

## ANALISA SAHAM INDONESIA

November 18, 2021

- \* **The JCI trading range: 6,600pt - 6,725pt (Yesterday close: 6,676pt)**
- \* **Wall Street ended lower by some 0.5%, also on news on rising COVID-19 cases both in the United States (US) and major cities in Europe**
- \* **The JCI is expected to fluctuate and be supported by stable USDIDR close**

Morning,

The Jakarta Composite Index (JCI) today (11/18) is expected to trade between 6,600pt - 6,725pt to hold support also on the back of bargain hunters. Meanwhile, yesterday (11/17) Wall Street ended with the DJIA closed lower by 211pt or 0.6% to 35,931pt, while the S&P500 and the Nasdaq both closed lower by 0.3%. The US equity market yesterday was also supported by better-than-expected US homebuilding permit issuance that increases by 4% YoY in October.

The JCI today is expected to fluctuate to also factoring in worries on the resurgence of COVID-19 new cases in the country, by the latest data. In the capital city Jakarta positivity rates of new cases increased to the level of 0.6%-0.8% in the last 7(seven) days or a notch higher from record-low of 0.2%-0.4% in the previous weeks. Meanwhile, the central bank Bank Indonesia is widely-expected to continue the accommodative policies and keep the BI7DRR unchanged at 3.5% during the completion of monthly board-of-governors meeting today.

At the other end, yesterday the WTI price closed lower by 3% to USD78.4/barrel, mainly on oversupply issue following the rise of COVID-19 cases in Europe. Also, news that the US has its mechanism to release its Strategic Petroleum Reserves to the market added to the sentiment. Meanwhile, the USDIDR closed at IDR14,259 vs. IDR14,211 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, 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,