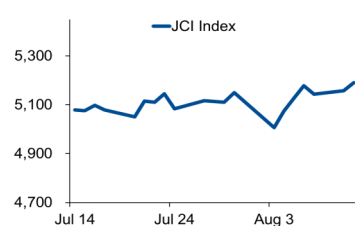
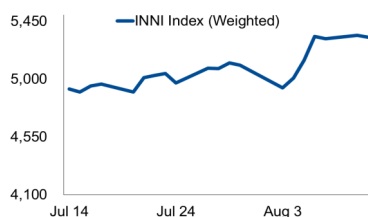


# Morning Brief

## JCI Movement



## INNI Movement



## Today's Outlook:

### Around Vaccine Progress

US major indices closed lower on (11/08/2020), with Nasdaq experiencing the sharpest decline. Investors were still waiting on the progress of stimulus package discussion by the government.

From domestic market, the JCI still has room for limited gain while testing the 5,200 level. Investors will monitor the progress of vaccine news such as the clinical trial scheduled to start in Bandung and news about Russia registering the first Covid-19 vaccine without going through phase 3.

## Company News

- BBTN : Targeting Debtors Trought Digitalizations of MSMEs
- PGAS : Optimalization of Natural Gas for Industry
- MEDC : Early Repayment of Five Corporate Bonds
- KLBF : Vaccine Distribution targeted in 2021

## Domestic & Global News

- Retail Sales in the 2Q20 Decreased Compared to the 1Q20
- China Outstanding Total Social Financing Rises 12.9% YoY

## Sectors

	Last	Chg.	%
Property, Real Estate, and Construction	295.65	4.64	1.60%
Miscellaneous Industry	932.01	14.20	1.55%
Finance	1,140.07	15.33	1.36%
Basic Industries	764.95	4.82	0.63%
Agriculture	1,199.73	2.89	0.24%
Consumer Goods	1,916.33	3.50	0.18%
Trade, Service, and Investment	635.41	0.94	-0.15%
Mining	1,425.63	5.32	-0.37%
Infrastructure, Utilities, and Transportation	881.81	5.95	-0.67%

## Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.00%	4.25%	Real GDP	-5.32%	2.97%
FX Reserve (USD bn)	135.10	131.70	Current Acc (USD bn)	(3.92)	(8.08)
Trd Balance (USD bn)	1.27	2.09	Govt. Spending Yoy	-6.90%	3.75%
Exports Yoy	2.28%	-28.95%	FDI (USD bn)	4.51	4.60
Imports Yoy	-6.36%	-42.20%	Business Confidence	104.82	105.33
Inflation Yoy	1.54%	1.96%	Cons. Confidence*	86.20	83.80

## JCI Index

Aug. 11	5,190.16
Chg.	+32.33pts (+0.63%)
Volume (bn shares)	102.71
Value (IDR tn)	9.00
Adv 242 Dec 207 Unc 258 Untr 119	

## Most Active Stocks

by Value		(IDR bn)	
Stocks	Val.	Stocks	Val.
BBRI	550.3	MEDC	265.9
TLKM	517.6	MDKA	259.3
BBNI	460.4	BBTN	247.5
BMRI	353.9	BBCA	239.7
TOWR	331.6	TKIM	168.0

## Foreign Transaction

(IDR bn)			
Buy	Sell		
Buy	1,528		
Sell	2,233		
Net Buy (Sell)	704		
Top Buy	NB Val.	Top Sell	NS Val.
BBNI	76.5	TLKM	295.7
BBCA	57.6	TOWR	76.4
BBRI	53.2	UNVR	46.4
MEDC	26.4	INDF	35.1
ANTM	10.7	INTP	30.1

## Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.78%	-0.02%
USDIDR	14,680	0.22%
KRWIDR	12.39	0.41%

## Global Indices

Index	Last	Chg.	%
Dow Jones	27,686.91	(104.53)	-0.38%
S&P 500	3,333.69	(26.78)	-0.80%
FTSE 100	6,154.34	103.75	1.71%
DAX	12,946.89	259.36	2.04%
Nikkei	22,750.24	420.30	1.88%
Hang Seng	24,890.68	513.25	2.11%
Shanghai	3,340.29	(38.96)	-1.15%
KOSPI	2,418.67	32.29	1.35%
EIDO	18.96	(0.11)	-0.58%

## Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,911.9	(115.5)	-5.69%
Crude Oil (USD/B)	41.61	(0.33)	-0.79%
ICE NewCastle (USD/ton)	52.80	(1.50)	-2.76%
LME Nickel (USD/MT)	14,350	64.0	0.45%
LME Tin (USD/MT)	17,690	(26.0)	-0.15%
CPO (MYR/ton)	2,643	(66.0)	-2.44%

### **BBTN : Targeting Debtors Trough Digitalization of MSMEs**

PT Bank Tabungan Negara Tbk (BBTN) will digitize MSMEs to support the PEN program. This digitization will work together with the e-Commerce platform in the process of distributing credit to MSMEs with a channeling scheme. BBTN targets until the end of the year to reach as many as 1,000 debtors from MSMEs and is ready to support funds so that the Indonesian economy improves. (Kontan)

### **MEDC : Early Repayment of Five Corporate Bonds**

PT Medco International Tbk (MEDC) is considering to pay off five corporate bonds in 2020, ahead of its due date in 2021. MEDC will prioritize IDR denomination bonds to be paid off from global bonds issuance. The amount allocated from global bonds issuance is USD221 million to be used as the source of repayment. (Kontan)

### **PGAS : Optimalization of Natural Gas for Industry**

PT Perusahaan Gas Negara (PGAS) will optimize gas distribution to industrial sector which currently makes up to 99% of total distribution. The step is taken to develop the industrial sector which contributes to 40% of Indonesian economics. PGAS hopes that with gas price capped at USD 6/ MMBT, production costs of industries will be reduced. (Kontan)

### **KLBF : Vaccine Distribution targeted in 2021**

PT Kalbe Farma Tbk (KLBF) has set a target to distribute Covid-19 vaccine in 2021 and currently is still in 1st phase of clinical trial in South Korea. If things go as planned, KLBF has prepared the capacity to fill and finish around 50 -60 million doses, though there are still challenges regarding raw materials. KLBF is still unable to set a price but predicts that it will not be more than USD10 per dose. (Kontan)

## Domestic & Global News

### **Retail Sales in the 2Q20 Decreased Compared to the 1Q20**

Retail sales in the second quarter of 2020 decreased compared to the performance in the first quarter of 2020. This is reflected in the Real Sales Index (IPR) in the second quarter of 2020, which was recorded at minus 18.2% YoY or decreased considerably compared to the first quarter of 2020 which was minus 1.9% YoY. The decline in retail sales performance in the second quarter of this year was due to the Covid-19 pandemic which prompted the government to implement several large-scale social restriction (PSBB) policies. (Kontan)

### **China Outstanding Total Social Financing Rises 12.9% YoY**

China's outstanding total social financing (TSF) was 273.33 trillion yuan (USD39.32 trillion) at the end of July, up 12.9% from a year earlier, the central bank said on Tuesday. In July, TSF fell to 1.69 trillion yuan from 3.43 trillion yuan in June. Analysts polled by Reuters had expected July TSF of 1.85 trillion yuan. (Reuters)

