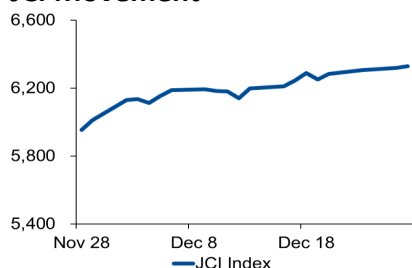
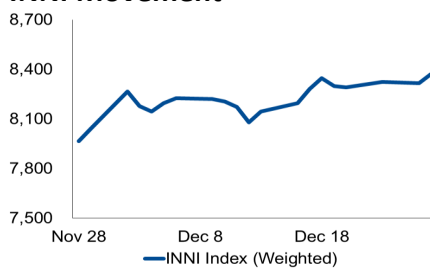


Morning Brief

JCI Movement



INNI Movement



Market Recap

JCI on Friday of Dec. 27 made a 3-day winning streak, backed by the consumption stocks. **JCI's Top Gainers: Agri. (+2.9%), Misc. Ind. (+0.8%), Consumer (+0.5%).**

INNI index rallied, backed by retail stocks, i.e., MAPI and RALS.

Daily Foreign & Domestic Sector Movement

JCI posted foreign inflows of IDR296 billion with the greatest proportion of IDR216 billion flowed to the banking sector. DWGL, stock code of PT Dwi Guna Laksana Tbk, gave the largest gains of IDR1.07 trillion on Friday's trading session of Dec. 28. ARTO, stock code of PT Bank Artos Tbk, increased to 24.77% following the acquisition of IDR63.6 billion by Patric Sugito Waluyo and Jerry Ng through Wealth Track Technology Limited (WTT). Likewise JCI, Asia markets mostly rallied.

Furthermore, the rupiah exchange rate for USD was appreciated by 0.04% to 13,952.

Today's Outlook: ESDM Leaves 900-VA Unchanged

Dow Jones pointed higher 0,08% to 28,645 as Rite Aid Corporation (RAD) secured 5.78% gains following its stellar performance showed by its positive earnings. In the domestic backdrop, the Ministry of Energy and Mineral Resources (ESDM) holds tariff on 900-VA household unchanged, and the policy ease pressures on consumption. Take close attention to consumer and retail stocks.

Company News

- PWON : Allocates 2020 CapEx of IDR2.2 Trillion
- CTRA : Spends IDR1.5 Trillion 2020 Expansion
- BBRI : Distributes Staple Foodstuffs of IDR3.3 Billion

Domestic & Global News

- BI: Dec's Inflation Is Estimated at 0.55%
- Japan's Output and Retail Sales Fall

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)	(1.33)	0.16	Govt. Spending Yoy	0.98%	0.98%
Exports Yoy	-5.67%	-6.13%	FDI (USD bn)	5.70	5.70
Imports Yoy	-9.24%	-16.39%	Business Confidence	105.33	105.33
Inflation Yoy	3.00%	3.13%	Cons. Confidence*	124.20	118.40

JCI Index

Dec. 27	6,329.31
Chg.	+9.87pts (+0.16%)
Volume (bn shares)	128.10
Value (IDR tn)	7.60
Adv 195 Dec 207 Unc 274 Untr 122	

INNI Index

Last	8,332.16
Chg.	+16.88pts (+0.20%)

INNI Top Gainers & Losers

Gainers	%	Losers	%
KAEF	14.8%	CTRA	-1.4%
SILO	2.9%	INCO	-1.4%
MAPI	2.4%	ICBP	-0.9%
INDF	1.6%	SMGR	-0.8%
RALS	1.4%	BMRI	-0.6%

Foreign Transaction

	(IDR bn)
Buy	1,371
Sell	1,074
Net Buy (Sell)	296

Top Buy	NB Val.	Top Sell	NS Val.
BBRI	108.6	BBNI	16.6
BMRI	104.4	WSKT	14.4
BBCA	82.4	UNVR	6.1
TLKM	54.3	BMTR	5.4
PGAS	48.6	MNCN	3.3

