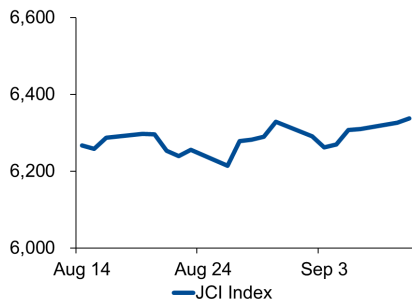


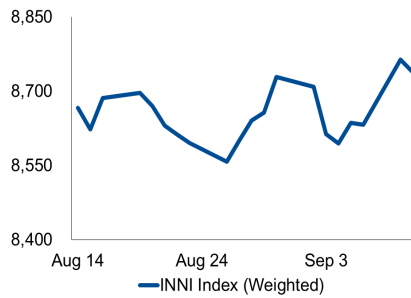
Morning Brief

Daily | September 11 2019

JCI Movement



INNI Movement



JCI Index

Sept. 10	6,336.67
Chg.	+10.46pts (+0.17%)
Volume (bn shares)	136.86
Value (IDR tn)	7.87
Adv 195 Dec 223 Unc 236 Untr 104	

INNI Index

Last	8,738.26
Chg.	-26.03pts (-0.30%)

INNI Top Gainers & Losers

Gainers	%	Losers	%
CTRA	3.3%	SMGR	-4.3%
PWON	3.1%	MIKA	-2.9%
JSMR	2.3%	KAEF	-2.3%
SILO	1.8%	MAPI	-1.9%
PTPP	1.7%	PTBA	-1.9%

Foreign Transaction

	(IDR bn)
Buy	2,148
Sell	2,587
Net Buy (Sell)	438

Top Buy	NB Val.	Top Sell	NS Val.
ANTM	64.6	BBRI	101.9
ICBP	20.4	INTP	34.0
BMRI	18.3	TBIG	29.5
EXCL	15.4	UNTR	26.8
BRPT	11.9	TOWR	21.8

Government Bond Yield & FX

	Last	Chg.
Tenor: 10 year	7.26%	-0.01%
USDIDR	14,050	0.11%
KRWIDR	11.80	0.26%

Global Indexes

Index	Last	Chg.	%
Dow Jones	26,909.43	73.92	0.28%
S&P 500	2,979.39	0.96	0.03%
FTSE 100	7,267.95	32.14	0.44%
DAX	12,268.71	42.61	0.35%
Nikkei	21,392.10	73.68	0.35%
Hang Seng	26,683.68	2.28	0.01%
Shanghai	3,021.20	(3.54)	-0.12%
KOSPI	2,032.08	12.53	0.62%
EIDO	25.67	0.08	0.31%

Commodities

Commodity	Last	Chg.	%
Gold (USD /troy oz.)	1,485.8	(13.4)	-0.89%
Crude Oil (USD /bbl)	57.40	(0.45)	-0.78%
Coal Newcas(USD/ton)	72.40	1.55	2.19%
Nickel LME (USD /MT)	18,045	(5.0)	-0.03%
Tin LME (USD /MT)	17,420	120.0	0.69%
CPO (MYR/Ton)	2,222	21.0	0.95%

Market Recap

JCI closed higher, backed by the banking and property sectors. **JCI's Top Gainers: Property (+1.0%), Agriculture (+0.7%), Finance (+0.6%).**

INNI index, in contrast, closed lower as losses in health care and pharmaceutical stocks, e.g. MIKA and KAEF have been a drag on its movement.

Daily Foreign & Domestic Sector Movement

Foreign investors pulled IDR438 billion out from JCI's portfolios, with IDR130 billion and IDR46 billion to leave the banking and coal sector. Indonesia's coal price reference for September at 65.79 USD per ton, lower than August's price. Aside from foreign outflows, EXCL posted foreign inflows of IDR15.4 billion.

The rupiah exchange rate for the US dollar, meanwhile, was depreciated at 0.43% to 14,031.

Today's Outlook: July's RSI Surges

Dow Jones advanced 0.28% to 26,909 due to gains in the energy and industry sectors. On the other side, Apple stock advanced 1.18% after it launched new products. At a glance in the domestic realm, BI posted the Real Sales Index (RSI) for July increasing by 2.4% y-y, higher than June's figure declining by 1.8% y-y. Today, eye on retail and consumer goods sectors.

