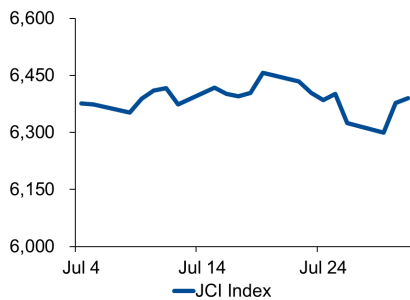


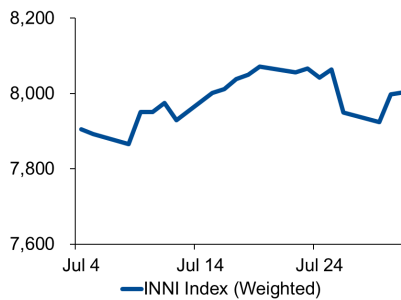
Morning Brief

Daily | August 01 2019

JCI Movement



INNI Movement



JCI Index

| | |
|---|---------------------|
| July 31 | 6,390.50 |
| Chg. | +13.509pts (+0.21%) |
| Volume (bn shares) | 178.22 |
| Value (IDR tn) | 11.61 |
| Adv 181 Dec 250 Unc 238 Untr 113 | |

INNI Index

| | |
|------|-------------------|
| Last | 8,003.51 |
| Chg. | +5.26pts (+0.07%) |

INNI Top Gainers & Losers

| Gainers | % | Losers | % |
|---------|------|--------|-------|
| MAPI | 2.7% | CTRA | -4.6% |
| INDF | 2.5% | SILO | -3.8% |
| RALS | 2.3% | ASII | -3.8% |
| SMGR | 1.8% | LPPF | -2.9% |
| UNVR | 1.3% | WSKT | -2.4% |

Foreign Transaction

| | (IDR bn) |
|----------------|----------|
| Buy | 3,953 |
| Sell | 3,999 |
| Net Buy (Sell) | 46 |

| Top Buy | NB Val. | Top Sell | NS Val. |
|---------|---------|----------|---------|
| HMSP | 169.5 | ASII | 242.3 |
| UNVR | 110.0 | BBRI | 128.1 |
| GGRM | 76.0 | BMRI | 67.0 |
| TLKM | 72.8 | INTP | 61.2 |
| ICBP | 51.0 | CTRA | 53.8 |

Government Bond Yield & FX

| | Last | Chg. |
|----------------|--------|--------|
| Tenor: 10 year | 7.38% | 0.04% |
| USDIDR | 14,022 | -0.02% |
| KRWIDR | 11.86 | -0.08% |

Global Indexes

| Index | Last | Chg. | % |
|-----------|-----------|----------|--------|
| Dow Jones | 26,864.27 | (333.75) | -1.23% |
| S&P 500 | 2,980.38 | (32.80) | -1.09% |
| FTSE 100 | 7,586.78 | (59.99) | -0.78% |
| DAX | 12,189.04 | 41.80 | 0.34% |
| Nikkei | 21,521.53 | (187.78) | -0.86% |
| Hang Seng | 27,777.75 | (368.75) | -1.31% |
| Shanghai | 2,932.51 | (19.83) | -0.67% |
| KOSPI | 2,024.55 | (14.13) | -0.69% |
| EIDO | 25.72 | (0.25) | -0.96% |

Commodities

| Commodity | Last | Chg. | % |
|-----------------------|---------|---------|--------|
| Gold (USD / troy oz.) | 1,413.8 | (17.1) | -1.20% |
| Crude Oil (USD / bbl) | 58.58 | 0.53 | 0.91% |
| Coal Newcas(USD/ton) | 72.30 | 0.20 | 0.28% |
| Nickel LME (USD / MT) | 14,490 | 130.0 | 0.91% |
| Tin LME (USD / MT) | 17,315 | (135.0) | -0.77% |
| CPO (MYR/Ton) | 2,070 | 9.0 | 0.44% |

Market Recap

IHSG ditutup menguat, ditopang oleh sektor barang konsumsi. **JCI's Top Gainers: Basic Ind. (+1.5%), Consumer (+1.4%), Agriculture (+0.6%)**

INNI index menguat 0,07% yang ditopang oleh saham-saham sektor perdagangan, seperti MAPI (+2,7%) dan RALS (2,3%). MAPI yang membukukan peningkatan pendapatan bersih 10% y-y memimpin penguatan di INNI index.

