

ANALISA SAHAM INDONESIA

November 11, 2021

*** The JCI trading range: 6,600pt - 6,720pt (Yesterday close: 6,683pt)**

*** Wall Street ended lower by some 1% mainly on the United States (US) October's inflation rate that is recorded at 6.2% YoY, higher than the estimate of 5.9% YoY while the highest in the last 3 (three) decades**

*** The JCI is expected to fluctuate and supported by stable USDIDR close**

Morning,

The Jakarta Composite Index (JCI) today (11/11) is expected to trade between 6,600pt - 6,720pt to hold support also on the back of bargain hunters. Meanwhile, yesterday (11/9) Wall Street ended with the DJIA closed lower by 240pt or 0.7% to 36,080pt, while the S&P500 and the Nasdaq both closed lower by 0.8% and by 1.7%, respectively. During yesterday close, the yield of 10-year Treasury notes jumped by 12bp, while that of Indonesian counterpart declined by 8bp.

The JCI is expected to be volatile in the very short term, to wait for some stability in the bond markets that should follow once earnings and economic growth prospect for next year is adjusted to account the last data.

At the other end, yesterday the WTI price closed lower by 1.5% to USD82.9/barrel, mainly on weekly the US crude inventory data release from the EIA that noted a 1mn barrels increase, contrary to that of APIs' data on Tuesday that indicated a surprise drop. Meanwhile, the USDIDR closed at IDR14,253 vs. IDR14,233 the previous one.

We advise the following recommendations, for both trading and longer-time investment purpose. **AAII, LSIP (sector of Agri, allocation suggestion Underweight), UNTR, ITMG, ADRO, PTBA (sector of Coal Mining, allocation suggestion Market-weight), SIDO, ULTJ, 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,