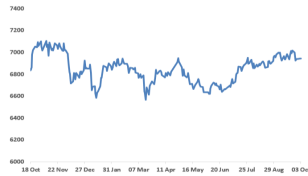


Morning Brief

Daily | October 4, 2023

JCI Movement



Today's Outlook:

- US stock markets closed lower, with the Nasdaq leading the decline by 1.9% to its lowest point since May 31;** the S&P500 closed at its lowest level since June 1, and the Dow Jones Industrial Average turned negative wiping out profits accumulated this year, as data showing surprise strength in the labor market, stoked further concerns about higher Federal Reserve interest rates, pushing Treasury yields to a 16-year high. The CBOE Volatility index, Wall Street's "fear" index, hit its highest level since May 24. The U.S. Labor Department's latest Job Openings and Labor Turnover Survey (JOLTS) report, a measure of labor demand, showed job openings in August unexpectedly increased by about 9.6 million, confounding expectations for drop to 8.8M from the previous period's 8.92M. Atlantic Fed President Raphael Bostic said there wasn't "urgency" for the central bank to raise rates again, but it would likely take a while to expect the start of rate cuts. While another Fed official stated that he was open to the possibility of another rate hike at the next FOMC meeting. Energy stocks were less than 1% lower as a rise in oil prices following weakness a day earlier helped keep losses in check ahead of the meeting between OPEC and allies led by Russia, known as OPEC+, due Wednesday. Investors are gearing up for US companies' Q3 earnings reports in the coming weeks in hopes of contributing positive sentiment to the market. While the DJIA is already down 0.4% this year, the Nasdaq has kept a tight grip on its 25% gain since year-end due to a rally fueled by enthusiasm over artificial intelligence.
- The next important Economic data from the US awaited later tonight around 7:15 pm WIB is still around employment,** namely the ADP Nonfarm Employment Change (Sept.) which is expected to fall to 160 thousand from 177 thousand the previous month. Followed by a number of PMI data which hopes that business activity in the US both manufacturing and services can still survive in expansionary territory.
- ASIA MARKETS:** While China is still in the "Golden Week" long holiday phase, this morning South Korea has announced Industrial Production (Aug.) rose significantly by 5.5% mom compared to predictions and the previous month which was still immersed in negative territory. On an annualized basis, the weakening Industrial Production in August was noticeably improved by successfully shrinking the previous month's minus 8.1% to just -0.5% yoy, much better than the expectation of -6.2%. South Korea's Retail Sales were also released to have rallied further; and the Manufacturing PMI figure is one step away from reaching the expansionary ceiling of 50. While Japan reported its Sept. Services PMI slightly better than expected, still in expansionary territory but indeed weaker than the previous month.
- EUROPE MARKETS:** A series of PMI data will be released consecutively from Germany, Eurozone, UK. Not to forget, Eurozone will also report PPI (Aug) and Retail Sales (Aug).
- JCI still shows hesitation to cross the nearest barrier: MA10 & MA20 at 6970** although several attempts have been made. JCI needs to cross that level steadily to be able to approach the 7000s area again. **NHKS RESEARCH advises investors/traders to again maintain a WAIT & SEE attitude before adding too much to the portfolio.**

Company News

- GOTO** : Receives USD150 Million in Fresh Funds
- HRUM** : Subsidiary Disburses Loan to Blue Sparking Energy
- RMKE** : Improving Operational Technology

Domestic & Global News

- TikTok Shop Officially Closes in Indonesia Today October 4
- US Tech Companies in China Probed, US Senators Seek to Meet Xi Jinping

Sectors

	Last	Chg.	%
Energy	2069.04	-40.34	-1.91%
Industrial	1168.53	-15.84	-1.34%
Finance	1385.24	-13.80	-0.99%
Technology	4294.60	-31.50	-0.73%
Basic Material	1290.67	-6.61	-0.51%
Transportation & Logistic	1855.15	-6.05	-0.32%
Consumer Non-Cyclicals	760.34	-1.60	-0.21%
Infrastructure	918.35	0.74	0.08%
Healthcare	1439.75	1.81	0.13%
Consumer Cyclical	876.36	1.69	0.19%
Property	735.48	6.41	0.88%

