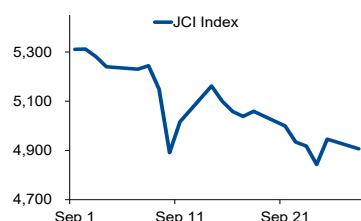
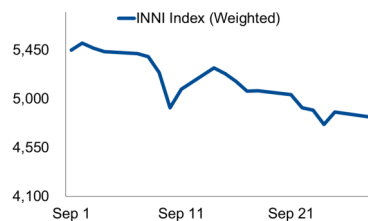


Morning Brief

JCI Movement



INNI Movement



Today's Outlook:

Suppressed by Exchange Rate

Wall Street managed to rally higher for three days in a row at trade closing (28/09/2020). However, on a monthly basis, the main US markets are predicted to close on a decline this September. Investors are still waiting for discussions on stimulus packages planned to continue this week.

Domestically, JCI movement is still suppressed by depreciation of Rupiah that almost reached IDR15,000/USD. As for today, JCI movement will still be consolidated with the opportunity to slightly increase after entering the oversold zone.

Company News

- BBRI : Targets Up to IDR400 Billion in KPR Auction
- WSBP : Pefindo Assigns BBB- Rating for Bonds
- TBIG : Aims for 3,000 New Tenants in 2021

Domestic & Global News

- August 2020, HTPL Tax Revenue Reaches IDR515.9 Billion
- Oil Steady as Surge in Virus Cases Clouds Demand Recovery

Sectors

| | Last | Chg. | % |
|---|----------|-------|--------|
| Miscellaneous Industry | 854.32 | 17.18 | -1.97% |
| Finance | 1,055.27 | 16.98 | -1.58% |
| Agriculture | 1,124.55 | 13.05 | -1.15% |
| Consumer Goods | 1,827.36 | 13.65 | -0.74% |
| Basic Industries | 704.82 | 1.45 | -0.21% |
| Trade, Services, and Investment | 622.75 | 0.71 | -0.11% |
| Infrastructure, Utilities, and Transportation | 803.92 | 0.37 | 0.05% |
| Property, Real Estate and Construction | 343.27 | 0.93 | 0.27% |
| Mining | 1,334.61 | 4.50 | 0.34% |

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. 28 | 4,906.54 |
| Chg. | -39.24pts (-0.79%) |
| Volume (bn shares) | 97.02 |
| Value (IDR tn) | 6.29 |
| Adv 184 Dec 235 Unc 298 Untr 142 | |

Most Active Stocks

| (IDR bn) | | | |
|----------|-------|--------|-------|
| by Value | | | |
| Stocks | Val. | Stocks | Val. |
| BBCA | 520.1 | MDKA | 205.5 |
| BBRI | 424.9 | TOWR | 155.9 |
| KAEF | 293.7 | BBNI | 142.0 |
| BMRI | 260.0 | ASII | 139.3 |
| TLKM | 239.3 | BOGA | 138.8 |

Foreign Transaction

| (IDR bn) | | | |
|----------------|---------|----------|---------|
| Buy | | | |
| | | | 1,104 |
| Sell | | | |
| | | | 1,687 |
| Net Buy (Sell) | | | 583 |
| Top Buy | NB Val. | Top Sell | NS Val. |
| MDKA | 28.2 | BBCA | 162.7 |
| TOWR | 24.5 | BMRI | 130.4 |
| BULL | 23.2 | BBRI | 123.4 |
| JSMR | 11.3 | TLKM | 92.8 |
| BTPS | 3.5 | TBIG | 27.4 |

Government Bond Yields & FX

| | Last | Chg. |
|----------------|--------|--------|
| Tenor: 10 year | 6.91% | 0.00% |
| USDIDR | 14,900 | 0.18% |
| KRWIDR | 12.69 | -0.12% |

Global Indices

| Index | Last | Chg. | % |
|-----------|-----------|--------|--------|
| Dow Jones | 27,584.06 | 410.10 | 1.51% |
| S&P 500 | 3,351.60 | 53.14 | 1.61% |
| FTSE 100 | 5,927.93 | 85.26 | 1.46% |
| DAX | 12,870.87 | 401.67 | 3.22% |
| Nikkei | 23,511.62 | 307.00 | 1.32% |
| Hang Seng | 23,476.05 | 240.63 | 1.04% |
| Shanghai | 3,217.54 | (1.88) | -0.06% |
| KOSPI | 2,308.08 | 29.29 | 1.29% |
| EIDO | 17.37 | (0.05) | -0.29% |

