

GLOBAL

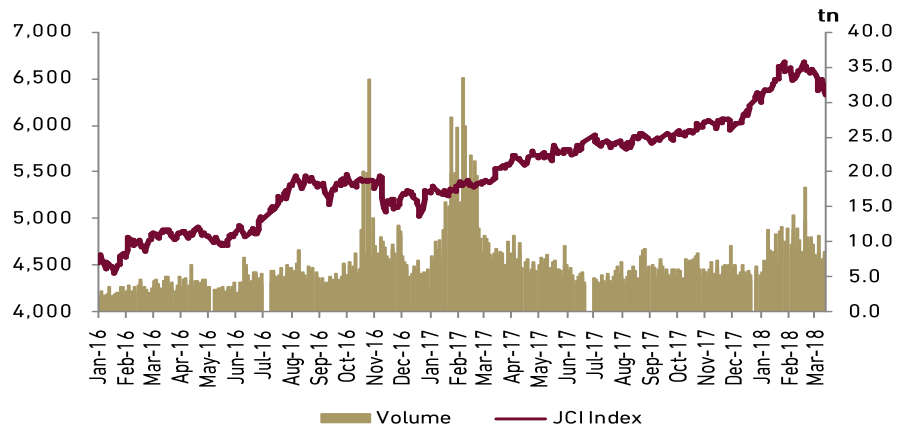
Index	Last	Change	% chg
Dow	24,874	115.54	0.47
S&P 500	2,747	-2.15	-0.08
Eido US	27.5	-0.41	-1.47
H.S.I	31,541	106.09	0.34
Nikkei	21,804	26.66	0.12
STI	3,518	-21.68	-0.61
KLCI	1,845	-11.79	-0.63
Kospi	2,492	6.30	0.25
SET Thai	1,816	2.68	0.15

- Trade Balance posts deficit 3 months in a row
- Indonesia foreign debt grew 10.3 % YoY
- Antam seeks approval to export 2.7 mn tons nickel ore
- SMGR sets Rp2.5 tn capex in 2018

COMMODITIES

Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	65.1	0.23	0.35
WTI Crude Oil (\$/bbl)	61.2	0.23	0.38
CPO (MYR/ton)	2,455	7.00	0.29
Gold (US\$/tr ounce)	1,316	-8.41	-0.64
Nickel (US\$/ton)	13,576	-203.50	-1.48
Tin (US\$/ton)	21,094	-114.50	-0.54
Pulp (US\$/ton) weekly	1,090.8	0.00	0.00
Coal (US\$/ton)	97.9	0.15	0.15

JCI STATISTIC



BEI STATISTICS

JCI	6,322
Change (1 day)	-0.95%
Change YTD	-0.53%
P/E Market (X)	16.1
Volume (mn shr)	8,218.9
Value (Rp bn)	6,436.5
↑ 119 ↓ 240 ↔ 213	
LQ45	854
% Change (1 day)	0.28%

DAILY TECHNICAL VIEW

We expect JCI to trade between 6,250 (support) – 6,360 (resistance) level today

BBRI: Sell on strength at Rp 3,670-Rp 3,720

Comment: The trend turn into negative

GGRM: Sell on strength at Rp 75,000-Rp 76,500

Comment: Retest the breakout

TLKM: Speculative buy at Rp 3,920-Rp 3,900

Comment: Testing support level

WIKA: Buy on weakness at Rp 1,700-Rp 1,650

Comment: The trend turn into sideways

INTEREST RATE

	Current	Previous
BI 7D Reverse Repo (%)	4.25	4.25
Fed fund rate (%)	1.50	1.50
inflation mom (%)	0.17	0.62
Inflation yoy (%)	3.18	3.25

MARKET REVIEW & MARKET OUTLOOK

Regional

Stocks were mixed in the Thursday session though Dow Jones posted a solid 0.5% gain to 24,873 while other markets were little change. Yesterday's US economic data include yet another healthy jobless claims report where initial claims down 4,000 last week to 226,000. The low levels are pointing to yet another month of employment strength. The Philly Fed's manufacturing report showed such an unusual strength at 22.3 in March. Yet the strong upward signals that being sent by small sample surveys like Philly has yet to match by the actual factory sector strength. On commodity market, WTI crude oil was up by 0.38% to USD61.2/bbl while nickel price down by 1.48% to USD13,576/ton.