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)	137.09	137.70	Current Acc (USD bn)	-1.90	3.00
Trd Balance (USD bn)	3.12	1.31	Govt. Spending Yoy	10.62%	3.99%
Exports Yoy	-21.21%	-18.03%	FDI (USD bn)	4.86	5.14
Imports Yoy	-14.77%	-8.32%	Business Confidence	104.82	105.33
Inflation Yoy	2.28%	3.27%	Cons. Confidence*	125.20	125.20

JCI Index

October 3	6,940.89
Chg.	20.57 pts (-0.30%)
Volume (bn shares)	19.95
Value (IDR tn)	10.00
Up 193 Down 331 Unchanged 226	

Most Active Stocks

(IDR bn)

by Value

Stocks	Val.	Stocks	Val.
BBCA	907.5	BBNI	266.4
AMMN	371.8	ADRO	245.7
UNTR	318.1	TLKM	231.1
MEDC	302.9	BMRI	224.9
BBRI	287.9	GOTO	209.4

Foreign Transaction

(IDR bn)

Buy			3,100
Sell			2,930
Net Buy (Sell)			170
Top Buy	NB Val.	Top Sell	NS Val.
BBNI	162.6	UNTR	88.8
BBCA	159.0	GOTO	66.0
FILM	121.2	ASII	55.2
TLKM	97.6	MEDC	32.0
BMRI	36.6	ADRO	31.1

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.02%	0.04%
USDIDR	15,580	0.32%
KRWIDR	11.45	-0.37%

Global Indices

Index	Last	Chg.	%
Dow Jones	33,002.38	(430.97)	-1.29%
S&P 500	4,229.45	(58.94)	-1.37%
FTSE 100	7,470.16	(40.56)	-0.54%
DAX	15,085.21	(162.00)	-1.06%
Nikkei	31,237.94	(521.94)	-1.64%
Hang Seng	17,331.22	(478.44)	-2.69%
Shanghai	3,110.48	3.16	0.10%
Kospi	2,465.07	2.10	0.09%
EIDO	22.16	(0.10)	-0.45%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,823.0	(5.0)	-0.27%
Crude Oil (\$/bbl)	89.23	0.41	0.46%
Coal (\$/ton)	149.65	(4.85)	-3.14%
Nickel LME (\$/MT)	18,728	(21.0)	-0.11%
Tin LME (\$/MT)	23,854	358.0	1.52%
CPO (MYR/Ton)	3,708	4.0	0.11%

GOTO : Receives USD150 Million in Fresh Funds

PT GoTo Gojek Tokopedia Tbk (GOTO) established a cooperation with the International Finance Corporation (IFC) for non-financial and financial funds worth USD150 million or equivalent to IDR2.30 trillion. From the non-financial cooperation, GOTO and IFC will support the transition to the use of electric vehicles, improve operational efficiency, and integrate various sustainable business practices. As for the financial side, GOTO will receive USD150 million. The IFC will invest with USD125 million and another USD25 from private investment firm Franke & Company, Inc.

HRUM : Subsidiary Disburses Loan to Blue Sparking Energy

PT Harum Energy Tbk's (HRUM) subsidiary, PT Tanito Harum Nickel, disbursed a USD500 million loan to PT Blue Sparking Energy. On September 29, 2023, Tanito Harum Nickel and Blue Sparking Energy signed a loan facility agreement. Withdrawals of the loan can be made more than once and will be charged with interest on the outstanding principal amount based on the Secured Overnight Funding Rate (SOFR) + 2.60% per annum, starting from the date of each loan disbursement until the related principal amount is fully repaid. (Kontan)

RMKE : Improving Operational Technology

PT RMK Energy Tbk (RMKE) continues to improve and control the impact of coal dust in RMKE's operational areas. Currently, RMKE is in the process of implementing new technology in all of its operational lines as an effort to control the impact of coal dust. The addition of big gun sprinklers and water sprayers at the stockpile, scrapper, and conveyor belt locations are aimed at spraying the coal dust suppressant chemical (chemicals to reduce the effects of dust) in all lines of RMKE's operational activities in Musi 2.

