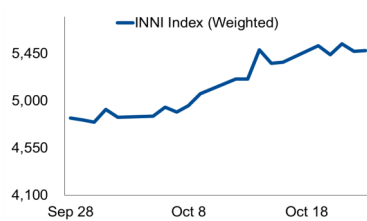


Morning Brief

JCI Movement



INNI Movement



Today's Outlook:

Consolidating Ahead of 3rd Quarter GDP Release

US stock markets closed lower throughout last week with the Dow Jones declined 0.9%; while the S&P 500 and Nasdaq fell 0.5% and 1.1%, respectively. Global investors will be focusing on the US GDP release scheduled for this week with the consensus forecasting growth above 30%.

Meanwhile, the lack of sentiment over the past week made the JCI movement relatively stagnant with a slight increase of 0.17%. With only 2 trading days this week, JCI is expected to continue to consolidate while waiting for some important sentiments in early November such as the US Election and the release of Q3 / 2020 GDP.

Company News

- CPIN : Maintains Sales Target This Year
- SMBR : Sales Volume Up 18% in September
- ANTM : Plans to Increase Ownership in Weda Bay

Domestic & Global News

- Foreign Investors Buy IDR4.98T Worth of Indonesian Govt Securities
- U.S. Business Activity Picks Up in October

Sectors

	Last	Chg.	%
Property, Real Estate, and Construction	323,76	11,44	3,66%
Miscellaneous Industry	951,69	22,66	2,44%
Agriculture	1162,16	9,91	0,86%
Consumer Goods	1825,84	15,50	0,86%
Mining	1435,50	5,18	0,36%
Finance	1127,10	1,83	0,16%
Trade, Services, and Investment	636,51	-0,53	-0,08%
Basic Industries	765,63	-1,58	-0,21%
Infrastructure, Utilities, Transportation	812,76	-9,71	-1,18%

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)	135.15	137.00	Current Acc (USD bn)	(2.90)	(8.08)
Trd Balance (USD bn)	2.44	2.33	Govt. Spending Yoy	-6.90%	3.75%
Exports Yoy	-0.51%	-8.36%	FDI (USD bn)	4.07	4.60
Imports Yoy	-18.88%	-24.19%	Business Confidence	104.82	105.33
Inflation Yoy	1.42%	1.32%	Cons. Confidence*	83.40	86.20

JCI Index

Oct. 23	5,112.18
Chg.	+20.37pts (+0.40%)
Volume (bn shares)	108.02
Value (IDR tn)	8.34
Adv 191 Dec 224 Unc 302 Untr 143	

Most Active Stocks

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
BRIS	901.0	BBCA	384.4
BBTN	464.8	MDKA	263.0
TLKM	441.8	ASII	245.8
ANTM	427.9	BMRI	181.8
BBRI	387.3	BOGA	173.7

Foreign Transaction

(IDR bn)			
by Value			
Stocks	Val.	Stocks	Val.
Buy	2,045		
Sell	2,090		
Net Buy (Sell)			45
Top Buy	NB Val.	Top Sell	NS Val.
ASII	150.3	TLKM	248.6
MDKA	40.1	HMSP	31.1
BBRI	33.3	INDF	17.1
BBTN	20.9	PTBA	16.7
PWON	19.0	BBNI	15.8

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.61%	-0.00%
USDIDR	14,660	0.00%
KRWIDR	13.01	0.50%

Global Indices

Index	Last	Chg.	%
Dow Jones	28,335.57	(28.09)	-0.10%
S&P 500	3,465.39	11.90	0.34%
FTSE 100	5,860.28	74.63	1.29%
DAX	12,645.75	102.69	0.82%
Nikkei	23,516.59	42.32	0.18%
Hang Seng	24,918.78	132.65	0.54%
Shanghai	3,278.00	(34.50)	-1.04%
KOSPI	2,360.81	5.76	0.24%
EIDO	18.90	0.20	1.07%

Commodities

Commodity	Last	Chg.	%
Gold (USD/t oz)	1,902.1	(2.1)	-0.11%
Crude Oil (USD/B)	39.85	(0.79)	-1.94%
ICE NewCastle (USD/ton)	58.00	0.60	1.05%
LME Nickel (USD/MT)	15,712	(105.0)	-0.66%
LME Tin (USD/MT)	18,405	(280.0)	-1.50%
CPO (MYR/ton)	2,942	(1.0)	-0.03%

CPIN : Maintains Sales Target This Year

PT Charoen Pokphand Indonesia Tbk (CPIN) still maintains its 2020 performance growth target of 10% of the sales figure in 2019, even though the prices of boiler chickens and DOC are low due to weak demands for the two products. So, CPIN is currently focusing on optimizing its main business, animal feed, DOC, broilers and processed chicken meat. (Kontan)

