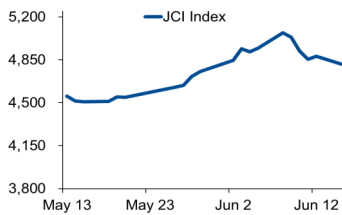
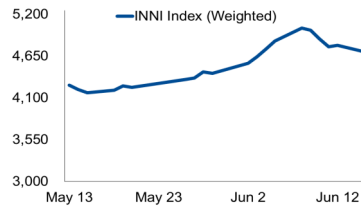


Morning Brief

JCI Movement



INNI Movement



Market Recap

The JCI declined with significant losses from Banking and Agriculture sectors.

JCI's Top Losers: Finance (-2.7%), Agri. (-2.0%), Mining (-1.7%)

INNI Index also closed lower led by stocks from the mining sectors such as: TINS, INCO, and ANTM.

Daily Foreign & Domestic Sector Movement

The JCI had a foreign net sell of IDR712 billion at yesterday's close. Large Cap banking stocks such as: BBKA and BBRI recorded foreign net sell of IDR134 billion and IDR119 billion respectively. On the other hand, TLKM also had a sell off of IDR205 billion on the verge of its AGM this week.

USD/IDR Highlight

Meanwhile, the rupiah was closed up 0.13% to IDR 14,115/USD.

Today's Outlook: Fed Plans to Buy Corporate Bonds

US Major Indices gained on Monday after the Fed announced its plan to purchase corporate bonds. In domestic news, a surplus Balance of Payment Data was unable to hold the JCI as investors chose to realize profits. These improving economy data are hoped to keep the benchmark data from further decline as market still worries about the high number of new Covid-19 cases.

Company News

- WIKA : Stock Buybacks Realized
- ASII : Market Share Falls
- SMGR : Declining Sales Volume in May

Domestic & Global News

- BPS Recorded May 2020 Imports of USD8.44 Billion
- US Manufacturing Activity Stable in June 2020

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.50%	4.50%	Real GDP	2.97%	4.97%
FX Reserve (USD bn)	130.50	127.88	Current Acc (USD bn)	(3.92)	(8.08)
Trd Balance (USD bn)	2.09	(0.34)	Govt. Spending Yoy	3.74%	0.48%
Exports Yoy	-28.95%	-7.02%	FDI (USD bn)	4.51	4.60
Imports Yoy	-42.20%	-18.58%	Business Confidence	104.82	105.33
Inflation Yoy	2.19%	2.67%	Cons. Confidence*	77.80	84.80

JCI Index

June 15	4,816.36
Chg.	-64.02pts (-1.31%)
Volume (bn shares)	81.69
Value (IDR tn)	7.96
Adv 157 Dec 287 Unc 258 Untr 132	

INNI Index

Last	4,704.24
Chg.	-87.04pts (-1.82%)

INNI's Top Gainers & Losers

Gainers	%	Losers	%
KINO	+5.4%	BBRI	-4.3%
GGRM	+2.4%	TINS	-4.2%
TLKM	+2.0%	INCO	-3.5%
KLBF	+1.8%	BBKA	-3.0%
ICBP	+1.2%	ANTM	-2.6%

Foreign Transaction

	(IDR bn)
Buy	1,823
Sell	2,535
Net Buy (Sell)	712

Top Buy	NB Val.	Top Sell	NS Val.
INDF	41.4	TLKM	205.7
BMRI	39.1	BBKA	134.1
ICBP	17.3	BBRI	119.3
GGRM	16.0	BBNI	39.9
TOWR	5.6	BBTN	22.2

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.24%	0.01%
USDIDR	14,115	-0.13%
KRWIDR	11.62	-1.06%

Global Indices

Index	Last	Chg.	%
Dow Jones	25,763.16	157.62	0.62%
S&P 500	3,066.59	25.28	0.83%
FTSE 100	6,064.70	(40.48)	-0.66%
DAX	11,911.35	(37.93)	-0.32%
Nikkei	21,530.95	(774.53)	-3.47%
Hang Seng	23,776.95	(524.43)	-2.16%
Shanghai	2,890.03	(29.71)	-1.02%
KOSPI	2,030.82	(101.48)	-4.76%
EIDO	18.29	(0.19)	-1.03%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,725.2	(5.6)	-0.32%
Crude Oil (USD/B)	37.12	0.86	2.37%
ICE NewCastle (USD/ton)	53.60	0.65	1.23%
LME Nickel (USD/MT)	12,741	76.0	0.60%
LME Tin (USD/MT)	16,845	(275.0)	-1.61%
CPO (MYR/ton)	2,329	(42.0)	-1.77%