# INNI Components

	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
<b>Finance</b>						(10.2)	2,167.4							
BBCA	30,875	33,425	30,100	Hold	(2.5)	2.2	761.2	27.2x	4.5x	17.0	1.8	6.6	(5.0)	1.1
BBRI	3,190	4,400	3,010	Hold	(5.6)	(25.8)	393.5	11.4x	2.2x	18.6	5.3	13.0	(0.3)	1.3
<b>Consumer</b>						(18.8)	1,099.9							
GGRM	51,025	53,000	59,550	Buy	16.7	(29.7)	98.2	9.4x	1.8x	21.0	5.1	1.7	(10.7)	0.9
KINO	3,270	3,430	2,950	Hold	(9.8)	4.5	4.7	17.1x	1.8x	10.7	3.3	(1.3)	(67.6)	0.9
ICBP	10,200	11,150	9,850	Hold	(3.4)	(9.5)	119.0	20.4x	4.1x	22.7	2.1	4.1	31.2	0.8
KLBF	1,600	1,620	1,630	Hold	1.9	9.2	75.0	28.4x	4.6x	17.0	1.3	3.8	10.3	1.1
<b>Infrastructure</b>						(26.7)	617.12							
TLKM	2,930	3,917	3,800	Buy	29.7	(30.3)	290.3	15.6x	3.0x	19.6	5.3	(3.6)	(0.8)	1.0
JSMR	4,050	5,175	4,550	Hold	12.3	(30.8)	29.4	23.5x	1.6x	6.9	0.4	(51.0)	(90.0)	1.3
EXCL	2,410	3,150	3,350	Buy	39.0	(28.3)	25.8	11.9x	1.2x	11.1	0.8	8.9	2740.0	1.1
TOWR	1,070	805	1,140	Hold	6.5	42.7	54.6	20.3x	5.8x	31.1	2.2	21.7	30.0	1.0
PGAS	1,210	2,170	1,400	Buy	15.7	(38.9)	29.3	39.6x	0.8x	1.9	3.4	(0.3)	(26.6)	1.6
<b>Trade</b>						(20.0)	565.3							
UNTR	24,275	21,525	19,000	Sell	(21.7)	11.9	90.5	9.2x	1.5x	17.3	5.0	(23.4)	(28.3)	0.9
MAPI	695	1,055	870	Buy	25.2	(29.8)	11.5	437.9x	2.1x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,725	1,795	2,000	Buy	15.9	(17.1)	5.5	18.4x	1.1x	6.3	N/A	(6.3)	5.9	1.5
<b>Property</b>						(38.4)	280.4							
CTRA	660	1,040	810	Buy	22.7	(44.3)	12.2	11.8x	0.8x	7.0	1.2	(10.8)	(43.8)	1.5
WSKT	655	1,485	820	Buy	25.2	(63.1)	8.9	33.6x	0.6x	1.5	0.5	(51.9)	(94.1)	1.8
WIKA	1,180	1,990	1,840	Buy	55.9	(46.4)	10.6	5.0x	0.7x	14.3	4.3	(35.4)	(65.3)	1.7
PWON	394	570	545	Buy	38.3	(42.9)	19.0	10.3x	1.3x	13.2	1.8	(43.7)	(64.7)	1.5
<b>Basic Ind.</b>						(8.0)	615.0							
SMGR	9,600	12,000	10,925	Hold	13.8	(25.0)	56.9	22.6x	1.7x	8.0	0.4	(2.0)	25.6	1.3
<b>Misc Ind.</b>						(22.7)	282.9							
ASII	5,225	6,925	5,350	Hold	2.4	(22.6)	211.5	9.1x	1.4x	15.9	4.1	(22.7)	16.1	1.3
<b>Mining</b>						(11.3)	329.7							
TINS	780	825	750	Hold	(3.8)	(20.0)	5.8	N/A	1.2x	(22.6)	N/A	(17.3)	N/A	1.5
PTBA	2,100	2,660	2,900	Buy	38.1	(15.3)	24.2	6.1x	1.2x	20.6	15.5	(4.0)	(25.0)	1.1
INCO	3,620	3,640	3,500	Hold	(3.3)	11.7	36.0	17.9x	1.2x	7.1	N/A	23.3	N/A	1.6
ANTM	800	840	850	Hold	6.3	(22.7)	19.2	N/A	1.1x	(0.5)	0.4	(36.0)	(80.2)	1.6
<b>Agriculture</b>						(12.5)	76.7							
AALI	10,175	14,575	10,000	Hold	(1.7)	(4.2)	19.6	35.0x	1.0x	3.0	0.5	6.5	796.6	1.5
LSIP	1,005	1,485	1,000	Hold	(0.5)	(14.1)	6.9	20.4x	0.8x	4.0	1.5	(1.9)	550.0	1.6