Domestic

JCI closed lower at 6,322 by 60.72 points or -0.95% on Thursday trading and recorded Rp635 bn of net foreign sell. The laggard sectors were Finance (-1.24%), Infrastructure (-2.66%), and Mining (-1.37%) which mainly driven by BBRI (-2.93% to 3,640), TLKM (-3.20% to 3,930), and BMRI (-2.44% to 8,000) as the key movers. Indonesia posted a trade deficit of USD0.12 bn in Feb 18, swinging from a USD1.26 bn surplus in Feb 17. Rupiah weakened by 15 points to 13,749/USD. Our technical desk suggests for trading within the band of 6,250 – 6,360, with possibility to end at lower level.

EXCHANGE RATE

	Last	Change	% chg
1 USD = IDR	13,749	15.00	0.11
1 USD = SGD	1.32	0.00	0.18
1 USD = JPY	106.21	-0.13	-0.12
1 USD = AUD	1.29	0.00	0.23
1 USD = EUR	0.81	0.00	0.02

DUAL LISTING

Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	28.8	-0.54	-1.84	3,961	398,059
ISAT	0.4	0.00	0.00	5,225	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

TRADE BALANCE POSTS DEFICIT 3 MONTHS IN A ROW

Statistics office (BPS) recorded Indonesia export growth was getting better at 11.76% YoY (-3.14% MoM), making the February export figure at USD 1.39 bn. Oil and gas sector posted higher growth at 16.09% YoY (5.08% MoM) while non oil and gas sector had 11.3% YoY (-3.96% MoM) growth in February. Interesting data came from the import volume growth which jumped 22.28% YoY (-4.78% MoM) but the volume growth was not followed by export price which had -8.6% YoY deflation in February. Import was consistent to post significant growth since 4Q17 until at least February 2018 when its growth was recorded at 25.18% YoY (-7.16% MoM). Consumption goods growth was the highest as it posted 55.3% YoY growth, implying that consumption sector was getting better. Furthermore, capital goods imports also gave a good result with 32.2% YoY growth, denoting that we will see another round of strong investment growth in 2018. The negative side of the import performance was it created another trade deficit in February at USD -116 mn, making the overall trade deficit in 2018 at USD -872 mn.

Comments: We maintain our CAD view of 2.1% of GDP in 2018 even though the 1Q18 position may be slightly wider than our view.

INDONESIA FOREIGN DEBT GREW 10.3 % YOY

Central bank recorded Indonesia's foreign debt grew 10.3% YoY to USD 357.5 bn in January 2018. The growth came from both public and private sector in order to build infrastructures and other productive activities. Public foreign debt position was at USD 180.2 bn consisted of foreign owned bonds of USD 124.5 bn and foreign loan USD 55.7 bn. Private foreign debt is dominated by finance, manufacture, electricity gas and water and also mining sector, which accounted for 72.2% of total foreign debt. Central bank sees the foreign debt is still manageable as its ratio to GDP is still at 34% and the long term proportion was at 85.9%.

ANTAM SEEKS APPROVAL TO EXPORT 2.7 MN TONS NICKEL ORE

Aneka Tambang (ANTM) submits proposal to Indonesia's Energy and Mineral Resources Ministry to export 2.7 mn tons of nickel ore and 850,000 tons of bauxite. Antam's current export permit will expire March 31. Meanwhile, the company will ship all of 2017 quotas of ~3.9m tons of nickel ore and 850,000 tons bauxite by end of this month. Meanwhile, ANTM is targeting a two-fold increase in its nickel ore production to 11.25 mn tons in 2018. Antam produced 5.57 mn ton of nickel ore in 2017, up 241% from the previous year. The stellar growth in nickel ore production follows Antam's resumption of low-grade nickel ore exports in May last year after the Indonesian government approved a 2.7 mn ton nickel ore export quota for the company.

