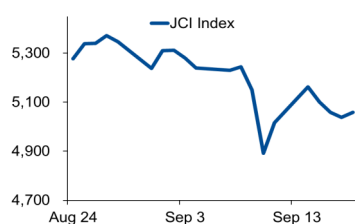
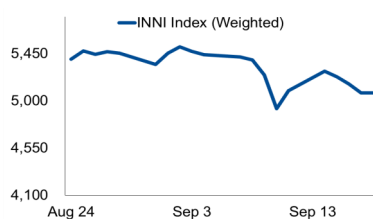


# Morning Brief

## JCI Movement



## INNI Movement



## Today's Outlook:

### Awaiting US Fiscal Stimulus

The market in the US closed on a decline at the end of trading last week, causing the slump to continue for 3 consecutive weeks. The market is still waiting for the development of a fiscal stimulus package which is expected to support the economy. In addition, the spike in Covid-19 cases in the European region has also returned to cause some countries to tighten their restrictions again.

Domestically, investors are still monitoring the high number of new Covid-19 cases entering the second week of the reintroduction of the PSBB in Jakarta. After successfully strengthening last week, the JCI this week is expected to consolidate with a tendency to weaken.

## Company News

- CTRA : Maintains This Year's Marketing Sales Target
- WSBP : Aims for Five Projects Worth IDR2.4 Trillion
- KAEF : Ready to Build a Paracetamol Factory
- INDY : Prepares to Issue Global Bonds Worth USD650 Million

## Domestic & Global News

- Only 36.6 Percent of PEN's IDR659.2 Trillion Budget Realized
- U.S. Current Account Deficit Surges 52.9% in 2Q20

## Sectors

	Last	Chg.	%
Trade, Services, and Investment	633.97	10.07	1.62%
Infrastructure, Utilities, and Transportation	833.63	10.38	1.26%
Property, Real Estate, and Construction	346.92	2.88	0.84%
Mining	1,368.87	10.84	0.80%
Agriculture	1,200.18	6.38	0.54%
Basic Industries	717.30	3.28	0.46%
Consumer Goods	1,881.71	2.01	0.11%
Finance	1,095.34	4.63	-0.42%
Miscellaneous Industry	869.64	4.72	-0.54%

## Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.00%	4.00%	Real GDP	-5.32%	2.97%
FX Reserve (USD bn)	137.00	135.10	Current Acc (USD bn)	(2.90)	(8.08)
Trd Balance (USD bn)	2.33	3.26	Govt. Spending Yoy	-6.90%	3.75%
Exports Yoy	-8.36%	-9.90%	FDI (USD bn)	4.07	4.60
Imports Yoy	-24.19%	-32.55%	Business Confidence	104.82	105.33
Inflation Yoy	1.32%	1.54%	Cons. Confidence*	86.90	86.20

## JCI Index

Sept. 18	5,059.22
Chg.	+20.82pts (+0.41%)
Volume (bn shares)	151.73
Value (IDR tn)	10.53
Adv 215 Dec 193 Unc 309 Untr 140	

## Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BBCA	1,815.4	BMRI	255.5
TOWR	1,024.8	ASII	220.4
BBRI	654.0	BBNI	207.3
TLKM	466.0	MEDC	174.6
MIKA	380.2	MDKA	170.7

## Foreign Transaction

(IDR bn)			
Buy	4,243		
Sell	5,242		
Net Buy (Sell)	999		
Top Buy	NB Val.	Top Sell	NS Val.
TLKM	60.1	BBCA	868.0
CPIN	36.3	ASII	66.2
MDKA	36.1	AALI	28.6
TOWR	25.3	ADRO	25.1
INKP	23.4	BBRI	21.6

## Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.90%	-0.04%
USDIDR	14,735	-0.66%
KRWIDR	12.70	0.36%

## Global Indices

Index	Last	Chg.	%
Dow Jones	27,657.42	(244.56)	-0.88%
S&P 500	3,319.47	(37.54)	-1.12%
FTSE 100	6,007.05	(42.87)	-0.71%
DAX	13,116.25	(91.87)	-0.70%
Nikkei	23,360.30	40.93	0.18%
Hang Seng	24,455.41	114.56	0.47%
Shanghai	3,338.09	67.66	2.07%
KOSPI	2,412.40	6.23	0.26%
EIDO	18.06	(0.09)	-0.50%

## Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,950.9	6.4	0.33%
Crude Oil (USD/B)	41.11	0.14	0.34%
ICE NewCastle (USD/ton)	57.40	0.90	1.59%
LME Nickel (USD/MT)	14,904	(180.0)	-1.19%
LME Tin (USD/MT)	18,115	(75.0)	-0.41%
CPO (MYR/ton)	3,080	105.0	3.53%

