

ANALISA SAHAM INDONESIA

June 11, 2019

* **JCI trading range today: 6,250pt - 6,350pt (yesterday close : 6,289pt)**

* **Eyes on trade agreement between the US and China**

Morning,

The Jakarta Composite Index (JCI) today (11/6) is expected to moderately extend gain in the range of 6,250pt – 6,350pt for the latest development, while more conservative investors will create a resistance level on the JCI at 6,350'spt, in our estimation.

Latest China trade data with the United States (US) is perceived as an indication that China has taken a wise move into a more balanced trade with the US. China trade surplus during January – April this year was recorded at an annual rate of 24% below that of in 2018 of total USD907bn. This 2018 figure had prompted the trade war late last year, initiated by the US, as the US president, Trump, was committed to deliver his promise to the US consumers during his presidency campaign in late 2016. US trade complaints during the initial trade war, include: intellectual property violations, forced technology transfers, illegal industry subsidies, non-tariff trade barriers, restricted access to American firms on Chinese markets, Beijing's exchange-rate manipulations and more.

At the other end, president Trump is keen to meet China's president Xi in Osaka Japan June 28-29 during a G-20 leaders meeting for the two countries to reach a trade deal. If deal is not sealed, US president Trump said that he would put tariffs on the rest of 60% China imported goods to the US.

That US and China both have acted on their part will create a positive sentiment for investors that global slowdown might somehow be prevented, in our view.

We keep the following recommendations. These counters have been hit hard since the end of March this year and thus offer bargain opportunity both for trading and longer term investment purpose. **AALI, LSIP (sector of Agri, allocation suggestion Underweight), UNTR, ITMG, ADRO, PTBA (sector of Coal Mining, allocation suggestion Market-weight), GGRM, UNVR, ICBP (sector of Consumer, allocation suggestion Overweight), ASII (sector of Automotive, allocation suggestion Market-weight), and ACES, SCMA, MAPI (sector of Trade, allocation suggestion Overweight), and TKIM (sector of Basic Industry, allocation suggestion Market-weight).**

Cheers,

Disclaimer

Informasi yang terkandung dalam halaman Analisa Saham Indonesia adalah untuk keperluan informasi umum. Informasi ini disediakan oleh Analisa Saham Indonesia dan kami berusaha untuk terus memperbarui informasi dan memperbaikinya, namun kami tidak membuat pernyataan atau jaminan apapun, tersurat maupun tersirat, tentang kelengkapan, akurasi, keandalan, kesesuaian, atau ketersediaan atas halaman ini atau atas informasi, produk, layanan, atau grafik terkait yang terdapat di halaman ini untuk tujuan apa pun. Penggunaan dalam bentuk apapun atas informasi dalam Analisa Saham Indonesia merupakan risiko pengguna sendiri.