

GLOBAL			
Index	Last	Change	% chg
Dow	25,521	-665.75	-2.54
S&P 500	2,762	-59.85	-2.12
Eido US	29.2	-0.35	-1.19
H.S.I	32,602	-40.31	-0.12
Nikkei	22,768	-506.81	-2.18
STI	3,530	-17.41	-0.49
KLCI	1,870	1.90	0.10
Kospi	2,484	-40.99	-1.62
SET Thai	1,827	-6.25	-0.34

COMMODITIES			
Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	68.6	-1.07	-1.54
WTI Crude Oil (\$/bbl)	65.5	-0.35	-0.53
CPO (MYR/ton)	2,475	-15.00	-0.60
Gold (US\$/tr ounce)	1,333	-15.80	-1.17
Nickel (US\$/ton)	13,400	-565.50	-4.05
Tin (US\$/ton)	21,690	140.00	0.65
Pulp (US\$/ton weekly)	1,033.7	0.00	0.00
Coal (US\$/ton)	104.8	0.35	0.34

BEI STATISTICS	
JCI	6,629
Change (1 day)	0.46%
Change YTD	4.30%
P/E Market (X)	17.0
Volume (mn shr)	8,810.6
Value (Rp bn)	7,042.5
↑ 192 ↓ 181 ↔ 198	
LQ45	854
% Change (1 day)	0.28%

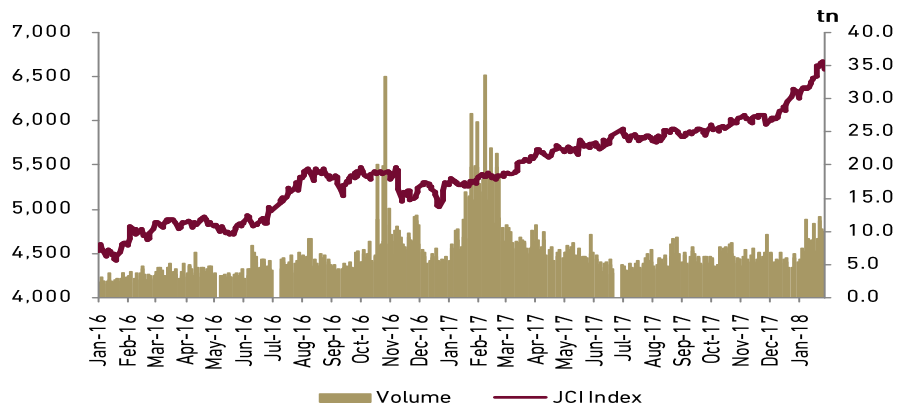
INTEREST RATE		
	Current	Previous
BI 7D Reverse Repo (%)	4.25	4.25
Fed fund rate (%)	1.50	1.25
inflation mom (%)	0.62	0.71
Inflation yoy (%)	3.25	3.61

EXCHANGE RATE			
	Last	Change	% chg
1 USD = IDR	13,488	36.00	0.27
1 USD = SGD	1.32	0.00	-0.03
1 USD = JPY	109.86	-0.31	-0.28
1 USD = AUD	1.26	0.00	0.08
1 USD = EUR	0.80	0.00	0.05

DUAL LISTING					
Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	29.6	-0.61	-2.02	3,986	254,498
ISAT	0.3	0.00	0.00	4,451	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- Government raise exports target to 11% YoY
- Media Sector: property and E-commerce to boost advertising spending
- State-owned cement producers to implement integrated sales system
- WSBP receives payment from Becakayu toll road of Rp1.55 tn
- Alam Sutera aims Rp4 tn of marketing sales in 2018
- MCOR plans to raise Rp2.7-3tn through right issue in 2H19
- BBTN targets to finance 750k of houses in 2018F
- XL Axiata plans 7 tn capex FY18 (90/10 infra and TV)
- Fast Food Indonesia (FAST) expand to ex-Java area

JCI STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 6,520 (support) – 6,630 (resistance) level today