SMBR : Sales Volume Up 18% in September

PT Semen Baturaja Tbk (SMBR) in September sold 202,717 tonnes or grew 18% MoM despite the downward trend in cement demand. Currently, SMBR is still targeting potential projects in South Sumatra, the Sumatra toll road project, both the main Palembang-Betung section and the Palembang-Bengkulu supporting section. (Kontan)

ANTM : Plans to Increase Ownership in Weda Bay

PT Aneka Tambang Tbk (ANTM) is considering increasing its share ownership in PT Weda Bay Nickel (Weda Bay) to 40 percent from the current 10 percent share and has contacted an investment bank to discuss a potential share purchase from Tsingshan Holding Group. Please note that Weda Bay is a joint venture between Eramet SA and Tsingshan Holding Group Co. (Bisnis Indonesia)

Domestic & Global News

Foreign Investors Buy IDR4.98T Worth of Indonesian Govt Securities

Bank Indonesia (BI) noted that foreign investors purchased Government Securities (SBN) at IDR4.98 trillion last week from 19 October to 22 October 2020. This has resulted in capital inflows to the country. Cumulative capital inflow only reached IDR4.04 trillion because some investors have released their funds on the capital market. (CNN Indonesia)

U.S. Business Activity Picks Up in October

U.S. business activity increased to a 20-month high in October, but the pace of new business growth and new orders eased slightly amid the lingering COVID-19 pandemic and caution ahead of the Nov. 3 presidential election. Data firm IHS Markit said on Friday its flash U.S. Composite PMI Output Index, which tracks the manufacturing and services sectors, rose to a reading of 55.5 this month. That was the highest since February 2019 and was up from 54.3 in September. A reading above 50 indicates growth in private sector output. (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
Finance						(12.3)	2,082.8							
BBCA	28,850	33,425	34,000	Buy	17.9	(6.9)	711.3	25.5x	4.2x	17.0	1.9	6.6	(5.0)	1.1
BBRI	3,290	4,400	4,000	Buy	21.6	(22.2)	405.8	14.2x	2.2x	15.2	5.1	(2.1)	(37.2)	1.3
BBNI	4,850	7,850	6,000	Buy	23.7	(38.0)	90.4	7.4x	0.8x	10.9	4.3	(1.5)	(41.6)	1.5
BMRI	5,550	7,675	7,000	Buy	26.1	(20.7)	259.0	10.7x	1.4x	13.3	6.4	4.1	(23.9)	1.4
Consumer						(13.5)	1,050.3							
GGRM	40,925	53,000	59,600	Buy	45.6	(25.1)	78.7	7.6x	1.4x	21.0	N/A	1.7	(10.7)	1.0
KINO	2,960	3,430	2,950	Hold	(0.3)	(25.4)	4.2	15.5x	1.6x	10.7	3.6	(1.3)	(67.6)	0.9
ICBP	9,725	11,150	12,150	Buy	24.9	(14.9)	113.4	19.4x	3.9x	22.7	2.2	4.1	31.2	0.8
KLBF	1,585	1,620	1,870	Buy	18.0	1.0	74.3	28.2x	4.5x	17.0	1.3	3.8	10.3	1.0
Infrastructure						(33.3)	571.98							
TLKM	2,630	3,917	3,800	Buy	44.5	(37.7)	260.5	14.0x	2.7x	19.6	5.9	(3.6)	(0.8)	1.0
JSMR	3,670	5,175	4,550	Buy	24.0	(36.7)	26.6	21.3x	1.4x	6.9	0.4	(51.0)	(90.0)	1.4
EXCL	2,070	3,150	3,350	Buy	61.8	(38.9)	22.2	10.2x	1.1x	11.1	1.0	6.7	526.9	1.1
TOWR	1,000	805	1,310	Buy	31.0	55.0	51.0	19.0x	5.4x	31.1	2.4	21.7	30.0	0.9
PGAS	1,065	2,170	1,400	Buy	31.5	(54.5)	25.8	86.9x	0.7x	0.8	3.9	(17.9)	(85.0)	1.6
TBIG	1,480	1,230	1,400	Hold	(5.4)	15.2	33.5	32.6x	5.7x	21.9	1.9	13.2	33.8	1.0
Trade						(20.6)	567.3							
UNTR	21,925	21,525	19,000	Hold	(13.3)	3.4	81.8	8.3x	1.4x	17.3	4.5	(23.4)	(28.3)	0.9
MAPI	635	1,055	870	Buy	37.0	(40.7)	10.5	400.1x	1.9x	0.5	N/A	(32.2)	N/A	1.2
ERAA	1,740	1,795	2,000	Hold	14.9	-	5.6	18.6x	1.1x	6.3	N/A	(6.3)	5.9	1.5
Property						(37.3)	311.3							
CTRA	830	1,040	780	Hold	(6.0)	(29.4)	15.4	14.8x	1.0x	7.0	1.0	(10.8)	(43.8)	1.5
WSKT	750	1,485	820	Hold	9.3	(54.7)	10.2	N/A	0.7x	(7.0)	0.5	(45.7)	N/A	1.9
WIKA	1,190	1,990	1,410	Buy	18.5	(43.9)	10.7	6.5x	0.8x	11.3	4.3	(37.2)	(71.9)	1.8
PTPP	920	1,585	1,250	Buy	35.9	(49.3)	5.7	9.8x	0.5x	4.9	3.7	(36.6)	(94.5)	1.8
PWON	416	570	440	Hold	5.8	(31.8)	20.0	10.9x	1.4x	13.2	N/A	(43.7)	(64.7)	1.6
Basic Ind.						(17.3)	615.5							
SMGR	9,425	12,000	11,500	Buy	22.0	(24.8)	55.9	22.2x	1.7x	8.0	0.4	(2.0)	25.6	1.3
CPIN	6,000	6,500	6,660	Hold	11.0	(9.4)	98.4	27.7x	4.3x	17.0	1.4	(6.7)	(3.8)	1.5
Misc Ind.						(21.2)	290.0							
ASII	5,400	6,925	5,575	Hold	3.2	(20.6)	218.6	9.4x	1.4x	15.9	3.4	(22.7)	16.1	1.3
Mining						(8.2)	333.4							
TINS	845	825	1,200	Buy	42.0	(8.6)	6.3	N/A	1.3x	(21.4)	N/A	(18.5)	N/A	1.6
PTBA	1,960	2,660	2,900	Buy	48.0	(16.6)	22.6	6.5x	1.4x	21.0	16.7	(15.1)	(38.5)	1.1
INCO	4,210	3,640	4,500	Hold	6.9	17.3	41.8	20.9x	1.4x	7.1	N/A	23.3	N/A	1.6
ANTM	1,085	840	1,100	Hold	1.4	13.6	26.1	N/A	1.4x	(0.5)	0.3	(36.0)	(80.2)	1.6
ITMG	8,075	11,475	12,000	Buy	48.6	(40.1)	9.1	6.8x	0.7x	10.1	15.8	(26.9)	(50.0)	1.2
ADRO	1,145	1,555	1,700	Buy	48.5	(15.2)	36.6	9.5x	0.7x	7.0	9.6	(23.2)	(47.7)	1.4
MEDC	386	732	931	Buy	141.2	(34.4)	9.7	N/A	0.5x	(12.8)	N/A	(7.6)	N/A	1.6
Agriculture						(14.4)	74.4							
AALI	10,475	14,575	14,200	Buy	35.6	(3.9)	20.2	36.0x	1.1x	3.0	0.9	6.5	796.6	1.5
LSIP	935	1,485	1,200	Buy	28.3	(29.2)	6.4	19.0x	0.7x	4.0	1.6	(1.9)	550.0	1.6