Company News

- ADRO : Releases Bonds and Sells Assets
- WSKT : Secures New Contracts
- PTPP : Signs Contracts for PLTU Construction
- KAEF : Plans Right Issues

Domestic & Global News

- BI's Survey: The RSI in the Next 3 Months Increases
- US Job openings Decline for Second Straight Month

Indonesia Economic Data

Monthly Indicator	Last	Prev.	Quarterly Indicator	Last	Prev.
BI 7 Day Rev Repo Rate	5.50%	5.75%	Real GDP	5.05%	5.07%
FX Reserve (USD bn)	126.40	125.90	Current Acc (USD bn)	(8.40)	(6.97)
Trd Balance (USD bn)	(0.06)	0.20	Govt. Spending Yoy	8.23%	5.21%
Exports Yoy	-5.12%	-8.98%	FDI (USD bn)	5.78	6.04
Imports Yoy	-15.21%	2.80%	Business Confidence	108.05	108.05
Inflation Yoy	3.49%	3.32%	Cons. Confidence*	124.80	128.10

ADRO : Releases Bonds and Sells Assets

PT Adaro Energy Tbk (ADRO) will perform two corporate actions: sale of Sumatera-based assets and bonds issuance whose value is still confidential. Assets likely to be sold are mining assets located in Lahat District and managed by Mustika Indah Permai (MIP). Meanwhile, the bond issuance is on grounds of refinancing. (Kontan)

WSKT : Secures New Contracts

PT Waskita Karya Tbk (WSKT) until August secured IDR9.5 trillion worth of new contracts and currently curbs the 2019 new contract at IDR45-IDR50 trillion. It is certain to secure overseas contracts, such as buildings development in Bangladesh, hospitals in Malaysia, and construction in Saudi Arabia. (Investor Daily)

PTPP : Signs Contracts for PLTU Construction

PT PP Tbk (PTPP) signed a new contract for the construction of East Nusa Tenggara and North Sulawesi-based coal-fired power plants (PLTU) whose the capacity of each PLTU is 2x50 MW. The construction of first project requires 36 months to complete, while the second project requires 39 months to finish. The two projects are worth of IDR8 trillion with the total contracts of IDR2.1 trillion. (Bisnis Indonesia)

KAEF : Plans Right Issues

PT Kimia Farma Tbk (KAEF) plans right issues, but the plans require approval from the government having no plans to absorb the right issues. The proceeds from the right issues will be spent on working capital and business expansion as a maximum issuance of 1.58 billion series B stocks will be discussed at EGM. (Bisnis Indonesia)

Domestic & Global News

BI's Survey: The RSI in the Next 3 Months Increases

Based on the Sales Expectation Index (SEI) released by Bank Indonesia (BI) on Tuesday (10/9), the RSI index in the next 3 months is projected to increase as the Price Expectation Index (PEI) for the next 3 months or October 2019 will be at 146.3, higher than the previous month's PEI of 138.0. (Kontan)