Daily Foreign & Domestic Sector Movement

IHSG masih mencatatkan dana asing senilai Rp46 miliar keluar dari portofolionya. Pada penutupan perdagangan (31/07), ASII mencatatkan total net sell terbesar hingga Rp243 miliar pasca rilis laporan keuangan IH19 yang mencatatkan penurunan laba 5,59%. Investor domestik pun menarik dananya dari sektor konsumen dan properti masing-masing senilai Rp282 miliar dan Rp82 miliar.

Dari sisi global, mayoritas busa saham Asia melemah dipicu lantaran optimisme pelaku pasar atas progres negosiasi dagang AS dan Tiongkok meredup.

Today's Outlook: Fed Funds Rate Turun di Kisaran 2-% 2,25%

Dow Jones ditutup melemah 1,23% ke level 26.864, ditekan oleh saham General Electric Co (-0,7%), pasca membukukan kerugian pada kuartal II. The Fed akhirnya memutuskan untuk melakukan pemangkasan FFR sebesar 25 basis point menjadi 2% - 2,25%, menjadikan suku bunga acuan turun untuk pertama kali sejak Desember 2018. Namun, the Fed saat ini tidak memberikan sinyal penurunan ini sebagai langkah untuk awal untuk penurunan lebih lanjut. Hari ini, cermati saham-saham perbankan.

Company News

| | |
|------|---|
| UNTR | : Produksi <i>Coking Coal</i> Melonjak |
| INCO | : Pendapatan & EBITDA Naik Double Digit |
| WIKA | : Laba Bersih Tumbuh pada IH19 |
| CTRA | : Pendapatan sesuai Target |

Domestic & Global News

BI : Pertumbuhan M2 Juni Melambat
The Fed Potong Suku Bunga 25 bps

Indonesia Economic Data

| Monthly Indicator | Last | Prev. | Quarterly Indicator | Last | Prev. |
|------------------------|--------|---------|----------------------|--------|--------|
| BI 7 Day Rev Repo Rate | 5.75% | 6.00% | Real GDP | 5.07% | 5.18% |
| FX Reserve (USD bn) | 123.80 | 120.35 | Current Acc (USD bn) | (6.97) | (9.15) |
| Trd Balance (USD bn) | 0.20 | 0.21 | Govt. Spending Yoy | 5.21% | 5.56% |
| Exports Yoy | -8.98% | -8.99% | FDI (USD bn) | 6.04 | 3.62 |
| Imports Yoy | 2.80% | -17.71% | Business Confidence | 108.05 | 112.82 |
| Inflation Yoy | 3.28% | 3.32% | Cons. Confidence* | 128.10 | 125.10 |

UNTR : Produksi Coking Coal Melonjak

PT United Tractors Tbk (UNTR) mencatatkan pertumbuhan produksi *coking coal* pada IH19 lantaran mencatatkan pencapaian produksi 674.00 ton *coking coal* atau naik 98,24% dari produksi IH18. UNTR menargetkan produksi pada 2019 mencapai 2 kali lipat produksi 2018. Sebagai catatan, saat ini produk *coking coal* UNTR masih banyak dijual ke pasar Jepang. (Kontan)

WIKA : Laba Bersih Tumbuh pada IH19

PT Wijaya Karya (Persero) Tbk (WIKA) mencatatkan laba Rp1.015 triliun atau tumbuh 60,48% yoy berkat strategi backward-forward terintegrasi yang diterapkan di 7 portofolio bisnisnya sehingga mampu mengakselerasi rantai suplai, efisiensi biaya produksi, dan kemampulabaan. Ke depan, WIKA akan fokus menggarap proyek-proyek berskala besar. (Kontan)