Comment: The approval of export proposal is important for ANMT's earnings. We currently have Hold rating on ANTM with TP of Rp990.

SMGR SETS RP2.5 TN CAPEX IN 2018

SMGR has set 2018 capex at Rp2.5 tn, lower compare to Rp6 tn last year. Around Rp1 tn of the capex will be allocated to maintenance, and Rp1.5 tn remaining to support development of new packing plant in Maluku as well as Bengkulu. According to Corporate Secretary of SMGR, currently the company focuses on improving efficiency, in which lead them decided to use internal cash instead of raise a new loan. This year the sales volume target is 5-6%, or lower than last year, however domestic sales volume at least keeps growing.

Comment: amid stiff competition, efficiency is highly required in order to maintain the margins. We believe in 2018 and 2019, SMGR will keep benefiting from rising government infrastructure spending. Yet, overcapacity issue is still lingering the sector.

TECHNICAL ANALYSIS

JCI : (6,322 -1.0%)

Comment : BBRI, TLKM and BMRI consecutively became lagging movers. Technically, JCI closed below minor support level of 6,346. If the breakout confirm, the short-term and mid-term trend turn into negative and the index will form a reversal double top pattern with theoretical target around the level of 6,175. Resistance level at 6,400. Next support and resistance level at 6,220-6,620.. 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 sub wave (iii). The highest level of 6,686 could be the peaks of wave (iii). Based on this assumption, the index is now in the process to form corrective wave abc to find the bottom of sub wave (iv) before forming sub wave (v). Because the index moved below the level of 6,346, the peaks of wave (v) likely already founded and now JCI is doing corrective wave abc.



STOCK OF THE DAY

BBRI : Testing support level

The price closed just above minor support level of 3,630. Resistance level at 3,770. Next support and resistance level at 3,500-3,900. The price moved in uptrend channel in the last one year. Buy on weakness at support level.



GGRM : Retest the breakout

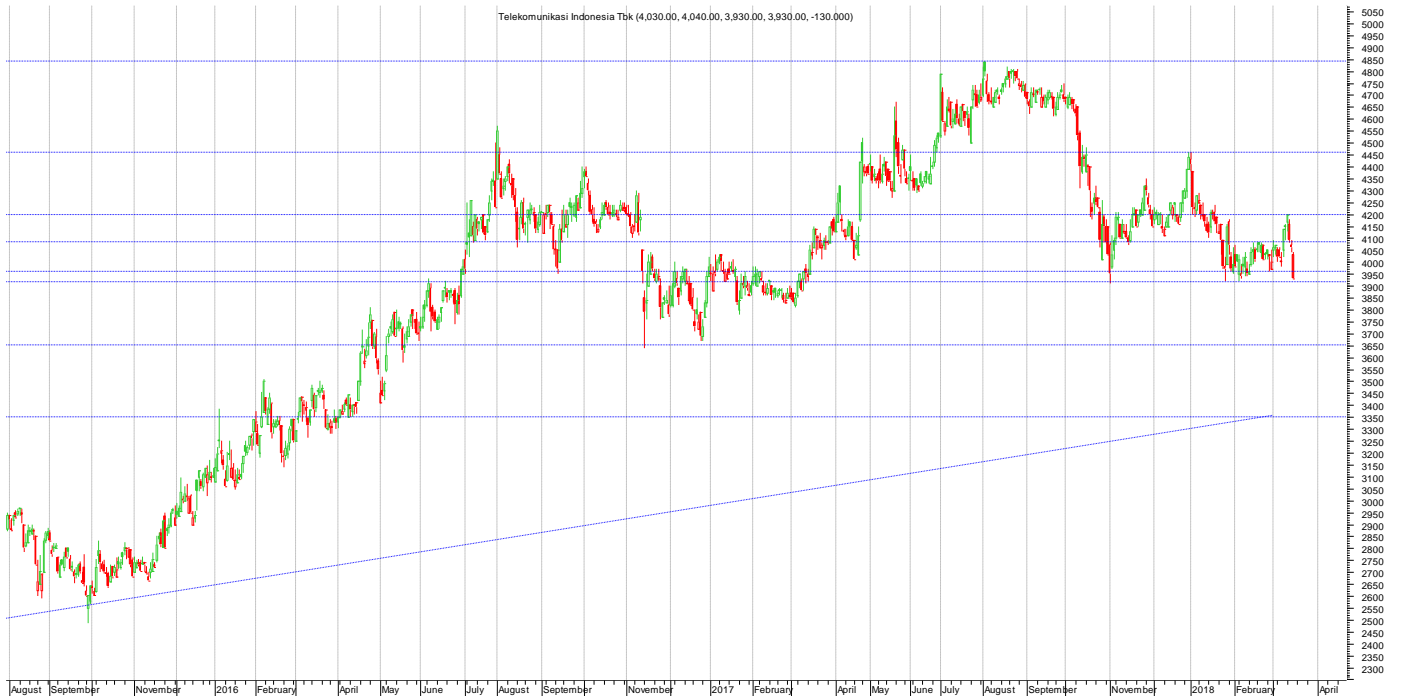
The price held above minor support level of 72,000. Resistance level at 76,700. Level of 76,700 was a support level before it was breached and potentially turn into resistance level. Next support and resistance level at 67,000-81,000. Sell on strength



