHMETD) or private placement and managed to raise IDR 434 billion. All funds obtained will be used to expand business activities, including for the purpose of opening new stores and financing working capital, as well as for outlet rent and other operational expenses. (Bisnis)

Domestic & Global News

Indonesia Needs to Be Careful in Using IDR 310 Trillion JETP Funds

Energy research institute Transition Zero reminds the Indonesian government to be careful in using the energy transition funding scheme from developed countries through the Just Energy Transitions Program (JETP). Transition Zero Energy Analyst Handriyanti Diah Puspitarini said that Indonesia needs to be aware of various things when planning an energy transition program using funding from JETP. Yanti said that Indonesia will be in the international spotlight if it later utilizes JETP funding to carry out domestic energy transition. Moreover, the Indonesian government is currently targeting a clean energy mix of 34 percent by 2030. Yanti assessed that if Indonesia cannot meet the 34 percent clean energy mix target by 2030, there is a risk that Indonesia will not be able to get more funding from other countries. As is known, the climate pact incorporated into the JETP partnership had promised to provide a set of funds of USD 20 billion or equivalent to IDR 310.7 trillion (assuming an exchange rate of IDR 15,535 per USD) from the public and private sectors over the next 3 to 5 years to help finance the energy transition in Indonesia. (Bisnis)

