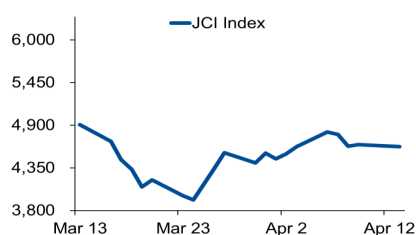


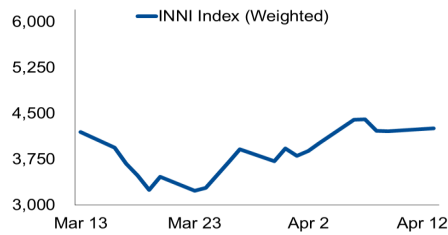
# Morning Brief

Daily | April 14, 2020

## JCI Movement



## INNI Movement



## Market Recap

JCI pointed to a slight decrease, held back by the miscellaneous and banking sectors.

**JCI's Top Losers: Misc. Ind. (-2.2%), Basic Ind. (-1.2%), Finance (-1.1%)**

INNI Index picked up as KINO—one of its consumer stock—made double-digit gains. KINO to post a 29.5% growth in revenues retained positive performance during FY19.

## Daily Foreign & Domestic Sector Movement

JCI—after a seven-day losing streak—finally posted foreign inflows of IDR321 billion. Stocks of PT Gunung Raja Paksi (GGRP) and PT Electronic City Indonesia (ECII) made best performance on Monday's trading session of April 13, 2020 as both stocks appealed to foreign investors and won IDR305.37 billion and IDR291.01 billion worth of net buy. Another to those two stocks, TLKM also led and gained foreign inflows of IDR7.7 billion. Telecommunication stocks to benefit from the large-scale social restrictions (PSBB) retained defensive performance.

## USD/IDR Highlight

USD/IDR, additionally, surged by 1.57 percent to 15,630.

## Today's Outlook: Investors Eye on To-Be-Decided BI-7DRRR

The Dow Jones slid by 1.39% to 23,390 as the earnings season is pretty grim with respect to the severe and prolonged damages caused by the virus. In the domestic backdrop, investors eye on the results of Bank Indonesia's Two-Day Board of Governors Meeting of April 13-14, 2020. A glance at commodities, OPEC agreed on output curb of 9.7 million barrel per day to start in May.

## Company News

- BBRI : Sets Credit Restructuring Schemes
- WSKT : Finishes Construction of Corona Treatment Hospital
- UNTR : Postpones AGM
- ANTM : Empowers Coffee Farmers in East Halmahera

## Domestic & Global News

- Corona Contracts Manufacturing Industry
- South Korean Exports in April Tank

## Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.50%	4.75%	Real GDP	4.97%	4.97%
FX Reserve (USD bn)	130.40	131.70	Current Acc (USD bn)	(8.12)	(7.67)
Trd Balance (USD bn)	2.34	(0.86)	Govt. Spending Yoy	0.48%	0.48%
Exports Yoy	11.00%	-3.71%	FDI (USD bn)	4.71	5.70
Imports Yoy	-5.11%	-4.78%	Business Confidence	105.33	105.33
Inflation Yoy	2.96%	2.98%	Cons. Confidence*	121.70	121.70

## JCI Index

Apr. 13	4,623.89
Chg.	-25.18pts (-0.54%)
Volume (bn shares)	74.31
Value (IDR tn)	5.45
<b>Adv 199 Dec 206 Unc 294 Untr 145</b>	

## INNI Index

Last	4,255.95
Chg.	+44.96pts (+1.07%)

## INNI's Top Gainers & Losers

Gainers	%	Losers	%
KINO	+15.5%	SMGR	-4.9%
JSMR	+7.4%	KLBF	-3.5%
INCO	+4.4%	ASII	-3.2%
WSKT	+3.3%	MAPI	-2.8%
TINS	+3.0%	BBCA	-1.7%

## Foreign Transactions

	(IDR bn)
Buy	2,407
Sell	2,085
Net Buy (Sell)	321

Top Buy	NB Val.	Top Sell	NS Val.
BTPS	20.2	BMRI	117.1
BNLI	13.2	BBCA	107.1
GGRM	13.1	ASII	43.6
TLKM	7.7	KLBF	24.7
INCO	4.7	INDF	18.5

