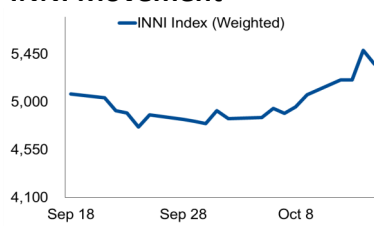


Morning Brief

JCI Movement



INNI Movement



Today's Outlook:

JCI Reversal Signal

Wall Street continued to decline for 3 days in a row on market closing (15/10/2020). Investors are concerned that recovery will slow down further as weekly jobless claims figure rose to 898 thousand, exceeding the expectation at 825 thousand.

Meanwhile, JCI yesterday was hit by considerable profit taking after an upward rally for nearly 2 weeks. Technically, the candlestick has formed an evening star pattern which signals a reversal.

Company News

- WSKT : Aims for Connectivity Projects in 2021
- BBRI : Loan Disbursement Reaches IDR100 Trillion
- ASII : Sales Jumps in September

Domestic & Global News

- BPS: Imports of Consumer Goods Falls in September 2020
- China Sept PPI -2.1% YoY, CPI up 1.7%

Sectors

	Last	Chg.	%
Finance	1133,03	-21,47	-1,86%
Property, Real Estate, and Construction	317,82	-5,28	-1,63%
Miscellaneous Industry	865,40	-12,77	-1,45%
Mining	1411,41	-18,89	-1,32%
Consumer Goods	1849,59	-22,86	-1,22%
Infrastructure, Utilities, Transportation	833,66	-7,52	-0,89%
Basic Industries	751,16	-6,65	-0,88%
Agriculture	1174,81	-8,81	-0,74%
Trade, Services, and Investment	637,42	-4,74	-0,74%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.00%	4.00%	Real GDP	-5.32%	2.97%
FX Reserve (USD bn)	135.15	137.00	Current Acc (USD bn)	(2.90)	(8.08)
Trd Balance (USD bn)	2.44	2.33	Govt. Spending Yoy	-6.90%	3.75%
Exports Yoy	-0.51%	-8.36%	FDI (USD bn)	4.07	4.60
Imports Yoy	-18.88%	-24.19%	Business Confidence	104.82	105.33
Inflation Yoy	1.42%	1.32%	Cons. Confidence*	83.40	86.20

JCI Index

Oct. 15	5,105.15
Chg.	-70.94pts (-1.37%)
Volume (bn shares)	126.63
Value (IDR tn)	9.75
Adv 213 Dec 217 Unc 287 Untr 126	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
ANTM	1,539.8	BBNI	258.3
BBRI	613.0	MDKA	246.7
BBCA	478.2	BMRI	219.3
BRIS	416.3	BOGA	192.3
TLKM	388.4	KRAS	190.2

Foreign Transaction

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
ANTM	1,539.8	BBNI	258.3
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(IDR bn)			
Foreign Transaction			
Buy	Sell	Net Buy (Sell)	
2,149	2,125	23	

Top Buy	NB Val.	Top Sell	NS Val.
BBRI	127.7	UNTR	52.1
MDKA	44.5	BMRI	38.8
TLKM	41.8	BBCA	30.9
BTPS	20.8	BBNI	27.5
INTP	17.6	ICBP	25.3

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.75%	-0.11%
USDIDR	14,690	-0.19%
KRWIDR	12.82	-0.16%

Global Indices

Index	Last	Chg.	%
Dow Jones	28,494.20	(19.80)	-0.07%
S&P 500	3,483.34	(5.33)	-0.15%
FTSE 100	5,832.52	(102.54)	-1.73%
DAX	12,703.75	(324.31)	-2.49%
Nikkei	23,507.23	(119.50)	-0.51%
Hang Seng	24,158.54	(508.55)	-2.06%
Shanghai	3,332.18	(8.60)	-0.26%
KOSPI	2,361.21	(19.27)	-0.81%
EIDO	18.34	(0.23)	-1.24%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,908.7	7.2	0.38%
Crude Oil (USD/B)	40.96	(0.08)	-0.19%
ICE NewCastle (USD/ton)	59.60	1.20	2.05%
LME Nickel (USD/MT)	15,422	81.0	0.53%
LME Tin (USD/MT)	18,355	55.0	0.30%
CPO (MYR/ton)	2,918	(71.0)	-2.38%

WSKT : Aims for Connectivity Projects in 2021

PT Waskita Karya Tbk (WSKT) will be eyeing 50 packages of connectivity infrastructure project worth IDR156.5 billion from the tender auction by the Government. At the same time, WSKT stated its ability to finance short-term working capital either from internal cash or with banking facilities. Currently WSKT management is still in the process of preparing contract targets for 2021. (Kontan)

