



AGRI	BSIC	CONS	FINC	INFR	MINE	MISC	PPTY	TRDE	MFTG										
1,353.62	826.33	2,149.95	1,223.40	1,185.97	1,577.01	1,131.87	491.72	792.72	1,402.46										
7.52	0.56%	2.42	0.29%	28.70	1.35%	11.19	0.92%	-2.76	-0.23%	7.68	0.49%	8.40	0.75%	2.99	0.61%	0.05	0.01%	13.14	0.95%

STOCK INDEX	CLOSE	Chg	%Chg
JCI	6,039.60	39	0.65%
LQ-45	937.99	7	0.75%
IDX30	511.35	3	0.63%
DJIA	26,163.43	(315)	-1.19%
Nasdaq	7,823.78	(133)	-1.67%
S&P 500	2,892.99	(46)	-1.56%
Nikkei	21,587.78	213	0.99%
Hang Seng	25,893.40	72	0.28%

TRADING STATISTICS

Trading Volume (m shares)	14,744
Trading Value (b IDR)	7,777
Trading Frequency (in times)	472,978
Fgn Net Trade Value (b IDR)	(186)
YTD Fgn Net Trade Value (b IDR)	51,756

CMDTY & CCY	CLOSE	%Chg
WTI	52.33	-1.78%
Brent (Oct'18)	57.99	-0.84%
Gold (Dec'18)	1,505.38	0.87%
Coal (USD/MT)	69.65	0.90%
Copper (US\$/lb.)	2.57	-0.30%
Nickel (US\$/MT)	17,810.00	-0.54%
CPO (MYR/MT)	2,395.00	0.13%
USDIDR	14,170.00	-1.98%

MACROECONOMIC INDICATORS	Last	Prv
BI 7-Day RR	5.50%	5.75%
Inflation Rate (September 19)	3.49%	3.39%
GDP (2Q19)	5.07%	5.18%
10-yr Govt Bond	7.25%	7.23%

FOCUS

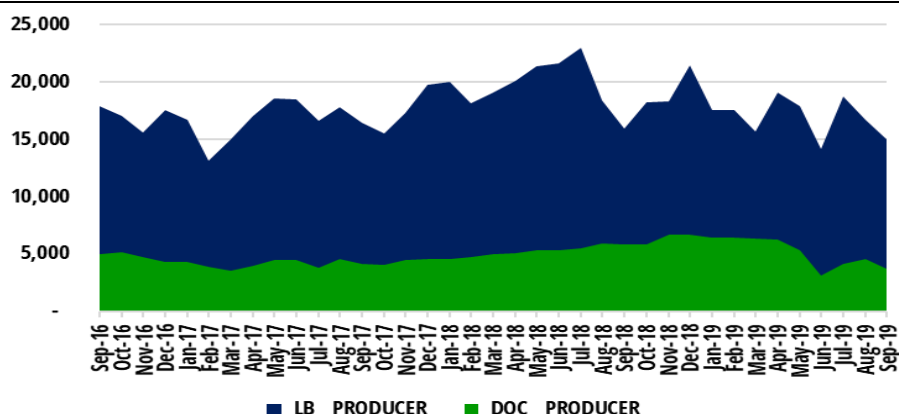
CULLING IMPACT TOWARDS POULTRY PRODUCTION AND POPULATION

BI forecasted that the inflation in the first week of October was around 0.02%. One commodity experiencing advance in prices was chicken meat (0.03%). As additional info, in September 2019 the average selling prices of LB & DOC experienced decline compared to August to around Rp15,000 and Rp4,000, respectively. Therefore, the government had urged the poultry players through the circular letter number: 10301 / SE / PK.230 / F / 09/2019 to cull starting from 23-29 September & the second round from 30 September – 6 October 2019.

In September 2019, the PS & FS broiler production decreased significantly to 99,574 kg and 8,663 tons, respectively. While for the layer counterparts, the production plunged to 45,672 kg and 0, respectively. In September, almost all GPS and PS population declined. The highest decline was experienced by PS broiler (-1.25%), followed by PS layer (-0.50%), and GPS broiler (-0.10%). The GPS layer remained unchanged at 67,120.

