

GLOBAL			
Index	Last	Change	% chg
Dow	25,075	152.45	0.61
S&P 500	2,724	10.93	0.40
Eido US	28.6	0.27	0.95
H.S.I	30,736	175.53	0.57
Nikkei	23,506	741.39	3.26
STI	3,501	36.88	1.06
KLCI	1,803	10.66	0.59
Kospi	2,466	-19.89	-0.80
SET Thai	1,791	12.49	0.70

COMMODITIES			
Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	67.8	1.27	1.91
WTI Crude Oil (\$/bbl)	62.0	0.38	0.62
CPO (MYR/ton)	2,542	-13.00	-0.51
Gold (US\$/tr ounce)	1,323	9.55	0.73
Nickel (US\$/ton)	12,603	241.75	1.96
Tin (US\$/ton)	19,910	-53.00	-0.27
Pulp (US\$/ton) weekly	1,003.3	0.00	0.00
Coal (US\$/ton)	105.0	1.15	1.11

BEI STATISTICS	
JCI	6,292
Change (1 day)	0.65%
Change YTD	-1.00%
P/E Market (X)	16.3
Volume (mn shr)	5,786.5
Value (Rp bn)	5,559.3
↑ 191 ↓ 152 ↔ 227	
LQ45	854
% Change (1 day)	0.28%

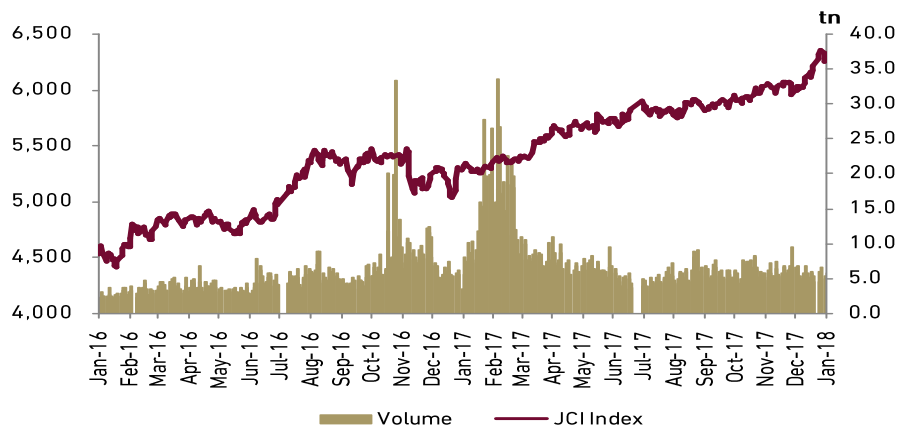
INTEREST RATE		
	Current	Previous
BI 7D Reverse Repo (%)	4.25	4.50
Fed fund rate (%)	1.50	1.25
inflation mom (%)	0.71	0.20
Inflation yoy (%)	3.61	3.30

EXCHANGE RATE			
	Last	Change	% chg
1 USD = IDR	13,422	-53.00	-0.39
1 USD = SGD	1.33	0.00	-0.07
1 USD = JPY	112.78	0.03	0.03
1 USD = AUD	1.27	0.00	-0.05
1 USD = EUR	0.83	0.00	-0.04

DUAL LISTING					
Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	31.1	-0.10	-0.32	4,176	309,562
ISAT	0.3	0.00	0.00	4,563	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- Oil lifting target lowered
- Sillo Maritime bags USD76 mn contract
- Tigaraksa Satria focus on digitalization
- Telkomsel new 2300MHz spectrum put into operation
- Digital Industry to grow by 11% YoY in Indonesia

IHSG STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 6,270 (support) – 6,370 (resistance) level today