Domestic & Global News

TikTok Shop Officially Closes in Indonesia Today October 4

TikTok will officially close TikTok Shop in Indonesia starting today, Wednesday, October 4, 2023 at 17:00 WIB. This decision is in line with the ban on social commerce running an e-commerce like business. Based on an official release issued by TikTok, they stated that they respect and comply with applicable laws and regulations in Indonesia. "As such, we will no longer facilitate e-commerce transactions within TikTok Shop Indonesia, effective October 4, at 17.00 WIB," TikTok said in its official release on Tuesday (3/10/2023). Nevertheless, TikTok said it will continue to coordinate with the Indonesian government regarding future steps and business plans. (Bisnis)

US Tech Companies in China Probed, US Senators Seek to Meet Xi Jinping

A group of Republican and Democratic US senators are looking forward to a meeting with Chinese President Xi Jinping in China next week. Senate Majority Leader Chuck Schumer and his Republican colleague Senator Mike Crapo said they expect to raise the issue of Micron Technology Corp.'s ability to carry out business in China. For context, technology company Micron is facing an investigation by the Chinese government's cybersecurity administration. Not only that, the senators also plan to meet with the US business community in Shanghai, among other groups, and discuss concerns about the investment climate for US companies. Crapo himself argued that they truly believe that the more interaction they have, the greater the opportunity and potential for resolving conflicts. He also added that the group is seeking a meeting with Xi, but has not been confirmed. The White House, which was aware of the senators' travel plans, also encouraged them to go. (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							3,642.3							
BBCA	9,200	8,550	10,200	Overweight	10.9	8.2	1,134.1	24.2x	5.0x	21.9	2.2	22.2	34.2	0.9
BBRI	5,275	4,940	6,100	Buy	15.6	16.4	799.5	14.3x	2.7x	19.4	5.5	12.0	18.9	1.0
BBNI	10,425	9,225	12,000	Buy	15.1	17.1	194.4	9.8x	1.4x	14.9	3.8	12.2	17.0	1.1
BMRI	6,075	4,963	6,750	Overweight	11.1	31.0	567.0	13.5x	2.5x	21.3	4.4	16.9	24.8	1.2
AMAR	292	232	392	Buy	34.2	16.1	5.4	173.9x	1.2x	0.7	N/A	12.3	N/A	0.8
Consumer Non-Cyclicals							1,215.2							
INDF	6,725	6,725	8,600	Buy	27.9	11.6	59.0	6.5x	1.0x	16.7	3.8	6.3	92.1	0.4
ICBP	10,950	10,000	13,600	Buy	24.2	25.5	127.7	15.2x	3.2x	22.2	1.7	5.8	195.8	0.4
UNVR	3,590	4,700	4,200	Buy	17.0	(26.0)	137.0	29.1x	34.8x	110.4	3.9	(5.5)	(20.0)	0.2
MYOR	2,530	2,500	3,200	Buy	26.5	31.1	56.6	22.5x	4.3x	20.2	1.4	3.1	89.7	0.6
CPIN	5,525	5,650	5,500	Hold	(0.5)	(1.8)	90.6	47.8x	3.3x	7.1	N/A	7.9	(42.9)	0.5
JPFA	1,320	1,295	1,400	Overweight	6.1	(12.0)	15.5	39.3x	1.2x	3.1	3.8	(1.3)	(92.7)	0.6
AALI	7,450	8,025	8,000	Overweight	7.4	(9.7)	14.3	11.2x	0.7x	6.1	5.4	(14.4)	(54.6)	0.9
Consumer Cyclicals							410.1							
ERAA	432	392	600	Buy	38.9	2.9	6.9	7.1x	1.0x	14.7	4.4	23.5	(9.2)	0.8
MAPI	1,950	1,445	2,000	Hold	2.6	85.7	32.4	15.2x	3.6x	27.0	0.4	#N/A	N/A	0.7
Healthcare							275.1							
KLBF	1,795	2,090	2,200	Buy	22.6	(0.8)	84.1	25.4x	4.1x	16.7	2.1	9.4	(6.4)	0.4
SIDO	585	755	700	Buy	19.7	(17.0)	17.6	15.9x	5.4x	34.0	6.2	2.6	0.6	0.6
MIKA	2,730	3,190	3,000	Overweight	9.9	(2.5)	38.9	40.9x	7.1x	18.1	1.4	(1.2)	(15.5)	0.3
Infrastructure							904.43							
TLKM	3,770	3,750	4,800	Buy	27.3	(15.5)	373.5	18.5x	3.0x	16.6	4.4	2.1	(4.2)	0.8
JSMR	4,100	2,980	5,100	Buy	24.4	25.8	29.8	9.4x	1.3x	14.5	1.8	18.3	56.3	0.9
EXCL	2,440	2,140	3,800	Buy	55.7	(0.4)	32.0	25.3x	1.2x	5.0	1.7	12.0	(13.8)	0.9
TOWR	970	1,100	1,260	Buy	29.9	(21.5)	49.5	14.6x	3.2x	23.7	2.5	8.7	(8.8)	0.4
TBIG	1,970	2,300	2,390	Buy	21.3	(29.6)	44.6	29.6x	4.2x	12.9	1.8	(0.7)	(18.6)	0.4
MTEL	675	800	860	Buy	27.4	(4.9)	56.4	29.2x	1.7x	5.8	3.2	10.8	12.3	0.5
WIKA	452	800	1,280	Buy	183.2	(51.1)	4.1	N/A	0.4x	(16.0)	N/A	28.8	(13975.2)	1.2
PTPP	720	715	1,700	Buy	136.1	(19.6)	4.5	15.7x	0.4x	2.5	N/A	(10.8)	14.3	1.0
Property & Real Estate							267.4							
CTRA	1,045	940	1,500	Buy	43.5	9.4	19.4	11.9x	1.0x	8.9	1.4	(4.2)	(22.4)	0.8
PWON	438	456	600	Buy	37.0	(3.1)	21.1	11.2x	1.2x	10.8	1.5	5.3	45.8	1.1
Energy							1,325.8							
PGAS	1,360	1,760	1,770	Buy	30.1	(21.6)	33.0	8.7x	0.8x	9.1	10.4	2.5	(40.0)	0.7
PTBA	2,740	3,690	4,900	Buy	78.8	(34.1)	31.6	3.4x	1.7x	45.1	39.9	2.4	(54.9)	0.9
ADRO	2,690	3,850	3,900	Buy	45.0	(32.1)	86.0	2.5x	0.8x	37.4	18.1	(1.8)	(27.6)	1.3
Industrial							429.8							
UNTR	27,000	26,075	32,000	Buy	18.5	(18.2)	100.7	4.5x	1.4x	29.2	25.9	13.6	11.2	0.8
ASII	6,200	5,700	8,000	Buy	29.0	(6.4)	251.0	8.9x	1.3x	15.2	10.3	13.0	(4.0)	1.0
Basic Ind.							1,501.6							
SMGR	6,400	6,575	9,500	Buy	48.4	(13.9)	43.4	16.7x	1.0x	6.1	3.8	2.0	(9.0)	0.9
INTP	10,100	9,900	12,700	Buy	25.7	7.4	37.2	15.4x	1.8x	11.8	1.6	15.3	141.8	0.8
INCO	5,575	7,100	8,200	Buy	47.1	(9.7)	55.4	16.3x	1.4x	9.2	1.6	16.7	12.6	1.2
ANTM	1,765	1,985	3,450	Buy	95.5	(6.6)	42.4	10.1x	1.8x	18.5	4.5	#N/A	N/A	1.5