WIKA : Stock Buybacks Realized

PT Wijaya Karya Tbk (WIKA) has realized stock repurchases of 1.1 million shares with average price of IDR834/share. The company hopes that this buyback program can impact its share price in a positive way. (Bisnis Indonesia)

ASII : Market Share Falls

PT Astra International Tbk (ASII) had a decline in car sales market share to 31% in May 2020 after reaching 48% in April 2020. This was mainly due to the sharp decrease in Toyota car sales which only recorded at 716 units in May. Overall, domestic car sales in May 2020 slumped to 3,551 units or a 95% YoY decline. (Kontan)

SMGR : Declining Sales Volume in May

PT Semen Indonesia Tbk (SMGR) recorded sales volume of 2.1 million tonnes in May 2020, down 36.6% YoY or 4.5% YTD. The condition is due to the overall decline in national cement sales in May which fell 38.7% YoY to 13.6 million tonnes. For the period of January-May 2020, national sales recorded at 22.6 million tonnes or 11.9% YoY. (Kontan)

Domestic & Global News

BPS Recorded May 2020 Imports of USD8.44 Billion

The value of Indonesia's imports in May 2020 was recorded at USD8.44 billion, lower than since 2009. Imports have dropped 32.65% QoQ and 42.20% YoY. In detail, the decline in imports in May 2020 was caused by a decline in imports of consumer goods 23.08% QoQ. (Kontan)

US Manufacturing Activity Stable in June 2020

US manufacturing activity stabilized unexpectedly in June 2020, after three months of weak effects from business closure due to the COVID-19 pandemic. The Fed's regional Empire State Manufacturing Index jumped 48 points to a negative reading of 0.2 from negative 48.5 in May. (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 (%)	Adj. Beta
Finance						(20.5)	1,907.9							
BBCA	27,500	33,425	28,950	Hold	5.3	(5.2)	678.0	23.3x	4.0x	17.6	2.0	13.9	8.5	1.1
BBRI	2,900	4,400	3,100	Hold	6.9	(31.4)	357.7	10.3x	2.0x	18.6	5.8	13.0	(0.3)	1.3
Consumer						(26.0)	1,038.7							
GGRM	48,350	53,000	59,550	Buy	23.2	(37.6)	93.0	8.5x	1.7x	21.8	5.4	4.1	3.9	0.9
KINO	3,300	3,430	2,950	Hold	(10.6)	20.4	4.7	17.4x	1.7x	10.5	3.3	11.1	(81.3)	0.9
ICBP	8,700	11,150	<i>Under Review</i>	N/A	N/A	(12.8)	101.5	17.8x	3.7x	22.6	1.6	6.7	47.8	0.8
KLBF	1,405	1,620	1,430	Hold	1.8	(6.0)	65.9	25.5x	4.0x	16.3	1.4	8.0	12.5	1.1
Infrastructure						(25.5)	610.96							
TLKM	3,090	3,970	3,800	Buy	23.0	(22.6)	306.1	16.4x	3.1x	18.8	5.3	3.7	3.5	1.0
JSMR	3,890	5,175	4,600	Buy	18.3	(31.8)	28.2	12.8x	1.5x	12.4	1.2	(28.7)	0.2	1.3
Trade						(26.1)	538.9							
UNTR	16,125	21,525	19,000	Buy	17.8	(40.1)	60.1	6.0x	1.0x	16.9	2.5	(19.0)	(40.2)	0.9
MAPI	740	1,055	820	Hold	10.8	(16.4)	12.3	13.2x	2.0x	16.1	1.4	14.0	27.3	1.2
Property						(30.6)	301.6							
CTRA	670	1,040	810	Buy	20.9	(36.2)	12.4	11.7x	0.8x	7.2	1.5	(8.3)	(33.3)	1.5
WSKT	720	1,485	960	Buy	33.3	(62.5)	9.8	10.4x	0.5x	5.2	0.5	(35.7)	(76.3)	1.8
WIKA	1,250	1,990	1,380	Hold	10.4	(47.0)	11.2	5.3x	0.8x	14.3	3.1	(35.4)	(65.3)	1.7
Basic Ind.						(4.8)	569.5							
SMGR	9,425	12,000	10,925	Buy	15.9	(17.7)	55.9	21.8x	1.7x	8.0	2.2	5.6	66.7	1.3
Misc Ind.						(33.4)	260.8							
ASII	4,740	6,925	5,800	Buy	22.4	(36.2)	191.9	9.0x	1.2x	14.4	4.5	(9.4)	(7.8)	1.3
Mining						(22.6)	290.8							
TINS	565	825	830	Buy	46.9	(51.7)	4.2	N/A	0.8x	(10.7)	4.4	75.2	N/A	1.5
PTBA	2,360	2,660	2,775	Buy	17.6	(16.6)	27.2	6.8x	1.3x	20.6	14.4	(4.0)	(25.0)	1.2
INCO	2,730	3,640	3,500	Buy	28.2	(4.9)	27.1	18.2x	1.0x	5.6	N/A	38.1	N/A	1.6
ANTM	565	840	600	Hold	6.2	(28.5)	13.6	70.1x	0.7x	1.1	2.3	29.4	(88.1)	1.6
Agriculture						(28.1)	62.9							
AALI	7,925	14,575	10,000	Buy	26.2	(22.9)	15.3	28.0x	0.8x	2.9	N/A	13.3	891.7	1.4