## Government Bond Yields & FX

	Last	Chg.
10-Year Tenor	8.00%	-0.03%
USD/IDR	15,630	-1.57%
KRW/IDR	12.85	-2.19%

## Global Indices

Index	Last	Chg.	%
Dow Jones	23,390.77	(328.60)	-1.39%
S&P 500	2,761.63	(28.19)	-1.01%
FTSE 100	5,842.66	164.93	2.90%
DAX	19,043.40	(455.10)	-2.33%
Nikkei	19,345.77	(7.47)	-0.04%
Hang Seng	24,300.33	329.96	1.38%
Shanghai	2,783.05	(13.58)	-0.49%
KOSPI	1,825.76	(34.94)	-1.88%
EIDO	15.35	(0.03)	-0.20%

## Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,715.3	18.7	1.10%
Crude Oil (USD/B)	22.41	(0.35)	-1.54%
ICE NewCastle (USD/ton)	59.40	0.00	0.00%
LME Nickel (USD/MT)	11,672	165.0	1.43%
LME Tin (USD/MT)	14,958	561.0	3.90%
CPO (MYR/ton)	2,246	(66.0)	-2.85%

### **BBRI : Sets Credit Restructuring Schemes**

PT Bank Rakyat Indonesia Tbk (BBRI) will run into practices the Financial Service Authority (OJK) regulation Number 11/POJK.03/2020 on national economic stimulus against COVID-19. The regulation will be implemented by means of four schemes and focus on giving economic aid for the micro, small, and medium enterprises (UMKM). BBRI currently maps the criteria applied so that the aid hits the proper target. (Investor Daily)

### **UNTR : Postpones AGM**

PT United Tractors Tbk (UNTR) postponed AGM to June 2020. The AGM whose initial schedule was in April 2020 still has the unchanged agenda: to discuss the allocation of 2019's net profits. UNTR stated to change noting with respect to 2020's dividend distribution, but the amount of to-be-distributed dividend is subject to AGM's June decision. (Bisnis Indonesia)

### **WSKT : Finishes Construction of Corona Treatment Hospital**

PT Waskita Karya Tbk (WSKT) finished Galang Island-based hospital for treating patients to develop mild to severe symptoms of corona virus. The hospital whose name is Rumah Sakit Corona Pulau Galang is complete with isolation rooms and intensive health care treatmentw for COVID-19 and runs active operation as of April 06, 2020. (Kontan)

### **ANTM : Empowers Coffee Farmers in East Halmahera**

PT Aneka Tambang Tbk (ANTM) through its social responsibility empowerment program managed by North Moluccas Nickel Mining Business Unit actively endorses coffee cultivation in East Halmahera. The program to run as of 2016 embodies ANTM's goal of pretty rosy prospect for coffee products. (Bisnis Indonesia)

## Domestic & Global News

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### **Corona Contracts Manufacturing Industry**

The virus shock contracted the performance of manufacturing industry in 1Q20. Bank Indonesia's Prompt Manufacturing Index (PMI) of 1Q20 was at 45.64% lower than 51.50% in 4Q19. The food, beverage, and tobacco subsector was expansive still at 50.44% even though its 1Q20 level was lower than 4Q19 of 52.47%. The basic metals, iron and steel subsector conversely was contracted at the deepest to 36.89% from 50.53% in 4Q19

### **South Korean Exports in April Tank**

South Korea's exports tanked within the first ten days of April as the containment for ending the virus spread has disrupted the global supply chains and curtailed demands. April 1-10 exports tumbled by 18.6% from the same period of 2019 and to show a plunge from 20.8% surge in March 1-10 period.