BBCA: Sell on strength at Rp 22,500-Rp 23,400

Comment: Testing resistance level

BBNi: Speculative buy at Rp 9,150-Rp 9,050

Comment: Hold above support level

BUMI: Speculative buy at Rp 276-Rp 266

Comment: Hold above support level

PTPP: Speculative buy at Rp 2,640-Rp 2,600

Comment: Hold above support level

MARKET REVIEW & MARKET OUTLOOK

Regional

U.S. stock markets continue their strong drive into new year as the Dow Jones, now over 25,000, rose a sharp 0.6% to 25,075 and yet another record. Initial jobless claims rose 3,000 last week which is higher than consensus but still consistent with strength in the labor market and points to strength for December's payroll data and unemployment rate. Oil drillers posted gains after the Trump administration announced the lifting of the offshore restrictions. On commodity markets, WTI oil price continues to push out to new 3-year highs, up slightly by 0.62% and near USD62/barrel, helped by another sharp 7.4 mn barrel draw in weekly crude oil inventories after fell 4.6 mn barrel in previous week while nickel price rose by 1.96% to USD12,603/ton.

Domestic

JCI was up by 0.65% or 41 points to close at 6,292 on Thursday where HMSP (+2.84% to 4,700), BBCA (+1.48% to 22,225), and ASII (+2.17% to 8,225), consecutively became leader movers. Trading value was Rp5.56 tn and foreign investors bought Rp264 bn of stocks on a net basis. Rupiah strengthened by 53 points to Rp13,422/USD. From economic data, today Bank Indonesia will release Indonesia consumer confidence index (IKK) for December 2017 which had increased by 1.2% to 122.1 in November. Our technical desk suggests for trading within the band of 6,270-6,370 with possibility to end at higher level.

OIL LIFTING TARGET LOWERED

The Energy and Mineral Resources Ministry said that this year's oil and gas lifting volume will only reach 2 mn barrels of oil equivalent per day (boepd). Oil lifting volume will only be only 800,000 barrels per day (bpd), lower than last year's target of 815,000 bpd. The decline is due to disruptions in drilling facilities, declining performances of old oil wells, and the drilling commitments that contractors failed to meet. Another problem hampering efforts to increase lifting volume is the sluggish exploration activities due to declining oil prices since 2014.

Comment: Declining oil production and increased consumption has led to Indonesia becoming a net oil importer since 2014. This factor, along with current high oil price may affect fuel subsidy, in our view.

SILLO MARITIME BAGS USD76 MN CONTRACT

Sillo Maritime Perdana (SHIP) , via its subsidiary PT Suasa Benua Sukses , has signed contract worth USD76.3 mn from Petrochina International Jabung. SHIP will provide Time Charter for Oil/Condensate FSO Service.

Comment: We do not cover SHIP. The counter is trading at 2017 PER of 15.1x if we annualize 9M17 earnings.

TIGARAKSA SATRIA FOCUS ON DIGITALIZATION

Tiga Raksa Satria (TGKA) will expand its business through retail digitalization and e-commerce, hoping this strategy could boost their revenue. The offline store on the market -place will start to operate in this first semester. Further, company will diversify product's portfolio by launching several new products. Company is positive that this year supported by better macroeconomic condition, FMCG sector will grow significantly. For the information, FMCG contributed around 94.43% of company's revenue, specifically dairy products, snacks and home care.

Comment: Realizing retail brands are using technology to provide added value to consumers. This is a good step for TGKA as they can utilize technology to capitalize on consumer needs to help significantly increase their bottom lines.

TELKOMSEL NEW 2300MHZ SPECTRUM PUT INTO OPERATION

Telkomsel says it has begun to maximise the additional 30MHz frequencies it now holds in the 2300MHz band in the Jabotabek Area. The company switched on 90 new TDD technology for 4G LTE base stations operating at 2300MHz over the new year period – boosting its customers' experience in the process with a focus on tourist attractions, shopping malls, city squares to transit points such as airports, stations, ports and terminals. He noted that Telkomsel recorded a 31% spike in data traffic in the area, while total data usage in Jabotabek Area reached 465TB.

Comment: New spectrum of Telkomsel in 2300MHz is expected to roll out faster giving an advantage to TSEL. The ones obtained by Indosat and Hutch 3 in 2100MHz as it needs to be reallocated with existing operators in 2100MHz to make it more efficient, and expected to be put in use by 2nd quarter 2018.