* Target Price for December 2020

Source: Bloomberg, NHKSI Research

INNI Summary

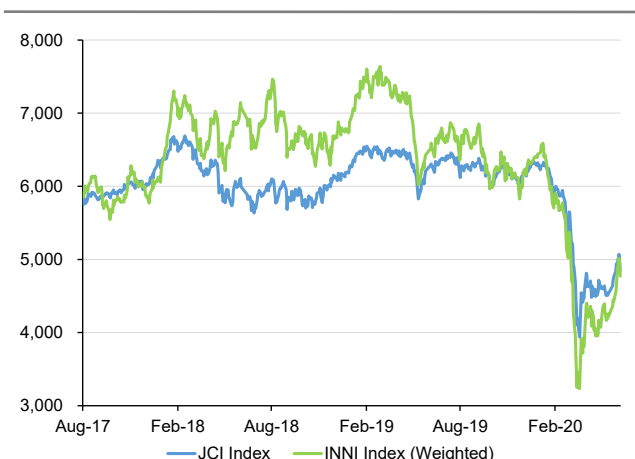
INNI Index Movement

YTD Change	-24.4%
YTD Change Gap (vs JCI)	-1.0%
Weekly Change	-6.2%
Weekly Change Gap (vs JCI)	-1.2%

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
Monday 15 - June	CH	09.00	Industrial Production YoY	May	4.4%	5.0%	3.9%
Tuesday 16 - June	UK	13.00	Jobless Claims Change	May	-	-	856.5k
	UK	13.00	ILO Unemployment Rate 3Mths	Apr	4.7%	3.9%	
	GE	13.00	CPI MoM	May	-0.1%	-0.1%	
	GE	13.00	CPI YoY	May	0.6%	0.6%	
	GE	16.00	ZEW Survey Expectations	Jun	60	51	
	GE	16.00	ZEW Survey Current Situation	Jun	-82	-93.5	
	US	19.30	Retail Sales Advance MoM	May	8.0%	-16.4%	
	US	20.15	Industrial Production MoM	May	3.0%	-11.2%	
Wednesday 17 - June	UK	13.00	CPI MoM	May	0.0%	-0.2%	
	UK	13.00	CPI YoY	May	0.5%	0.8%	
	UK	13.00	CPI Core YoY	May	1.3%	1.4%	
	UK	13.00	PPI Output NSA MoM	May	-0.1%	-0.7%	
	UK	13.00	PPI Output NSA YoY	May	-1.0%	-0.7%	
	EC	16.00	CPI YoY	May	0.1%	0.3%	
	US	18.00	MBA Mortgage Applications	June	-	9.3%	
	US	19.30	Housing Starts	May	1100k	891k	
Thursday 18 - June	UK	18.00	Bank of England Bank Rate	June	0.1%	0.1%	
	US	19.30	Initial Jobless Claims	June	1290k	1542k	
	US	21.00	Leading Index	May	2.4%	-4.4%	

Source: Bloomberg

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