



AGRI	BSIC	CONS	FINC	INFR	MINE	MISC	PPTY	TRDE	MFTG										
1,186.63	709.02	1,868.68	1,083.04	819.93	1,356.54	852.29	344.83	630.73	1,189.40										
14.90	1.27%	-15.93	-2.20%	-15.66	-0.83%	-10.76	-0.98%	-18.15	-2.17%	-13.89	-1.01%	-14.24	-1.64%	-3.05	-0.88%	-5.80	-0.91%	-16.33	-1.35%

STOCK INDEX	CLOSE	Chg	%Chg
JCI	4,999.36	(60)	-1.18%
LQ-45	767.97	(12)	-1.58%
IDX30	420.08	(7)	-1.67%
DJIA	27,126.95	(530)	-1.92%
Nasdaq	10,778.80	(14)	-0.13%
S&P 500	3,281.05	(38)	-1.16%
Nikkei	-	-	0.00%
Hang Seng	23,950.69	(505)	-2.06%

TRADING STATISTICS

Trading Volume (m shares)	11,616
Trading Value (b IDR)	6,783
Trading Frequency (in times)	597,305
Fgn Net Trade Value (b IDR)	(311)
YTD Fgn Net Trade Value (b IDR)	(39,981)

CMDTY & CCY	CLOSE	%Chg
WTI	39.63	-3.20%
Brent	41.75	-3.00%
Gold	1,911.61	-1.98%
Coal (USD/MT)	59.75	1.10%
Copper (US\$/lb.)	3.00	-3.26%
Nickel (US\$/MT)	14,851.50	0.01%
CPO (MYR/MT)	2,692.00	-1.86%
USDIDR	14,723.00	-0.30%

MACROECONOMIC INDICATORS

	Last	Prv
BI 7-Day RR	4.25%	4.50%
Inflation Rate (August 20)	1.54%	1.32%
GDP (2Q20)	-5.32%	2.97%
10-yr Govt Bond	6.83%	6.85%

FOCUS

DEFLATION MAY CONTINUE IN SEPTEMBER

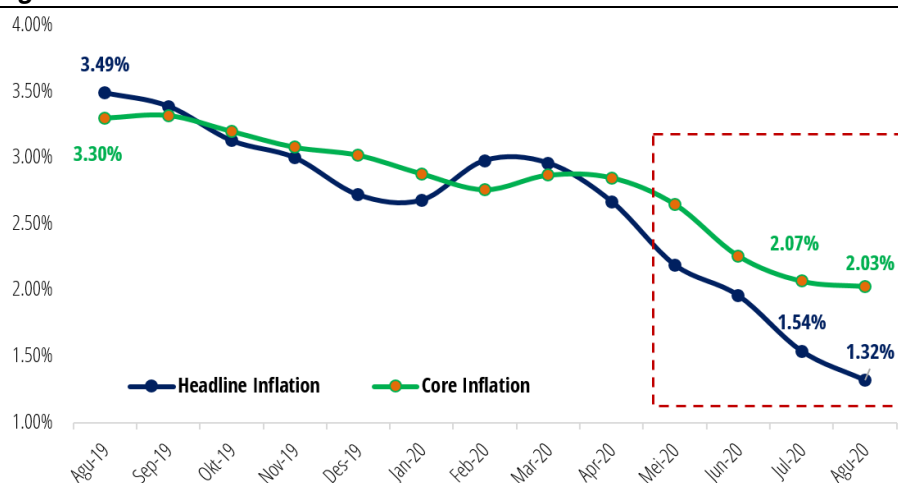
Bank Indonesia Price Monitoring Survey in the third week of September 2020 predicted that a deflation of -0.01% M/M may occur in September. Previously, deflations also occurred in two consecutive months, i.e. -0.10% M/M in July and -0.05% M/M in August. If BI's estimate turns into reality, Indonesia will experience a series of deflations in one full quarter (Q3).