DIGITAL INDUSTRY TO GROW BY 11% YOY IN INDONESIA

The Ministry of Industry projects the national digital industry to grow above 11% per year starting 2019 as all regions of the archipelago will be connected by internet network. In the last six years, the digital industry in Indonesia has grown by 9.98% -10.7% per year, twice the national economic

growth. This will be driven by Unicorns such as Go-Jek, Traveloka, Tokopedia, and Bukalapak. The corporate segment is predicted to contribute the largest job vacancy in the digital technology sector, such as eCommerce, financial technology (fintech), logistics, and big data.

Comment: We believe data by its nature is expansive and will support the current data traffic trends for Telcos.

TECHNICAL ANALYSIS

JCI : (6,292 +0.65%)

Comment : HMSP, BBCA and ASII consecutively became leading movers. Technically, JCI hold above support level of 6,200. Level of 6,365 become first resistance level. Next support and resistance level at 6,100-6,445. Based on Elliot wave approach, one of alternate wave countings is the index now is doing wave (v) which is the last wave of the uptrend cycle. The lowest level of 5,022 which occurred on December 23, 2016, was the origin level of the short-term uptrend cycle, and the highest level of 5,360 which occurred on January 9, 2017 as the peak of sub wave up (i). The lowest level of 5,228 which occurred on January 23, 2017 as the bottom of sub wave (ii). The highest level of 5,916 which occurred on August 24, 2017 as the peak of wave (iii). The lowest level of 5,774 which is the lowest level on September 5, 2017 noted as the bottom of wave (iv) . Based on this assumption, the index now is in the process to form wave (v) which is the last wave of the cycle. The peaks of wave (v) could reach the level of 6,440-6,550 which the projection of the uptrend channel. This wave counting automatically is false if the index moves below the level of 5,749.



STOCK OF THE DAY

BCA : Testing resistance level

The price closed below major resistance level of 22,750. Support level at 21,325. Next support and resistance level at 20,350-23,400. The trend is still positive. ST : Trading buy, MT : Sell on strength, sell if the price moves below the level of 21,325.



BBNI : Testing resistance level

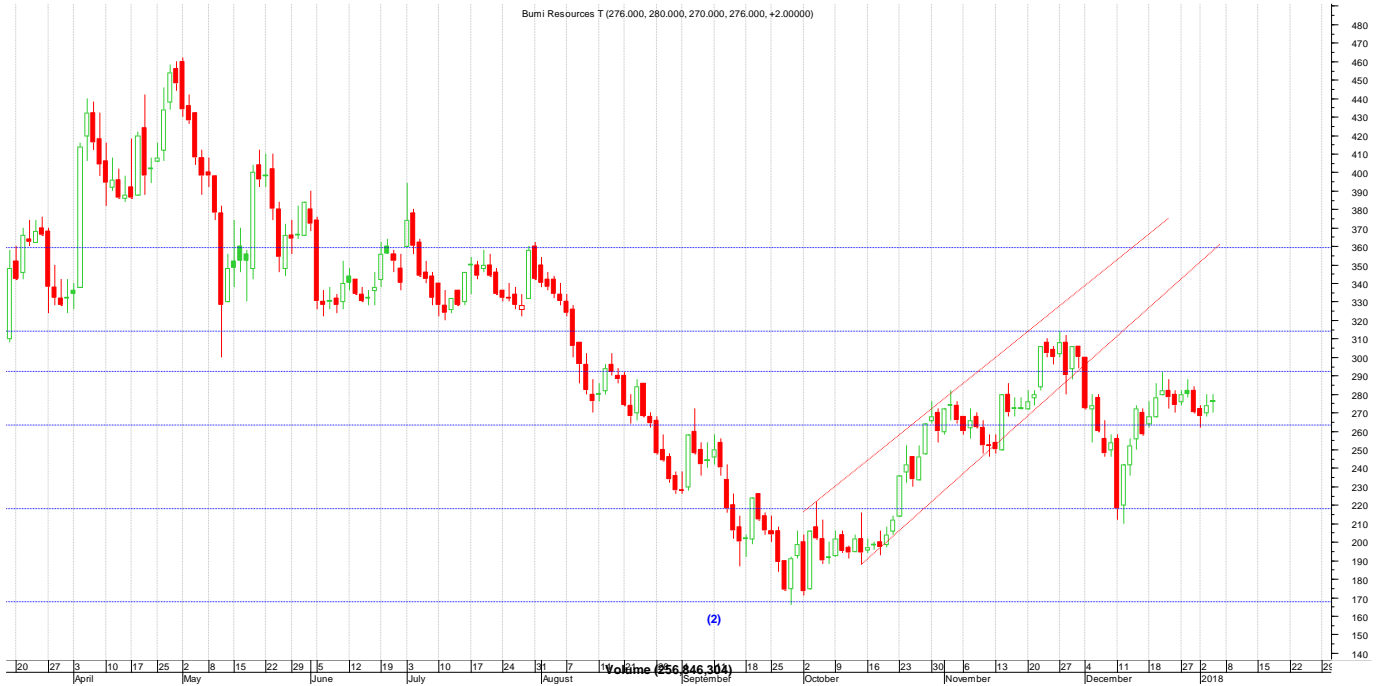
The price held above support level of the short-term uptrend line 9,150. Resistance level at 9,700. Next support and resistance level at 8,500-10,000. ST : Trading buy, MT : Sell on strength