BBCA: Take profit at Rp 23,975-Rp 24,500

Comment: Candlestick chart formed a long upper shadow

GGRM: Take profit at Rp 81,500-Rp 83,000

Comment: Some of momentum indicators gave a negative signal

ASII: Take profit at Rp 8,700-Rp 9,000

Comment: The trend is still sideways

UNVR: Take profit at Rp 55,000-Rp 55,750

Comment: Some of momentum indicators gave a negative signal

MARKET REVIEW & MARKET OUTLOOK

Regional

The Dow Jones dropped by -2.54% to close at 25,521 while the S&P 500 fell by -2.1% and finished at 2,762. The U.S. economy added 200,000 jobs in January vs. Reuters survey expecting 180,000 and wages rose 0.3% MoM 2.9% YoY. Wage inflation worries joined the overall inflation anxiety on a better economy heading to full capacity, pushing 10yr treasury yields to 2.85% highest in 4 years. In commodity market, Brent and WTI were down by 1.54% and 0.53% to \$68.6/bbl and \$65.5/bbl respectively, and nickel posted decline of 4.05% to price \$13,400/ton.

Domestic

JCI closed at 6,629 higher 30.36 points (+0.46%) with foreign investors net selling transactions of Rp778 bn. The leading sectors were Misc. industry (+1.19%) with leading movers ASII and GMFI, Trade (+0.73%) mainly driven by stocks such EMTK, UNTR & SCMA, Finance (+0.68%) with leading stocks BBKA, BBRI and BBTN. Rupiah weakened by 28 points to 13,452/USD. Our technical desk suggests the JCI will move with the 6520-6630 region and trade towards lower closing.

GOVERNMENT RAISE UP EXPORT TARGET TO 11% YOY

Government revised its target for non-oil and gas export growth from 5-7% YoY to 11% YoY in 2018. Trade Minister, Enggartiasto Lukita, said the revision was based on optimism toward the global economic condition and the increased price of certain commodities, including coal, which would directly impact Indonesia's exports. In 2017, trade ministry attempted to open some non-traditional market. In 2017, Indonesia export value grew 16.2% to USD 168.73 bn. Trade balance during the period recorded a cumulative surplus of USD 11.83 bn, comprising trade surplus in the non-oil and gas sector of USD 20.4 bn and trade deficit in the oil and gas sector of USD 8.57 bn. Head of Investment Coordinating Board (BKPM), Thomas Lembong, pointed out the importance of investment to increase exports. However, he saw that the increase of investment in 2017 was not sufficient.

Comments: We have real export growth projection at 5.6% due to weakening demand of Indonesia's main export destination, China. When it came to nominal term, we see that reaching 11% is quite hard for Indonesia. Coal and oil price experiences positive gain in 1Q18. However, another Indonesia main export commodities, palm oil, had a declining trend.

MEDIA SECTOR: PROPERTY AND E-COMMERCE TO BOOST ADVERTISING SPENDING

Advertising spending was sluggish in FY17 where it booked 8.0% growth, lower than 14.0% in the previous year. This is due to the slowing down economy in 1Q17 as investors took wait-and-see stance. However, the domestic economy was picking up in the 3Q17 along with the increasing advertising spending in the 2Q17 during the fasting month. Based on Nielsen Research, TV still dominates ad-spending accounting for 80.0% and property and online services advertisement maintain the highest advertising spending growth.

Comment: We believe this is a positive catalyst for the media sector. Media sector will continue to strengthen on the back of property and e-commerce spending. Property was previously never in the highest advertising spending list.

STATE OWNED CEMENT PRODUCERS TO IMPLEMENT INTEGRATED SALES SYSTEM

Integrated sales system aims to spur sales and improve cost efficiency. According to a deputy in ministry of SOE, energy and distribution still stand as the biggest components in cost structure, whereas energy and logistic account 30% and 20%, respectively. Moreover, pilot program will be launched in area of Lampung to Jambi, as in that area commonly there have been overlapping of cement sales and marketing between Semen Padang and Baturaja.

Comment: The program will bring benefits to SOE cement producers, given the potential of lower distribution cost going forward. Amid unfavorable condition in cement industry, the effort to improve efficiency is highly matter to increase profitability.

WSBP RECEIVES PAYMENT FROM BECAKAYU TOLL ROAD OF RP1.55 TN

Waskita Beton Precast (WSBP) gets another payment from Becakayu toll road of Rp1.55 tn in Jan-18 after Rp426 bn payment in Dec-17. The company CFO mentioned that WSBP has received Rp1.8 tn in year to day 31-Jan including payment from several turn-key projects. Therefore, he expects the company to book positive cash from operation at end of this year. WSBP foresees new contracts of Rp11.5 tn for 2018 (+ up 4.4% YoY), while the company has carried offer contract of Rp13.65 tn, bringing total order book to Rp25.2 tn.