ASII : Sales Jumps in September

PT Astra International Tbk (ASII) recorded 53% MoM increase in sales of four-wheeled vehicles in September 2020. This is due to the fact that sales of four-wheeled vehicles in Indonesia have started to improve since June 2020, although they have not yet been able to match the achievements in 2019. ASII hopes that this trend can last until the end of 2020 and can be a sector that contributes to the recovery of the national economy. (Bisnis Indonesia)

BBRI : Loan Disbursement Reaches IDR100 Trillion

PT Bank Rakyat Indonesia Tbk (BBRI) stated that the loan disbursed since the beginning of the year up until mid October 2020 has reached IDR 100 trillion. BBRI continues to disburse loans because capital is crucial for business actors, especially during a pandemic. So far, BBRI continues to provide comprehensive assistance and assessment for MSMEs in Indonesia. (Bisnis Indonesia)

Domestic & Global News

BPS: Imports of Consumer Goods Falls in September 2020

Imports of consumer goods in September 2020 experienced a decline. The Central Statistics Agency (BPS) noted that the import value for consumption in that month was US \$ 1.12 billion, down by 6.12% month to month (mom). When compared to September 2019, import of consumer goods this year is recorded to have decreased by 20.38% yoy. (Kontan)

China Sept PPI -2.1% YoY, CPI up 1.7%

China's factory gate prices fell in annual terms for the eighth straight month in September, official data showed on Thursday, while consumer inflation eased further. The producer price index fell 2.1% from a year earlier, according to a statement from the National Bureau of Statistics. This compared with a 2.0% drop in August and a forecast 1.8% decline in a Reuters poll of analysts. The statistics bureau also said the consumer price index rose 1.7% from a year earlier in September, compared with a 1.8% increase tipped by the Reuters poll and a 2.4% rise in August. (Reuters)

INNI Components

	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						(9.0)	2,160.4							
BBCA	28,925	33,425	34,000	Buy	17.5	(6.9)	713.1	25.5x	4.2x	17.0	1.9	6.6	(5.0)	1.1
BBRI	3,310	4,400	4,000	Buy	20.8	(17.0)	408.3	14.3x	2.2x	15.2	5.1	(2.1)	(37.2)	1.3
BBNI	4,780	7,850	6,000	Buy	25.5	(34.1)	89.1	7.3x	0.8x	10.9	4.3	(1.5)	(41.6)	1.4
BMRI	5,600	7,675	7,000	Buy	25.0	(15.5)	261.3	10.8x	1.5x	13.3	6.3	4.1	(23.9)	1.4
Consumer						(15.0)	1,063.9							
GGRM	43,500	53,000	59,600	Buy	37.0	(20.4)	83.7	8.0x	1.5x	21.0	N/A	1.7	(10.7)	1.0
KINO	2,980	3,430	2,950	Hold	(1.0)	(28.2)	4.3	15.6x	1.6x	10.7	3.6	(1.3)	(67.6)	0.9
ICBP	9,750	11,150	12,150	Buy	24.6	(13.9)	113.7	19.5x	4.0x	22.7	2.2	4.1	31.2	0.8
KLBF	1,560	1,620	1,870	Buy	19.9	(5.7)	73.1	27.7x	4.5x	17.0	1.3	3.8	10.3	1.0
Infrastructure						(31.0)	586.68							
TLKM	2,780	3,917	3,800	Buy	36.7	(32.4)	275.4	14.8x	2.9x	19.6	5.5	(3.6)	(0.8)	1.0
JSMR	3,770	5,175	4,550	Buy	20.7	(33.6)	27.4	21.8x	1.5x	6.9	0.4	(51.0)	(90.0)	1.4
EXCL	2,130	3,150	3,350	Buy	57.3	(39.7)	22.8	10.5x	1.1x	11.1	0.9	6.7	526.9	1.1
TOWR	1,020	805	1,310	Buy	28.4	55.7	52.0	19.4x	5.6x	31.1	2.3	21.7	30.0	0.9
PGAS	1,035	2,170	1,400	Buy	35.3	(53.4)	25.1	83.8x	0.7x	0.8	4.0	(17.9)	(85.0)	1.6
TBIG	1,450	1,230	1,400	Hold	(3.4)	8.6	32.9	31.9x	5.5x	21.9	1.9	13.2	33.8	1.0
Trade						(20.5)	568.1							
UNTR	21,700	21,525	19,000	Hold	(12.4)	6.6	80.9	8.3x	1.4x	17.3	4.5	(23.4)	(28.3)	0.9
MAPI	655	1,055	870	Buy	32.8	(42.8)	10.9	412.7x	2.0x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,655	1,795	2,000	Buy	20.8	4.1	5.3	17.7x	1.1x	6.3	N/A	(6.3)	5.9	1.5
Property						(37.0)	305.6							
CTRA	755	1,040	780	Hold	3.3	(35.2)	14.0	13.5x	0.9x	7.0	1.1	(10.8)	(43.8)	1.4
WSKT	690	1,485	820	Buy	18.8	(56.2)	9.4	N/A	0.6x	(7.0)	0.5	(45.7)	N/A	1.8
WIKA	1,230	1,990	1,410	Hold	14.6	(35.6)	11.0	6.7x	0.8x	11.3	4.1	(37.2)	(71.9)	1.8
PTPP	910	1,585	1,250	Buy	37.4	(46.0)	5.6	9.7x	0.5x	4.9	3.7	(36.6)	(94.5)	1.8
PWON	394	570	440	Hold	11.7	(36.5)	19.0	10.3x	1.3x	13.2	N/A	(43.7)	(64.7)	1.6
Basic Ind.						(15.7)	603.9							
SMGR	9,100	12,000	11,500	Buy	26.4	(27.8)	54.0	21.4x	1.6x	8.0	0.4	(2.0)	25.6	1.3
CPIN	5,825	6,500	6,660	Hold	14.3	3.6	95.5	26.9x	4.2x	17.0	1.4	(6.7)	(3.8)	1.5
Misc Ind.						(24.3)	263.7							
ASII	4,740	6,925	5,575	Buy	17.6	(25.6)	191.9	8.2x	1.3x	15.9	3.9	(22.7)	16.1	1.3
Mining						(11.6)	327.8							
TINS	830	825	1,200	Buy	44.6	(6.7)	6.2	N/A	1.3x	(21.4)	N/A	(18.5)	N/A	1.6
PTBA	2,010	2,660	2,900	Buy	44.3	(11.1)	23.2	6.7x	1.4x	21.0	16.2	(15.1)	(38.5)	1.1
INCO	3,960	3,640	4,500	Hold	13.6	10.3	39.3	19.5x	1.3x	7.1	N/A	23.3	N/A	1.6
ANTM	935	840	1,100	Buy	17.6	(2.6)	22.5	N/A	1.2x	(0.5)	0.3	(36.0)	(80.2)	1.6
ITMG	8,100	11,475	12,000	Buy	48.1	(36.1)	9.2	6.8x	0.7x	10.1	15.7	(26.9)	(50.0)	1.2
ADRO	1,155	1,555	1,700	Buy	47.2	(12.2)	36.9	9.5x	0.7x	7.0	9.5	(23.2)	(47.7)	1.4
MEDC	382	732	931	Buy	143.7	(30.6)	9.6	N/A	0.5x	(12.8)	N/A	(7.6)	N/A	1.6
Agriculture						(12.2)	75.3							
AALI	10,950	14,575	14,200	Buy	29.7	4.3	21.1	37.7x	1.1x	3.0	0.8	6.5	796.6	1.5
LSIP	930	1,485	1,200	Buy	29.0	(22.5)	6.3	18.9x	0.7x	4.0	1.6	(1.9)	550.0	1.6