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BUMI : Testing support level

The price closed below minor resistance level of 286. Support level at 262. Next support and resistance level at 230-315. The mid-term trend turn into sideways. ST : Speculative buy



PTPP: Testing resistance level

The price closed below minor resistance level of 2,660. Support level at 2,510. Next support and resistance level at 2,360-2,500. The price moved in downtrend in the last one year. Speculative buy, cut if the price moves below the level of 2,510.



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CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 13,425-13,525

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	5.09
3	5.70
5	5.79
10	6.19
15	6.82
30	7.12

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	5.61	5.79	5.74	5.84	5.50
US\$	0.78	0.81	0.78	0.77	
JIBOR (RP)	4.99	5.29	5.68	5.97	

BASE LENDING RATE	
BI RATE	4.25
FED FUND RATE	1.50
LPS INSURED RATE	
IDR	5.50
US\$	1.00

EXCHANGE RATE		
EXCHANGE RATE		% chg.
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1 US\$ = JPY	112.78	-0.03
1 US\$ = AUD	0.79	0.05
1 US\$ = EUR	1.21	0.04

ANNUAL GENERAL MEETINGS AND EXTRAORDINARY GENERAL MEETINGS

10-Jan-2018	Modern International (MDRN) Extraordinary General Meetings Agenda: Approval of sale of assets of the Company with a value exceeding 50% of the Company's net worth, approval of the change of corporate management Venue & Time : Jl. Sultan Iskandar Muda - Jakarta, at 09.00 (Western Indonesia Time)
10-Jan-2018	Bank Bukopin (BBKP) Extraordinary General Meetings Agenda: Approval for Changes of the Company's Board of Directors Venue & Time : Auditorium Bukopin Bank Building 3rd floor, Jalan MT Haryono Kav. 50-51, Jakarta, at 09.30 (Western Indonesia Time)
10-Jan-2018	Bayan Resources (BYAN) Extraordinary General Meetings Agenda: Changes in the composition of the Company's Board of Directors, Changes in the composition of the members of the Board of Commissioners of the Company, Amendment to the Company's Articles of Association Venue & Time : Mercantile Athletic Club WTC Building. Jl. Jend Sudirman Kav. 31 Jakarta, at 14.00 (Western Indonesia Time)
15-Jan-2018	Link Net (LINK) Extraordinary General Meetings Agenda: Approval for the amendment of the Company's Articles of Association, Approval of the Company's plan to repurchase the Company's shares in accordance with prevailing laws and regulations Venue & Time : Monas Room 2, Hotel Aryaduta Tugu Tani, Jl. Prapatan 44-48, Jakarta at 10.00 (Western Indonesia Time)

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Analyst Certification

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