KayHian Sekuritas

Country Daily | Indonesia

Wednesday, 11 November 2026



Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	52231.9	(0.3)	0.9	1.1	8.7
S&P 500	7520.9	(0.4)	(0.6)	(3.7)	9.9
FTSE 100	10751.6	(0.3)	1.1	1.9	8.3
AS30	9245.7	(0.2)	3.2	4.1	2.5
CSI 300	4059.1	0.1	1.3	(6.0)	(12.3)
FSSTI	5258.6	1.5	(0.9)	(2.7)	13.2
HSCEI	8265.8	0.1	4.1	1.4	(7.3)
HSI	24557.0	0.4	4.4	1.4	(4.2)
JCI	5125.7	1.0	4.5	(15.9)	(40.7)
KLCI	1604.1	(0.8)	(1.0)	(0.3)	(4.5)
KOSPI	5239.1	4.4	(7.3)	(20.9)	24.3
Nikkei 225	60459.6	2.9	(4.2)	(12.4)	20.1
SET	1496.3	1.6	0.4	(5.2)	18.8
TWSE	42711.9	2.5	(1.4)	(13.4)	47.5
BDI	2862	0.3	10.5	(1.9)	52.5
CPO (RM/mt)	4020	(4.5)	(7.6)	(7.9)	2.2
Brent Crude (US$/bbl)	92	(0.6)	(11.2)	(12.1)	51.2

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
1HFY27 Post Results briefing with Valuetronics Holdings Ltd (VALUE SP)	Singapore	11 Nov	11 Nov
Analyst Marketing by Johnny Yum on GC AI Sector	Taipei	17 Nov	18 Nov
Corporate Roadshow with NTT DC REIT (NTTDCR SP)	Bangkok	23 Nov	23 Nov
Corporate Roadshow with NTT DC REIT (NTTDCR SP)	Kuala Lumpur	25 Nov	25 Nov
Virtual Analyst Presentation by Jonathan Koh on S-REITs Results Wrap	Singapore	25 Nov	25 Nov
Regional 1H2027 Strategy Conference	Malaysia	02 Dec	02 Dec

Top Stories

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- A re-rating hinges on MSCI clarity and easing oil and macro pressures. Prioritise high dividend yields across rupiah and US-dollar earners. Our top picks are AADI, AKRA, ANTM, ASII, ELSA, GOTO, JPFA, KLBF, TLKM and UNVR.

Technical Analysis

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- Trading Buy Range: We have a technical Buy at Rp970, and take profit at Rp1,025.

Kalbe Farma | KLBF IJ Page 4 →

- Trading Buy Range: We have a technical Buy at Rp745, and take profit at Rp800.

Disclaimer: In Traders' Corner, technical analysis is carried out purely based on charting patterns, price movements and trends, and is thus independent of the fundamental research views of our analysts. As a result, and from time to time, we may make a technical recommendation that is opposite to our fundamental BUY/HOLD/SELL rating.

Strategy

Cheap Enough To Wait Out, Yielding Enough To Stay Put

Highlights

- The JCI's 41% ytd fall, the weakest globally, mainly reflects capital-flow risks, not fundamentals; 9M26 earnings rose 19.5% yoy.
- A re-rating hinges on MSCI clarity and easing oil and macro pressures. End-27 JCI target: 5,900.
- Stay balanced: Prioritise high dividend yields across rupiah and US-dollar earners. Our top picks are AADI, AKRA, ANTM, ASII, ELSA, GOTO, JPFA, KLBF, TLKM and UNVR.