INCO : Pendapatan & EBITDA Naik Double Digit

PT Vale Indonesia Tbk (INCO) membukukan kinerja lebih baik pada IH19 karena peningkatan ASP dan produksi nikel. Penjualan nikel yang tumbuh 34,79% menjadi 17.631 metrik ton dengan kenaikan ASP 7,2% menjadi USD9.774 qoq megakselerasi pendapatan 31,17% qoq dan EBITDA hingga 620% qoq. Selain itu, INCO juga berhasil mengurangi beban pokok pendapatan per metrik ton nikel matte. (Kontan)

CTRA : Pendapatan sesuai Target

PT Ciputra Development Tbk (CTRA) memasang target marketing sales 2019 senilai Rp6 triliun. Kinerja gemilang CTRA ditunjukkan dengan pencapaian realisasi marketing sales Rp2,4 triliun pada IH19 sehingga pada IIH19 CTRA tinggal mengejar sedikit sisa target marketing sales senilai Rp3,6 triliun. Untuk mencapai target 2019, CTRA terapkan strategi peluncuran 4 proyek baru pada IIH19. (Kontan)

Domestic & Global News

BI : Pertumbuhan M2 Juni Melambat

Bank Indonesia (BI) melaporkan uang berada di masyarakat mencapai Rp 5.911,2 triliun pada Juni 2019. Angka itu menunjukkan likuiditas perekonomian (M2) tumbuh melambat pada Juni 2019. M2 pada Juni 2019 hanya tumbuh 6,8% y-y lebih rendah dibandingkan dengan pertumbuhan pada bulan sebelumnya sebesar 7,8% y-y. Perlambatan tersebut terutama pada komponen uang kartal seiring dengan kembali normalnya kebutuhan likuiditas masyarakat pasca Ramadan dan Hari Raya Idulfitri. (Kontan)

The Fed Potong Suku Bunga 25 bps

FOMC memutuskan menurunkan kisaran target suku bunga pinjaman overnight menjadi 2%-2,25%, atau 25 bps dari level sebelumnya karena pertimbangan untuk memacu pertumbuhan ekonomi global dan meredam tekanan terhadap inflasi. Kebijakan tersebut merupakan pemotongan suku bunga pertama sejak Desember 2008. The Fed juga membuka kemungkinan apapun demi mempertahankan ekspansi ekonomi. "(CNBC)