\* Target Price

Source: Bloomberg, NHKSI Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
<b>Monday</b>	CH	8:30	PPI YoY	Jul	-2.4%	-2.5%	-3.0%
<i>10 - Aug</i>	CH	8:30	CPI YoY	Jul	2.7%	2.6%	2.5%
<b>Tuesday</b>	UK	13:00	Jobless Claims Change	Jul	94.4k	-	-28.1k
<i>11 - Aug</i>	UK	13:00	ILO Unemployment Rate 3Mths	Jun	3.9%	4.2%	3.9%
	GE	16:00	ZEW Survey Expectations	Aug	71.5	55.8	59.3
<b>Wednesday</b>	UK	13:00	GDP QoQ	2Q20		-20.7%	-2.2%
<i>12 - Aug</i>	UK	13:00	GDP YoY	2Q20		-22.3%	-1.7%
	US	19:30	CPI MoM	Jul		0.3%	0.6%
<b>Thursday</b>	GE	13:00	CPI YoY	Jul		-0.1%	-0.1%
<i>13 - Aug</i>	US	19:30	Initial Jobless Claims	Aug		1100k	1186k
<b>Friday</b>	CH	9:00	Industrial Production YoY	Jul		5.1%	4.8%
<i>14 - Aug</i>	EC	16:00	GDP SA QoQ	2Q20		-12.1%	-12.1%
	EC	16:00	GDP SA YoY	2Q20		-15.0%	-15.0%
	US	19:30	Retail Sales Advance MoM	Jul		1.7%	7.5%
	US	20:15	Industrial Production MoM	Jul		2.7%	5.4%

Source: Bloomberg

## Corporate Calendar

Date	Event	Company
<b>Monday</b>	Cum Dividend	TPMA, SLIS, IFII, CTRA
<i>10 - Aug</i>	IPO & Warrant Seri I	SGER
	RUPS	PTSN, OPMS, INPC, ECII, BESS, ASJT
	Right Issue	IMJS
<b>Tuesday</b>	RUPS	RISE, RDTX, PORT, MARK, KPIG, BMTR, APLI
<i>11 - Aug</i>		
<b>Wednesday</b>	RUPS	TNCA, SMRA, SMMT, SCMA, OCAP, MREI, MPOW, MOLLI, HRTA, HERO, GEMS, FAST, EMTK, BWPT, BBLD, AKSI
<i>12 - Aug</i>		
<b>Thursday</b>	Cum Dividend	ACES
<i>13 - Aug</i>	RUPS	WICO, TARA, SDRA, PTIS, MORE, OKAS, LMSH, LION, LEAD, JAST, HOTL, GSMF, DEWA, CSIS
<b>Friday</b>	RUPS	YPAS, WOOD, TBLA, SWAT, SONA, RALS, PYFA, PTSP, MIRA, MICE, MGNA, MFIN, GJTL, GGRP
<i>14 - Aug</i>		

Source: RTI Analytics

## Research Division

### Head of Research

#### Anggaraksa Arismunandar

Market Strategy, Economy, Misc. Industry  
T +62 21 5088 9134 ext. 9134  
E anggaraksa@nhsec.co.id

### Analyst

#### Ajeng Kartika Hapsari

Property, Construction  
T +62 21 5088 ext 9130  
E ajeng@nhsec.co.id

### Analyst

#### Arief Machrus

Banking, Fixed Income  
T +62 21 5088 ext 9127  
E arief.machrus@nhsec.co.id

### Analyst

#### Meilki Riyanto Darmawan S

Mining, Plantation  
T +62 21 5088 ext 9128  
E meilki.darmawan@nhsec.co.id

### Analyst

#### Putu Chantika

Consumer, Retail  
T +62 21 5088 ext 9129  
E putu.chantika@nhsec.co.id

### Analyst

#### Restu Pamungkas

Telco, Tower, Toll road  
T +62 21 5088 ext 9133  
E restu.pamungkas@nhsec.co.id

### Research Support

#### Jasmine Kusumawardani

T +62 21 5088 ext 9132  
E jasmine.kusumawardani@nhsec.co.id

#### 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 be 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 :

District 8 Treasury Tower 51<sup>st</sup>  
Fl. Unit A, SCBD Lot.28  
Jl. Jendral Sudirman Kav. 52-53  
Jakarta Selatan 12190  
Telp : +62 21 50889100  
Fax : +62 21 50889101

#### 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