



AGRI	BSIC	CONS	FINC	INFR	MINE	MISC	PPTY	TRDE	MFTG										
<b>1,367.64</b>	<b>857.04</b>	<b>2,201.94</b>	<b>1,238.57</b>	<b>1,215.66</b>	<b>1,620.37</b>	<b>1,152.11</b>	<b>492.47</b>	<b>795.18</b>	<b>1,440.40</b>										
11.10	0.82%	6.05	0.71%	8.92	0.41%	-2.61	-0.21%	6.09	0.50%	-2.43	-0.15%	-3.20	-0.28%	0.32	0.07%	1.63	0.21%	5.64	0.39%

STOCK INDEX	CLOSE	Chg	%Chg
JCI	6,146.40	9	0.14%
LQ-45	961.13	(0)	-0.04%
IDX30	526.05	(0)	-0.05%
DJIA	26,970.71	163	0.61%
Nasdaq	8,077.38	84	1.05%
S&P 500	2,894.84	18	0.61%
Nikkei	22,020.15	(79)	-0.36%
HangSeng	25,945.35	(336)	-1.28%

## TRADING STATISTICS

Trading Volume (m shares)	15,657
Trading Value (b IDR)	7,973
Trading Frequency (in times)	407,164
Fgn Net Trade Value (b IDR)	770
YTD Fgn Net Trade Value (b IDR)	52,165

CMDTY & CCY	CLOSE	%Chg
WTI	56.52	-0.84%
Brent (Oct'18)	62.39	-0.27%
Gold (Dec'18)	1,504.12	-1.82%
Coal (USD/MT)	68.10	-1.26%
Copper (US\$/lb.)	2.60	0.29%
Nickel (US\$/MT)	17,660.00	0.00%
CPO (MYR/MT)	2,374.00	0.04%
USDIDR	14,134.00	0.25%

MACROECONOMIC INDICATORS	Last	Prv
BI 7-Day RR	5.50%	5.75%
Inflation Rate (June 19)	2.83%	3.32%
GDP (2Q19)	5.07%	5.18%
10-yr Govt Bond	7.33%	7.28%

## FOCUS

## CONTINUING DEVELOPMENT

On Sept. 24, 2019, Indonesia National Budget has finally been approved. Next year, the government would like to focus on education, healthcare, social security, and infrastructure. We would like to underline the 2020 macroeconomic assumptions, which only oil-related assumptions changed (see Figure 1). National income is expected to hit Rp2,233.2T, up by Rp11.6T from draft budget estimate, which comprises of tax revenue (83.5%), non-tax revenue (16.4%), and bequest (0.1%). To achieve such target, it seems that the government would like to widen tax basis and tighten compliance going forward.

State budget is expected to reach Rp2,540.4 T, up by Rp11.6T from the draft budget estimate. Indeed, infrastructure budget went up to Rp423.3T vs. Rp415T for 2019, which is in line with the government's commitment to focus on infrastructure development. As a result, the government has set budget deficit at Rp307.2T (1.76% of GDP), lower than Rp310.8T (1.93% of GDP) in 2019. State debt amounting to Rp351.9T will be used to cover deficit, down from Rp373.9T in 2019.

Figure 1: 2020 Macroeconomic Assumptions

No.	Assumptions	RAPBN	APBN
1	Economic Growth (%)	5.3%	5.3%
2	Inflation Rate (%)	3.1%	3.1%
3	Exchange Rate (Rp/USD)	14,400	14,400
4	3-month Treasury rate (%)	5.4%	5.4%
5	Indonesia Crude Oil Price (US\$/barrel)	65	63
6	Petroleum Lifting (thousand barrel/day)	734	755
7	Natural Gas Lifting (thousand barrel/day)	1,191	1,191

Source: Kemenkeu, MPIS Research

# MORNING DEW



PT MINNA PADI INVESTAMA SEKURITAS

Member of Indonesia Stock Exchange

## MARKET RECAP

JCI was closed positive at 6,156.40 (+0.14%) during the Wednesday (25/09) trading session. Total trading volume yesterday was 15.66B share with a total value of Rp 7.97T. The net foreign sell on Wednesday trading session was 769.74B shares making the YTD net foreign buy became Rp 52.17T.

7 out of 10 sectors was closed positive, with the highest advance led by agriculture (+0.82%), followed by basic industry (+0.71%), and infrastructure (+0.50%).