In the survey, BI estimates that September deflation is still largely contributed by food commodity prices, ranging from eggs of broilers at -0.04% M/M, broiler chicken -0.03% M/M, onions -0.02% M/M, and oranges, chilies, and gold jewelry -0.01% M/M, respectively. According to data from the National Strategic Food Price Information Center (PIHPS), the prices of these commodities had indeed decreased. In traditional markets, for instance, from the beginning of August to the third week of September, prices for chicken meat and eggs had fallen by -8.3% and -5.7%, respectively; while onions and chilies had fallen by -6.2% and -15.9%, respectively.

Low inflation (disinflation) can actually be regarded as either the success of price control, especially for basic needs, or a reflection of decreased demand due to low purchasing power, with a greater tendency in the latter. This can be seen from the declining trend in core inflation, specifically when the Covid-19 pandemic hit Indonesia (dashed square in Fig. 1). Core inflation components usually tend to be more persistent or stable compared to those whose prices are regulated by the government or are volatile (energy and food). When core inflation rises, it indicates that consumers are still willing to pay higher prices for goods and services whose prices are difficult to increase, and is a reflection of healthy purchasing power.

However, concern about the phenomenon of disinflation is not national but global. A Reuters survey, as cited from CNBC, of 160 world leading economists showed more than 70% of them stated that the bigger threat when the pandemic subsides is lower prices, which if extending any longer might turn a recession into a depression.

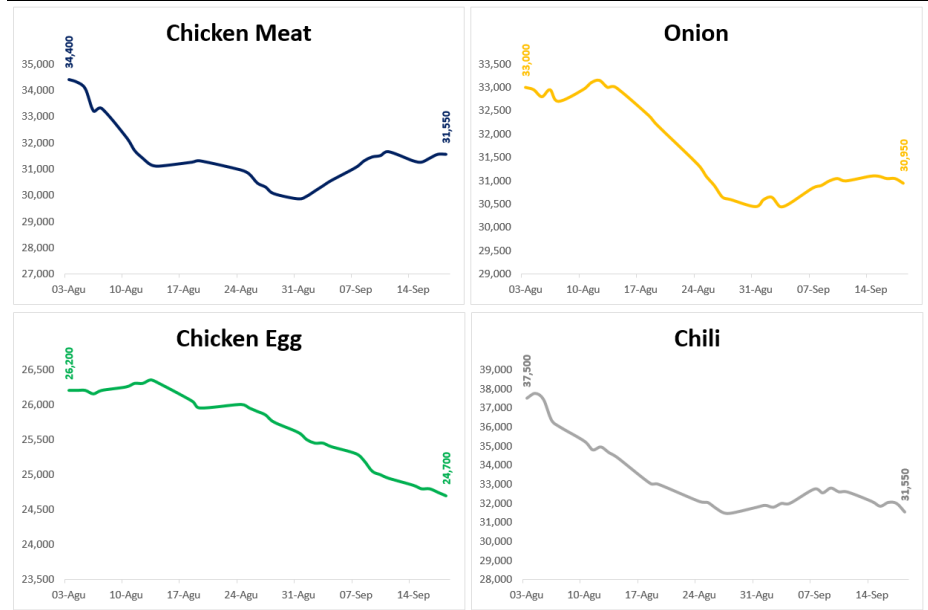
Fig 1: Indonesia Inflation



Sources: BPS, MPIS Research



Fig 2: Food Prices Contributed to Deflation



Sources: PIHPS, MPIS Research

MORNING DEW



PT MINNA PADI INVESTAMA SEKURITAS

Member of Indonesia Stock Exchange

MARKET RECAP

On Monday trading (9/21), JCI declined by -60 pts (-1.2%) to 4,999.3. Total transaction volume reached 11.6 billion shares with a transaction value of Rp6.8 trillion. Foreign investors posted a net sell of Rp311 billion, compounding the year-to-date foreign net sell to Rp40 trillion.

Only the agriculture sector that advanced (+1.3%). On the other hand, the retreating sectors were led by basic industry (-2.2%), infrastructure (-2.2%), and miscellaneous industry (-1.6%). Stocks supporting the JCI were SOHO (+19.8%), AALI (+5.7%), and TBIG (+2.4%). By contrast, stocks weighing down the JCI were TLKM (-2.8%), BMRI (-1.8%), and ASII (-2.3%).