Government Bond Yield & FX

	Last	Chg.
Tenor: 10 year	7.10%	-0.01%
USDIDR	13,952	-0.04%
KRWIDR	12.01	0.00%

Global Indexes

Index	Last	Chg.	%
Dow Jones	28,645.26	23.87	0.08%
S&P 500	3,240.02	0.11	0.00%
FTSE 100	7,644.90	12.66	0.17%
DAX	13,337.11	36.13	0.27%
Nikkei	23,837.72	(87.20)	-0.36%
Hang Seng	28,225.42	361.21	1.30%
Shanghai	3,005.04	(2.32)	-0.08%
KOSPI	2,204.21	6.28	0.29%
EIDO	25.68	(0.04)	-0.16%

Commodities

Commodity	Last	Chg.	%
Gold (USD /troy oz.)	1,510.6	(1.0)	-0.06%
Crude Oil (USD /bbl)	61.72	0.04	0.06%
Coal Newcas(USD/ton)	68.40	0.60	0.88%
Nickel LME (USD /MT)	14,210	(130.0)	-0.91%
Tin LME (USD /MT)	17,120	(5.0)	-0.03%
CPO (MYR/Ton)	3,073	68.0	2.26%

PWON : Allocates 2020 CapEx of IDR2.2 Trillion

PT Pakuwon Jati Tbk (PWON) allocates the 2020 CapEx of IDR2.2 trillion or a 16.4% YoY increase on grounds of the expectance of rosier property outlook in 2020, lower loan rates, and relaxed down-payments. In 2020, PWON will actively run the Westin, expected to increase the recurring incomes, contributed by its hotel segment. (Kontan)

CTRA : Spends IDR1.5 Trillion 2020 Expansion

PT Ciputra Development Tbk (CTRA) allocates the 2020 CapEx of IDR1.5 trillion or a 25% YoY increase. The CapEx will be spent on the construction of its 3 projects: Ciputra Raya Mall in Bekasi, Ciputra World Mall, and Citraland Mall in Surabaya. It is optimistic about the lower loan rates and an omnibus law sentiment to be a strong footing for the 2020 property business. (Investor Daily)

BBRI : Distributes Staple Foodstuffs of IDR3.3 Billion

PT Bank Rakyat Indonesia Tbk (BBRI) held a CSR program, BRI Peduli, by giving 14,500 staple foodstuffs worth of IDR3.3 billion in 18 regions across Indonesia. The staple foodstuffs given to 2,900 orphans embodied BBRI's social commitment. (CNBC Indonesia)

Domestic & Global News

BI: Dec's Inflation Is Estimated at 0.55%

The price monitoring survey by Bank Indonesia (BI) shows that until the fourth week of December, inflation is forecasted at 0.55% on a month-on-month (mom) basis. Although it is higher than the previous week's projection of 0.42%, it is still lower than that of 0.58%, Dec's 5-year-past historical average reading. (Kontan)

Japan's Output and Retail Sales Fall

Japan's industrial output slipped for the second straight month in November, raising the likelihood the economy will contract in the fourth quarter due to slowing demand abroad and at home. Official data showed factory output fell 0.9 per cent in November from the previous month, a slower decline than the 1.4 per cent fall in a Reuters forecast. (TheStraitTimes)