Comment: We believe higher payment from customers should be positive for WSBP. WSBP is trading at 9.3x 2018F PER based on Bloomberg consensus.

ALAM SUTERA AIMS RP4 TN OF MARKETING SALES IN 2018

This year, Alam Sutera Realty (ASRI) has targeted a pre-sales of Rp4 tn. The number is 81.8% higher than 2017 realization of Rp2.2 tn. For revenue, ASRI targeted around Rp3.5 – 4 tn and earnings at about 35% of total revenue. Most of the targeted pre-sales will come from commercial projects at Rp2.5 tn while residential projects only expected to contribute by Rp1.5 tn.

Comment: After low 2017 pre-sales realization which fell by 35% YoY, the Company is optimistic to meet its target this year. Aside from generating pre-sales from existing projects, the Company also plans to launch two new projects this year from Alam Sutera and Suvarna Sutera cluster. We have BUY recommendation on ASRI with TP Rp460 based on 65% to our RNAV.

XL AXIATA PLANS 7 TN CAPEX FY18 (90/10 INFRA AND TV)

XL Axiata (EXCL) has also set aside Rp 7 tn (USD520 mn) for its capital expenditure this year, around 90% of which will go to strengthen its infrastructure and IT division. The rest will be allocated to kickstart the new pay TV business in the second quarter of 2018 with the objective to expand in the next 5 years. XL Axiata will eventually be able to offer triple play/ bundled services that can include voice, internet and pay TV. In its early stages, XL will establish partnerships with other companies to facilitate operations. EXCL estimates it will require up to USD 500 mn or approximately Rp6, 7 tn [with exchange rate Rp13.400] to build a fixed broadband network with all the equipment to provide content. They will have to build own fiber network but can also use fiber other parties. Company does not rule the possibility the next 3-5 years the company of merger and acquisition action or Joint Venture (JV) with pay-TV companies.

MCOR PLANS TO RAISE RP2.7-3TN THROUGH RIGHT ISSUE IN 2H19

MCOR plans to raise Rp2.7-3tn funding through right issue to boost its capital. The company targets to achieve Rp5 core capital in order to enter the BUKU III category. As of Sep-2017, the bank core capital stands at Rp2.01 tn, or still only fulfill the BUKU II category. The bank sets the right issue plan in 2H19.

BBTN TARGETS TO FINANCE 750K OF HOUSES IN 2018F

Bank Tabungan Negara (BBTN) targets to finance 750k of houses in 2018F (vs. 666k targets in 2017F) through mortgage and construction loan in both subsidized and non-subsidized segments. In 2017, the bank has achieved its internal target and distribute loan to 607k of houses or 100.12% of 2017F target. As of Dec-2017, BBTN loan grew by 20.4% into Rp140 tn according to its unaudited reports. To finance the loan growth target in 2018F, BBTN expects Rp18 tn of non-conventional funding, partially consist of asset securitization (Rp2 tn), sub-ordinated bonds (Rp3 tn), and negotiable certificate of deposits (NCD). BBTN also targets >20% loan growth and 22% total deposits growth in 2018F.

FAST FOOD INDONESIA (FAST) EXPANDS TO EX-JAVA AREA

This year, FAST plan to open 50 new stores in ex-Java area. The new stores concept will be an independent store with drive thru facility and will operate 24 hours. Company estimates the investment per store would be around Rp2-5bn. Further, FAST will add self service system to enhance the efficiency. In addition, FAST is optimistic that their limited time offer program had been successful with the cho-chicks and chizzy pizza. This month, company will launch salted egg chicken to boost the revenue.

Comment: Better macroeconomic projection and higher commodity prices are believed to increase consumer purchasing power. As a result, company seems to show more confidence in business.

TECHNICAL ANALYSIS

JCI : (6,629 +0.46%)

Comment : BBCA, ASII and BBRI consecutively became leading movers. Technically, JCI failed to break resistance level of 6,660. Support level at 6,520. Next support and resistance level at 6,350-6,687. 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). We revised the wave counting for the peaks of wave (iii). The highest level of 6,098 which occurred on November 21, 2017 seems the peak of wave (iii). The lowest level of 5,952 which is the lowest level on November 30, 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. Level of 6,687 could be the peaks of wave (v) and now the index is doing corrective wave minute abc. This wave counting automatically false if the index moves above the level of 6,687.