U.S. NEWS

U.S. stocks plunged with the S&P 500 notched its longest losing streak since February as concerns about new lockdowns in Europe and a lack of progress toward another round of fiscal stimulus out of Washington. The DJIA fell 1.92% at 27,126.95, the S&P 500 lost

1.16% to 3,281.06 and the Nasdaq Composite dropped 0.13% to 10,778.80.

U.S. Treasury yields fell as investors moved into safe-haven assets amid renewed worries over the new COVID-19 restrictions in Europe. The benchmark 10-year notes were up 7/32 to yield 0.67% and the 30-year bonds rose 24/32 to yield 1.42%. The 2-year notes were flattened to yield 0.139%

Crude oil prices closed sharply lower as the market braced for the return of Libya oil following reports that Libyan military commander Khalifa Haftar will lift an eight-month blockage of crude exports that had shut nearly all of the country's production. The blockade slashed Libyan production to just over 100,000 BPD now from around 1.2 MBPD previously. WTI crude slipped by -3.60% to US\$39.63/barrel, while Brent crude dropped by -3.24% to US\$41.75/barrel.

NEWS FROM THE MARKET

COMPANY UPDATE

GIAA LOOKS FOR BRIDGING LOAN Rp 2 T

PT Garuda Indonesia Tbk (GIAA) continues to negotiate a bridging loan worth Rp2.3 T with a number of banks such as PT Bank Mandiri Tbk (BMRI), PT Bank Rakyat Indonesia Tbk (BBRI), and PT Bank Negara Indonesia Tbk (BBNI). The bridging loan is needed while waiting for the government bailout to be disbursed through the issuance of a mandatory convertible bond (MCB) worth Rp8.5 T in 4Q20. At the same time, PT Pemeringkat Efek Indonesia (Pefindo) revised the KIK EBA Mandiri GIAA01 class A rating to BB from the previous CCC. The rating upgrade was caused by EBA class A amortization principal payment of Rp360 B has been carried out on September 2, 2020, from the schedule supposed to be July 27, 2020.

INDY TO ISSUE GLOBAL BOND WORTH AS US\$650 M

PT Indika Energy Tbk (INDY) through its wholly-controlled subsidiary, namely PT Indika Inti Corpindo (ICC), PT Tripatra Engineering (TPE), PT Tripatra Engineers and Constructors (TPEC),

and Tripatra (Singapore) Pte. Ltd (TRIS) will issue senior debt securities (Senior Notes) with a maximum amount of US\$650 M or equivalent to Rp9.62 T (exchange rate of Rp14,800 / US\$). The bonds will be issued in accordance with the provisions of Rule 144A and Regulation S of the Securities Act and listed on SGX-ST or Singapore Exchange Securities Trading Limited, the Stock Exchange in Singapore. The funds obtained will be used for business development, financing business diversification, repayment of company obligations, as well as corporate financing in general. The company will further disclose the plan to use the proceeds from the transaction in additional information that will be published by the company no later than 2 working days before the GMS. The GMS will be held on 26 October 2020.

PEFINDO AFFIRMED BNLI BONDS AT idAA+

Pefindo affirmed PT Bank Permata Tbk (BNLI)'s Subordinate Bonds II Phase I Year 2013 amounting to Rp860B at id AA+. The bonds will be due on December 24. The rating reflects the strong Company's commitment for its long-term debt



BBTN TARGETS TO ACQUIRED 25,000 EDC ACQUISITION IN FY2020

PT Bank Tabungan Negara (Persero) Tbk. (BBTN) will continue to increase the acquisition of fee-based income (FBI) and low-cost funding by continuing to acquire local and national merchants as merchants for Electronic Data Capture (EDC) machines. The company targets to acquire 25,000 EDCs up to FY2020. The acquisition step is also in line with the company's digital transformation efforts, where until the end of August 2020 the company recorded more than 132 million transactions through the electronic banking line, an increase of 29.05% (Y/Y).

