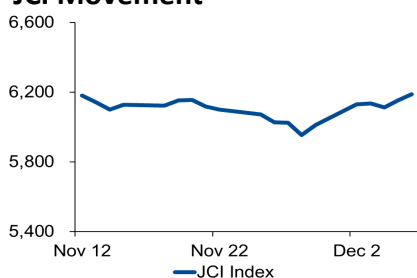
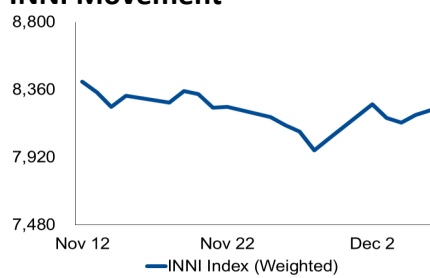


Morning Brief

JCI Movement



INNI Movement



Market Recap

JCI made a 3-day winning streak as the banking sector was buoyant. **JCI's Top Gainers: Property (+1.6%), Agriculture (+0.6%), Trade (+0.3%).**

Unlike JCI, INNI index pointed lower, subdued by retail stocks, i.e., MAPI and LPPF.

Daily Foreign & Domestic Sector Movement

On Monday's trading session of Dec. 09, foreign investors pulled out their money of IDR56 billion from JCI. CPO prices are at its current best momentum to heighten investors' optimism about the bright outlook of CPO industry. It sent CPO stocks to soar, i.e., TBLA (+3.43%) and SIMP (+3.65%). On the other hand, PT Cikarang Listrindo Tbk (POWR) announced the distribution of the 2019 interim dividend of IDR392.72 billion. Based on its 3Q19 earnings, PWON enjoyed net profits of USD78.9 million or a 30.1% increase from USD60.6 million in 3Q18.

The rupiah exchange rate for USD pointed higher 0.20 percent to 14,010.

Today's Outlook: Global Oil Futures Fall

The Dow Jones dipped 0.38 percent to 27,909 as Apple inc dropped 1.4%. Besides, investors retain wait-and-see stance ahead of this week's top agenda for the last US Fed meeting and the 2019 UK general election. A glimpse at commodities, Brent and WTI oil futures fell after China posted Nov. weak exports, declining 1.1% from Nov. 2018. Nov. weak exports showed a 4-month low.

Company News

- TLKM : Allocates Larger Funds for 2020 CapEx
- BMRI : Expands Business to 3 Countries
- ANTM : Speeds Up Nickel and Bauxite Upstream Projects
- JSMR : Settles Payments for Waskita and Acset

Domestic & Global News

- Jokowi Raises Budget for 2020 KUR
- U.S. Consumer Inflation Expectations Rebound

Indonesia Economic Data

Monthly Indicator	Last	Prev.	Quarterly Indicator	Last	Prev.
BI 7 Day Rev Repo Rate	5.00%	5.00%	Real GDP	5.02%	5.02%
FX Reserve (USD bn)	126.63	126.70	Current Acc (USD bn)	(7.67)	(7.67)
Trd Balance (USD bn)	0.16	(0.16)	Govt. Spending Yoy	0.98%	0.98%
Exports Yoy	-6.13%	-5.74%	FDI (USD bn)	5.70	5.70
Imports Yoy	-16.39%	-2.41%	Business Confidence	105.33	105.33
Inflation Yoy	3.00%	3.13%	Cons. Confidence*	124.20	118.40

JCI Index

Dec. 09	6,193.79
Chg.	+6.92pts (+0.11%)
Volume (bn shares)	87.14
Value (IDR tn)	6.39
Adv 193 Dec 202 Unc 277 Untr 127	

INNI Index

Last	8,219.92
Chg.	-5.15pts (-0.06%)

INNI Top Gainers & Losers

Gainers	%	Losers	%
PTPP	6.3%	KAEF	-5.4%
CTRA	6.0%	MAPI	-4.5%
PWON	3.5%	LPPF	-3.7%
WSKT	3.5%	JSMR	-2.9%
WIKA	3.0%	ASII	-1.5%

Foreign Transaction

	(IDR bn)
Buy	1,825
Sell	1,881
Net Buy (Sell)	56

Top Buy	NB Val.	Top Sell	NS Val.
TLKM	49.8	ASII	30.4
BBRI	30.3	SCMA	21.8
BMRI	29.8	MNCN	18.6
BBCA	22.5	BBNI	14.0
PTPP	18.6	ACES	11.1