* Target Price

Source: Bloomberg, NHKS Research

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	US	20:45	S&P Global US Manufacturing PMI	Sep F	49.8	48.9	48.9
2 – Oct.	US	21:00	ISM Manufacturing	Sep	49.0	47.9	47.6
	ID	07:30	S&P Global Indonesia PMI Mfg	Sep	52.3	—	53.9
	ID	11:00	CPI YoY	Sep	2.28%	2.23%	3.27%
	GE	14:55	HCOB Germany Manufacturing PMI	Sep F	39.6	39.8	39.8
	EC	15:00	HCOB Eurozone Manufacturing PMI	Sep F	43.4	43.4	43.4
	JP	07:30	Jibun Bank Japan PMI Mfg	Sep F	48.5	—	48.6
Tuesday	US	21:00	JOLTS Job Openings	Aug	9,610K	8,815K	8,827K
3 – Oct.	JP	06:50	Monetary Base YoY	Sep	5.6%	1.6%	1.2%
Wednesday	US	18:00	MBA Mortgage Applications	Sep 29		—	1.3%
4 – Oct.	US	19:15	ADP Employment Change	Sep		150K	177K
	US	21:00	Factory Orders	Aug		0.2%	-2.1%
	US	21:00	Durable Goods Orders	Aug F		—	0.2%
Thursday	US	19:30	Trade Balance	Aug		-\$65.2 Bn	-\$65.0 Bn
5 – Oct.	US	19:30	Initial Jobless Claims	Sep 30		—	204K
Friday	US	19:30	Change in Nonfarm Payrolls	Sep		170K	187K
6 – Oct.	US	19:30	Unemployment Rate	Sep		3.7%	3.8%
	ID	10:00	Foreign Reserves	Sep		—	\$137.09 Bn
	GE	13:00	Factory Orders MoM	Aug		2.5%	-11.7%

