

GLOBAL

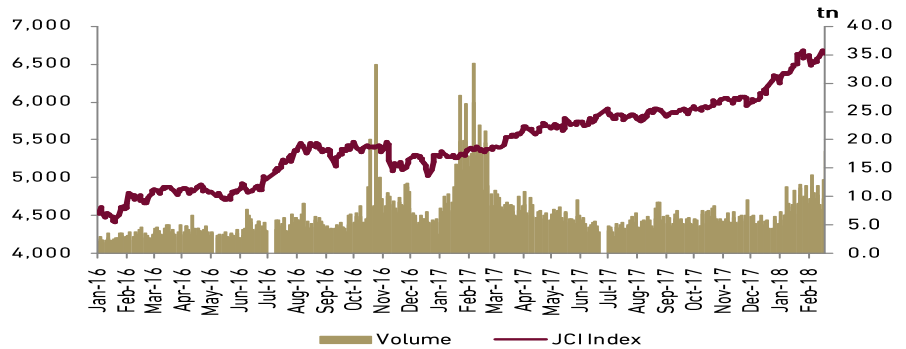
Index	Last	Change	% chg
Dow	24,798	-166.97	-0.67
S&P 500	2,701	-30.89	-1.13
Eido US	29.5	-0.48	-1.60
H.S.I	31,432	558.26	1.81
Nikkei	21,971	45.71	0.21
STI	3,516	39.70	1.14
KLCI	1,858	2.18	0.12
Kospi	2,430	14.53	0.60
SET Thai	1,801	0.14	0.01

- Recon Wenyuan to Buy 15% of Wika Realty
- Gov't to impose excises tax on plastic bag
- TOWR will propose dividend between Rp98 – 147/sh FY17 earnings

COMMODITIES

Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	65.3	-0.42	-0.64
WTI Crude Oil (\$/bbl)	61.7	-0.22	-0.36
CPO (MYR/ton)	2,510	1.00	0.04
Gold (US\$/tr ounce)	1,325	-4.63	-0.35
Nickel (US\$/ton)	13,797	238.00	1.76
Tin (US\$/ton)	21,765	265.00	1.23
Pulp (US\$/ton) weekly	1,069.0	0.00	0.00
Coal (US\$/ton)	105.6	0.30	0.29

JCI STATISTIC



BEI STATISTICS

JCI	6,643
Change (1 day)	-0.29%
Change YTD	4.53%
P/E Market (X)	17.1
Volume (mn shr)	17,920.1
Value (Rp bn)	8,513.2
↑ 157 ↓ 205 ↔ 210	
LQ45	854
% Change (1 day)	0.28%

DAILY TECHNICAL VIEW

We expect JCI to trade between 6,620 (support) – 6,690 (resistance) level today

BBNI: Sell on strength at Rp 10,250-Rp 10,500

Comment: Testing resistance level of the channel

INTP: Sell on strength at Rp 22,400-Rp 23,000

Comment: Testing resistance level

ASII: Sell on strength at Rp 8,200-Rp 8,300

Comment: The trend is still sideways

HMSP: Speculative buy at Rp 4,780-Rp 4,720

Comment: Testing support level

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	13,618	3.00	0.02
1 USD = SGD	1.32	0.00	0.08
1 USD = JPY	107.67	-0.11	-0.10
1 USD = AUD	1.28	0.00	0.13
1 USD = EUR	0.81	0.00	0.09

DUAL LISTING

Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	29.8	-0.23	-0.76	4,064	312,587
ISAT	0.4	0.00	0.00	5,175	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

MARKET REVIEW & MARKET OUTLOOK

Regional

DJIA closed 166.97 points lower at 24,797.78. The S&P 500 fell 0.6% to 2,701.33, with real estate slipped almost 2%. Nasdaq composite closed 0.2% lower at 7,218.23. The minutes indicated the Fed sees improved economic growth and an increased in inflation as justification to continue to raise interest rates gradually. The central bank also believes inflation can reach its 2% target. The benchmark 10 year note yield reach a four-year high above 2.95%. The negativity on Wall Street came after Walmart' shares sank and concerns over a rise in interest rates continued to dwell. On commodity market, Brent Crude Oil slipped by 0.64% to USD65.3/bbl and WTI Crude oil decreased by 0.22% to USD61.7/ bbl. Coal was up by 0.29% to USD 105.6 /ton, Nickel rose by 1.76% to USD 13,797 /ton and Tins increased by 1.23% to USD 21,765 /ton.