| | 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 (%) | Adjusted Beta |
|-----------------------|------------|------------------------|---------------|--------|----------------------|-------------------|---------------------|-------------------|--------------|----------------------|------------------------|----------------------|--------------------|---------------|
| Finance | | | | | | 23.5 | 2,498.4 | | | | | | | |
| BBCA | 30,950 | 26,000 | 32,000 | Hold | 3.4 | 31.8 | 763.1 | 28.0x | 4.8x | 18.4 | 1.1 | 16.8 | 12.7 | 1.0 |
| BBRI | 4,480 | 3,660 | 4,950 | Hold | 10.5 | 40.4 | 552.6 | 16.5x | 2.8x | 18.8 | 3.0 | 11.2 | 10.3 | 1.4 |
| BMRI | 7,975 | 7,375 | 8,000 | Hold | 0.3 | 13.9 | 372.2 | 14.1x | 2.0x | 15.0 | 3.0 | 9.1 | 11.1 | 1.3 |
| Consumer | | | | | | (4.5) | 1,335.0 | | | | | | | |
| GGRM | 75,500 | 83,625 | 110,000 | Buy | 45.7 | 0.7 | 145.3 | 17.1x | 3.3x | 20.0 | 3.4 | 16.4 | 20.5 | 1.0 |
| UNVR | 43,600 | 45,400 | 59,000 | Buy | 35.3 | (2.5) | 332.7 | 35.9x | 65.5x | 183.9 | 2.7 | 1.3 | 5.2 | 1.0 |
| ICBP | 10,700 | 10,450 | 11,800 | Hold | 10.3 | 22.6 | 124.8 | 25.7x | 5.5x | 22.9 | 1.8 | 13.7 | 12.8 | 0.8 |
| INDF | 7,075 | 7,450 | 8,700 | Buy | 23.0 | 10.1 | 62.1 | 13.1x | 1.8x | 14.4 | 3.3 | 7.2 | 30.0 | 1.2 |
| KAEF | 3,200 | 2,600 | 4,100 | Buy | 28.1 | 36.8 | 17.8 | 44.5x | 7.9x | 16.6 | 0.5 | 21.8 | (44.6) | 1.0 |
| KLBF | 1,470 | 1,520 | 1,870 | Buy | 27.2 | 8.1 | 68.9 | 27.6x | 4.7x | 17.9 | 1.8 | 7.7 | 3.5 | 1.3 |
| Infrastructure | | | | | | 16.3 | 836.53 | | | | | | | |
| TLKM | 4,300 | 3,698 | 4,350 | Hold | 1.2 | 22.8 | 426.0 | 20.9x | 4.5x | 22.8 | 3.8 | 7.7 | 27.4 | 0.9 |
| JSMR | 6,000 | 4,280 | 6,000 | Hold | - | 24.7 | 43.5 | 19.6x | 2.5x | 13.3 | 0.8 | (25.9) | 1.4 | 1.0 |
| Trade | | | | | | (5.7) | 730.8 | | | | | | | |
| UNTR | 24,925 | 27,350 | 35,000 | Buy | 40.4 | (30.7) | 93.0 | 8.3x | 1.7x | 21.6 | 4.8 | 11.2 | 1.8 | 0.9 |
| SILO | 6,300 | 3,590 | 4,350 | Sell | (31.0) | 106.6 | 10.2 | 222.0x | 1.6x | 0.3 | N/A | 18.5 | N/A | 0.8 |
| MIKA | 2,030 | 1,575 | 2,300 | Hold | 13.3 | 0.5 | 29.5 | 44.6x | 7.0x | 15.7 | 0.9 | 16.0 | 13.6 | 0.5 |
| LPPF | 3,730 | 5,600 | 5,500 | Buy | 47.5 | (53.1) | 10.5 | 11.6x | 5.8x | 45.2 | 8.9 | 0.6 | (11.5) | 0.8 |
| RALS | 1,345 | 1,420 | 2,050 | Buy | 52.4 | (3.9) | 9.5 | 14.1x | 2.3x | 17.5 | 3.7 | (0.2) | 21.1 | 0.7 |
| MAPI | 945 | 805 | 1,300 | Buy | 37.6 | 6.8 | 15.7 | 21.2x | 2.7x | 14.5 | 1.1 | 10.2 | 25.0 | 0.8 |
| Property | | | | | | 11.0 | 464.6 | | | | | | | |
| PWON | 735 | 620 | 725 | Hold | (1.4) | 34.9 | 35.4 | 12.7x | 2.6x | 22.4 | 1.0 | 3.8 | 20.9 | 1.3 |
| CTRA | 1,235 | 1,010 | 1,080 | Hold | (12.6) | 24.1 | 22.9 | 17.6x | 1.6x | 9.4 | 0.8 | 12.1 | 74.3 | 1.7 |
| PTPP | 2,150 | 1,805 | 2,450 | Hold | 14.0 | 4.9 | 13.3 | 9.6x | 1.0x | 12.4 | 2.3 | 12.8 | (23.4) | 1.6 |
| WSKT | 2,050 | 1,680 | 2,600 | Buy | 26.8 | (2.8) | 27.8 | 14.1x | 1.5x | 11.3 | 3.6 | (35.4) | (66.8) | 1.4 |
| WIKA | 2,340 | 1,655 | 2,500 | Hold | 6.8 | 48.1 | 21.0 | 10.0x | 1.4x | 14.9 | 1.6 | #N/A N/A | 72.2 | 1.4 |
| Basic Ind. | | | | | | 2.6 | 652.3 | | | | | | | |
| KRAS | 346 | 402 | 600 | Buy | 73.4 | (17.2) | 6.7 | N/A | 0.3x | (7.3) | N/A | (17.8) | (775.0) | 1.3 |
| SMGR | 12,875 | 11,500 | 13,600 | Hold | 5.6 | 49.3 | 76.4 | 29.5x | 2.5x | 8.7 | 1.6 | #N/A N/A | (50.0) | 1.4 |
| INTP | 22,475 | 18,450 | 19,000 | Sell | (15.5) | 50.8 | 82.7 | 57.8x | 3.8x | 6.5 | 2.4 | 7.7 | 80.2 | 1.5 |
| Misc Ind. | | | | | | (3.5) | 369.0 | | | | | | | |
| ASII | 7,000 | 8,225 | 8,600 | Buy | 22.9 | (6.4) | 283.4 | 13.4x | 2.0x | 16.2 | 3.1 | 3.2 | (5.8) | 1.2 |
| Mining | | | | | | (23.7) | 378.9 | | | | | | | |
| ADRO | 1,270 | 1,215 | 1,750 | Buy | 37.8 | (35.9) | 40.6 | 6.2x | 0.8x | 12.6 | 7.1 | 10.8 | 59.2 | 1.3 |
| PTBA | 2,740 | 4,300 | 5,100 | Buy | 86.1 | (39.6) | 31.6 | 6.1x | 1.7x | 29.2 | 12.4 | (7.2) | (21.7) | 1.2 |
| INCO | 3,030 | 3,260 | 4,400 | Buy | 45.2 | (33.3) | 30.1 | 63.1x | 1.1x | 1.8 | N/A | (25.8) | N/A | 1.6 |
| ANTM | 935 | 765 | 1,200 | Buy | 28.3 | (0.5) | 22.5 | 28.1x | 1.1x | 4.1 | 1.4 | 8.5 | (30.1) | 1.5 |

