

ANALISA SAHAM INDONESIA

November 23, 2021

- * The JCI trading range: 6,660pt- 6,780pt (Yesterday close: 6,723pt)**
- * Wall Street ended with the tech-laden Nasdaq closed lower by 1.3% mainly on worries that higher financial charges may restraint growth next year**
- * The JCI is expected to fluctuate supported by stable USDIDR and oil-close**

Morning,

The Jakarta Composite Index (JCI) today (11/23) is expected to trade between 6,660pt - 6,780pt to stick around also on the back of bargain hunters. Meanwhile, yesterday (11/22) Wall Street ended with the DJIA closed higher by 17pt or 0.05% to 35,619pt, while the S&P500 and the Nasdaq closed lower by 0.3% and 1.3%, respectively. The appointment of Jerome Powell yesterday, for the second term as the chairman of the United States (US) central bank triggered views that tightening steps are in-tact.

The JCI today is expected to be volatile also by the higher yield-differential between the domestic bond markets and those in the Advanced Economies. The yield of the US 10-year Treasury note increased by 9bp to 1.629% during yesterday close, while that of Indonesia counterpart by 1bp to 6.189%. At the other end, the latest positivity rates of new cases of COVID-19 in Jakarta capital city at a record-low of 0.2% should be of a support, we view.

At the other end, yesterday the WTI price closed higher by 1% to USD76.3/barrel, mainly on supply supports as news circulated that Japan and India are to release national reserves while the sector is in deficit even after factoring-in COVID-19 resurgence in Europe. Meanwhile, the USDIDR closed at IDR14,255 vs. IDR14,237 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,