

## ANALISA SAHAM INDONESIA

**November 3, 2021**

**\* The JCI trading range: 6,450pt - 6,550pt (Yesterday close: 6,493pt)**

**\* Wall Street ended higher by some 0.4%, mainly on the 3Q21 earnings release of the United States (US) listed companies yesterday which mostly continued to beat estimates**

**\* The JCI is expected to fluctuate and supported by bargain hunters**

Morning,

The Jakarta Composite Index (JCI) today (11/3) is expected to trade between 6,450pt - 6,550pt to stick around on the back of bargain hunters. Meanwhile, yesterday (11/2) Wall Street ended with the DJIA closed higher by 139pt or 0.4% to 36,053pt, while the S&P500 and the Nasdaq closed higher by 0.4% and 0.3%, respectively. Yesterday, the yield of the 10-year Treasury note fell by 2.8bp, to reflect that market participants in the US somehow have factored in the schedule and magnitude of the bonds taper program, currently at USD120bn/month, and to be decided tonight by the Fed.

The JCI today is expected to be volatile, as also indicated by relatively high increase of the yield of country's 10-year government bonds during yesterday close, by 12bp. Also, market jitter is reflected by the still weakening USDIDR, since October 7.

Meanwhile yesterday, the higher oil close could not support the JCI as expected, as fear of higher yield in the US dominated.

At the other end, yesterday the WTI price closed lower by 0.6% at USD83.6/barrel, mainly on a degree of uncertainties whether OPEC+ members decides to maintain or cut current production curb ahead of its meeting tomorrow (11/4). Meanwhile, the USDIDR closed at IDR14,261 vs. IDR14,235 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,