Analysis

- **2026: From record high to Standalone risk.** The JCI slid from a record 9,135 (20 Jan 26) to 5,342 (8 Jun 26) on the back of MSCI's Frontier warning, introduction of Danantara Sumberdaya Indonesia and oil above US$100, which raised the risk of the deficit exceeding 3% of GDP amid large fiscal programmes. BI's hikes to 5.75% (20 May 26, 9-18 Jun 26) and a softer DSI stance lifted it to 6,704 by Sep 26, before MSCI's 15 Oct 26 Standalone proposal sent it to a new low of 4,997. It has since recovered slightly, but foreign outflows (US$5.4b ytd) are the heaviest since 2008-09.
- **Earnings held up, but flows dominated.** 9M26 revenue/net profit of the stocks under our coverage grew 12.8%/19.5% yoy, but only partly reflect cost pressures from the late-Feb 26 oil spike and Jun 26's El Niño. We foresee margin and liquidity pressure in 1H27; a 2H27 recovery hinges on oil prices and El Niño easing, alongside looser monetary policy.
- **A binary event.** MSCI will decide by 30 Jun 27 (consultation closes 30 Apr 27), with implementation by Nov 27, risking another US$5.1b-8.7b of foreign outflows. Reforms are sweeping (1% disclosure, 15% free float, ~80 HSC stocks out of the JCI, various fines and penalties), but consistent enforcement is key. Past Standalone downgrades saw indices rise a median 45% in the 12 months after implementation; the JCI has already fallen 39% since MSCI's first warning (28 Jan 26), more than any past case at that stage.
- **2027 outlook: End-27 JCI target of 5,900** is based on 8.8x 2027F PE (2SD below the three-year mean) and EPS of 673 (+12.6% yoy), reflecting a structural de-rating as 10-year yields hit 7.64%. At 7.6x 2027F PE, a 17-year low, valuations offer a cushion, not yet a floor. Risks: Standalone confirmation, fiscal slippage, earnings cuts, rupiah weakness and outflows.
- **Stock selection: Balanced, yield-first.** Being fully defensive carries the risk of missing the rebound, so we pick stocks across three categories: a) yield-backed big caps ASII and TLKM (9-11% yields, buybacks), first to re-rate if Indonesia's Emerging market status is retained; b) rupiah and US-dollar earners outside MSCI Standard with net cash and high payouts (AADI, AKRA, ANTM, ELSA, JPFA, KLBF, UNVR), limiting passive-selling risk; and c) GOTO for fintech-led growth, backed by net cash.

*Click here for **Full Report** dated 10 Nov 26*

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JCI year-end target (2027): 5,900

Top Picks

Ticker	Rec	Share Price (Rp)	Target Price (Rp)
AADI	BUY	10,150	13,500
AKRA	BUY	1,370	1,600
ANTM	BUY	2,690	4,100
ASII	BUY	5,000	7,100
ELSA	BUY	555	1,450
GOTO	BUY	24	60
JPFA	BUY	1,550	2,800
KLBF	BUY	755	1,000
TLKM	BUY	1,980	3,300
UNVR	BUY	1,515	1,800

Source: UOB Kay Hian

Sector Ratings

Sector	UOBKH Ratings
Automobile	MARKET WEIGHT
Banking	MARKET WEIGHT
Consumer	MARKET WEIGHT
Healthcare	OVERWEIGHT
Mining	MARKET WEIGHT
Oil & Gas	MARKET WEIGHT
Technology	OVERWEIGHT
Telecommunications	MARKET WEIGHT

Source: UOB Kay Hian

JCI's Forward PE Vs Selective Markets

Market (x)	Current	1 year	3 years	5 years	10 years
Indonesia	7.3	11	12.1	13.2	14.5
Malaysia	13.6	14.5	14	13.8	14.9
Thailand	12.5	14.2	13.7	14.3	15.1
Singapore	14.7	15.1	12.7	12.2	12.8
Philippines	8.4	9	9.9	11.4	13.9
Vietnam	10.5	12.2	11.1	10.9	12.4
US	17.7	20.7	21	19.9	19.2
China	17.8	13.4	12.2	11.5	11.7