Crude Oil Settles Lower as Hope Fades for Chinese Demand

Brent and U.S. crude oil finished on Monday at a loss, as hopes for Chinese demand faded. "It seems that (China's recovery) is not going to happen," said John Kilduff, partner at Again Capital. "It's doubtful they're going to be buying. They bought a lot of crude for storage earlier in the year. They're sitting on a lot of crude." Brent crude settled down 34 cents at USD 84.46, a loss of 0.4%. U.S. West Texas Intermediate crude finished at USD 80.72 a barrel for a loss of 53 cents or 0.65%. "Right now, it's a battle between Saudi production cuts versus demand destruction," said Robert Yawger, director of energy futures, Mizuho Securities USA. Gains in crude prices through the summer were driven by the tight balance between crude oil supply and high demand, especially in the U.S. summer driving season, which ends the first of September, and from Latin America. At the same time, OPEC led by Saudi Arabia, plus Russia have cut production to better match demand, especially from China, which has yet to meet expectations for post-pandemic recovery. (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							3,694.7							
BBCA	9,175	8,550	10,200	Overweight	11.2	16.1	1,131.0	24.1x	5.0x	21.9	2.2	22.2	34.2	1.0
BBRI	5,500	4,940	6,000	Overweight	9.1	27.9	833.6	15.3x	3.0x	19.8	5.2	10.3	28.8	1.1
BBNI	9,125	9,225	12,000	Buy	31.5	7.4	170.2	8.6x	1.2x	14.9	4.3	12.2	17.0	1.2
BMRI	5,825	4,963	6,750	Buy	15.9	37.1	543.7	13.0x	2.4x	21.3	4.5	16.9	24.8	1.3
AMAR	288	232	392	Buy	36.1	6.4	5.3	69.1x	1.2x	(4.3)	N/A	#N/A	N/A	0.8
Consumer Non-Cyclicals							1,197.8							
INDF	7,000	6,725	8,600	Buy	22.9	6.5	61.5	6.8x	1.1x	16.7	3.7	6.3	92.1	0.5
ICBP	11,675	10,000	13,000	Overweight	11.3	34.2	136.2	16.2x	3.4x	22.2	1.6	5.8	195.8	0.4
UNVR	3,710	4,700	4,200	Overweight	13.2	(21.6)	141.5	30.1x	36.0x	110.4	3.8	(5.5)	(20.0)	0.5
MYOR	2,640	2,500	3,200	Buy	21.2	39.7	59.0	23.4x	4.5x	20.2	1.3	3.1	89.7	0.6
CPIN	5,225	5,650	5,500	Overweight	5.3	(11.4)	85.7	45.2x	3.1x	7.1	N/A	7.9	(42.9)	0.5
JPFA	1,325	1,295	1,400	Overweight	5.7	(17.7)	15.5	39.5x	1.2x	3.1	3.8	(1.3)	(92.7)	0.6
AALI	7,625	8,025	9,200	Buy	20.7	(18.0)	14.7	11.4x	0.7x	6.1	5.3	(14.4)	(54.6)	1.0
Consumer Cyclicals							437.1							
ERAA	496	392	600	Buy	21.0	(1.8)	7.9	8.1x	1.1x	14.7	3.8	23.5	(9.2)	0.8
MAPI	1,885	1,445	2,000	Overweight	6.1	76.2	31.3	14.7x	3.5x	27.0	0.4	27.3	(5.2)	0.7
Healthcare							278.8							
KLBF	1,845	2,090	2,200	Buy	19.2	14.6	86.5	26.1x	4.2x	16.7	2.1	9.4	(6.4)	0.4
SIDO	645	755	700	Overweight	8.5	(16.2)	19.4	17.5x	5.9x	34.0	5.7	2.6	0.6	0.6
MIKA	2,720	3,190	3,000	Overweight	10.3	4.6	38.8	40.7x	7.1x	18.1	1.4	(1.2)	(15.5)	0.3
Infrastructure							878.24							
TLKM	3,740	3,750	4,800	Buy	28.3	(18.7)	370.5	18.3x	3.0x	16.6	4.5	2.1	(4.2)	0.8
JSMR	3,630	2,980	5,100	Buy	40.5	3.7	26.3	9.2x	1.2x	13.2	2.1	21.2	34.3	0.9
EXCL	2,400	2,140	3,800	Buy	58.3	(7.7)	31.5	24.9x	1.2x	5.0	1.8	12.0	(13.8)	0.8
TOWR	1,010	1,100	1,260	Buy	24.8	(15.5)	51.5	15.2x	3.3x	23.7	2.4	8.7	(8.8)	0.3
TBIG	2,050	2,300	2,390	Buy	16.6	(30.5)	46.4	30.8x	4.3x	12.9	1.7	(0.7)	(18.6)	0.4
MTEL	715	800	860	Buy	20.3	(8.9)	59.7	30.9x	1.8x	5.8	3.0	#N/A	N/A	0.5
WIKA	372	800	1,280	Buy	244.1	(64.4)	3.3	N/A	0.3x	(4.6)	N/A	#N/A	N/A	1.2
PTPP	575	715	1,700	Buy	195.7	(43.3)	3.6	12.5x	0.3x	2.5	N/A	(10.8)	14.3	1.1
Property & Real Estate							282.7							
CTRA	1,110	940	1,500	Buy	35.1	13.3	20.6	12.6x	1.1x	8.9	1.4	(4.2)	(22.4)	0.9
PWON	460	456	690	Buy	50.0	(6.9)	22.2	11.8x	1.2x	10.8	1.4	5.3	45.8	1.1
Energy							1,259.8							
PGAS	1,490	1,760	1,770	Buy	18.8	(12.4)	36.1	7.7x	0.9x	10.9	9.5	11.6	(20.0)	0.9
PTBA	2,800	3,690	4,900	Buy	75.0	(33.5)	32.3	2.8x	1.1x	41.1	39.1	21.4	(48.9)	1.0
ADRO	2,620	3,850	3,900	Buy	48.9	(19.4)	83.8	2.1x	0.8x	46.2	18.6	50.1	15.3	1.3
Industrial							436.5							
UNTR	27,075	26,075	32,000	Buy	18.2	(14.5)	101.0	4.5x	1.4x	29.2	25.9	13.6	11.2	0.9
ASII	6,475	5,700	8,000	Buy	23.6	(7.2)	262.1	9.3x	1.4x	15.2	9.9	13.0	(4.0)	1.1
Basic Ind.							1,219.6							
SMGR	6,700	6,575	9,500	Buy	41.8	2.2	45.4	17.4x	1.1x	6.1	3.7	2.0	(9.0)	0.9
INTP	11,000	9,900	12,700	Buy	15.5	19.6	40.5	16.8x	1.9x	11.8	1.5	15.3	141.8	0.8
INCO	6,025	7,100	8,200	Buy	36.1	(7.3)	59.9	17.9x	1.6x	9.2	1.5	16.7	12.6	1.2
ANTM	1,950	1,985	3,450	Buy	76.9	(5.3)	46.9	11.7x	1.8x	16.9	4.1	18.9	13.5	1.4