Meanwhile, miscellaneous industry (-0.28%), finance (-0.21%), and mining (-0.15%) retreated. HMSP (+1.8%), CPIN (+5.2%), and BRPT (+3.1%) were the leader stocks supporting JCI. In contrast, BBRI (-0.7%), INTIP (-4.0%), and BMRI (-0.7%) were the laggard stocks pressuring JCI performance.

## U.S. NEWS

U.S. main stock indexes closed higher after Donald Trump said that a U.S.-China trade deal could happen sooner than expected. Hopes for a trade deal with China are taking precedence over Donald Trump's impeachment.

From the trade front, China reportedly is buying more pork from the U.S. On the other hand, U.S. August home sales rose 7.1% to a seasonally adjusted annual rate of 713,000, which was just shy of the 12-year high set in June, and were up 18% (Y/Y). The DJIA was up 0.61% at 26,970.71 and S&P 500 was up 0.61% at 2,984.84. The Nasdaq was up 1.05% at 8,077.38.

U.S Treasury yields rose boosted by trade front optimism. The benchmark 10 years notes fell 28/32 to yield 1.7320. 2-year notes fell 5/32 yielding 1.6775. 30-year bonds fell 1-27/32, yielding 2.1771.

Oil prices fell as U.S. government data revealed a second weekly climb in domestic crude inventories, by 2.4 million barrels for the week ended Sept. 20. Also weighing on prices were news reports saying Saudi Arabia had restored most of crude production capacity, recovering from attacks on its facilities earlier this month. Brent crude oil down by -1.13% to US\$62.39 per barrel, while WTI down by -1.34% to US\$56.52 per barrel.

# NEWS FROM THE MARKET

## MACRO UPDATE

### ADB'S ECONOMIC OUTLOOK ON INDONESIA

Due to domestic consumption, for this year and next year, Indonesia will still record positive growth according to economic publication by Asian Development Bank. Even though, the growth in 2019 (5.1%) was lower than 2018 (5.2%), it is expected that in 2020, the growth will bounce back to 5.2%. According to Winfred Wicklein, the fundamentally Indonesia's economy is still solid. Well-maintained fiscal, stable prices, and safe forex reserves position are factors supporting the economy. Furthermore, Wicklein views that the human resources development is the key factor to increase the Indonesia competitiveness to push stronger investment. In 2020, ADB

forecasts that private investment will getting better in line with reformation policy enhancing business climate as well as fast economic modernization. From 2019 to 2020, inflation is expected to remain stable from 3.2% to 3.3%. Furthermore, the trade balance deficit is forecasted to widen from 2.7% in 2019 to 2.9% in 2020. Due to growth of the young generation, the service segment will improve in line with online service usage. Industry sector will also improve because of metropolitan property construction. Two external risk of Indonesia according to Emma Allen, ADB's economist, includes the tension of global trade as well as weakening trade momentum.



## COMPANY UPDATE

### NZIA'S HUGE SALES TARGET GROWTH IN 2020

PT Nusantara Almazia Tbk. (NZIA) targets to be able to sell 300 subsidized houses in 2019 through FLPP schemes. Furthermore, the number will be 5x the 2019 target. One house revenue is around Rp 150M. Therefore, the company's revenue in 2020 will be between Rp 210-215B (+366%). The company is so optimistic, because according to them the maximum number of houses left is only 10 units annually. NZIA will need Rp 75B to build 1500 houses, of which the fund will come from bank loans (Rp 22B) and IPO as well as internal cash (Rp 53B). As additional information, the total fund obtained from IPO was Rp 100B, 37.36% of which for taking offer PT Serena Inti Sejati, the owner of location permit over 60 ha land in Kabupaten Karawang.

### IPCC REVISED REVENUE GROWTH TARGET

PT Indonesia Kendaraan Terminal Tbk (IPCC) revised down its revenue growth target to 10% from previously 30%. As of 1H19, the company posted throughput growth for completely build-up segment at 7.93%. Truck & bus segment slipped -17.02%, while spare parts and heavy equipment were also down -27.92% and -36.48%, respectively.

### TPIA WILL MERGER WITH PBI

PT Chandra Asri Petrochemical Tbk. (TPIA) will merge with PT Petrokimia Butadiene Indonesia (PBI), which is a subsidiary of TPIA with a 99.98% stake. The merger is intended to create a more integrated petrochemical company in Indonesia. This combination creates a company that is stronger and able to compete with major regional petrochemical players who are largely integrated. An effective statement from the Financial Services Authority (OJK) on the merger plan is expected to be obtained on November 4, 2019. TPIA will hold an Extraordinary General Meeting of Shareholders (EGMS) to seek approval from shareholders for the plan on November 15, 2019. The Company is targeting a business merger it was effective on January 1, 2020.