Source: Bloomberg, UOB Kay Hian

Top Picks

Company	Ticker	Rec	Price 6 Nov 26 (Rp)	Target Price (Rp)	Upside (%)	Market Cap (US$m)	3-month Avg Turnover (US$m)	PE 2026F (x)	PE 2027F (x)	P/B 2026F (x)	P/B 2027F (x)	ROE 2026F (%)	Net Gearing 2026F (%)
Adaro Andalan Indonesia	AADI	BUY	10,150	13,500	33.0	4,369	7.8	4.7	4.7	1.4	1.3	29.2	(9.7)
AKR Corporindo	AKRA	BUY	1,370	1,600	16.8	1,520	1.6	10.4	10.5	2.2	2.2	21.4	(10.0)
Aneka Tambang	ANTM	BUY	2,690	4,100	52.4	3,574	17.4	5.8	5.2	1.5	1.4	29.2	(14.6)
Astra International	ASII	BUY	5,000	7,100	42.0	11,190	13.6	7.1	6.0	0.9	0.8	11.9	0.2
Elnusa	ELSA	BUY	555	1,450	161.3	224	0.8	4.7	3.8	0.7	0.6	15.6	(50.6)
GoTo Gojek Tokopedia	GOTO	BUY	24	60	150.0	1,580	9.4	19.6	19.7	0.9	0.8	4.6	(45.8)
Japfa Comfeed Indonesia	JPFA	BUY	1,550	2,800	80.6	1,005	1.6	4.2	3.9	0.9	0.8	21.2	56.3
Kalbe Farma	KLBF	BUY	755	1,000	32.5	1,954	2.8	9.1	8.3	1.3	1.2	14.4	(22.5)
Telkom Indonesia	TLKM	BUY	1,980	3,300	66.7	10,843	23.5	9.0	9.0	1.3	1.3	13.3	26.2
Unilever Indonesia	UNVR	BUY	1,515	1,800	18.8	3,195	1.8	14.1	13.8	26.2	25.6	185.2	(117.0)

Source: Bloomberg, UOB Kay Hian

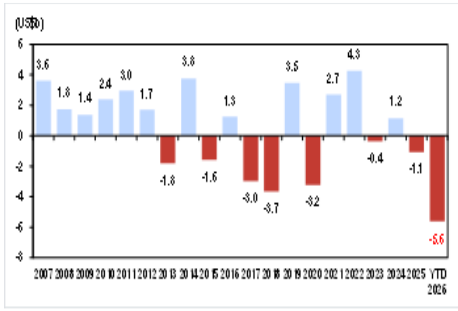
- **Reforms in place, enforcement on trial.** Since MSCI's 28 Jan 26 warning, OJK and the SROs have introduced a 1% shareholder disclosure threshold, expanded investor classification to 39 categories and raised minimum free float to 15%. Following the Standalone proposal, OJK imposed Rp2.1t in fines on DSSA, BREN and CUAN, while IDX began excluding HSC stocks from the JCI and investigating suspected coordinated trading. What matters before Jun 27 is evidence of consistent enforcement and a visible reduction in coordinated trading.
- **Oil is the key swing factor.** Brent has hovered around US$100/bbl since late-February, above the 2027 budget assumption of US$75/bbl. Elevated oil prices raise corporate costs and fiscal pressure, potentially requiring spending cuts or fuel-price adjustments to keep the deficit within the 3% ceiling. De-escalation could trigger a swift oil-price correction and narrower crack spreads, but sustained high prices would weigh more visibly on corporate margins from 4Q26.
- **BI policy and rupiah stability remain central.** Industry loans grew 13.0% yoy in Jul 26 against deposit growth of 7.7%, lifting loan-to-deposit ratio (LDR) to about 93%. Excluding government SAL placements, BMRI's and BBNI's LDRs were about 96.1% and 94.3%, respectively, highlighting their reliance on government funding. Excess liquidity at BI's deposit facility fell from Rp149t in Jan 26 to near zero by Sep 26, while banks' repo borrowing from BI peaked at Rp350t. Our economist expects BI to raise rates to 6.00-6.25% in 2027 to defend the rupiah, limiting scope for lower bank funding costs. SRBI maturities of about Rp253t in 4Q26 and Rp265t in 2Q27 could provide liquidity relief, although the impact depends on reinvestment, new issuance and subsequent BI operations. These conditions favour companies with strong cash generation and limited refinancing needs.
- **Yields and buybacks offer a cushion**. With capex appetite low and cash piles large, ELSA, PGAS and LSIP hold cash equivalent to 70-96% of market capitalisation; we expect further cash returns through higher payouts, special dividends and buybacks. Examples include AADI following its Kestrel divestment and ASII's Rp8t buyback. We favour cash-rich non-banks over SOE banks, whose payouts may ease as loan growth absorbs capital.