US Job openings Decline for Second Straight Month

U.S. job openings fell for a second straight month in July amid decreases in wholesale trade and the federal government, which could bolster economists' views that job growth has peaked. Job openings, a measure of labor demand, slipped by 31,000 to a seasonally adjusted 7.2 million in July, the Labor Department said in its monthly Job Openings and Labor Turnover Survey, or JOLTS, on Tuesday. (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						18.6	2,371.2							
BBCA	30,275	26,000	32,000	Hold	5.7	22.3	746.4	27.3x	4.7x	18.4	1.1	16.8	12.7	1.0
BBRI	4,190	3,660	4,950	Buy	18.1	41.1	516.8	15.2x	2.7x	19.0	3.2	12.5	8.5	1.4
BMRI	7,050	7,375	8,000	Hold	13.5	7.2	329.0	12.5x	1.8x	15.0	3.4	9.1	11.1	1.4
Consumer						(2.2)	1,349.2							
GGRM	68,300	83,625	110,000	Buy	61.1	(6.9)	131.4	15.4x	3.0x	20.0	3.8	16.4	20.5	1.0
UNVR	47,650	45,400	59,000	Buy	23.8	4.7	363.6	39.2x	71.6x	183.9	2.5	1.3	5.2	1.0
ICBP	12,025	10,450	11,800	Hold	(1.9)	35.1	140.2	28.8x	6.2x	22.9	1.6	13.7	12.8	0.8
INDF	7,950	7,450	8,700	Hold	9.4	29.8	69.8	14.7x	2.0x	14.4	3.0	7.2	30.0	1.2
KAEF	2,960	2,600	4,100	Buy	38.5	33.9	16.4	48.1x	7.3x	16.6	0.5	#N/A	N/A	1.0
KLBF	1,680	1,520	1,870	Hold	11.3	37.1	78.8	31.5x	5.4x	17.9	1.5	7.7	3.5	1.3
Infrastructure						21.6	841.11							
TLKM	4,270	3,698	4,350	Hold	1.9	28.1	423.0	20.7x	4.5x	22.8	3.8	7.7	27.4	0.9
JSMR	5,525	4,280	6,000	Hold	8.6	27.0	40.1	18.1x	2.3x	13.3	0.8	(25.9)	1.4	1.1
Trade						(0.4)	730.0							
UNTR	22,950	27,350	35,000	Buy	52.5	(29.8)	85.6	7.6x	1.6x	21.6	5.2	11.2	1.8	0.9
SILO	6,975	3,590	7,230	Hold	3.7	147.3	11.3	245.8x	1.8x	0.7	N/A	18.5	N/A	0.8
MIKA	2,380	1,575	2,300	Hold	(3.4)	40.8	34.6	52.3x	8.0x	16.3	0.8	#N/A	N/A	0.5
LPPF	3,010	5,600	5,500	Buy	82.7	(55.2)	8.4	9.4x	4.7x	45.2	11.1	0.6	(11.5)	0.8
RALS	1,140	1,420	2,050	Buy	79.8	(12.3)	8.1	11.1x	1.9x	17.7	4.4	(0.2)	21.1	0.7
MAPI	1,025	805	1,300	Buy	26.8	28.1	17.0	23.0x	2.9x	14.5	1.0	10.2	25.0	0.8
Property						15.4	457.9							
PWON	655	620	725	Hold	10.7	24.8	31.5	11.4x	2.3x	22.4	1.1	3.8	20.9	1.3
CTRA	1,090	1,010	1,080	Hold	(0.9)	47.3	20.2	15.5x	1.4x	9.4	0.9	12.1	74.3	1.7
PTPP	1,825	1,805	2,450	Buy	34.2	13.4	11.3	8.2x	0.9x	11.3	2.7	12.8	(23.4)	1.6
WSKT	1,740	1,680	2,600	Buy	49.4	(1.7)	23.6	12.0x	1.3x	11.3	4.2	(35.4)	(66.8)	1.5
WIKA	2,040	1,655	2,500	Buy	22.5	42.2	18.3	8.7x	1.2x	14.9	1.9	#N/A	N/A	1.4
Basic Ind.						15.8	710.5							
JPFA	1,605	2,150	1,940	Buy	20.9	(21.3)	18.8	9.9x	1.9x	20.2	6.2	9.2	(26.8)	1.1
SMGR	12,850	11,500	13,600	Hold	5.8	46.4	76.2	29.4x	2.5x	8.7	1.6	#N/A	N/A	1.4
INTP	21,350	18,450	19,000	Hold	(11.0)	24.1	78.6	54.9x	3.6x	6.5	2.6	7.7	80.2	1.5
Misc Ind.						(2.5)	352.9							
ASII	6,675	8,225	8,600	Buy	28.8	(7.0)	270.2	12.8x	1.9x	15.8	3.2	3.2	(5.8)	1.2
Mining						(8.8)	394.8							
ADRO	1,410	1,215	1,750	Buy	24.1	(18.7)	45.1	6.2x	0.9x	14.2	6.4	10.2	51.9	1.3
PTBA	2,650	4,300	5,100	Buy	92.5	(28.8)	30.5	5.9x	1.6x	29.2	12.8	(7.2)	(21.7)	1.2
INCO	3,760	3,260	4,400	Buy	17.0	12.2	37.4	506.8x	1.4x	0.3	N/A	(22.0)	N/A	1.6
ANTM	1,130	765	1,200	Hold	6.2	42.1	27.2	33.9x	1.4x	4.1	1.1	8.5	(30.1)	1.5

