

## ANALISA SAHAM INDONESIA

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

**January 20, 2022**

**\* The JCI trading range: 6,550pt - 6,650pt (Yesterday close: 6,592pt)**

**\* Wall Street ended with major equity indices closed lower by 1%, mainly on investors' fear on the impact of rising interest rates in the United States (US)**

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

Morning,

The Jakarta Composite Index (JCI) today (1/20) is expected to trade between 6,550pt - 6,650pt and to attempt higher and be supported bargain hunters. Meanwhile Wall Street yesterday (1/19) ended with the DJIA closed lower by 340pt, or 1.0%, while the S&P500 and the Nasdaq Composite both closed lower by 1.0% and 1.2%, respectively.

Today the JCI is expected to response news stream on COVID-19 pandemic status in the country (1), and release on stance of Indonesia monetary policy after the completion of the central bank Bank Indonesia (BI) January meeting, scheduled this afternoon (2). By market consensus, BI is expected to maintain the reference interest rates at 3.5%, despite tightening talks in other countries, especially in the US. However, BI may adjust other supporting monetary policies/regulations to response and anticipate the latest progress both in and outside the country, we reckon.

The JCI yesterday (1/19) performed within the estimated range to close by 0.3% lower than the previous close, with foreign flow recorded a total net Buy of IDR159bn, and total trading value of IDR12tr. The market statistics of the JCI yesterday indicated a stable/normal condition, despite the wider yield differential of the benchmark 10-year government bonds.

At the other end, yesterday the WTI price closed higher by 1.8% to a 7-year high USD86.9/barrel, mainly on supply worries. News yesterday that Turkey stopped part of the oil flow from major producer Iraq to Turkey's Ceyhan port, as an explosion occurred in the system. Meanwhile, the USDIDR closed at IDR14,370 vs. IDR14,325 the previous one.

Cheers,