Domestic

JCI closed lower at 6,643 by 19.47 points or -0.29% on Wednesday trading and recorded Rp77 bn net foreign buy. The laggard sectors were Misc. Industry (-1.23%), Property (-1.23%), Trade (-0.57%), mainly driven by BMRI (-2.76% to 8,800), HMSP (-1.04% to 4,780), ASII (-1.51% to 8,175) as the key movers. Rupiah weakened by 3points to 13,618/USD. Our technical desk suggests for trading within the band of 6,620 – 6,690, with possibility to end at lower level.

RECON WENYUAN TO BUY 15% OF WIKA REALTY

Recon Wenyuan signs framework pact to buy 15% of Wika Realty, subsidiary of Wijaya Karya (WIKA). Recon Wenyuan Cable also seeks to buy 70% stake in Wika Realty's unit Wika Energi under a framework agreement, according to a filing to Shenzhen stock exchange without disclosing investment amount. Recon Wenyuan plans to work with Wika Realty on clean energy project in Indonesia after deal completion.

Comment: Recon's plan to buy Wika Realty could give positive sentiment to Wika Realty's IPO plan, which is expected to be executed in April 2018. Company is targeting total fund of Rp1.5-2tn for 30-40% shares.

TOWR WILL PROPOSE DIVIDEND BETWEEN RP98 – 147/SH FY17 EARNINGS.

Protelindo (TOWR) announced plans to distribute FY17 dividend payment of Rp1.0 - 1.5 tn corresponding to cash dividend Rp98 – 147/sh or 2.8% - 4.1% dividend yield subject to approval at AGMS (to be held no later than May 2018). This includes already interim 2017 dividend of Rp300 bn paid in December 2017 or Rp30/sh. On average it is a potentially 75% increase from FY16 from last year's paid dividend. TOWR thus increases payout ratio from 23% in FY16 to potentially 40-60% in FY17.

Comment: Though we don't expect material increase in FY17 EPS, company generates substantial strong cashflow and we see very good revenue prospects from new tenancy orders. We expect Rp5.3 tn revenue in FY17 from its tenancies and given EBITDA margin of 85% and increasingly lower debt to service. We've also seen stock price correcting significantly to Rp3550. We maintain our Buy call with TP of Rp4400.