Commodities

| Commodity | Last | Chg. | % |
|-------------------------|---------|-------|-------|
| Gold (USD/t oz) | 1,881.5 | 19.9 | 1.07% |
| Crude Oil (USD/B) | 40.60 | 0.35 | 0.87% |
| ICE NewCastle (USD/ton) | 60.65 | 0.25 | 0.41% |
| LME Nickel (USD/MT) | 14,504 | 240.0 | 1.68% |
| LME Tin (USD/MT) | 17,344 | 159.0 | 0.93% |
| CPO (MYR/ton) | 2,822 | 0.0 | 0.00% |

BBRI : Targets Up to IDR400 Billion in KPR Auction

PT Bank Rakyat Indonesia Tbk (BBRI) aims to achieve IDR350 billion to IDR400 billion of KPR auction in 2020. To fulfill that goal, BBRI implements a marketing strategy where collateral auction is done online through the Lelang BRI website. Until August 2020, the value of KPR collaterals that have been sold or auctioned by BBRI reached IDR60 billion, and BBRI will continue to maintain assets quality. (Kontan)

TBIG : Aims for 3,000 New Tenants in 2021

PT Tower Bersama Infrastructure Tbk (TBIG) aims for 3,000 additional tenants in 2020 to 2021. TBIG is optimistic the target will be achieved as telecommunication operators, TBIG's main consumers, are still growing. Up until June 2020, the increase in tenants have reached 2,517 or equal to 84% of its target in early 2020. (Kontan)

WSBP : Pefindo Assigns BBB- Rating for Bonds

PT Waskita Beton Precast Tbk (WSBP) received a BBB-rating from Pefindo for Obligasi Berkelanjutan phase I and II in 2019 worth IDR2 trillion. Pefindo considers that WSBP currently has sufficient capacity to fulfill long-term financial commitments. The rating for the bonds will take effect from 17 September 2020 to 1 September 2021. (Kontan)

Domestic & Global News

August 2020, HTPL Tax Revenue Reaches IDR515.9 Billion

The Directorate General of Customs and Excise of the Ministry of Finance recorded that income from Other Tobacco Processing Products (HTPL) has increased significantly in the past two years. The highest HPTL revenue was in October 2019 at IDR63.5 billion, and the lowest was in June 2019 at IDR18.0 billion. Meanwhile, until August 2020, the government has also achieved IDR515.9 billion in HPTL tax. (Kontan)

Oil Steady as Surge in Virus Cases Clouds Demand Recovery

Oil prices were slightly higher on Monday despite rising coronavirus cases that upset hopes for a smooth recovery in fuel demand, with the main crude benchmarks on track for their first monthly falls in multiple months after last week's slips. Brent crude traded 3 cents higher at \$41.95 per barrel, after dropping 2.9% last week. U.S. West Texas Intermediate was at \$40.31 a barrel, up 6 cents, following a 2.1% decline last week. (CNBC)

