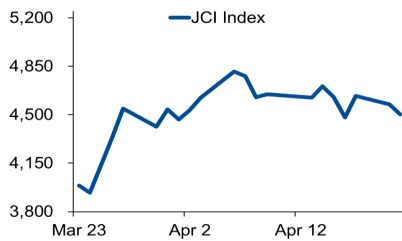


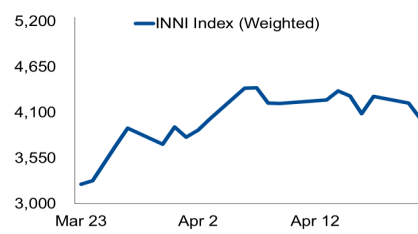
# Morning Brief

Daily | April 22, 2020

## JCI Movement



## INNI Movement



## Market Recap

JCI dipped, subdued by its two worst-performing sectors--banking and mining. **JCI's Top Losers: Agriculture (-2.4%), Mining (-2.3%), Finance (-2.2%)**

INNI Index pointed deeper than did JCI due to its worst-performing construction stock: WIKA to currently carry out a stress test to deal with 2020's unprecedented backdrop.

## Daily Foreign & Domestic Sector Movement

JCI ended Tuesday's trading session of April 21, 2020 with posting foreign outflows of IDR427 billion. Foreign investors gave up their ownership of large-cap. banking stocks as BBKA and BBRI, for instance, posted capital outflows of IDR168 billion and IDR86 billion, respectively. MYOR and INDF--consumer goods stocks---conversely led Tuesday's session by gaining capital inflows of IDR8.2 billion and IDR8.1 billion. Those two best-performing stocks during 2019 outshone by attaining a 4% y-y growth in sales.

## USD/IDR Highlight

USD/IDR, meanwhile, was depreciated by 0.36% to close at 15,467.

## Today's Outlook: Government Holds BPJS Premium Unchanged

The Dow Jones dropped by 2.67% to 23,018 as the virus shock slashed prices of crude oil. A glance at domestic economy, the Indonesian government in compliance with Decree of the Supreme Court Number 7/P/HUM/2020 on the revocation of increases in premiums for the Health Care and Social Security Agency (BPJS Kesehatan) given to non-wage recipients (PBPU) and non-employees recipients (BP) official revoked hikes in January's 2020 BPJS Kesehatan premium.

## Company News

- MAPI : Focuses on Online Platform
- BBRI : Controls Liquidity amid Corona Containment
- BBKA : Projects Surges in Digital Transactions

## Domestic & Global News

- DHE of 2020's First Two Months Hits USD21.48 Million
- Corona Containment Causes Australia on Brink of Recession

## Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.50%	4.50%	Real GDP	4.97%	4.97%
FX Reserve (USD bn)	120.97	130.40	Current Acc (USD bn)	(8.12)	(7.67)
Trd Balance (USD bn)	0.74	2.34	Govt. Spending Yoy	0.48%	0.48%
Exports Yoy	-0.20%	11.00%	FDI (USD bn)	4.71	5.70
Imports Yoy	-0.75%	-5.11%	Business Confidence	105.33	105.33
Inflation Yoy	2.96%	2.98%	Cons. Confidence*	121.70	121.70

## JCI Index

Apr. 21	4,501.91
Chg.	-73.98pts (-1.62%)
Volume (bn shares)	40.22
Value (IDR tn)	3.46
<b>Adv 76 Dec 322 Unc 303 Untr 173</b>	

## INNI Index

Last	4,032.95
Chg.	-182.71pts (-4.33%)

## INNI's Top Gainers & Losers

Gainers	%	Losers	%
KLBF	+0.8%	WIKA	-6.4%
		SMGR	-6.3%
		CTRA	-6.0%
		JSMR	-5.7%
		PTBA	-5.7%

## Foreign Transactions

	(IDR bn)
Buy	3,164
Sell	3,591
Net Buy (Sell)	427

Top Buy	NB Val.	Top Sell	NS Val.
BMRI	17.0	BBKA	168.3
MYOR	8.5	BBRI	86.1
INDF	8.2	GGRM	31.3
ADRO	8.1	SMGR	27.9
INTP	7.7	TOWR	16.9