JCI 12-month Forward PE Has Hit Rock Bottom



Source: Bloomberg, UOB Kay Hian

Foreign Net Inflow/Outflow, 2007 To 6 Nov 26



Source: IDX (via Bloomberg), UOB Kay Hian

BI Monetary Operations – Liquidity Indicators (Rpt)

Indicator	2 Jan 26	2 Jun 26	1 Sep 26	19 Oct 26
SRBI outstanding	720	980	1,063	949
Banks' repo from BI	28	196	350	160
Deposit facility (excess liquidity)	149	33	1	17

Source: BI, UOB Kay Hian

Bank LDR, Reported vs Adjusted For SAL (Sep 26)

Bank	SAL (Rpt)	LDR reported (%)	LDR ex-SAL (%)
BMRI*	79	91.8	96.1
BBNI	75	87.9	94.3
BBRI**	79	87.4	91.8

** Significant decline from Aug 26 as KopDes repayments were placed at BMRI*
*** Deposits for Aug 26*
Source: Respective companies, OJK, UOB Kay Hian

Oil Price Scenarios And Macro Implications For 2027

	Oil US$75/bbl	Oil US$90/bbl	Oil US$100+/bbl
Trigger	Geopolitical easing	Tensions persist	Escalation
Economist scenario (probability)	Bull (15%)	Base (55%)	Bear (30%)
2027 deficit (% of GDP) (a)	2.4	~2.9	~3.2
Deficit impact vs budget (Rpt) (a)	-	~128	~213
Subsidised fuel price adjustment	Not needed	Possible	Likely
CPI impact of a fuel hike (ppt) (b)	-	~0.35 per 10% hike	~1.0 (30% hike, as in Sep 22)
Rupiah, end-27 (Rp/US$)	17,300-17,800	17,900-18,400	18,500-19,500
BI rate, end-27 (%)	5.50	6.00-6.25	6.50+
10Y SBN yield (%)	6.80-7.00	7.30-7.90	8.00-8.5

Note: (a) Based on the Ministry of Finance sensitivity of Rp8.5t per US$1/bbl ICP above the US$75 assumption. (b) Based on the Sep 22 episode, direct effect only.
Source: Ministry of Finance, BPS, Bloomberg, UOB Kay Hian

Technical Analysis

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Source: Tradingview

Bank Tabungan Negara
BBTN IJ

Technical BUY with 5.5% potential return

Resistance:	Rp1,025, Rp1,095
Support:	Rp950, Rp925
Stop-loss:	Rp945

Share price closed higher and formed a bullish candlestick. Price advanced with better momentum and higher trading volume; hence, we expect more rallies to take place and price could challenge the resistance at Rp1,025 and Rp1,095. Technical indicator RSI is sloping upwards and back above its midline, while the MACD has just given a bullish signal. Buy at Rp970 and take profit at Rp1,025.

Approximate timeframe: 2-4 weeks.

Our institutional research has a fundamental BUY and target price of Rp1,565.



Source: Tradingview

Kalbe Farma
KLBF IJ

Technical BUY with 6.5% potential return

Resistance:	Rp800, Rp825
Support:	Rp730, Rp705
Stop-loss:	Rp700

Share price closed higher and formed a bullish candlestick. Price advanced with better momentum and higher trading volume; hence, we see potential for more rallies ahead and price could challenge the resistance at Rp800 and Rp825. Technical indicator RSI is sloping upwards and back above its midline, while the MACD remains on a bullish crossover. Buy at Rp745 and take profit at Rp800.

Approximate timeframe: 2-4 weeks.

Our institutional research has a fundamental BUY and target price of Rp1,000.

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