* Target Price for December 2019

Source: Bloomberg, NHKS Research

INNI Summary

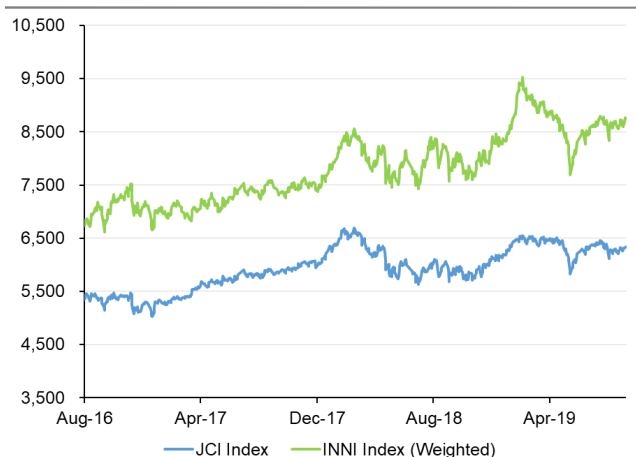
INNI Index Movement

YTD Change	20.3%
YTD Change Gap (vs JCI)	18.0%
Weekly Change	1.4%
Weekly Change Gap (vs JCI)	0.3%

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	BoP Current Account Balance	Jul	¥1999.9b	¥2046.0b	¥1211.2b
<i>9 - Sep</i>	JPN	06:50	GDP SA QoQ	2Q F	0.30%	0.30%	0.40%
	JPN	06:50	GDP Annualized SA QoQ	2Q F	1.30%	1.30%	1.80%
	JPN	06:50	GDP Deflator YoY	2Q F	0.40%	0.40%	0.40%
	UK	15:30	Industrial Production MoM	Jul	0.10%	-0.30%	-0.10%
	UK	15:30	Manufacturing Production MoM	Jul	0.30%	-0.30%	-0.20%
Tuesday	CHN	08:30	CPI YoY	Aug	2.80%	2.60%	2.80%
<i>10 - Sep</i>	CHN	08:30	PPI YoY	Aug	-0.80%	-0.90%	-0.30%
	UK	15:30	Jobless Claims Change	Aug	28.2k	--	28.0k
	UK	15:30	ILO Unemployment Rate 3Mths	Jul	3.80%	3.90%	3.90%
Wednesday	USA	18:00	MBA Mortgage Applications	6-Sep		--	-3.10%
<i>11 - Sep</i>	USA	19:30	PPI Final Demand MoM	Aug		0.00%	0.20%
Thursday	JPN	06:50	PPI YoY	Aug		-0.80%	-0.60%
<i>12 - Sep</i>	JPN	06:50	Core Machine Orders MoM	Jul		-9.00%	13.90%
	JPN	11:30	Tertiary Industry Index MoM	Jul		-0.30%	-0.10%
	GER	13:00	CPI MoM	Aug F		-0.20%	-0.20%
	GER	13:00	CPI YoY	Aug F		1.40%	1.40%
	EU	18:45	ECB Main Refinancing Rate	12-Sep		0.00%	0.00%
	EU	18:45	ECB Deposit Facility Rate	12-Sep		-0.50%	-0.40%
	USA	19:30	CPI MoM	Aug		0.10%	0.30%
	USA	19:30	Initial Jobless Claims	7-Sep		215k	217k
Friday	JPN	11:30	Industrial Production MoM	Jul F		--	1.30%
<i>13 - Sep</i>	USA	19:30	Retail Sales Advance MoM	Aug		0.20%	0.70%
	USA	21:00	U. of Mich. Sentiment	Sep P		90.4	89.8

Source: Bloomberg

Domestic Economic Calendar

Date	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Friday	Tentative	Local Auto Sales	Aug		--	89110
<i>13 - Sep</i>						

Source: Bloomberg

Corporate Calendar

Date	Event	Company
Wednesday	Extraordinary Shareholder Meeting	COCO
<i>10 - Sep</i>		

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