WSKT TO PAY SHELF REGISTRATION BONDS

PT Waskita Karya (Persero) Tbk (WSKT) plans to pay its Shelf Registration Bonds III Phase I Year 2017 Series A that will be due on October 6. That said, WSKT has prepared Rp1.36T for the payment.

TECHNICAL OUTLOOK

JCI IS NEGATIVE, WITH EXPECTED RANGE OF 4,920 to 5,060

JCI closed lower to 4,999 with the Support lay at 4,754 while the Resistance hanging at 5,190/380. EMA 5&20 still in death cross pattern while PSAR green still appeared. MACD still in the negative territory along with Stochastic turn to negative again and RSI was curled lower.



SUMMARY OF STOCK PICKS

TICKER	SUPPORT	RESISTANCE	ENTRY POINT	TARGET PRICE	CUTOFF PRICE	RISK-TO-REWARD RATIO	LAST PRICE	TEMPORARY GAINS /		STATUS
								PTS	%	
ADHI	500	1,015	600	995	490	0.28	515	(85)	-14.17%	HOLD
ADRO	1,030	1,350	1,080	1,280	1,010	0.35	1,145	65	6.02%	HOLD
BBTN	900	1,930	700	1,800	650	0.05	1,250	550	78.57%	BUY
FAST	880	950	885	950	840	0.69	940	55	6.21%	HOLD
HMSP	1,455	1,650	1,500	1,650	1,400	0.67	1,490	(10)	-0.67%	BUY
PTBA	1,930	2,500	2,130	2,280	1,850	1.87	2,000	(130)	-6.10%	BUY
PWON	332	434	374	420	350	0.52	370	(4)	-1.07%	BUY
WEGE	107	290	110	240	100	0.08	167	57	51.82%	BUY



Data & Agenda

ECONOMIC CALENDAR

Economic Indicator	Period	Date	Time (WIB)	Prv.	Forecast	Actual
Trade Balance	Agu-20	15-Sep	16.00	US\$3.24 B	US\$2.27 B	US\$2.33 B
Retail Sales (Y/Y)	Jul-20	9-Sep	8.00	-17.10%	-11.50%	-12.30%
Inflation (Y/Y)	Agu-20	1-Sep	12.00	1.54%	1.85%	1.32%
CCI (Y/Y)	Agu-20	8-Sep	16.00	86.2	90.0	86.9
FX Reserves	Agu-20	7-Sep	17.00	US\$135.1 B	US\$136 B	US\$137 B
GDP	2Q20	21-Sep	16.00	2.97%	-2.50%	-5.32%

Source: MPIS Research

MARKET STATISTICS

TOP GAINERS

TICKER	Close	Chg	% Chg
DPUM	89	23	34.85%
PSGO	132	34	34.69%
TFCO	510	98	23.79%
SOHO	13,600	2,250	19.82%
RDTX	6,325	1,000	18.78%

TOP TRADING VALUE

TICKER	Close	Chg	% Chg
BBCA	28,025	(125)	-0.44%
BBRI	3,190	(30)	-0.93%
TLKM	2,810	(80)	-2.77%
BSDE	800	30	3.90%
BBNI	4,590	(150)	-3.16%

MOST ACTIVE

TICKER	Close	Chg	% Chg
BBCA	28,025	(125)	-0.44%
DEAL	132	8	6.45%
BBNI	4,590	(150)	-3.16%
BBRI	3,190	(30)	-0.93%
BEST	169	(12)	-6.63%

TOP LOSERS

TICKER	Close	Chg	% Chg
SGRO	1,395	(105)	-7.00%
GLOB	134	(10)	-6.94%
POLI	1,010	(75)	-6.91%
BBHI	135	(10)	-6.90%
TALF	270	(20)	-6.90%

MOST TRADED

TICKER	Close	Chg	% Chg
ENWY	61	(4)	-6.15%
BRMS	63	(2)	-3.08%
ASRI	122	(9)	-6.87%
ZINC	135	(2)	-1.46%
BEST	169	(12)	-6.63%

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Source: IDX

Disclaimer

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