### **CTRA : Maintains This Year's Marketing Sales Target**

PT Ciputra Development Tbk (CTRA) is maintaining the marketing sales target at IDR4.5 trillion until the end of the year. To achieve that, CTRA will carry out sales to the end user of landed house segment with products priced under IDR1 billion. Besides, CTRA is optimistic that the current economic recovery fund will be able to increase people's purchasing power. (Kontan)

### **KAEF : Ready to Build a Paracetamol Factory**

PT Kimia Farma Tbk (KAEF) plans to build a special factory for producing paracetamol products which is still in the calculation process of the project investment value. The project is to support the BUMN minister who intends to reduce imports of products for paracetamol drugs. KAEF hopes that by 2024 it can reduce 24 percent of raw material imports in Indonesia through its subsidiary. (Kontan)

### **WSBP : Aims for Five Projects Worth IDR2.4 Trillion**

PT Waskita Beton Precast Tbk (WSBP) is targeting five projects with a total project value of IDR2.4 trillion to achieve the contract target by the end of the year. Details of the project are the Prambulih-Muara Enim Toll Road, Binjai Pangkalan-Brandan Toll Road, Becakayu Toll Road, Pekanbaru-Bangkinang Toll Road and Banda Aceh-Sigli Toll Road. The target for the new WSBP contract in 2020 is still the same at IDR5 trillion. (Kontan)

### **INDY : Prepares to Issue Global Bonds Worth USD650 Million**

PT Indika Energy Tbk (INDY) plans to issue global bonds of USD650 million on the Singapore Stock Exchange and will seek approval at the General Meeting of Shareholders on 26 October. INDY specifies that the bonds will be mature at the latest in 2027 but the coupon rate is still in the discussion stage. Regarding the use of the proceeds from the bond sale, it will be delivered on the GMS. (Bisnis Indonesia)

## Domestic & Global News

### **Only 36.6 Percent of PEN's IDR659.2 Trillion Budget Realized**

The Coordinating Minister for Economic Affairs explained that the realization of the budget for handling Covid-19 and economic recovery reached IDR 254.4 trillion. This figure is around 36.6% of the total budget ceiling of IDR 695.2 trillion which has experienced budget disbursement realization. In addition, the realization of health budget has reached IDR18.45 trillion or 21% of IDR87.55 trillion. Meanwhile until the end of the year, the potential absorption of health budget can reach IDR84.02 trillion. (Kompas)