In our view, the price will be better in October compared to September due to lower supply. Although the price is improving, the price this year will not surpass last year price due to lingering oversupply. Yesterday, poultry stocks were closed mixed, CPIN and MAIN advanced by 1.96% and 0.58% to 5,200 and 870, respectively. In contrast, JPFA plunged by 0.33% to 1,500.

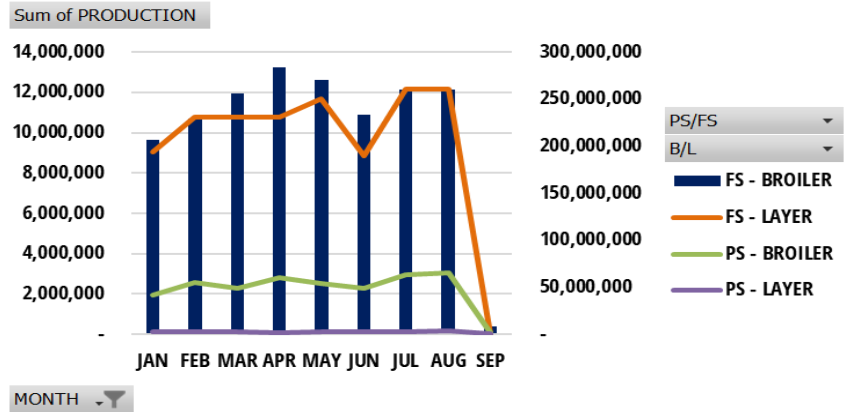
Figure 1: LB & DOC Average Monthly Prices in West Java market (in rupiah)



Source: Various, MPIS Research

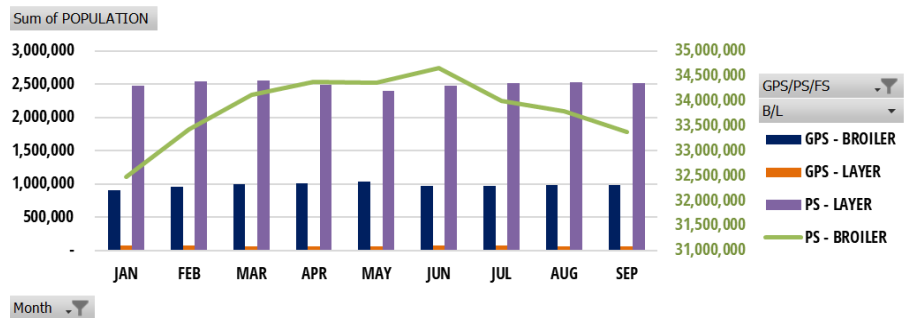


Figure 2: PS & FS PRODUCTION (in kg)



Source: DitjenPKH, MPIS Research

Figure 3: GPS & PS POPULATION (in kg)



Source: DitjenPKH, MPIS Research

MORNING DEW



PT MINNA PADI INVESTAMA SEKURITAS

Member of Indonesia Stock Exchange

MARKET RECAP

JCI was closed higher by +39 points or +0.62% to 6,039.6. Total transaction volume reached 14.7B shares, equaling to transaction value of Rp7.8T. Foreign investors recorded net sell of Rp185.8 B, resulting in YTD foreign net buy of Rp51.7T.

All sectors strengthened, except for infrastructure (-0.23%), while the strengthened were led by consumer goods (+1.35%), manufacture (+0.95%), and finance (+0.92%). Stocks supporting the gain include BMRI (+2.4%), UNVR (+1.6%), and HMSP (+1.9%). On the contrary, stocks weighing down the JCI were BRPT (-3.1%), INTIP (-3.0%), and TLKM (-0.5%).

U.S. NEWS

U.S. stocks closed sharply lower battered by the news that the U.S. was imposing visa restrictions on Chinese officials after they have expressed reluctance to hammer out a broad agreement when they meet U.S. counterparts in Washington this Thursday & Friday. Cited from Bloomberg, the Trump administration is moving ahead with discussions around possible restrictions on capital flows into China, with a particular focus on investments made by U.S. government pension funds.

