

## ANALISA SAHAM INDONESIA

December 1, 2021

**\* The JCI trading range: 6,460pt - 6,610pt (Yesterday close: 6,534pt)**

**\* Wall Street ended with 3 (three) major equity indices closed lower by some 2%, mainly on the increasing uncertainties by 2 (two) important conflicting facts: the emergence of COVID-19 new variant omicron and the strong economic growth and inflation rates of the United States (US)**

**\* The JCI is expected to fluctuate and be supported by stable USDIDR close**

Morning,

The Jakarta Composite Index (JCI) today (12/1) is expected to trade between 6,460pt - 6,610pt to stick around also on the back of bargain hunters. Meanwhile, yesterday (11/30), Wall Street ended with the DJIA closed lower by 652pt or 1.9%, and the S&P500 and the Nasdaq Composite also closed lower by 1.9% and 1.6%, respectively. The yield of 10-year US government bonds declined by relatively higher of 8bp at yesterday's close.

The JCI today is expected to be supported also by the release of the country's inflation data for November, estimated by the central bank Bank Indonesia at 0.34% MoM (October: 0.12% MoM) and 1.72% YoY (October: 1.66% YoY).

The daily positivity rates of new cases of COVID-19 virus in the capital city Jakarta pointed to 0.4%, by the latest data, stable within the record low of 0.2%-0.4%. This should support the JCI we reckon, given the unfavorable situation of health-infrastructure facility in Indonesia, the best tool for the country is to prevent any new cases of pandemic, be it COVID-19 or other/s.

At the other end, yesterday the WTI price closed lower by 5.4% to USD66.2/barrel mainly on demand worries by news that Moderna's CEO statement that doubt the efficacy of current COVID-19 vaccines. Meanwhile, the USDIDR closed at IDR14,320 vs. IDR14,340 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,