### **U.S. Current Account Deficit Surges 52.9% in 2Q20**

The U.S. current account deficit soared to its highest level in nearly 12 years in the second quarter as the COVID-19 pandemic weighed on the exports of goods and services. The Commerce Department said on Friday the current account deficit which measures the flow of goods, services and investments into and out of the country jumped 52.9% to \$170.5 billion last quarter. That was the highest level since the third quarter of 2008. (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>						(12.9)	2,085.5							
BBCA	28,150	33,425	30,100	Hold	6.9	(6.0)	694.0	24.8x	4.1x	17.0	2.0	6.6	(5.0)	1.1
BBRI	3,220	4,400	3,010	Hold	(6.5)	(22.6)	397.2	13.9x	2.1x	15.2	5.2	(2.1)	(37.2)	1.3
<b>Consumer</b>						(15.3)	1,083.9							
GGRM	43,400	53,000	59,600	Buy	37.3	(20.5)	83.5	8.0x	1.5x	21.0	N/A	1.7	(10.7)	0.9
KINO	2,980	3,430	2,950	Hold	(1.0)	(14.4)	4.3	15.6x	1.6x	10.7	3.6	(1.3)	(67.6)	0.9
ICBP	10,175	11,150	9,850	Hold	(3.2)	(14.9)	118.7	20.3x	4.1x	22.7	2.1	4.1	31.2	0.8
KLBF	1,545	1,620	1,870	Buy	21.0	(7.2)	72.4	27.5x	4.4x	17.0	1.3	3.8	10.3	1.0
<b>Infrastructure</b>						(31.8)	586.91							
TLKM	2,890	3,917	3,800	Buy	31.5	(31.7)	286.3	15.4x	3.0x	19.6	5.3	(3.6)	(0.8)	1.0
JSMR	3,320	5,175	4,550	Buy	37.0	(41.2)	24.1	19.2x	1.3x	6.9	0.5	(51.0)	(90.0)	1.4
EXCL	2,150	3,150	3,350	Buy	55.8	(37.0)	23.0	10.6x	1.1x	11.1	0.9	6.7	526.9	1.1
TOWR	1,040	805	1,310	Buy	26.0	61.2	53.1	19.8x	5.7x	31.1	2.3	21.7	30.0	1.0
PGAS	1,040	2,170	1,400	Buy	34.6	(52.1)	25.2	84.5x	0.7x	0.8	4.0	(17.9)	(85.0)	1.6
TBIG	1,265	1,230	1,400	Hold	10.7	8.6	28.7	27.8x	4.8x	21.9	2.2	13.2	33.8	1.0
<b>Trade</b>						(20.1)	567.2							
UNTR	23,800	21,525	19,000	Sell	(20.2)	8.2	88.8	9.1x	1.5x	17.3	5.1	(23.4)	(28.3)	0.9
MAPI	570	1,055	870	Buy	52.6	(43.0)	9.5	359.1x	1.7x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,650	1,795	2,000	Buy	21.2	(14.3)	5.3	17.6x	1.1x	6.3	N/A	(6.3)	5.9	1.5
<b>Property</b>						(30.5)	334.5							
CTRA	675	1,040	810	Buy	20.0	(40.0)	12.5	12.0x	0.8x	7.0	1.2	(10.8)	(43.8)	1.5
WSKT	570	1,485	820	Buy	43.9	(65.5)	7.7	N/A	0.5x	(7.0)	0.6	(45.7)	N/A	1.8
WIKA	1,140	1,990	1,410	Buy	23.7	(44.1)	10.2	6.2x	0.7x	11.3	4.5	(37.2)	(71.9)	1.8
PTPP	835	1,585	1,250	Buy	49.7	(53.2)	5.2	8.9x	0.5x	4.9	4.1	(36.6)	(94.5)	1.8
PWON	384	570	440	Hold	14.6	(43.1)	18.5	10.1x	1.3x	13.2	N/A	(43.7)	(64.7)	1.6
<b>Basic Ind.</b>						(17.7)	582.8							
SMGR	9,325	12,000	11,500	Buy	23.3	(27.4)	55.3	22.0x	1.7x	8.0	0.4	(2.0)	25.6	1.3
<b>Misc Ind.</b>						(25.8)	264.1							
ASII	4,780	6,925	5,350	Hold	11.9	(27.3)	193.5	8.3x	1.3x	15.9	4.5	(22.7)	16.1	1.3
<b>Mining</b>						(17.7)	315.3							
TINS	775	825	750	Hold	(3.2)	(30.8)	5.8	N/A	1.2x	(21.4)	N/A	(18.5)	N/A	1.5
PTBA	2,000	2,660	2,900	Buy	45.0	(19.0)	23.0	5.8x	1.1x	20.6	16.3	(4.0)	(25.0)	1.1
INCO	3,910	3,640	3,500	Hold	(10.5)	1.3	38.9	19.3x	1.3x	7.1	N/A	23.3	N/A	1.6
ANTM	790	840	850	Hold	7.6	(25.8)	19.0	N/A	1.0x	(0.5)	0.4	(36.0)	(80.2)	1.5
<b>Agriculture</b>						(14.7)	75.1							
AALI	10,075	14,575	14,200	Buy	40.9	(7.8)	19.4	34.7x	1.0x	3.0	0.5	6.5	796.6	1.5
LSIP	1,015	1,485	1,200	Buy	18.2	(18.8)	6.9	20.6x	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>Tuesday</b>	EC	21:00	Consumer Confidence	Sep		-15	-14.7
22 - Sep	US	21:00	Existing Home Sales	Aug		6.00m	5.86m
<b>Wednesday</b>	GE	14:30	Markit Germany Manufacturing PMI	Sep		52	52.2
23 - Sep	EC	15:00	Markit Eurozone Manufacturing PMI	Sep		51.5	51.7
	EC	15:00	Markit Eurozone Composite PMI	Sep		52.4	51.9
	UK	15:30	Markit UK PMI Manufacturing SA	Sep		54.3	55.2
	US	20:45	Markit US Manufacturing PMI	Sep		52.5	53.1
<b>Thursday</b>	GE	15:00	IFO Business Climate	Sep		93.9	92.6
24 - Sep	GE	15:00	IFO Expectations	Sep		98	97.5
	US	19:30	Initial Jobless Claims	Sep		--	860k
	US	21:00	New Home Sales	Aug		880k	901k
<b>Friday</b>	EC	15:00	M3 Money Supply YoY	Aug		10.0%	10.2%
25 - Sep	US	19:30	Durable Goods Orders	Aug		1.0%	11.4%
	US	19:30	Durables Ex Transportation	Aug		1.0%	2.6%

Source: Bloomberg

## Corporate Calendar

Date	Event	Company
<b>Monday</b>	Cum Dividend	XBNI
21 - Sep	RUPS	SFAN
<b>Tuesday</b>	RUPS	FORZ
22 - Sep		
<b>Wednesday</b>	RUPS	IPTV
23 - Sep		
<b>Thursday</b>	RUPS	KJEN, CMPP, BRPT
24 - Sep		
<b>Friday</b>	RUPS	INPC, BNGA, TOPS
25 - Sep		

Source: RTI Analytics

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