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TLKM : Testing support level

The price closed above strong support level 3,920. Resistance level at 4,200. Next support and resistance level at 3,650-4,450. The penetration of support level 3,920 will cause the trend turn into negative. Speculative buy, cut if the price moves and stable below the level of 3,900.



WIKA : Testing support level

The price closed above minor support level of 1,725. Resistance level at 1,850. Next support and resistance level at 1,650-2,000. The mid-term trend turn into sideways. Buy on weakness



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CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 13,685 -13,780

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	5.40
3	6.12
5	6.17
10	6.71
15	6.99
30	7.39

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	5.55	5.68	5.74	5.66	5.33
US\$	0.83	0.84	0.85	0.83	
JIBOR (RP)	4.97	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	13,749	-0.11
1 US\$ = SGD	1.32	-0.17
1 US\$ = JPY	106.21	0.12
1 US\$ = AUD	0.78	-0.23
1 US\$ = EUR	1.23	-0.02

ANNUAL GENERAL MEETINGS AND EXTRAORDINARY GENERAL MEETINGS

19-Mar-2018

Wijaya Karya Beton (WTON)

Annual General Meetings

Agenda: The approval of the Company's Annual Report 2017 includes the Company's Report of Activities, Supervisory Report of the Board of Commissioners and the Ratification of the Company's Financial Statements as of December 31, 2017, the Determination of the Use of Net Income including the distribution of dividend for Fiscal Year 2017, Report on the Use of Funds from Initial Public Offering) Of the Company, Appointment of Public Accounting Firm
Venue & Time : Main Hall Gedung Bursa Efek Indonesia Jl. Jend Sudirman Kav 52-53, Jakarta, at 14.00 (Western Indonesia Time)

20-Mar-2018

Bank Danamon (BDMN)

Annual and Extraordinary General Meetings

Agenda: Approval of the Company's annual report for the fiscal year ending December 31, 2017, Approval of the Company's financial statements for the fiscal year ending December 31, 2017, Stipulation of the Company's profitability, appointment of a Public Accountant, Changes in the composition of the Board of Directors, members of the Board of Commissioners, The Sharia Supervisory Board of the Company.
Approval of the Company's Acquisition Plan by The Bank of Tokyo-Mitsubishi UFJ, Ltd., Amendment to the Company's Articles of Association, Approval of the Bank's Action Plan (Recovery Plan)
Venue & Time : Bank Danamon Tower, Auditorium, Floor 23, Jl. HR. Rasuna Said, Block C No. 10, Rubber Setiabudi, Jakarta, at 09.30 (Western Indonesia Time)

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