

ANALISA SAHAM INDONESIA

November 19, 2021

*** The JCI trading range: 6,585pt - 6,700pt (Yesterday close: 6,637pt)**

*** Wall Street ended with the broader indices closed higher by some 0.3%, mainly supported also by the 3Q21 earnings release of the United States (US) based & listed Macy and Kohl that is higher than analyst estimates**

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

Morning,

The Jakarta Composite Index (JCI) today (11/19) is expected to trade between 6,585pt - 6,700pt to attempt higher also on the back of bargain hunters. Meanwhile, yesterday (11/18) Wall Street ended with the DJIA closed lower by 60pt or 0.2% to 35,871pt, while the S&P500 and the Nasdaq both closed higher by 0.3% and by 0.5%, respectively. The US equity market yesterday was also supported by the country's job data of the latest weekly initial jobless claims (268k unites) that roughly matched the consensus estimated of 260k units.

The JCI today is expected to have technical rebound mainly supported by view of possible longer than expected dovish monetary policy both in Indonesia and other major Advanced Economies. Indonesia central bank Bank Indonesia (BI) during the media release yesterday after the completion of monthly Board-of-Governors meeting stated that accommodative policy measures are still maintained, mainly to boost growth. In addition, BI also stated that banks to further lower credit interest rates for other rates in the sector are trending more steeply than those of credits since BI keeps its reference rate at its all-time low of 3.5% since February this year.

At the other end, yesterday the WTI price closed higher by 0.83% to USD79.0/barrel, mainly on technical reverse following the previous drop on issues of more supplies from the release of Strategic National Reserves from major countries. Meanwhile, the USDIDR closed at IDR14,231 vs. IDR14,259 the previous one.

We advise the following recommendations, for both trading and longer-time investment purpose. **AAI, 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,