Moreover, the U.S. blacklisted 28 Chinese companies, including artificial intelligence firms, because of their alleged role in human-rights violations against the Uighur Muslim minority. The DJIA fell 1.19% to 26,163.43, S&P 500 lost 1.56% to 2,892.99 and the Nasdaq Composite dropped 1.67% to 7,823.78.

U.S. Treasury yield curve steepened driven by a falling short dated treasury yield after Jerome Powell announced the U.S. central bank would increase the size of its balance sheet soon. At the same time, The U.S. Federal Reserve releases minutes from its September 17-18 policy meeting. The Fed voted 7-3 to cut interest rates for the second time this year at that meeting. The 2-year notes were up 3/32 to yield 1.42%. The Benchmark 10-years notes rose 5/32 to yield 1.54% and the 30-year bonds rose 4/32 to yield 2.03%

Oil prices fell as tensions grow ahead of U.S.-China trade talks. Moreover, the U.S. EIA cut its expectations for global oil demand growth and lowered 2020 price forecasts on West Texas Intermediate and Brent crude oil prices. Brent crude down by -0.62% to \$57.99/barrel and WTI crude went down -0.80% to \$52.33/barrel.

NEWS FROM THE MARKET

MACRO UPDATE

MINISTRY OF INDUSTRY SET FIVE INDUSTRIAL PRIORITY SECTORS 4.0

The Ministry of Industry has managed five industrial priority sectors in the road map for the application of industry 4.0 in Indonesia, namely: food and beverage, chemical, textile, electronics and automotive. The five sectors were picked because it contributed by 65% to national GDP. The Ministry of Industry believes that the application of Industry 4.0 can increase productivity and efficiency in each sector.

COMPANY UPDATE

TBIG TO CONDUCT STOCK SPLIT

PT Tower Bersama Infrastructure, Tbk. (TBIG) is now ready to conduct stock split with 1:5 ratio, implying change in shares' face value from Rp100/share to Rp20/share. The proceeds will be used for debt repayments and business expansion, while at the same time, TBIG plans to issue US\$650M of global notes. The 10-year global notes will be listed in Singapore Stock Exchange (SGX), with 6% of interest paid semiannually. The company will ask for shareholders' consent during Extraordinary General Meeting (EGM) on Oct. 30, 2019.



INTA OPENED TATA MOTORS DEALER

PT Intraco Penta, Tbk. (INTA) has officially opened 3S dealer (Sales, Service, Spare parts) in East Kalimantan. Currently, the company is planning to support sales through product diversification amid weak mining and coal price environment. The dealer will have a 1,000 m² workshop, which is situated in 3,000 m² of land.

WSKT WILL RECEIVE TURNKEY PAYMENT OF RP 2.5T

PT Waskita Karya Tbk (WSKT) targets to obtain turnkey payment from 4 projects amounting around Rp 2.5T. Those four projects include: LRT Sumatera Selatan (Rp 500B), Kunciran-Parigi Toll (Rp 700B), Cileunyi-Sumedang-Dawuan Toll (Rp327 B), dan Cinere-Serpong Toll (Rp1T). At the end of the year, the company will do billing over Trans Sumatera Toll (Rp 13T) dan Tol Jakarta - Cikampek II Elevated Toll (Rp 4.5T).

WSBP EXPECT PLANT IN PENAJAM PASER TO FINISH IN 1Q20

PT Waskita Beton Precast Tbk. (WSBP) expects plant with a capacity of 250 thousand tons/year in North Penajam Paser, East Kalimantan, will finish in 1Q20. It is also expected to support the company's plan to focus on new capital city next year. If the plants are finished, the company will have a total of 12 plants with a total capacity of 3.7M tons/year. While at the same time, WSBP is building workshop 5 in Bojonegara's plant with 11,340 m² of width and it produces spun pile with 800 mm, 1,000 mm, and 1,200 mm of diameters.

PEFINDO AFFIRMED IDAA- RATING FOR TPIA BONDS

Pefindo affirmed PT Chandra Asri Petrochemical, Tbk. (TPIA)'s Bonds I 2016, shelf registration I 2017 - 2018, and shelf registration II 2018 -2019 with idAA- rating with stable outlook. For bonds that are due in December 22, 2019 worth Rp361.4B, the company will pay by using internal cash.