### BBTN TO JOIN PARTNERSHIP WITH APLN TO OFFER MORTGAGE

PT Bank Tabungan Negara Tbk (BBTN) established partnership with PT Agung Podomoro Land Tbk (APLN) for mortgage loan distribution. The favorable terms are valid until Dec. 31 2019, including: 2-year fixed rate at 5%, 5% down payment, free of provision and administration fees, as well as life insurance discount at 10%. BBTN hopes to increase housing/apartment loans realization by Rp1T/month.



## TECHNICAL OUTLOOK

### JCI is POSITIVE with expected range of 6,100-6,180

JCI inched higher to 6,146. The support lay at 6,022 while the resistance hangs at 6,282/400. RSI curled lower along with MACD was negative. Parabolic Stop and Reversal red dot still appears along with EMA 5&20 still in dead cross pattern. Stochastic in the oversold area, but strat to cross up along with candle stick breach the Bollinger Band lower band and forming white hammer body. Hence, we are Positive on today's trading session.



## 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	1,750	50	2.94%	BUY
ANTM	1,057	1,167	1,120	1,145	1,000	4.80	1,010	(110)	-9.82%	HOLD
ASII	6,590	7,090	6,925	7,025	6,400	5.25	6,500	(425)	-6.14%	BUY
KAEF	2,830	3,200	2,950	3,110	2,800	0.94	2,910	(40)	-1.36%	BUY
LINK	3,800	4,250	4,000	4,500	3,750	0.50	3,990	(10)	-0.25%	HOLD
PPRE	340	390	350	390	320	0.75	322	(28)	-8.00%	HOLD
PWON	620	640	635	700	600	0.54	655	20	3.15%	BUY
TLKM	4,200	4,450	4,280	4,500	3,980	1.36	4,220	(60)	-1.40%	BUY



## Data &amp; Agenda

## ECONOMIC CALENDAR

Economic Indicator	Period	Date	Time (WIB)	Prv.	Forecast	Actual
Trade Balance	Aug-19	16-Sep	16:00	US\$-63.5B	US\$105B	US\$85.1
Retail Sales (Y/Y)	Jul-19	10-Sep	8:10	-1.78%	-1.50%	2.40%
Inflation (Y/Y)	Aug-19	2-Sep	14:00	3.32%	3.45%	3.49%
CCI (Y/Y)	Aug-19	5-Sep	16:00	124.8	122.5	123.1
FX Reserves	Aug-19	6-Sep	17:00	125.9B	120.2B	126.4B
GDP	2Q19	20-Sep	16:00	5.07%	5.10%	5.05%

Source: MPIS Research

## MARKET STATISTICS

## TOP GAINERS

TICKER	Close	Chg	% Chg
NZIA	330	110	50.00%
BAPI	141	36	34.29%
OPMS	354	70	24.65%
SKBM	500	98	24.38%
OCAP	248	28	12.73%

## TOP TRADING VALUE

TICKER	Close	Chg	% Chg
BBCA	29,675	(50)	-0.17%
TLKM	4,220	10	0.24%
BBRI	4,080	(30)	-0.73%
TCPI	8,150	25	0.31%
POOL	1,675	5	0.30%

## MOST ACTIVE

TICKER	Close	Chg	% Chg
MAMI	162	13	8.72%
BAPI	141	36	34.29%
IPTV	525	(15)	-2.78%
BBRI	4,080	(30)	-0.73%
BBCA	29,675	(50)	-0.17%

## TOP LOSERS

TICKER	Close	Chg	% Chg
TFCO	422	(138)	-24.64%
ABMM	1,755	(425)	-19.50%
POLU	1,900	(300)	-13.64%
MTSM	190	(30)	-13.64%
VINS	119	(17)	-12.50%

## MOST TRADED

TICKER	Close	Chg	% Chg
HOME	82	(2)	-2.38%
TRAM	106	-	0.00%
BAPI	141	36	34.29%
ARMY	258	(4)	-1.53%
RIMO	119	(1)	-0.83%

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YTD Fign Net Trading Value (bn IDR)	52,165

Source: IDX

## Disclaimer

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