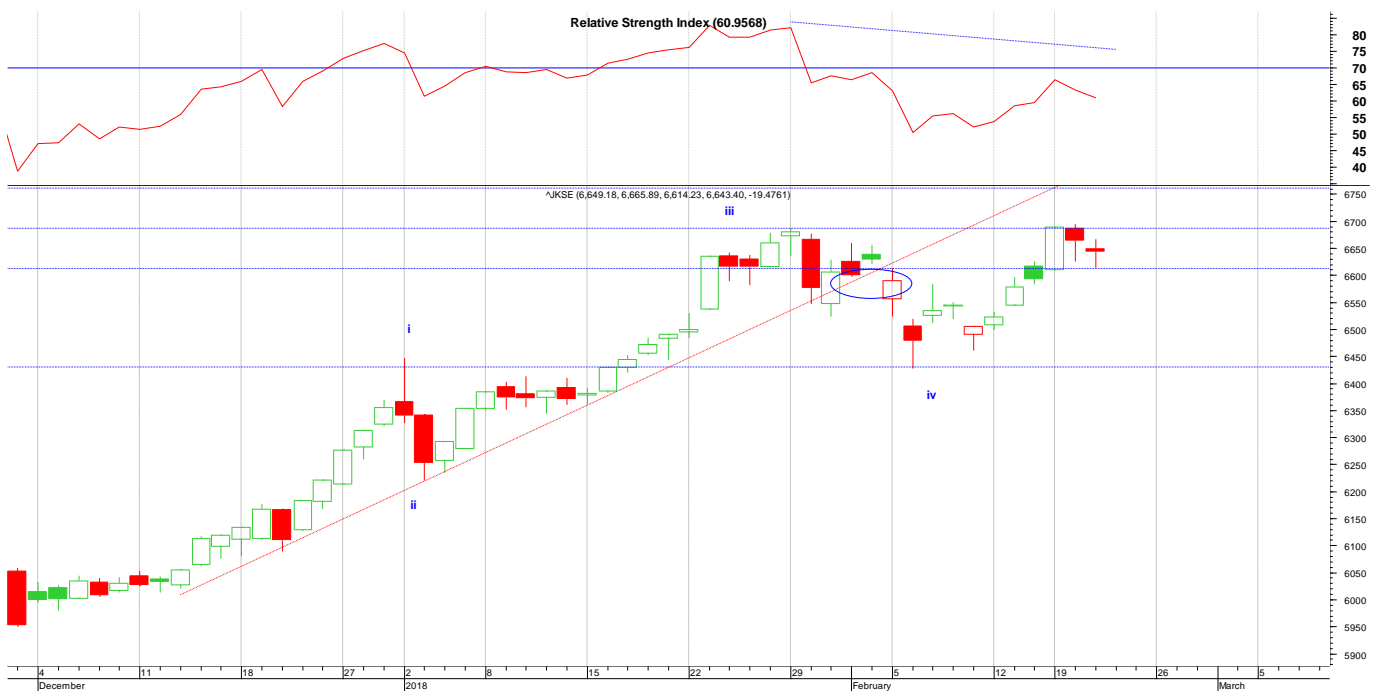
GOV'T TO IMPOSE EXCISE TAX ON PLASTIC BAGS IN JULY

The government plans to impose an excise tax on plastic bags this year in an effort to cut down plastic use and diversify excise revenue. The government plans to get approval from [House of Representatives's] Commission XI [to impose the plastic bag excise tax] which is ready to be submitted by the government. The imposition is expected to encourage the development of environment-friendly products. Companies that use recycled materials will receive fiscal incentives, Heru said.

TECHNICAL ANALYSIS

JCI : (6,643 -0.3%)

Comment : BMRI, HMSP and ASII consecutively became lagging movers. Technically, JCI failed to hold above major resistance level of 6,686. Support level at 6,614. Next support and resistance level at 6,420-6,760. 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) because the index moved above the level of 6,686. The level of 6,686 then noted as the peak of wave (iii). The lowest level of 6,426 which is the lowest level on February 06, 2018 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 6,750-6,800 which is projection of the previous uptrend line.