* Target Price

Source: Bloomberg, NHKS Research

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	GE	13:00	PPI MoM	Jul	-1.1%	-0.2%	-0.3%
21 – Aug	GE	13:00	PPI YoY	Jul	-6.0%	-5.1%	0.1%
Tuesday	US	21:00	Existing Home Sales	Jul		4.15m	4.16m
22 – Aug	US	21:00	Richmond Fed Manufact. Index	Aug		—	-9
Wednesday	US	18:00	MBA Mortgage Applications	Aug 18		—	-0.8%
23 – Aug	US	20:45	S&P Global US Manufacturing PMI	Aug P		49.0	49.0
	US	21:00	New Home Sales	Jul		707k	697k
	GE	14:30	HCOB Germany Manufacturing PMI	Aug P		—	38.8
	JP	07:30	Jibun Bank Japan PMI Mfg	Aug P		—	49.6
Thursday	US	19:30	Initial Jobless Claims	Aug 19		—	239k
24 – Aug	US	19:30	Durable Goods Orders	Jul P		-4.0%	4.6%
	ID	14:20	Bank Indonesia 7D Reverse Repo	Aug 23		5.75%	5.75%
	KR	04:00	PPI YoY	Jul		—	-0.2%
	KR		BOK Base Rate	Aug 24		3.50%	3.50%
Friday	US	21:00	U. of Mich. Sentiment	Aug F		71.2	71.2
25 – Aug	GE	15:00	IFO Business Climate	Aug		86.8	87.3
	GE	15:00	IFO Expectations	Aug			83.5
	JP	06:30	Tokyo CPI Ex-Fresh Food YoY	Aug		2.9%	3.0%

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	BULL, HMSP, LUCY, SAPX
21 – Aug	Cum Dividend	—
Tuesday	RUPS	BRAU, GDYR, ROCK, TSPC
22 – Aug	Cum Dividend	—
Wednesday	RUPS	BNLI, SKBM, TELE
23 – Aug	Cum Dividend	—
Thursday	RUPS	GTBO, MBTO
24 – Aug	Cum Dividend	—
Friday	RUPS	CFIN, FOOD, IKBI
25 – Aug	Cum Dividend	—

Source: Bloomberg



IHSG projection for 22 August 2023 :

KONSOLIDASI – BEARISH .

Pattern : Bullish Flag.

Uji Support kritis jk.pendek & Uji Resistance MA10 & MA20.

Support : 6850 / 6810-6790 / 6765-6740

Resistance : 6885-6895 / 6920 / 6950-6970 / 7000.

ADVISE : HOLD ; Wait & See.

BBNI—PT Bank Negara Indonesia TBK



PREDICTION 22 AUGUST 2023

Overview

Break Resistance MA10 & MA50.

Advise

Speculative Buy.

Entry Level: 9125.

Average Up > 9225-9300

Target: 9600-9750.

Stoploss: 8900

ACES—PT Ace Hardware Indonesia TBK



PREDICTION 22 AUGUST 2023

Overview

Pattern : PARALLEL CHANNEL – uptrend.

Rebound dari Support lower channel ; sudah break Resistance Moving Average.

Advise

Buy

Entry Level: 730

Average Up >745

Target : 765 / 795-800 / 880-900

Stoploss : 690.

KLBF—PT Kalbe Farma TBK



PREDICTION 22 AUGUST 2023

Overview

Pattern : PARALLEL CHANNEL – downtrend.

Doji di area Support.

Uji Resistance MA10 & MA20.

Advise

Speculative Buy.

Entry Level: 1845.

Average UP >1875

Target: 1970-2000

Stoploss: 1820

MDKA—PT Merdeka Copper Gold Tbk



PREDICTION 22 AUGUST 2023

Overview

Pattern : PARALLEL CHANNEL (sideways – uptrend).

Rebound dari Support lower channel ; Uji Resistance MA10 & MA20.

Advise

Speculative Buy

Entry Level: 3270

Average UP >3320-3340

Target : 3580-3610 / 3700.

Stoploss: 3120

ENRG—PT Energi Mega Persada Tbk



PREDICTION 22 AUGUST 2023

Overview

Pattern : PARALLEL CHANNEL – uptrend.

Rebound dari Support lower channel ; Uji Resistance MA10.

Advise

Speculative Buy

Entry Level : 240-236

Average Up >244

Target: 258-260 / 270

Stoploss: 228.

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 leonardo.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