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 |
|-----------------------|------------|------------------------|---------------|--------|----------------------|-------------------|---------------------|-------------------|--------------|----------------------|------------------------|----------------------|--------------------|-----------|
| Finance | | | | | | (16.0) | 2,012.0 | | | | | | | |
| BBCA | 27,575 | 33,425 | 34,000 | Buy | 23.3 | (9.1) | 679.9 | 24.3x | 4.0x | 17.0 | 2.0 | 6.6 | (5.0) | 1.1 |
| BBRI | 3,090 | 4,400 | 4,000 | Buy | 29.4 | (26.1) | 381.1 | 13.3x | 2.0x | 15.2 | 5.4 | (2.1) | (37.2) | 1.3 |
| BBNI | 4,540 | 7,850 | 6,000 | Buy | 32.2 | (38.9) | 84.7 | 6.9x | 0.8x | 10.9 | 4.5 | (1.5) | (41.6) | 1.5 |
| BMRI | 5,150 | 7,675 | 7,000 | Buy | 35.9 | (26.2) | 240.3 | 9.9x | 1.3x | 13.3 | 6.9 | 4.1 | (23.9) | 1.4 |
| Consumer | | | | | | (17.5) | 1,051.1 | | | | | | | |
| GGRM | 40,100 | 53,000 | 59,600 | Buy | 48.6 | (23.6) | 77.2 | 7.4x | 1.4x | 21.0 | N/A | 1.7 | (10.7) | 1.0 |
| KINO | 2,900 | 3,430 | 2,950 | Hold | 1.7 | (15.9) | 4.1 | 15.2x | 1.6x | 10.7 | 3.7 | (1.3) | (67.6) | 0.9 |
| ICBP | 10,075 | 11,150 | 12,150 | Buy | 20.6 | (15.7) | 117.5 | 20.1x | 4.1x | 22.7 | 2.1 | 4.1 | 31.2 | 0.8 |
| KLBF | 1,525 | 1,620 | 1,870 | Buy | 22.6 | (9.0) | 71.5 | 27.1x | 4.4x | 17.0 | 1.3 | 3.8 | 10.3 | 1.0 |
| Infrastructure | | | | | | (34.7) | 565.75 | | | | | | | |
| TLKM | 2,660 | 3,917 | 3,800 | Buy | 42.9 | (37.4) | 263.5 | 14.2x | 2.7x | 19.6 | 5.8 | (3.6) | (0.8) | 1.0 |
| JSMR | 3,580 | 5,175 | 4,550 | Buy | 27.1 | (38.0) | 26.0 | 20.7x | 1.4x | 6.9 | 0.4 | (51.0) | (90.0) | 1.4 |
| EXCL | 2,010 | 3,150 | 3,350 | Buy | 66.7 | (42.6) | 21.5 | 9.9x | 1.0x | 11.1 | 1.0 | 6.7 | 526.9 | 1.1 |
| TOWR | 1,035 | 805 | 1,310 | Buy | 26.6 | 56.8 | 52.8 | 19.7x | 5.6x | 31.1 | 2.3 | 21.7 | 30.0 | 1.0 |
| PGAS | 970 | 2,170 | 1,400 | Buy | 44.3 | (54.9) | 23.5 | 77.9x | 0.6x | 0.8 | 4.3 | (17.9) | (85.0) | 1.6 |
| TBIG | 1,350 | 1,230 | 1,400 | Hold | 3.7 | 9.8 | 30.6 | 29.7x | 5.2x | 21.9 | 2.1 | 13.2 | 33.8 | 1.0 |
| Trade | | | | | | (21.8) | 554.9 | | | | | | | |
| UNTR | 22,575 | 21,525 | 19,000 | Sell | (15.8) | 10.3 | 84.2 | 8.6x | 1.4x | 17.3 | 5.4 | (23.4) | (28.3) | 0.9 |
| MAPI | 575 | 1,055 | 870 | Buy | 51.3 | (43.9) | 9.5 | 362.3x | 1.7x | 0.5 | N/A | (32.2) | N/A | 1.2 |
| ERAA | 1,545 | 1,795 | 2,000 | Buy | 29.4 | (19.5) | 4.9 | 16.5x | 1.0x | 6.3 | N/A | (6.3) | 5.9 | 1.5 |
| Property | | | | | | (31.1) | 330.0 | | | | | | | |
| CTRA | 675 | 1,040 | 780 | Buy | 15.6 | (35.4) | 12.5 | 12.0x | 0.8x | 7.0 | 1.2 | (10.8) | (43.8) | 1.5 |
| WSKT | 515 | 1,485 | 820 | Buy | 59.2 | (69.1) | 7.0 | N/A | 0.5x | (7.0) | 0.7 | (45.7) | N/A | 1.8 |
| WIKA | 1,130 | 1,990 | 1,410 | Buy | 24.8 | (41.8) | 10.1 | 6.2x | 0.7x | 11.3 | 4.5 | (37.2) | (71.9) | 1.8 |
| PTPP | 855 | 1,585 | 1,250 | Buy | 46.2 | (51.0) | 5.3 | 9.1x | 0.5x | 4.9 | 4.0 | (36.6) | (94.5) | 1.8 |
| PWON | 356 | 570 | 440 | Buy | 23.6 | (44.8) | 17.1 | 9.3x | 1.2x | 13.2 | N/A | (43.7) | (64.7) | 1.6 |
| Basic Ind. | | | | | | (17.4) | 566.6 | | | | | | | |
| SMGR | 9,125 | 12,000 | 11,500 | Buy | 26.0 | (23.0) | 54.1 | 21.5x | 1.7x | 8.0 | 0.4 | (2.0) | 25.6 | 1.3 |
| CPIN | 5,950 | 6,500 | 6,660 | Hold | 11.9 | 14.4 | 97.6 | 27.5x | 4.3x | 17.0 | 1.4 | (6.7) | (3.8) | 1.5 |
| Misc Ind. | | | | | | (27.3) | 260.4 | | | | | | | |
| ASII | 4,740 | 6,925 | 5,575 | Buy | 17.6 | (28.7) | 191.9 | 8.2x | 1.3x | 15.9 | 4.5 | (22.7) | 16.1 | 1.3 |
| Mining | | | | | | (17.2) | 310.0 | | | | | | | |
| TINS | 675 | 825 | 1,200 | Buy | 77.8 | (32.8) | 5.0 | N/A | 1.0x | (21.4) | N/A | (18.5) | N/A | 1.6 |
| PTBA | 1,970 | 2,660 | 2,900 | Buy | 47.2 | (14.3) | 22.7 | 5.7x | 1.1x | 20.6 | 16.6 | (4.0) | (25.0) | 1.1 |
| INCO | 3,620 | 3,640 | 4,500 | Buy | 24.3 | 2.0 | 36.0 | 17.7x | 1.2x | 7.1 | N/A | 23.3 | N/A | 1.6 |
| ANTM | 725 | 840 | 1,100 | Buy | 51.7 | (26.8) | 17.4 | N/A | 1.0x | (0.5) | 0.4 | (36.0) | (80.2) | 1.5 |
| ITMG | 8,075 | 11,475 | 12,000 | Buy | 48.6 | (36.3) | 9.1 | 6.7x | 0.7x | 10.1 | 15.8 | (26.9) | (50.0) | 1.2 |
| ADRO | 1,130 | 1,555 | 1,700 | Buy | 50.4 | (14.1) | 36.1 | 9.2x | 0.7x | 7.0 | 9.7 | (23.2) | (47.7) | 1.4 |
| MEDC | 364 | 732 | 931 | Buy | 155.8 | (40.3) | 9.1 | N/A | 0.4x | (6.2) | N/A | 2.0 | N/A | 1.6 |
| Agriculture | | | | | | (17.0) | 72.0 | | | | | | | |
| AALI | 9,825 | 14,575 | 14,200 | Buy | 44.5 | (6.9) | 18.9 | 33.8x | 1.0x | 3.0 | 0.5 | 6.5 | 796.6 | 1.5 |
| LSIP | 900 | 1,485 | 1,200 | Buy | 33.3 | (24.4) | 6.1 | 18.3x | 0.7x | 4.0 | 1.7 | (1.9) | 550.0 | 1.7 |