ANTM TO RENEW IUP

PT Aneka Tambang, Tbk. (ANTM) will renew Pongkor mine's mining business permit (IUP) for another 10 years. In addition, the company plans to conduct mining block test on Papandayan's IUP, which could produce between 700 kg - 800 kg per year, if succeeds. Going forward, ANTM expects to be able to produce 2 ton of gold by the end of this year

TNCA WILL CONDUCT RIGHT ISSUE

PT Trimuda Nuansa Citra, Tbk. (TNCA) will conduct right issue by issuing maximum 632.46M shares with a face value of Rp100 and strike price of Rp344, which equals to Rp217.5B. Existing shareholders will receive 3 rights issues, which reflect rights to buy another 3 shares. The proceeds will be used for PT Asuransi Staco Mandiri (ASM) acquisition amounting to Rp85.2B and increasing capital injection on ASM worth Rp126.8B and working capital of Rp2.5B.

BRMS WILL CONDUCT COMMISSION PLAN ON POBOYA GOLD MINE IN DECEMBER 2019

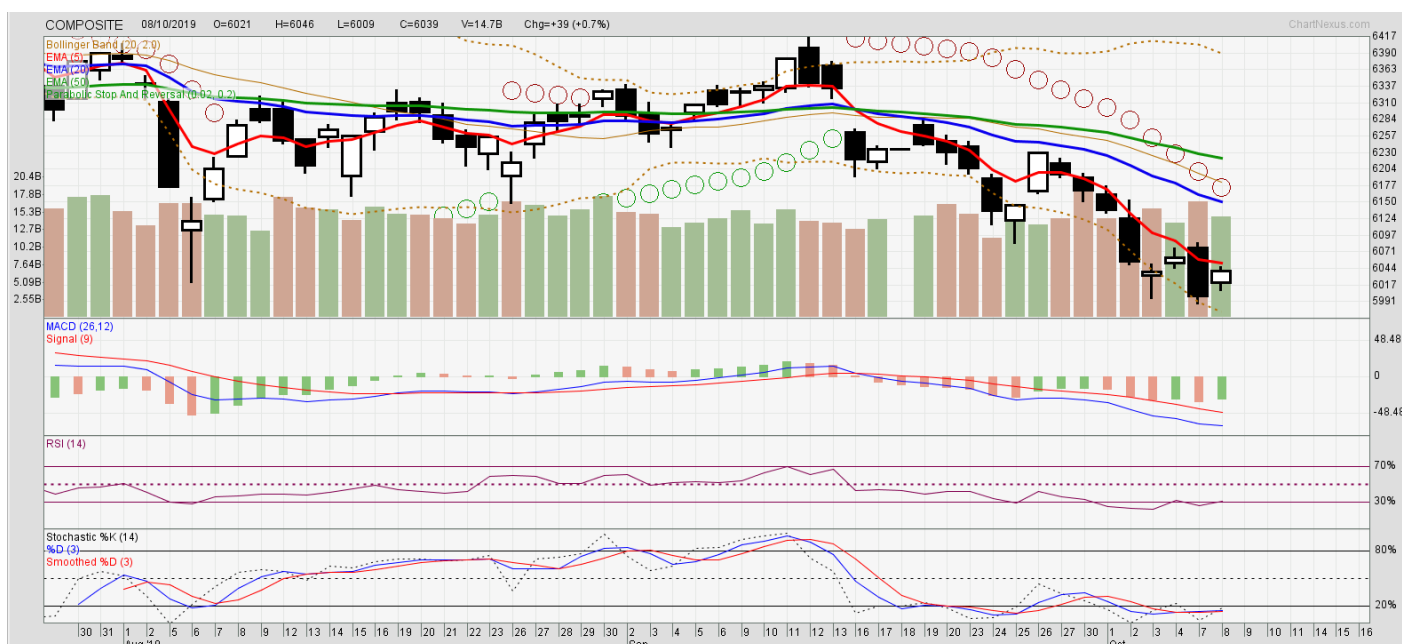
PT Bumi Resources Minerals, Tbk. (BRMS) allocated capital expenditures of US\$12M for Poboya gold mine in Palu, Central Sulawesi. The initial development will be focusing on surface mining in a few years ahead. Next, commission plan will be executed by the latest December 2019. Next year, the company expects to produce 100,000 tons of gold and will increase the production capacity to 180,000 tons for 2021-2027.