## Government Bond Yields & FX

	Last	Chg.
10-Year Tenor	7.91%	-0.10%
USD/IDR	15,465	-1.12%
KRW/IDR	12.68	-0.67%

## Global Indices

Index	Last	Chg.	%
Dow Jones	23,018.88	(631.56)	-2.67%
S&P 500	2,736.56	(86.60)	-3.07%
FTSE 100	5,641.03	(171.80)	-2.96%
DAX	10,249.85	(426.05)	-3.99%
Nikkei	19,280.78	(388.34)	-1.97%
Hang Seng	23,793.55	(536.47)	-2.20%
Shanghai	2,827.01	(25.54)	-0.90%
KOSPI	1,879.38	(18.98)	-1.00%
EIDO	14.72	(0.49)	-3.22%

## Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,686.2	(9.5)	-0.56%
Crude Oil (USD/B)	11.57	(8.86)	-43.37%
ICE NewCastle (USD/ton)	52.35	(2.85)	-5.16%
LME Nickel (USD/MT)	12,197	(317.0)	-2.53%
LME Tin (USD/MT)	14,760	(455.0)	-2.99%
CPO (MYR/ton)	2,064	(168.0)	-7.53%

### **MAPI : Focuses on Online Platform**

PT Mitra Adiperkasa Tbk (MAPI)--alike other retailers-- has business backstop to deal with the economic lockdown with respect to the virus containment. It decreases working hours for its brick and mortar stores, while focusing on its online platforms, i.e., Mapemall, Planetsports.asia, Zara.id, and Sephora.id to contribute a 160% YoY hike in sales. (Kontan)

### **BBRI : Controls Liquidity amid Corona Containment**

PT Bank Rakyat Indonesia Tbk (BBRI) keeps its liquidity in control to cushion fallout of the virus containment on its performance. BBRI is agile in collecting Third-Party Funds (DPK) and non-DPK, i.e., repo and interbank loans. Its March 2020's LCR at 230% or lower than OJK's minimum limit of 100% proves its maintainable liquidity. (Investor Daily)

### **BBCA : Projects Surges in Digital Transactions**

PT Bank Central Asia Tbk (BBCA) pencils in that PSBB (the large-scale social restrictions) spurs digital transactions to be accessed by 98% of its customers. Nevertheless, it has yet to explain in detail surging transactions in numbers as its 2019's digital transactions surged by 10.8% YoY. Of note, it will renew its promotion programs to better improve convenience services offered to its customers. (Bisnis Indonesia)

## Domestic & Global News

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### **DHE of 2020's First Two Months Hits USD21.48 Million**

Bank Indonesia (BI) posted USD21.48 worth of the proceeds from exports (DHE) of January to February 2020. Executive Director in Chief of BI's Statistic Department Yati Kurniati explained January's DHE to reach USD10.88 million, while February's DHE to decline little at USD10.61 million. (Kontan)

### **Corona Containment Causes Australia on Brink of Recession**

The Reserve Bank of Australia estimated Australia on the brink of recession as it recorded 800,000 unemployment and a 6.7% cut in salaries. The RBA predicted a 10% decrease in 1Q20 national output, a 20% cut in working hours, and a 10% plunge in June's unemployment. (The Guardian)