Source: Bloomberg, NHKSI Research

Corporate Calendar

Date	Event	Company
Monday	RUPS	MAYA
2 – Oct.	Cum Dividend	—
Tuesday	RUPS	CITY, AGRO
3 – Oct.	Cum Dividend	—
Wednesday	RUPS	GEMS, ESSA
4 – Oct.	Cum Dividend	—
Thursday	RUPS	SBAT, LPKR, LPCK, BEEF
5 – Oct.	Cum Dividend	HEXA
Friday	RUPS	BACA
6 – Oct.	Cum Dividend	AALI

Source: Bloomberg



IHSB projection for 4 OCTOBER 2023 :

KONSOLIDASI – SIDEWAYS.

Uji Resistance MA10 & MA20.

Support : 6930-6900 / 6800.

Resistance : 6970 / 7000-7060 / 7100-7130 / 7175.

ADVISE : HOLD ; WAIT & SEE.

TLKM—PT Telkom Indonesia TBK



PREDICTION 4 OCTOBER 2023

Overview

Terjepit antara Support MA20 & MA50 serta Resistance MA10.

Advise

Buy on Break.

Entry Level : 3780

Average Up >3900

Target: 3870-3880 / 4000 / 4060 / 4140.

Stoploss: 3730

INCO—PT Vale Indonesia TBK



PREDICTION 4 OCTOBER 2023

Overview

Doji di area Support.

RSI positive divergence.

Uji Resistance terdekat : MA10 & MA20.

Advise

Speculative Buy

Entry Level : 5550-5600

Average UP >5650-5750

Target : 6000-6050 / 6225 / 6400

Stoploss: 5350

MIKA—PT Mitra Keluarga Karyasehat TBK



PREDICTION 4 OCTOBER 2023

Overview

Finally break Resistance MA10 lagi, disertai VOLUME tinggi di atas rerata 20 hari.

Advise

Buy.

Entry Level: 2730

Average UP >2750

Target: 2800-2820 / 2950 / 3000-3030.

Stoploss: 2650.

TOWR—PT Sarana Menara Nusantara Tbk



PREDICTION 4 OCTOBER 2023

Overview

Candle hijau serupa long-leg Hammer yang mengikuti Doji, di area Support.

RSI POSITIVE divergence.

Perlu Uji Resistance MA10.

Advise

Speculative Buy.

Entry Level: 970-960

Average Up > 980

Target: 1000-1005 / 1035-1045 / 1070-1075.

Stoploss: 945

EXCL—PT XL Axiata Tbk



PREDICTION 4 OCTOBER 2023

Overview

Uji Resistance jk.pendek.

In overall, masih Uptrend di dalam pattern PARALLEL CHANNEL.

Posisi harga di atas ketiga MA.

Advise

Speculative Buy.

Entry Level: 2430-2440

Average Up > 2460-2500

Target: 2550-2560 / 2750-2800

Stoploss: 2330

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

Leonardo Lijuwardi

Banking, Infrastructure

T +62 21 5088 ext 9127

E leonardo.lijuwardi@nhsec.co.id

Analyst

Cindy Alicia Ramadhania

Consumer, Healthcare

T +62 21 5088 ext 9129

E cindy.alicia@nhsec.co.id

Analyst

Axell Ebenhaezer

Mining, Property

T +62 21 5088 ext 9133

E Axell.Ebenhaezer@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