STOCK OF THE DAY

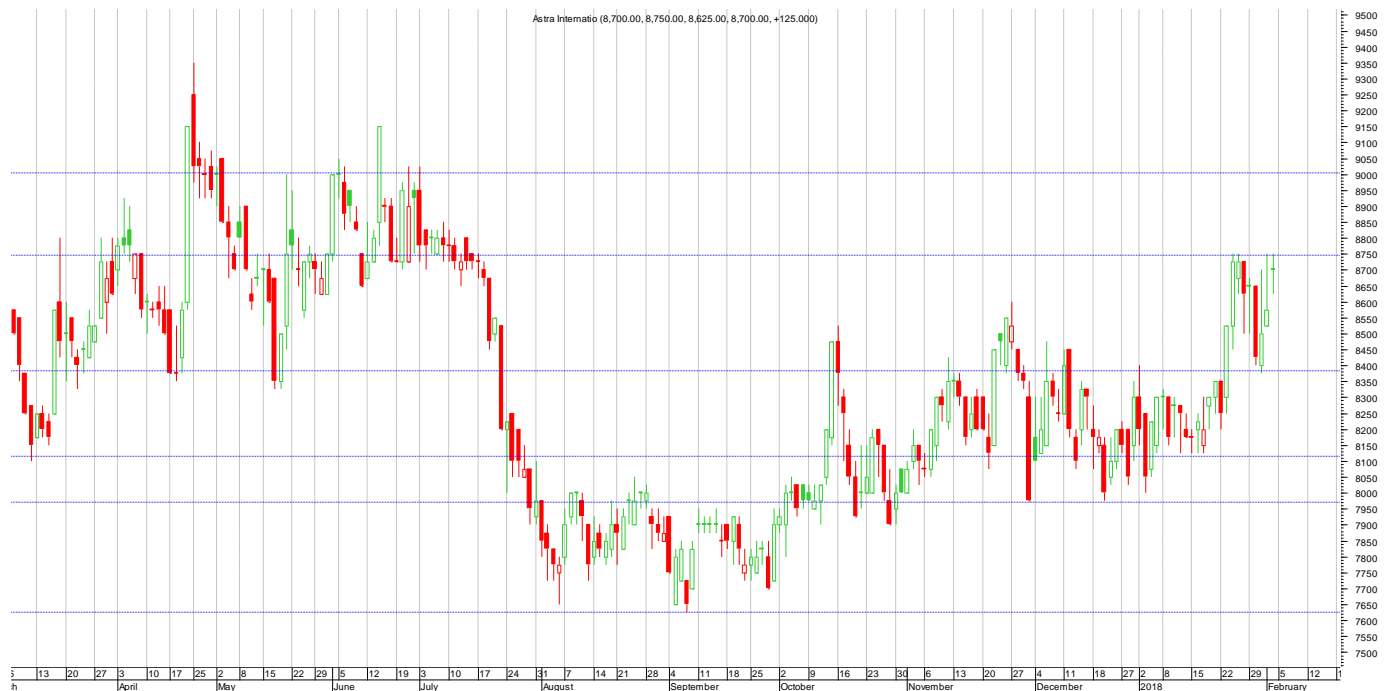
BBCA : Testing support level

The price closed at new high level. Resistance level at 24,700. Support level at 23,700. Next support and resistance level at 22,150-26,000. The price moved in uptrend in the last thirteen months. Candlestick chart formed a long upper shadow. Take profit/Sell on strength