Government Bond Yield & FX

	Last	Chg.
Tenor: 10 year	7.13%	0.02%
USDIDR	14,014	-0.17%
KRWIDR	11.76	-0.38%

Global Indexes

Index	Last	Chg.	%
Dow Jones	27,909.60	(105.46)	-0.38%
S&P 500	3,135.96	(9.95)	-0.32%
FTSE 100	7,233.90	(5.76)	-0.08%
DAX	13,105.61	(60.97)	-0.46%
Nikkei	23,430.70	76.30	0.33%
Hang Seng	26,494.73	(3.64)	-0.01%
Shanghai	2,914.48	2.46	0.09%
KOSPI	2,088.65	6.80	0.33%
EIDO	24.99	(0.03)	-0.12%

Commodities

Commodity	Last	Chg.	%
Gold (USD /troy oz.)	1,461.7	1.5	0.10%
Crude Oil (USD /bbl)	59.02	(0.18)	-0.30%
Coal Newcas(USD/ton)	67.05	(0.55)	-0.81%
Nickel LME (USD /MT)	13,340	(135.0)	-1.00%
Tin LME (USD /MT)	17,125	50.0	0.29%
CPO (MYR/Ton)	2,902	44.0	1.54%

TLKM : Allocates Larger Funds for 2020 CapEx

PT Telekomunikasi Indonesia Tbk (TLKM) will allocate 26% of its revenues for the 2020 CapEx, the amount of which is smaller than the 2019 CapEx. TLKM projects the 2019 revenues to grow ~5% or equal to IDR137.32 trillion while targeting the 2020 revenues to stand at 5%-6%. TLKM will prioritize the 2020 CapEx to be spent on mobile & non-mobile business expansion. (Kontan)

ANTM : Speeds Up Nickel and Bauxite Upstream Projects

PT Aneka Tambang Tbk (ANTM) keeps boosting its nickel and bauxite upstream projects in 2020 as it constructs a ferronickel plant in East Halmahera and develops Smelter Grade Alumina Refinery (SGAR) in West Kalimantan. The ferronickel plant, construction of which is at 97%, will have operational capacities of 13,500 TNi. Meanwhile, ANTM will cooperate with Inalum to develop SGAR, targeted to complete in 2020. (Bisnis Indonesia)

BMRI : Expands Business to 3 Countries

PT Bank Mandiri Tbk (BMRI) utilizes its current capital with CAR at 21% to expand its inorganic business abroad. It occupies business expansion to Malaysia, Philippines, and Vietnam as well as currently targeting the market share of consumer and micro-financing in Philippines. (Kontan)

JSMR : Settles Payments for Waskita and Acset

PT Jasa Marga Tbk (JSMR) settled the payment for Jakarta-Cikampek II toll road construction worth of IDR11.6 trillion. PT Waskita Karya Tbk (WSKT) received IDR6.2 trillion, while PT Acset Indonusa Tbk (ACST) obtained the remaining amount. In years ahead, JSMR will collect funds by issuing asset-backed securities (KIK-EBA) and divestment to strengthen its capital. (Investor Daily)

Domestic & Global News

Jokowi Raises Budget for 2020 KUR

President Joko Widodo led Monday's limited meeting (Ratas) of Dec. 09. The meeting discussed the implementation of the 2020 People's Business Credit Program (KUR) whose budget increases to IDR190 trillion. "Budget allocated for the 2020 KUR program will increase to IDR190 trillion with lower interest rates from 7% to 6%" Jokowi said. (Kontan)

