

ANALISA SAHAM INDONESIA

In the name of Allah, the Most Gracious the Most Merciful

December 16, 2021

*** The JCI trading range: 6,585pt - 6,700pt (Yesterday close: 6,626pt)**

*** Wall Street ended with major equity indices closed higher by more than 1%, mainly on the United States (US) central bank policy announcement during its FOMC meeting yesterday that partly reflect allowance for COVID-19 new variant spread**

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

Morning,

The Jakarta Composite Index (JCI) today (12/16) is expected to trade between 6,585pt - 6,700pt likely to close in the green also on the back of bargain hunters. Meanwhile, yesterday (12/15), Wall Street ended with the DJIA closed higher by 383pt or 1.1% to 35,927pt, and the S&P500 and the Nasdaq Composite also closed higher by 1.6% and 2.2%, respectively.

The JCI yesterday performed on a narrow range but within our estimated one, also on cautious over the US central bank announcement. In addition the country's November trade surplus is recorded at USD3.5bn (October: USD5.7bn) or lower as compared to a wide estimate of USD4.4bn. Today the JCI is expected to share regional positive vibes and also be supported by stable and improved condition of COVID-19 pandemic indicators in the country.

At the other end, yesterday the WTI price closed higher by 0.2% to USD70.9/barrel, mainly supported by the general under-supply condition of the sector, despite news on a rising spread of COVID-19 and new variant. Meanwhile, the USDIDR closed at IDR14,337 vs. IDR14,348 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,