ASII : Testing resistance level

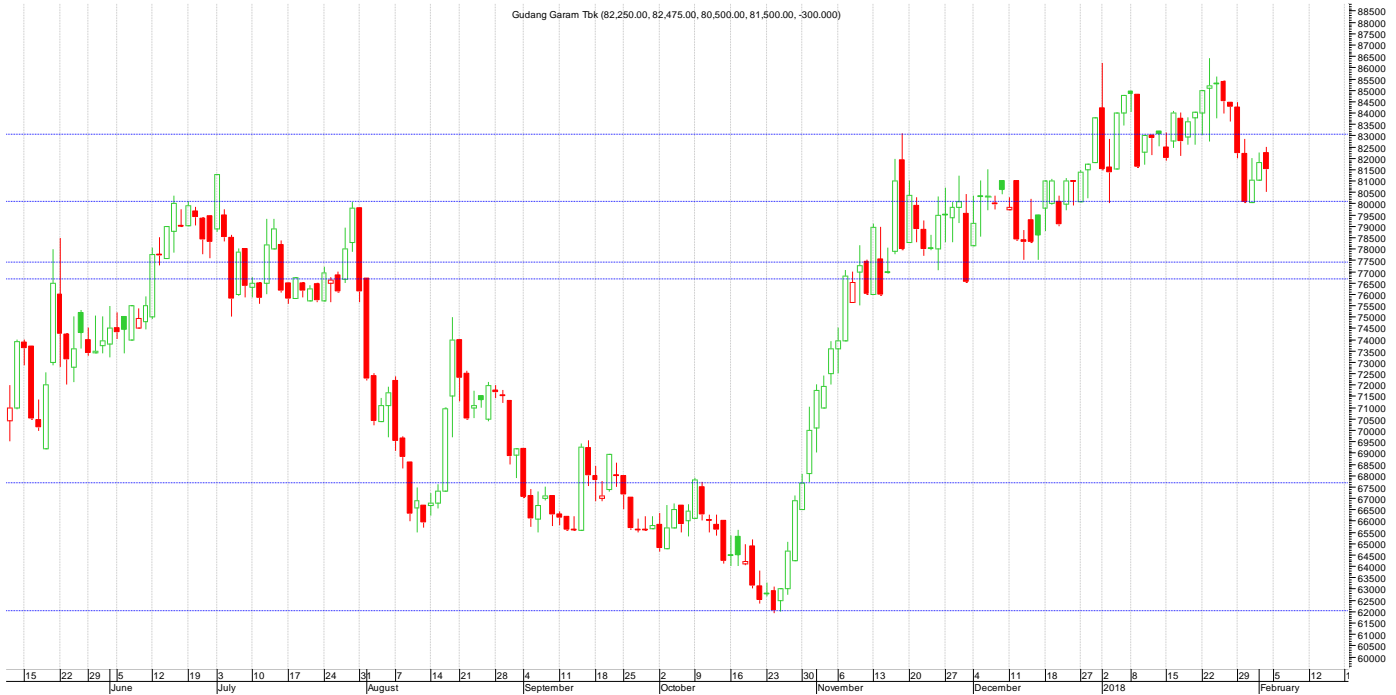
The price closed below minor resistance level of 8,750. Support level at 8,375. Next support and resistance level at 8,125-9,000. The mid-term trend is still sideways. Take profit/Sell on strength



Please see analyst certification and other important disclosures at the back of this report

GGRM : Testing support level

The price closed above minor support level of 80,000. Resistance level at 83,000. Next support and resistance level at 76,500-86,400. Some of momentum indicators gave a negative signal. Take profit/Sell on strength.



UNVR: Testing resistance level

The price closed below minor resistance level of 55,700. Support level at 54,400. Next support and resistance level at 52,500-58,100. Some of momentum indicators gave a negative signal. Take profit/Sell on strength.



Please see analyst certification and other important disclosures at the back of this report

CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 13,440 -13,530

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	5.05
3	5.71
5	5.75
10	6.25
15	6.72
30	7.11

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	5.57	5.74	5.72	5.74	5.39
US\$	0.78	0.78	0.74	0.82	
JIBOR (RP)	4.92	5.31	5.67	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.
1 US\$ = IDR	13,488	-0.27
1 US\$ = SGD	1.32	0.03
1 US\$ = JPY	109.86	0.28
1 US\$ = AUD	0.79	-0.08
1 US\$ = EUR	1.25	-0.05

ANNUAL GENERAL MEETINGS AND EXTRAORDINARY GENERAL MEETINGS

05-Feb-2018

VISI MEDIA ASIA (VIVA)