	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						15.7	2,565.6							
BBCA	33,475	26,000	32,000	Hold	(4.4)	28.8	825.3	29.2x	4.9x	18.1	1.1	15.0	13.0	1.0
BBRI	4,430	3,660	4,950	Hold	11.7	21.0	546.4	16.1x	2.8x	18.2	3.0	10.8	5.6	1.4
BMRI	7,750	7,375	8,000	Hold	3.2	5.1	361.7	13.3x	1.8x	14.7	3.1	10.6	11.9	1.4
Consumer						(19.4)	1,180.6							
GGRM	53,250	83,625	110,000	Buy	106.6	(36.3)	102.5	11.0x	2.2x	20.5	4.9	16.9	25.8	1.0
UNVR	42,800	45,400	59,000	Buy	37.9	(5.7)	326.6	44.6x	47.4x	92.3	2.8	2.6	(24.4)	1.0
ICBP	11,175	10,450	11,800	Hold	5.6	6.9	130.3	26.2x	5.4x	22.2	1.2	11.2	11.4	0.7
INDF	7,925	7,450	8,700	Hold	9.8	6.4	69.6	14.3x	1.9x	14.2	2.2	5.7	25.2	1.1
KAEF	1,315	2,600	4,100	Buy	211.8	(49.4)	7.3	31.4x	1.0x	4.7	1.1	14.6	(81.4)	1.0
KLBF	1,615	1,520	1,870	Buy	15.8	6.3	75.7	29.5x	4.9x	17.6	1.6	7.3	6.2	1.3
Infrastructure						7.3	798.90							
TLKM	3,990	3,698	4,350	Hold	9.0	7.9	395.3	19.5x	4.0x	21.3	4.1	3.5	15.6	0.9
JSMR	5,300	4,280	6,000	Hold	13.2	23.8	38.5	19.9x	2.1x	11.3	0.9	(22.8)	(15.2)	1.1
Trade						(1.9)	698.0							
UNTR	21,675	27,350	35,000	Buy	61.5	(20.7)	80.9	7.6x	1.4x	19.8	5.7	7.3	(4.8)	1.0
SILO	7,000	3,590	7,230	Hold	3.3	95.0	11.4	203.0x	1.8x	0.9	N/A	18.6	1333.7	0.8
MIKA	2,660	1,575	2,300	Hold	(13.5)	68.9	37.9	57.6x	9.1x	16.4	0.7	17.2	12.1	0.4
LPPF	4,210	5,600	5,500	Buy	30.6	(24.8)	11.8	15.1x	6.6x	37.8	7.9	0.7	(18.7)	0.8
RALS	1,065	1,420	2,050	Buy	92.5	(25.0)	7.6	10.7x	1.7x	17.1	4.7	(2.0)	15.8	0.7
MAPI	1,055	805	1,300	Buy	23.2	31.1	17.5	21.4x	2.9x	14.8	0.9	11.4	14.7	1.0
Property						12.0	469.1							
PWON	575	620	725	Buy	26.1	(7.3)	27.7	9.5x	1.9x	22.2	1.2	0.2	20.8	1.2
CTRA	1,045	1,010	1,080	Hold	3.3	3.5	19.4	19.2x	1.3x	7.2	1.0	(0.7)	(28.9)	1.7
PTPP	1,595	1,805	2,450	Buy	53.6	(11.6)	9.9	8.5x	0.8x	9.4	3.0	8.6	(37.6)	1.7
WSKT	1,480	1,680	2,600	Buy	75.7	(11.9)	20.1	14.5x	1.1x	7.8	4.9	(39.2)	(69.4)	1.6
WIKA	2,010	1,655	2,500	Buy	24.4	21.5	18.0	8.1x	1.1x	15.3	1.9	(12.9)	57.3	1.5
Basic Ind.						16.3	787.4							
JPFA	1,575	2,150	1,940	Buy	23.2	(26.7)	18.5	11.9x	1.8x	16.1	3.2	7.3	(38.6)	1.1
SMGR	12,225	11,500	13,600	Hold	11.2	6.3	72.5	31.7x	2.3x	7.5	1.7	31.1	(38.1)	1.4
INTP	19,775	18,450	19,000	Hold	(3.9)	7.2	72.8	42.7x	3.3x	7.6	2.8	5.3	90.4	1.4
Misc Ind.						(12.1)	371.4							
ASII	6,925	8,225	8,600	Buy	24.2	(15.8)	280.3	13.7x	2.0x	14.9	3.0	1.2	(7.1)	1.2
Mining						(12.3)	362.1							
ADRO	1,580	1,215	1,750	Hold	10.8	30.0	50.5	7.1x	0.9x	13.6	5.7	(0.5)	29.8	1.4
PTBA	2,650	4,300	5,100	Buy	92.5	(38.4)	30.5	6.7x	1.7x	26.4	12.8	1.4	(24.9)	1.2
INCO	3,530	3,260	4,400	Buy	24.6	8.3	35.1	436.3x	1.3x	0.3	N/A	(12.6)	N/A	1.5
ANTM	835	765	1,200	Buy	43.7	9.2	20.1	24.9x	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	15.2%
YTD Change Gap (vs JCI)	13.1%
Weekly Change	0.3%
Weekly Change Gap (vs JCI)	-0.4%

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 23- Dec	USA	20:30	Durable Goods Orders	Nov P	-2.00%	1.50%	0.50%
	USA	20:30	Durables Ex Transportation	Nov P	0.00%	0.20%	0.50%
	USA	22:00	New Home Sales	Nov	719k	730k	733k
Tuesday 24 - Dec	USA	22:00	Richmond Fed Manufact. Index	Dec	-5	1	-1
Thursday 26 - Dec	USA	19:00	MBA Mortgage Applications	Dec	-5.3%	--	-5.00%
	USA	20:30	Initial Jobless Claims	Dec	222k	220k	234k

Source: Bloomberg

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