

ANALISA SAHAM INDONESIA

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

January 25, 2022

*** The JCI trading range: 6,585pt - 6,700pt (Yesterday close: 6,655pt)**

*** Wall Street ended with major equity indices closed higher by some 0.4%, mainly on technical rebound following volatile sessions which arose from the uncertainties concerning steps of the tightening monetary policies in the United States (US), scheduled to be announced on Wednesday (1/26)**

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

Morning,

The Jakarta Composite Index (JCI) today (1/25) is expected to trade between 6,585pt - 6,700pt to hold ground and be supported by bargain hunters. These days, hard-beaten and fundamentally sound counters again should be an interesting object for those to add-up positions in the Indonesia equity market, in our view.

Meanwhile, yesterday (1/24), Wall Street ended with the DJIA closed higher by 99pt, or 0.3%, while the S&P500 and the Nasdaq Composite both closed higher by 0.3% and 0.6%, respectively.

The JCI today is expected to be volatile given the sentiments of regional leads. In addition, the capital city Jakarta recorded its first double-digits positivity rate of new cases of COVID-19 for the year of 11% (1/23) against the record-low of 0.2% -0.4%. The PR rates started at 3.2% on January 15 and kept increasing into the 11% level. The Indonesian government has periodically adjusted the level of activity restrictions accordingly. On historical observations, activity restrictions is also an effective measure to control the spread of new cases.

At the other end, yesterday the WTI price closed lower by 2.2% to USD83.3/barrel, mainly hit by a stronger USD and investor concerns over the possibility of quicker than expected increases of the interest rates by the US Federal Reserve. Meanwhile, the USDIDR closed at IDR14,354 vs. IDR14,327 the previous one.

Cheers,