Extraordinary General Meetings

Agenda: Changes Approval to pledge the bulk or total assets and / or assets of the Company and / or its Subsidiaries in the context of the issuance of global bonds to be performed by PT Intermedia Capital Tbk ("MDIA") of the Company's Subsidiaries, Approval of Material Transactions in accordance with Bapepam-LK Regulation No. IX.E.2 concerning Material Transactions & Amendments to Principal Activities, in accordance with the Company's plan to obtain inter-company loan facility from MDIA as a Subsidiary of the Company, Approval of Material Transactions in accordance with Bapepam-LK Regulation no. IX.E.2 concerning Material Transactions and Amendments to Principal Business Activities, in relation to the plan to transfer part or all of PT Cakrawala Andalas Televisi (CATV) receivables from the Company to MDIA as a Subsidiary of the Company

Venue & Time : JS Luwansa Hotel and Convention Center Jl. HR. Rasuna Said Kav. C-22, Jakarta, at 13.00 (Western Indonesia Time)

07-Feb-2018

MODERN INTERNATIONAL (MDRN)

Extraordinary General Meetings

Agenda: Approval and authorization to the Board of Directors of the Company to sell assets of the Company with a value exceeding 50% of the Company's net worth (second RUPSLB)

Venue & Time : Building SMK, Jl. St.Iskandar Muda No.29, Jakarta, at 10.00 (Western Indonesia Time)

07-Feb-2018

NUSANTARA INFRASTRUCTURE (META)

Extraordinary General Meetings

Agenda: Approval of the Company's plan to execute additional capital by issuing preemptive rights (HMETD), in accordance with OJK Regulation no. 32 / POJK.04 / 2015 concerning Addition of Open Company Capital by Granting Preemptive Rights (Limited Public Offering II), including: a. Approval to amend the Company's Articles of Association in connection with the increase of issued and paid up capital of the Company in the framework of Limited Public Offering II; & b. The granting of authorization and authority to the Board of Directors of the Company with the right of substitution to implement all necessary actions in relation to Limited Public Offering II, Approval of changes in the composition of the Board of Commissioners of the Company, Approval to amend the Company's Articles of Association related to the addition of provisions on interim dividends to the Articles of Association of the Company

Venue & Time : Glass House, 8th Floor, The Ritz-Carlton Jakarta, Pacific Place, Sudirman Central Business District (SCBD), Jakarta, at 14.00 (Western Indonesia Time)

Plaza ASIA Office Park Unit 2
Jl. Jend. Sudirman Kav. 59
Jakarta 12190, Indonesia

T +62 21 2557 4800
F +62 21 2557 4900
E research@ciptadana.com
www.ciptadana.com

Analyst Certification

Each contributor to this report hereby certifies that all the views expressed accurately reflect his or her personal views about the companies, securities and all pertinent variables. It is also certified that the views and recommendations contained in this report are not and will not be influenced by any part or all of his or her compensation.

Disclaimer

This report does not constitute an offer to buy or sell any security/instrument, invitation to offer or recommendation to enter into any transaction. Nor are we acting in any other capacity as a fiduciary to you. By accepting this report, subject to applicable law or regulation. When making an investment decision, you should determine, without reliance upon us or our affiliates, the economic risks and merits (and independently determine that you are able to assume these risks) as well as the legal, tax and accounting characterizations and consequences of any such transaction. In this regard, by accepting this presentation, you acknowledge that (a) we are not in the business of providing (and you are not relying on us for) legal, tax or accounting advice, (b) there may be legal, tax or accounting risks associated with any transaction, (c) you should receive (and rely on) separate and qualified legal, tax and accounting advice and (d) you should apprise senior management in your organization as to such legal, tax and accounting advice (and any risks associated with any transaction and our disclaimer as to these matters).

The information contained in this report is based on material we believe to be reliable; however, we do not represent that it is accurate, current, complete, or error free. Assumptions, estimates and opinions contained in this report constitute our judgement as of the date of the document and are subject to change without notice. Any projections are based on a number of assumptions as to market conditions and there can be no guarantee that any projected results will be achieved. Past performance is not a guarantee of future results. CIPTADANA SPECIFICALLY DISCLAIMS ALL LIABILITY FOR ANY DIRECT, INDIRECT, CONSEQUENTIAL OR OTHER LOSSES OR DAMAGES INCLUDING LOSS OF PROFITS INCURRED BY YOU OR ANY THIRD PARTY THAT MAY ARISE FROM ANY RELIANCE ON THIS REPORT OR FOR THE RELIABILITY, ACCURACY, COMPLETENESS OR TIMELINESS THEREOF.