U.S. Consumer Inflation Expectations Rebound

U.S. consumers' inflation expectations rose slightly in November, bringing the outlook for near and medium-term inflation up from a five-year low in a New York Federal Reserve survey, potentially offering relief to policymakers worried about sagging inflation. The median outlook for what inflation will be over the next three years rose by 0.1 percentage point to 2.5%, the survey found. (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 (%)	Adjusted Beta
Finance						11.9	2,454.6							
BBCA	31,975	26,000	32,000	Hold	0.1	23.5	788.3	27.9x	4.7x	18.1	1.1	15.0	13.0	1.0
BBRI	4,180	3,660	4,950	Buy	18.4	15.8	515.6	15.2x	2.6x	18.2	3.2	10.8	5.6	1.4
BMRI	7,250	7,375	8,000	Hold	10.3	(2.4)	338.3	12.5x	1.7x	14.7	3.3	10.6	11.9	1.4
Consumer						(17.7)	1,176.0							
GGRM	53,850	83,625	110,000	Buy	104.3	(35.0)	103.6	11.2x	2.2x	20.5	4.8	16.9	25.8	1.0
UNVR	42,275	45,400	59,000	Buy	39.6	(3.8)	322.6	44.1x	46.8x	92.3	2.9	2.6	(24.4)	1.0
ICBP	11,375	10,450	11,800	Hold	3.7	17.0	132.7	26.6x	5.5x	22.2	1.2	11.2	11.4	0.7
INDF	8,025	7,450	8,700	Hold	8.4	23.0	70.5	14.4x	1.9x	14.2	2.1	5.7	25.2	1.1
KAEF	1,570	2,600	4,100	Buy	161.1	(36.7)	8.7	37.5x	1.2x	4.7	1.0	14.6	(81.4)	1.0
KLBF	1,565	1,520	1,870	Buy	19.5	(0.9)	73.4	28.6x	4.8x	17.6	1.7	7.3	6.2	1.3
Infrastructure						7.9	787.75							
TLKM	4,070	3,698	4,350	Hold	6.9	12.2	403.2	19.9x	4.0x	21.3	4.0	3.5	15.6	0.9
JSMR	5,025	4,280	6,000	Buy	19.4	11.2	36.5	18.9x	2.0x	11.3	0.9	(22.8)	(15.2)	1.1
Trade						(2.7)	696.9							
UNTR	21,350	27,350	35,000	Buy	63.9	(28.2)	79.6	7.4x	1.4x	19.8	5.8	#N/A	N/A	(4.8)
SILO	7,075	3,590	7,230	Hold	2.2	83.8	11.5	205.1x	1.8x	0.9	N/A	18.6	1333.7	0.7
MIKA	2,640	1,575	2,300	Hold	(12.9)	77.8	37.6	57.1x	9.1x	16.4	0.7	17.2	12.1	0.4
LPPF	3,620	5,600	5,500	Buy	51.9	(30.0)	10.2	13.0x	5.7x	37.8	9.2	0.7	(18.7)	0.7
RALS	1,070	1,420	2,050	Buy	91.6	(18.9)	7.6	10.7x	1.8x	17.1	4.7	(2.0)	15.8	0.7
MAPI	1,065	805	1,300	Buy	22.1	33.1	17.7	21.6x	3.0x	14.8	0.9	11.4	14.7	1.0
Property						15.5	485.0							
PWON	585	620	725	Buy	23.9	(6.4)	28.2	9.7x	2.0x	22.2	1.2	0.2	20.8	1.2
CTRA	1,060	1,010	1,080	Hold	1.9	1.0	19.7	19.4x	1.3x	7.2	0.9	(0.7)	(28.9)	1.7
PTPP	1,675	1,805	2,450	Buy	46.3	(13.4)	10.4	8.9x	0.8x	9.4	2.9	8.6	(37.6)	1.7
WSKT	1,470	1,680	2,600	Buy	76.9	(20.3)	20.0	14.4x	1.1x	7.8	5.0	(39.2)	(69.4)	1.6
WIKA	2,060	1,655	2,500	Buy	21.4	29.6	18.5	8.3x	1.2x	15.3	1.9	(12.9)	57.3	1.5
Basic Ind.						15.8	773.3							
JPFA	1,610	2,150	1,940	Buy	20.5	(28.1)	18.9	12.2x	1.9x	16.1	3.1	7.3	(38.6)	1.1
SMGR	12,450	11,500	13,600	Hold	9.2	4.2	73.8	32.3x	2.4x	7.5	1.7	31.1	(38.1)	1.4
INTP	20,550	18,450	19,000	Hold	(7.5)	(1.0)	75.6	44.4x	3.4x	7.6	2.7	5.3	90.4	1.5
Misc Ind.						(13.7)	354.2							
ASII	6,675	8,225	8,600	Buy	28.8	(18.1)	270.2	13.2x	1.9x	14.9	3.2	1.2	(7.1)	1.2
Mining						(15.1)	343.0							
ADRO	1,420	1,215	1,750	Buy	23.2	8.4	45.4	6.4x	0.8x	13.6	6.4	(0.5)	29.8	1.3
PTBA	2,590	4,300	5,100	Buy	96.9	(35.6)	29.8	6.6x	1.7x	26.4	13.1	1.4	(24.9)	1.2
INCO	3,160	3,260	4,400	Buy	39.2	2.3	31.4	389.2x	1.2x	0.3	N/A	(12.6)	N/A	1.5
ANTM	825	765	1,200	Buy	45.5	14.6	19.8	24.6x	1.0x	4.1	1.5	23.0	(11.1)	1.6