* Target Price

Source: Bloomberg, NHKSI Research

| Date | Country | Hour Jakarta | Event | Period | Actual | Consensus | Previous |
|------------------------------|---------|--------------|-----------------------------------|--------|--------|-----------|----------|
| Tuesday 29 - Sep | US | 21:00 | Conf. Board Consumer Confidence | Sep | | 90 | 84.8 |
| Wednesday 30 - Sep | CH | 08:00 | Manufacturing PMI | Sep | | 51.5 | 51 |
| | UK | 13:00 | GDP QoQ | 2Q20 | | -20.4% | -20.4% |
| | UK | 13:00 | GDP YoY | 2Q20 | | -21.7% | -21.7% |
| | US | 18:00 | MBA Mortgage Applications | Sep | | -- | 6.8% |
| | US | 19:30 | GDP Annualized QoQ | 2Q20 | | -31.6% | -31.7% |
| Thursday 01 - Oct | ID | 07:30 | Markit Indonesia PMI Mfg | Sep | | -- | 50.8 |
| | ID | 11:00 | CPI YoY | Sep | | 1.30% | 1.32% |
| | EC | 15:00 | Markit Eurozone Manufacturing PMI | Sep | | 53.7 | 53.7 |
| | UK | 15:30 | Markit UK PMI Manufacturing SA | Sep | | 54.3 | 54.3 |
| | US | 19:30 | Initial Jobless Claims | Sep | | 850k | 870k |
| | US | 20:45 | Markit US Manufacturing PMI | Sep | | 53.5 | 53.5 |
| Friday 02 - Oct | US | 19:30 | Unemployment Rate | Sep | | 8.2% | 8.4% |
| | US | 21:00 | U. of Mich. Sentiment | Sep | | 79 | 78.9 |
| | US | 21:00 | Durable Goods Orders | Aug | | -- | 0.4% |

Source: Bloomberg

Corporate Calendar

| Date | Event | Company |
|------------------------------|--------------|------------------------|
| Monday 28 - Sep | Cum Dividend | HEXA |
| Wednesday 30 - Sep | RUPS | TOPS, GLOB, BBYB, AISA |
| Friday 02 - Oct | RUPS | MBTO, KOBX, JSKY, BEKS |

Source: RTI Analytics

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