	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
<b>Finance</b>						(27.7)	1,780.1							
BBCA	25,800	33,425	32,000	Buy	24.0	(8.3)	636.1	22.3x	3.7x	17.5	2.2	13.7	10.5	1.1
BBRI	2,720	4,400	4,950	Buy	82.0	(38.7)	335.5	9.7x	1.6x	17.7	6.2	11.1	6.3	1.3
<b>Consumer</b>						(31.8)	969.1							
GGRM	43,200	53,000	61,800	Buy	43.1	(43.5)	83.1	7.6x	1.6x	22.7	6.0	15.5	39.6	1.0
KINO	2,630	3,430	4,680	Buy	77.9	1.2	3.8	7.2x	1.4x	21.8	1.9	29.5	246.7	0.8
ICBP	9,975	11,150	12,875	Buy	29.1	10.5	116.3	23.4x	4.9x	22.2	1.4	11.2	11.4	0.9
KLBF	1,210	1,620	1,430	Buy	18.2	(18.2)	56.7	22.6x	3.6x	16.4	2.1	7.4	2.0	1.1
<b>Infrastructure</b>						(27.3)	584.83							
TLKM	3,070	3,970	4,700	Buy	53.1	(17.6)	304.1	15.0x	3.1x	21.3	5.3	3.5	15.6	1.0
JSMR	2,640	5,175	6,000	Buy	127.3	(55.8)	19.2	9.9x	1.1x	11.3	1.7	(22.8)	(15.2)	1.3
<b>Trade</b>						(27.5)	536.6							
UNTR	16,400	21,525	20,000	Buy	22.0	(37.1)	61.2	5.4x	1.1x	20.2	7.5	(0.2)	1.7	0.8
MAPI	610	1,055	1,300	Buy	113.1	(35.1)	10.1	10.9x	1.6x	16.1	1.6	14.0	27.3	1.2
<b>Property</b>						(36.2)	289.1							
CTRA	550	1,040	1,550	Buy	181.8	(53.6)	10.2	8.8x	0.7x	7.8	1.8	(0.8)	(2.6)	1.3
WSKT	575	1,485	2,600	Buy	352.2	(72.9)	7.8	8.3x	0.4x	5.2	12.7	(35.7)	(76.3)	1.8
WIKA	945	1,990	2,500	Buy	164.6	(60.3)	8.5	3.7x	0.5x	14.6	4.1	(12.7)	32.0	1.6
<b>Basic Ind.</b>						(22.5)	510.9							
SMGR	5,900	12,000	14,300	Buy	142.4	(55.2)	35.0	14.6x	1.1x	7.5	3.5	31.5	(22.4)	1.3
<b>Misc Ind.</b>						(46.0)	214.4							
ASII	3,640	6,925	8,600	Buy	136.3	(51.6)	147.4	6.8x	1.0x	15.2	5.8	(0.9)	0.2	1.3
<b>Mining</b>						(32.6)	279.3							
TINS	456	825	800	Buy	75.4	(65.8)	3.4	N/A	0.6x	(10.7)	5.5	75.2	N/A	1.5
PTBA	1,825	2,660	2,300	Buy	26.0	(54.9)	21.0	4.9x	1.1x	23.7	18.6	2.9	(22.2)	1.1
INCO	2,430	3,640	4,200	Buy	72.8	(22.9)	24.1	27.2x	0.8x	3.0	N/A	0.7	(4.9)	1.7
ANTM	482	840	1,100	Buy	128.2	(43.6)	11.6	59.8x	0.6x	1.1	2.6	29.4	(88.1)	1.6
<b>Agriculture</b>						(34.2)	61.0							
AALI	6,100	14,575	15,600	Buy	155.7	(48.3)	11.7	55.6x	0.6x	1.1	3.7	(8.5)	(85.3)	1.3

\* Target Price for December 2020

Source: Bloomberg, NHKS Research

## INNI Summary

### INNI Index Movement

YTD Change	-35.2%
YTD Change Gap (vs JCI)	-6.8%
Weekly Change	-7.5%
Weekly Change Gap (vs JCI)	-3.2%

### 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
<b>Tuesday</b>	UK	13:00	Claimant Count Rate	Mar	3,50%	--	3,50%
<i>21 - Apr</i>	UK	13:00	Jobless Claims Change	Mar	12.2k	--	17.3k
	UK	13:00	ILO Unemployment Rate 3Mths	Feb	4,00%	3,90%	3,90%
	GE	16:00	ZEW Survey Expectations	Apr	28,2	-42	-49,5
	GE	16:00	ZEW Survey Current Situation	Apr	-91,5	-75	-43,1
	US	21:00	Existing Home Sales	Mar	5.27m	5.30m	5.77m
<b>Wednesday</b>	UK	13:00	CPI MoM	Mar		0,00%	0,40%
<i>22 - Apr</i>	UK	13:00	CPI YoY	Mar		1,50%	1,70%
	UK	13:00	CPI Core YoY	Mar		1,60%	1,70%
	UK	13:00	PPI Output NSA MoM	Mar		-0,30%	-0,30%
	UK	13:00	PPI Output NSA YoY	Mar		0,10%	0,40%
	US	18:00	MBA Mortgage Applications	Apr		--	7,30%
<b>Thursday</b>	GE	14:30	Markit/BME Germany Manufacturing PMI	Apr		39	45,4
<i>23 - Apr</i>	EC	15:00	Markit Eurozone Manufacturing PMI	Apr		38	44,5
	UK	15:30	Markit UK PMI Manufacturing SA	Apr		42	47,8
	US	19:30	Initial Jobless Claims	Apr		4500k	5245k
	US	20:45	Markit US Manufacturing PMI	Apr		38	48,5
	US	21:00	New Home Sales	Mar		644k	765k
<b>Friday</b>	GE	15:00	IFO Business Climate	Apr		79,9	86,1
<i>24 - Apr</i>	GE	15:00	IFO Expectations	Apr		75	79,7
	US	19:30	Durable Goods Orders	Mar		-12,00%	1,20%
	US	21:00	U. of Mich. Sentiment	Apr		68	71

Source: Bloomberg

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