STOCK OF THE DAY

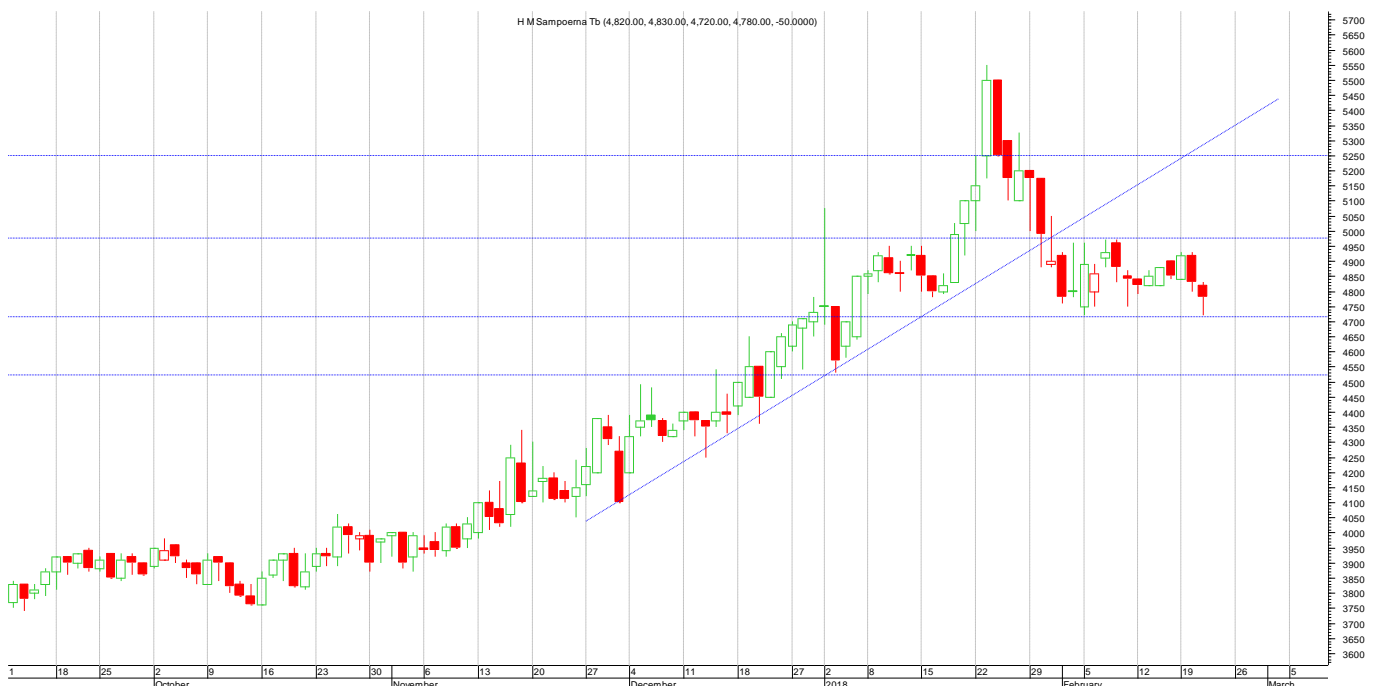
ASII : Testing support level

The price closed above minor support level of 8,125. Resistance level at 8,425. Next support and resistance level at 7,975-8,600. The mid-term trend is still sideways. Sell on strength, sell if the price moves and stable below the level of 8,125.



HMSP : Testing support level

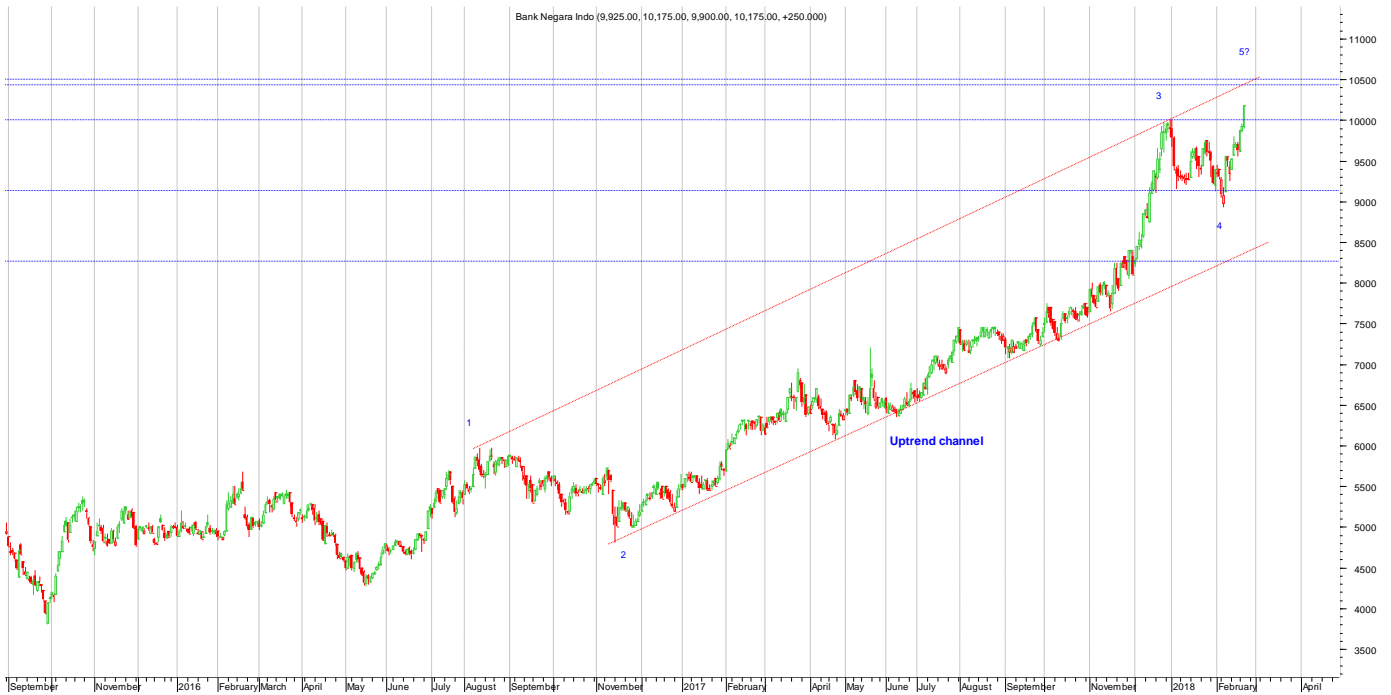
The price closed above minor support level of 4,720. Resistance level at 4,970. Next support and resistance level at 4,200-5,350. The price moved in sideways in the last three weeks. Speculative buy/Buy on weakness, cut if the price moves and stable below the level of 4,720.