* Target Price for December 2019

Source: Bloomberg, NHKS Research

INNI Summary

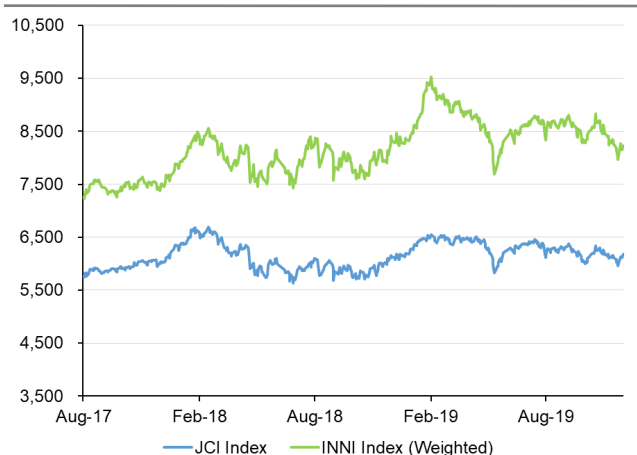
INNI Index Movement

YTD Change	13.2%
YTD Change Gap (vs JCI)	13.2%
Weekly Change	-0.6%
Weekly Change Gap (vs JCI)	-1.6%

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
Tuesday 10- Dec	CHN	08:30	CPI YoY	Nov	4.40%	3.80%	
	CHN	08:30	PPI YoY	Nov	-1.50%	-1.60%	
	UK	16:30	Industrial Production MoM	Oct	0.20%	-0.30%	
	UK	16:30	Manufacturing Production MoM	Oct	0.00%	-0.40%	
	GER	17:00	ZEW Survey Current Situation	Dec	-22.1	-24.7	
	GER	17:00	ZEW Survey Expectations	Dec	0	-2.1	
Wednesday 11 - Dec	USA	19:00	MBA Mortgage Applications	Dec	--	-9.20%	
	USA	20:30	CPI MoM	Nov	0.20%	0.40%	
	USA	20:30	CPI Ex Food and Energy MoM	Nov	0.20%	0.20%	
Thursday 12 - Dec	USA	02:00	FOMC Rate Decision (Upper Bound)	Dec	1.75%	1.75%	
	GER	14:00	CPI MoM	Nov	-0.80%	-0.80%	
	GER	14:00	CPI YoY	Nov	1.10%	1.10%	
	GER	14:00	CPI EU Harmonized YoY	Nov	1.20%	1.20%	
	EU	19:45	ECB Main Refinancing Rate	Dec	0.00%	0.00%	
	EU	19:45	ECB Marginal Lending Facility	Dec	0.25%	0.25%	
	EU	19:45	ECB Deposit Facility Rate	Dec	-0.50%	-0.50%	
	USA	20:30	PPI Final Demand MoM	Nov	0.20%	0.40%	
	USA	20:30	Initial Jobless Claims	Dec	212k	203k	
Friday 13 - Dec	USA	20:30	Import Price Index MoM	Nov	0.20%	-0.50%	
	USA	20:30	Retail Sales Advance MoM	Nov	0.40%	0.30%	

Source: Bloomberg

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 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

Member of Indonesia Stock Exchange

Head Office :

Wisma Korindo 7th Floor
Jl. M.T. Haryono Kav. 62
Pancoran, Jakarta 12780
Indonesia
Telp: +62 21 7976202
Fax : +62 21 7976206

Branch Office BSD:

ITC BSD Blok R No.48
Jl. Pahlawan Seribu Serpong
Tangerang Selatan 15322
Indonesia
Telp : +62 21 5316 2049
Fax : +62 21 5316 1687

Branch Office Medan :

Jl. Timor No 147
Medan, Sumatera Utara
20234
Indonesia
Telp : +62 614 156500
Fax : +62 614 568560

A Member of NH Investment & Securities Global Network

Seoul | New York | Hong Kong | Singapore | Shanghai | Beijing | Hanoi |
Jakarta