* Target Price for December 2019

Source: Bloomberg, NHKS Research

INNI Summary

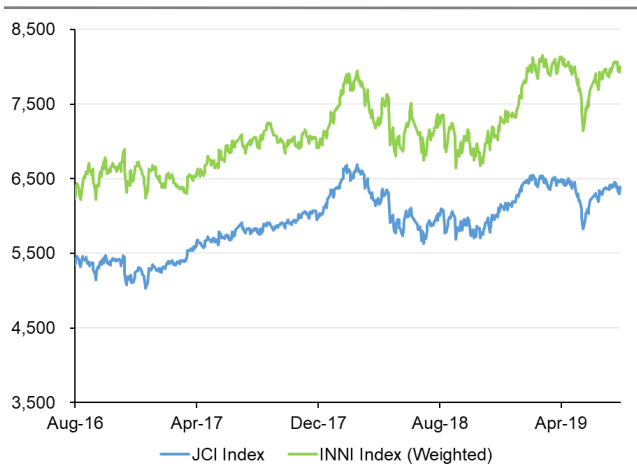
INNI Index Movement

| | |
|----------------------------|-------|
| YTD Change | 10.2% |
| YTD Change Gap (vs JCI) | 7.0% |
| Weekly Change | -0.5% |
| Weekly Change Gap (vs JCI) | -0.6% |

INNI Market Capitalization

| | |
|---------------------|-------|
| Market Cap (IDR tn) | 3,464 |
| Market Cap (%) | 47.27 |