TECHNICAL OUTLOOK

JCI is POSITIVE with expected range of 5,980 - 6,080

JCI inched higher to 6,039. White body candlestick just bounced up from lower BB line toward MA line. EMA 5, 20 50 still in death cross pattern, just waiting confirmation to form golden cross pattern, while Parabolic Stop and Reversal red dot still appear. MACD start to positive coupled with RSI curled higher. Stochastic still flattened and still in overbought area. Support lays at 5,767 while the resistance hangs at 6,086/230. Hence, we are Negative on today's trading session, as tensions grow ahead of U.S.-China trade talks. Hopefully, today retail sales result could be a positive catalyst.



SUMMARY OF STOCK PICKS

TICKER	SUPPORT	RESISTANCE	ENTRY POINT	TARGET PRICE	CUTOFF PRICE	RISK-TO-REWARD	LAST PRICE	TEMPORARY GAINS /		STATUS
								PTS	%	
ACES	1,650	1,850	1,700	1,900	1,500	1.00	1,800	100	5.88%	BUY
LINK	3,800	4,250	4,000	4,500	3,750	0.50	4,210	210	5.25%	BUY
TLKM	4,200	4,450	4,280	4,500	3,980	1.36	4,090	(190)	-4.44%	HOLD
BSDE	1,300	1,400	1,285	1,440	1,200	0.55	1,325	40	3.11%	BUY
PTBA	2,120	2,500	2,200	2,410	2,080	0.57	2,230	30	1.36%	BUY
TKIM	9,700	10,750	9,850	10,500	9,300	0.85	9,950	100	1.02%	BUY
PGAS	1,955	2,290	2,020	2,200	1,900	0.67	2,020	-	0.00%	BUY
EXCL	3,250	3,600	3,310	3,555	3,200	0.45	3,450	140	4.23%	BUY



Data & Agenda

ECONOMIC CALENDAR

Economic Indicator	Period	Date	Time (WIB)	Prv.	Forecast	Actual
Trade Balance	Sep-19	15-Oct	16:00	US\$85.1	US\$55B	-
Retail Sales (Y/Y)	Aug-19	9-Oct	8:10	2.40%	1.60%	-
Inflation (Y/Y)	Sep-19	1-Oct	14:00	3.49%	3.45%	3.39%
CCI (Y/Y)	Sep-19	4-Oct	16:00	123.1	121.5	121.8
FX Reserves	Sep-19	7-Oct	17:00	126.4B	118.5B	124,3B
GDP	3Q19	4-Nov	16:00	5.05%	5.10%	-

Source: MPIS Research

MARKET STATISTICS

TOP GAINERS

TICKER	Close	Chg	% Chg
BAJA	74	19	34.55%
SLIS	262	67	34.36%
KBLV	320	64	25.00%
ARKA	1,965	375	23.58%
GDST	99	16	19.28%

TOP TRADING VALUE

TICKER	Close	Chg	% Chg
BBRI	3,930	30	0.77%
BMRI	6,500	150	2.36%
TLKM	4,090	(20)	-0.49%
BBCA	30,500	150	0.49%
HOME	77	-	0.00%

MOST ACTIVE

TICKER	Close	Chg	% Chg
MAMI	178	(3)	-1.66%
POSA	115	(13)	-10.16%
BAPI	50	-	0.00%
ISSP	163	(4)	-2.40%
OPMS	366	(38)	-9.41%

TOP LOSERS

TICKER	Close	Chg	% Chg
BLTZ	3,000	(1,000)	-25.00%
HEXA	2,870	(550)	-16.08%
CMNP	1,990	(260)	-11.56%
FILM	226	(28)	-11.02%
POSA	115	(13)	-10.16%

MOST TRADED

TICKER	Close	Chg	% Chg
HOME	77	-	0.00%
BAPI	50	-	0.00%
TRAM	97	9	10.23%
POSA	115	(13)	-10.16%
RIMO	119	1	0.85%

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YTD Fign Net Trading Value (bn IDR)	51,756

Source: IDX

Disclaimer

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