	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>						(23.9)	1,844.7							
BBCA	27,500	33,425	32,000	Buy	16.4	(0.2)	678.0	23.7x	3.9x	17.5	1.3	13.7	10.5	1.1
BBRI	2,770	4,400	4,950	Buy	78.7	(35.7)	341.7	9.9x	1.6x	17.7	6.1	11.1	6.3	1.3
<b>Consumer</b>						(32.3)	988.1							
GGRM	48,600	53,000	61,800	Buy	27.2	(37.3)	93.5	8.6x	1.8x	22.7	5.3	15.5	39.6	1.0
KINO	2,310	3,430	4,680	Buy	102.6	(7.2)	3.3	6.3x	1.3x	21.8	2.2	29.5	246.7	0.8
ICBP	10,200	11,150	12,875	Buy	26.2	12.7	119.0	23.9x	5.0x	22.2	1.3	11.2	11.4	0.8
KLBF	1,100	1,620	1,430	Buy	30.0	(26.4)	51.6	20.6x	3.2x	16.4	2.4	7.4	2.0	1.1
<b>Infrastructure</b>						(26.6)	585.64							
TLKM	3,180	3,970	4,700	Buy	47.8	(15.8)	315.0	15.5x	3.2x	21.3	5.2	3.5	15.6	0.9
JSMR	3,050	5,175	6,000	Buy	96.7	(49.2)	22.1	11.4x	1.2x	11.3	1.5	(22.8)	(15.2)	1.3
<b>Trade</b>						(26.1)	549.3							
UNTR	17,550	21,525	20,000	Hold	14.0	(31.5)	65.5	5.8x	1.1x	20.2	7.0	(0.2)	1.7	0.8
MAPI	530	1,055	1,300	Buy	145.3	(44.8)	8.8	10.8x	1.5x	14.8	1.9	11.4	14.7	1.1
<b>Property</b>						(29.6)	317.8							
CTRA	615	1,040	1,550	Buy	152.0	(44.8)	11.4	9.9x	0.7x	7.8	1.6	(0.8)	(2.6)	1.3
WSKT	630	1,485	2,600	Buy	312.7	(68.5)	8.6	9.1x	0.5x	5.2	11.6	(35.7)	(76.3)	1.7
WIKA	1,075	1,990	2,500	Buy	132.6	(49.5)	9.6	4.2x	0.6x	14.6	3.6	(12.7)	32.0	1.6
<b>Basic Ind.</b>						(22.7)	513.3							
SMGR	7,700	12,000	14,300	Buy	85.7	(40.8)	45.7	19.1x	1.4x	7.5	2.7	31.5	(22.4)	1.3
<b>Misc Ind.</b>						(42.9)	225.6							
ASII	3,960	6,925	8,600	Buy	117.2	(47.0)	160.3	7.4x	1.1x	15.2	5.3	(0.9)	0.2	1.2
<b>Mining</b>						(31.1)	288.2							
TINS	515	825	800	Buy	55.3	(61.0)	3.8	27.1x	0.6x	1.6	4.8	114.6	N/A	1.5
PTBA	2,000	2,660	2,300	Hold	15.0	(50.4)	23.0	5.4x	1.2x	23.7	17.0	2.9	(22.2)	1.1
INCO	2,370	3,640	4,200	Buy	77.2	(29.3)	23.5	26.0x	0.8x	3.0	N/A	0.7	(4.9)	1.7
ANTM	535	840	1,100	Buy	105.6	(39.2)	12.9	16.0x	0.6x	4.1	2.4	23.0	(11.1)	1.6
<b>Agriculture</b>						(33.0)	63.0							
AALI	6,525	14,575	15,600	Buy	139.1	(47.0)	12.6	59.5x	0.7x	1.1	3.4	(8.5)	(85.3)	1.3

\* Target Price for December 2020

Source: Bloomberg, NHKS Research

## INNI Summary

### INNI Index Movement

YTD Change	-31.6%
YTD Change Gap (vs JCI)	-5.2%
Weekly Change	5.8%
Weekly Change Gap (vs JCI)	5.8%

### 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>Wednesday</b> 15 - Apr	US	18:00	MBA Mortgage Applications	Apr	--		-17.90%
	US	19:30	Retail Sales Advance MoM	Mar		-8.00%	-0.50%
	US	19:30	Empire Manufacturing	Apr		-35	-21.5
	US	20:15	Industrial Production MoM	Mar		-4.20%	0.60%
<b>Thursday</b> 16 - Apr	GE	13:00	CPI MoM	Mar		0.10%	0.10%
	GE	13:00	CPI YoY	Mar		1.40%	1.40%
	US	19:30	Housing Starts	Mar		1307k	1599k
	US	19:30	Philadelphia Fed Business Outlook	Apr		-30	-12.7
	US	19:30	Initial Jobless Claims	Apr		5000k	6606k
<b>Friday</b> 17 - Apr	CH	09:00	GDP YoY	1Q		-6.00%	6.00%
	CH	09:00	Industrial Production YoY	Mar		-6.80%	--
	CH	09:00	Retail Sales YoY	Mar		-10.00%	--
	EC	16:00	CPI YoY	Mar		0.70%	1.20%
	EC	16:00	CPI MoM	Mar		0.50%	0.50%
	US	21:00	Leading Index	Mar		-7.00%	0.10%

Source: Bloomberg

## Domestic Economic Calendar

Date	Hour Jakarta	Event	Period	Actual	Consensus	Previous
<b>Tuesday</b> 14 - Apr	14:20	Bank Indonesia 7D Reverse Repo	14-Apr		4.25%	4.50%
<b>Wednesday</b> 15 - Apr	11:00	Trade Balance	Mar		\$800m	\$2336m
	11:00	Exports YoY	Mar		-3.65%	11.00%
	11:00	Imports YoY	Mar		-7.09%	-5.11%
	Tentative	Local Auto Sales	Mar		--	79573

Source: Bloomberg

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