

ANALISA SAHAM INDONESIA

February 19, 2021

*** The JCI trading range: 6,125pt - 6,250pt (Yesterday close: 6,200pt)**

*** Wall Street ended lower by some 0.5%, mainly on the release of higher-than-expected United States weekly jobless claims data of 861k cases vs. 773k cases estimated (previously: 823k units)**

*** The JCI is expected to fluctuate and being propped-up by stable USDIDR close amid slightly improving daily new cases of COVID-19 in the country's capital city**

Morning,

The Jakarta Composite Index (JCI) today (2/19) is expected to be in the range of 6,125pt – 6,250pt to incline for retreat for consolidation and being supported by stable USDIDR close.

Bank Indonesia revised down this year's GDP growth by 50pb to 4.3% YoY - 5.3% YoY (previously 4.8% - 5.8%: Budget assumption: 5.0% YoY)

On a release following its Board-of-Governors monthly meeting yesterday, chairman of Bank Indonesia (BI) Perry Warjiyo stated that the central bank revises down the country's GDP estimate this year to the range of 4.3% - 5.3%. The main reason is the lower-than-expected last year's GDP growth which is at a contraction of -2.1% YoY versus government estimate of contraction of 1.7% to 0.6%.

In addition, during this month's meeting, the central bank lowers down reference rates by 25bp, to 3.5%, at the historic-low, in an attempt to boost demand. Also, BI decides to soften many other monetary tools, such as 0% (previously 10%-30%) down payment for purchase of new vehicles as well as properties, effective March until end of this year. All the while, to continue other strategies such as the infra-structure development of inclusive digital banking systems.

The latest accommodative monetary stance have been made possible also due to the stable current exchange and inflation rates. The stance is expected to increase confidence for both private and business sides and eventually overall economic growth, at a fortunate timing for the central bank to reverse the policy, we hope.

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.

Meanwhile, in Wall Street the DJIA closed lower by 120 points or by 0.4% to 31,493pt, while S&P 500, and the Nasdaq closed lower by 0.4% and 0.7%, respectively.

At the other end, yesterday the WTI price closed lower by 1.0% to USD60.5/barrel as compared to the previous close, mainly on profit takings following the previous-days rally. Meanwhile, the USDIDR closed at IDR14,059 vs. IDR14,019 the previous one.

We advise the following recommendations, for both trading and longer-time investment purpose. **AALI, LSIP (sector of Agri, allocation suggestion Underweight), UNTR, ITMG, ADRO, PTBA (sector of Coal Mining, allocation suggestion Market-weight), SIDO, UL TJ, UNVR, ICBP (sector of Consumer, allocation suggestion Overweight), and ACES, SCMA, MAPI, MNCN (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.