* Target Price

Source: Bloomberg, NHKSI Research

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	GE	16:00	IFO Business Climate	Oct		93	93.4
26 - Oct	US	21:00	New Home Sales	Sep		1024k	1011k
Tuesday	EC	16:00	M3 Money Supply YoY	Sep		--	9.5%
27 - Oct	US	19:30	Durable Goods Orders	Sep		1.0%	0.5%
	US	21:00	Conf. Board Consumer Confidence	Oct		101.9	101.8
Wednesday	US	18:00	MBA Mortgage Applications	Oct		--	-0.6%
28 - Oct	UK	-	Nationwide House PX MoM	Oct		--	0.9%
	UK	-	Nationwide House Px NSA YoY	Oct		--	5.0%
Thursday	GE	15:00	Unemployment Change (000's)	Oct		-7.0k	-8.0k
29 - Oct	US	19:30	Initial Jobless Claims	Oct		--	787k
	US	19:30	GDP Annualized QoQ	3Q20		32.0%	-31.4%
	EC	19:45	ECB Main Refinancing Rate	Oct		0.0%	0.0%
Friday	EC	17:00	GDP SA QoQ	3Q20		9.4%	-11.8%
30 - Oct	EC	17:00	GDP SA YoY	3Q20		-7.4%	-14.7%
	US	19:30	Personal Income	Sep		0.3%	-2.7%

Source: Bloomberg

Corporate Calendar

Date	Event	Company
Monday	RUPS	INDY
26 - Oct		
Tuesday	RUPS	EXCL
27 - Oct		

Source: NHKSI Research

Research Division

Head of Research

Anggaraksa Arismunandar

Market Strategy, Economy, Misc. Industry
T +62 21 5088 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 Darmawan

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 51st
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