INNI Index



Source: Bloomberg, NHKS Research

| Date | Country | Hour Jakarta | Event | Period | Actual | Consensus | Previous |
|------------------|---------|-----------------|-----------------------------------|--------|--------|-----------|----------|
| Monday | JPN | 06:50 | Retail Sales MoM | Jun | 0.00% | -0.30% | 0.30% |
| <i>29 - July</i> | UK | 15:30 | Mortgage Approvals | Jun | 66.4 | 65.8k | 65.4k |
| Tuesday | JPN | 06:30 | Job-To-Applicant Ratio | Jun | 1.61 | 1.62 | 1.62 |
| <i>30 - July</i> | JPN | 06:30 | Jobless Rate | Jun | 2.30% | 2.40% | 2.40% |
| | JPN | 06:50 | Industrial Production MoM | Jun P | -3.60% | -1.70% | 2.00% |
| | GER | 19:00 | CPI YoY | Jul P | 1.70% | 1.50% | 1.60% |
| | USA | 19:30 | Personal Income | Jun | 0.40% | 0.40% | 0.50% |
| | USA | 19:30 | Personal Spending | Jun | 0.30% | 0.30% | 0.40% |
| | USA | 21:00 | Conf. Board Consumer Confidence | Jul | 135.7 | 125 | 121.5 |
| Wednesday | CHN | 08:00 | Manufacturing PMI | Jul | 49.7 | 49.6 | 49.4 |
| <i>31 - July</i> | UK | 13:00 | Nationwide House PX MoM | Jul | 0.30% | 0.20% | 0.10% |
| | GER | 14:55 | Unemployment Change (000's) | Jul | 1.0k | 2.0k | -1.0k |
| | EU | 16:00 | GDP SA QoQ | 2Q A | 0.20% | 0.20% | 0.40% |
| | USA | 18:00 | MBA Mortgage Applications | 26-Jul | -1.40% | -- | -1.90% |
| | USA | 19:15 | ADP Employment Change | Jul | 156k | 150k | 102k |
| | USA | 20:45 | MNI Chicago PMI | Jul | 44.4 | 51.1 | 49.7 |
| Thursday | USA | 01:00 | FOMC Rate Decision | 31-Jul | 2.25% | 2.25% | 2.50% |
| <i>1 - Aug</i> | JPN | 07:30 | Jibun Bank Japan PMI Mfg | Jul F | 49.4 | -- | 49.6 |
| | CHN | 08:45 | Caixin China PMI Mfg | Jul | | 49.5 | 49.4 |
| | EU | 15:00 | Markit Eurozone Manufacturing PMI | Jul F | | 46.4 | 46.4 |
| | UK | 15:30 | Markit UK PMI Manufacturing SA | Jul | | 47.6 | 48 |
| | UK | 18:00 | Bank of England Bank Rate | 1-Aug | | 0.75% | 0.75% |
| | USA | 19:30 | Initial Jobless Claims | 27-Jul | | 214k | 206k |
| | USA | 20:45 | Markit US Manufacturing PMI | Jul F | | 50 | 50 |
| | USA | 21:00 | Construction Spending MoM | Jun | | 0.30% | -0.80% |
| | USA | 21:00 | ISM Manufacturing | Jul | | 52 | 51.7 |
| Friday | USA | 19:30 | Trade Balance | Jun | | -\$54.6b | -\$55.5b |
| <i>2 - Aug</i> | USA | 19:30 | Unemployment Rate | Jul | | 3.70% | 3.70% |
| | USA | 19:30 | Change in Nonfarm Payrolls | Jul | | 165k | 224k |
| | USA | 21:00 | Factory Orders | Jun | | 0.70% | -0.70% |
| | USA | 21:00 | Durable Goods Orders | Jun F | | -- | 2.00% |
| | USA | 21:00 | U. of Mich. Sentiment | Jul F | | 98.5 | 98.4 |

Source: Bloomberg

Domestic Economic Calendar

| Date | Hour Jakarta | Event | Period | Actual | Consensus | Previous |
|-----------------|-----------------|-------------------------------|--------|--------|-----------|----------|
| Thursday | 07:30 | Markit Indonesia PMI Mfg | Jul | 50.60 | -- | 50.6 |
| <i>1 - Aug</i> | Tentative | CPI YoY | Jul | 3.28 | 3.27% | 3.28% |
| | Tentative | CPI NSA MoM | Jul | 0.55 | 0.26% | 0.55% |
| | Tentative | CPI Core YoY | Jul | 3.25 | 3.16% | 3.25% |
| | Tentative | Danareksa Consumer Confidence | Jul | 100.70 | -- | 100.7 |

Source: Bloomberg

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