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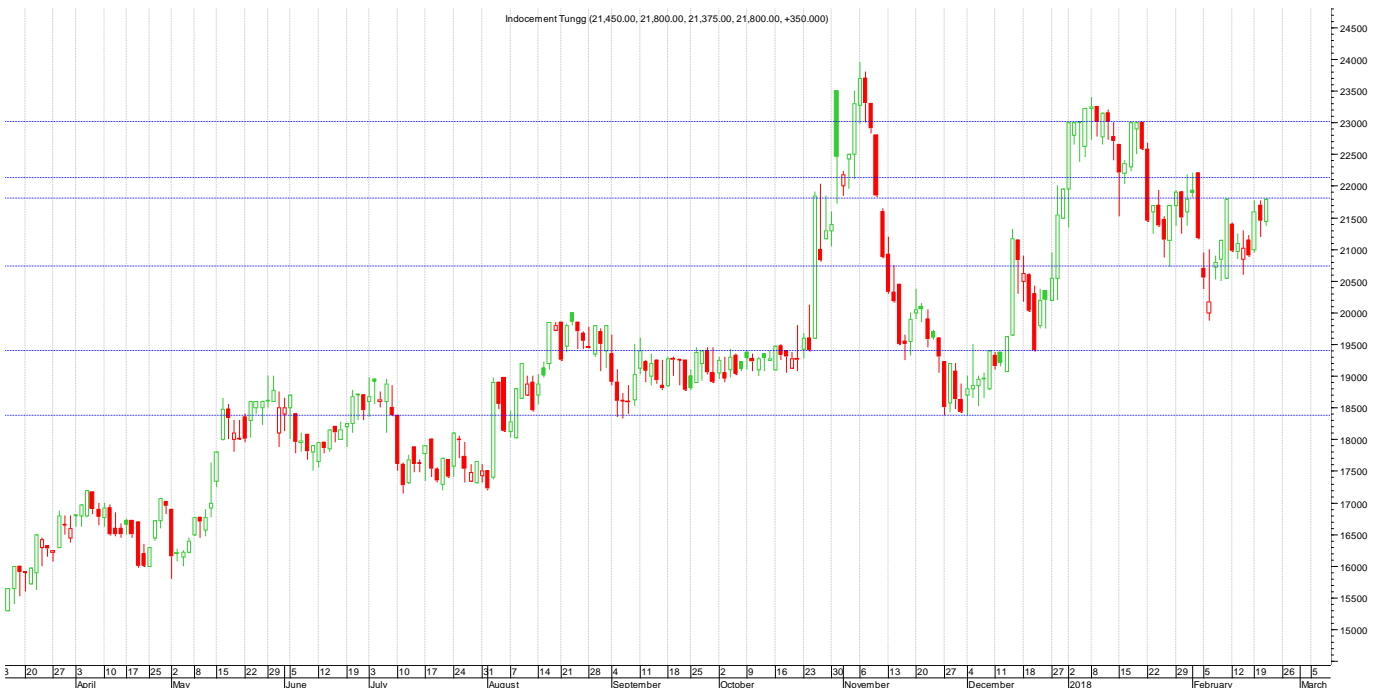
BBNI : Testing resistance level

The price moved and closed above minor resistance level of 10,000. If the breakout confirm, level of 10,000 will turn into support level. Resistance level at 10,425-10,550 which is resistance level of the mid-term uptrend channel. Next support and resistance level at 9,500-11,000. If there is no extension, the price is doing wave minute 5 which is the last wave of the uptrend cycle. Sell on strength



INTP : Testing resistance level

The price closed at minor resistance level of 21,800. Support level at 20,600. Next support and resistance level at 19,875-23,000. The mid-term trend is still sideways. Sell on strength, sell if the price moves below the level of 21,200.



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CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 13,565 -13,660

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	5.11
3	5.81
5	5.79
10	6.42
15	6.93
30	7.15

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	5.59	5.74	5.71	5.72	5.34
US\$	0.76	0.82	0.78	0.84	
JIBOR (RP)	4.91	5.31	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.
1 US\$ = IDR	13,618	-0.02
1 US\$ = SGD	1.32	-0.08
1 US\$ = JPY	107.67	0.10
1 US\$ = AUD	0.78	-0.13
1 US\$ = EUR	1.23	-0.09

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