* Target Price

Source: Bloomberg, NHKSI Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Tuesday	UK	13:00	Jobless Claims Change	Sep	28.1k	--	73.7k
<i>13 - Oct</i>	GE	13:00	CPI MoM	Sep	-0.2%	-0.2%	-0.2%
	GE	13:00	CPI YoY	Sep	-0.2%	-0.2%	-0.2%
	ID	14:20	Bank Indonesia 7D Reverse Repo	Oct	4.00%	4.00%	4.00%
	GE	16:00	ZEW Survey Current Situation	Oct	-59.5	-63	-66.2
	US	19:30	CPI MoM	Sep	0.2%	0.2%	0.4%
Wednesday	US	18:00	MBA Mortgage Applications	Oct	-0.7%	--	4.6%
<i>14 - Oct</i>	US	19:30	PPI Final Demand MoM	Sep	0.4%	0.1%	0.3%
Thursday	ID	11:00	Trade Balance	Sep	\$2438m	\$2080m	\$2330m
<i>15 - Oct</i>	US	19:30	Initial Jobless Claims	Oct	898k	825k	840k
	US	19:30	Empire Manufacturing	Oct	10.5	14.0	17.0
Friday	EC	16:00	CPI MoM	Sep		0.1%	0.1%
<i>16 - Oct</i>	EC	16:00	CPI YoY	Sep		-0.3%	-0.3%
	US	19:30	Retail Sales Advance MoM	Sep		0.7%	0.6%
	US	20:15	Industrial Production MoM	Sep		0.6%	0.4%
	US	21:00	U. of Mich. Sentiment	Oct		80	80.4

Source: Bloomberg

Corporate Calendar

Date	Event	Company
Monday	RUPS	TRIL
<i>12 - Oct</i>	Cum Dividend	ASGR, XISB
Tuesday	RUPS	IPCM
<i>13 - Oct</i>		
Wednesday	RUPS	BKSL
<i>14 - Oct</i>		
Thursday	RUPS	MPPA, BULL
<i>15 - Oct</i>		
Friday	Right Issue	DNAR
<i>16 - Oct</i>		

Source: NHKSI Research

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