

| GLOBAL | | | |
|----------|--------|---------|-------|
| Index | Last | Change | % chg |
| Dow | 26,440 | 54.65 | 0.21 |
| S&P 500 | 2,914 | 8.03 | 0.28 |
| Eido US | 22.8 | 0.15 | 0.66 |
| H.S.I | 27,716 | -101.20 | -0.36 |
| Nikkei | 23,797 | -237.05 | -0.99 |
| STI | 3,236 | -2.84 | -0.09 |
| KLCI | 1,799 | -0.08 | 0.00 |
| Kospi | 2,351 | -4.66 | -0.20 |
| SET Thai | 1,753 | 3.02 | 0.17 |

| COMMODITIES | | | |
|--------------------------|---------|---------|-------|
| Index | Last | Change | % chg |
| Brent Crude Oil (\$/bbl) | 81.3 | -0.53 | -0.65 |
| WTI Crude Oil (\$/bbl) | 72.1 | 0.55 | 0.77 |
| CPO (MYR/ton) | 2,117 | -28.00 | -1.31 |
| Gold (US\$/tr ounce) | 1,183 | 0.33 | 0.03 |
| Nickel (US\$/ton) | 12,474 | -257.50 | -2.02 |
| Tin (US\$/ton) | 18,840 | -40.00 | -0.21 |
| Pulp (US\$/ton) weekly | 1,205.0 | 0.00 | 0.00 |
| Coal (US\$/ton) | 113.7 | 0.00 | 0.00 |

| BEI STATISTICS | |
|-------------------|---------|
| JCI | 5,929 |
| Change (1 day) | 0.95% |
| Change YTD | -6.71% |
| P/E Market (X) | 15.5 |
| Volume (mn shr) | 5,977.0 |
| Value (Rp bn) | 5,195.3 |
| ↑ 185 ↓ 156 ↔ 261 | |
| LQ45 | 854 |
| % Change (1 day) | 0.28% |

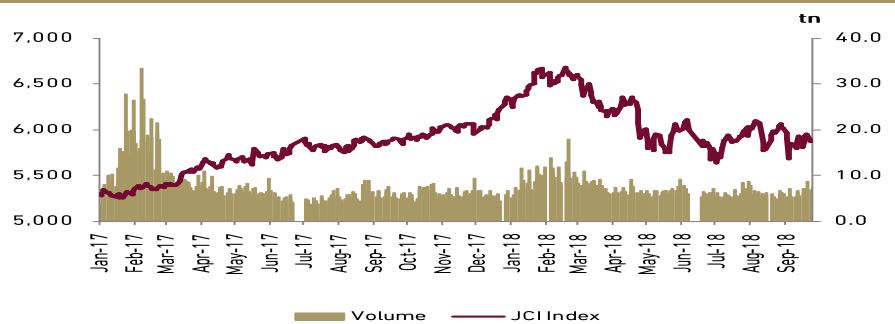
| INTEREST RATE | | |
|------------------------|---------|----------|
| | Current | Previous |
| BI 7D Reverse Repo (%) | 5.75 | 5.50 |
| Fed fund rate (%) | 2.25 | 2.00 |
| inflation mom (%) | -0.05 | 0.28 |
| Inflation yoy (%) | 3.20 | 3.18 |

| EXCHANGE RATE | | | |
|---------------|--------|--------|-------|
| | Last | Change | % chg |
| 1 USD = IDR | 14,923 | 12.00 | 0.08 |
| 1 USD = SGD | 1.37 | 0.00 | 0.01 |
| 1 USD = JPY | 113.41 | 0.03 | 0.03 |
| 1 USD = AUD | 1.39 | 0.00 | 0.03 |
| 1 USD = EUR | 0.86 | 0.00 | 0.01 |

| DUAL LISTING | | | | | |
|--------------|-------|------|-------|--------|------------|
| Stocks | Close | Chg. | % chg | In Rp. | Vol. (ADR) |
| TLKM | 24.2 | 0.29 | 1.21 | 3,611 | 194,494 |
| ISAT | 0.2 | 0.00 | 0.00 | 2,985 | 2,150 |
| BUMI Plc | 36.8 | 0.00 | 0.00 | 7,522 | - |

- Bank Indonesia raises rate by 25 bps
- OJK recorded credit growth of 12.2% YoY as of Aug-18
- Zurich Insurance acquired 80% stake in BDMN's Adira Insurance
- BMRI bank only net profit grew by 15% YoY to Rp15.2 tn in 8M18; below
- BBNI bank only net profit grew by 12% YoY to Rp9.3 tn in 8M18; in-line
- Indonesian Employers Association asks government to allow corn imports
- GIAA eyes Rp448 bn sales from GATF
- Indonesia's food, beverage industry expected to grow up to 5-8% next year
- Waskita receives additional payment from Palembang LRT project
- Summarecon Agung 1H18 earnings up 30% to Rp78.7 bn

JCI STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 5,910 (support) – 6,030 (resistance) level today

TINS : Speculative buy at Rp 750-Rp 740

Comment: Move above resistance level of down trend line

TLKM : Speculative buy at Rp 3,570-Rp 3,550

Comment: Testing resistance level

PGAS : Speculative buy at Rp 2,180-Rp 2,150

Comment: Testing resistance level

PTPP : Speculative buy at Rp 1,530-Rp 1,500

Comment: Testing support level

MARKET REVIEW & MARKET OUTLOOK

Regional

Wall Street rose on Thursday as investors analyzed the Federal Reserve's latest decision on monetary policy. The central bank raised rates by 25 basis points on Wednesday, its third rate hike of the year. The Fed also removed the word "accommodative" from its policy statement. Dow Jones closed 68.65 points higher at 26,453.93 (+0.26%). Nasdaq Composite rose by 0.82% to 8,055.7. S&P 500 inched up by 0.44% to 2,918.79. The S&P 500 rose as gains in Apple and Amazon led tech shares higher. Apple inched up by 2.1%, meanwhile Amazon gained 1.9%. Commodity: Brent Crude Oil was down by 0.65% to USD 81.3/bbl and WTI Crude oil up by 0.77% to USD 72.1/ bbl. CPO declined by 1.3% to MYR 2,117/ton. Nickel inched dropped by 2.02% to USD 12,474/ ton. While coal unchanged at USD 113.7/ton.

Domestic

JCI index closed down by 55.9 points (1%) closed at 5,929 on Thursday trading and recorded Rp74 bn net foreign sell. The leading sectors were Consumer (+2.20%), Basic Industry (+1.40%), Mining (+1.08%) which were mainly driven by HMSP (+2.95% to 3,840), BBRI (+2.68% to 3,070), UNVR (+2.33% to 47,150) as the key movers. Rupiah weakened by 12 points to 14,923/USD. Our technical desk suggests for trading within the band of 5,910-6,030 with possibility to end at higher level.

BANK INDONESIA RAISES RATE BY 25 BPS

In September board of governor meeting, Bank Indonesia decided to raise policy rates by another 25 bps to 5.75%, in line with consensus but below our estimates. It also increased deposit facility rate to 5.00% and lending facility rate to 6.50%. The central bank has raised policy rates for 5 times in 2018 totaling 150 bps hike. Bank Indonesia stated that this move is consistent with central bank's and government's efforts to reduce current account deficit (CAD) and maintaining Rupiah stability. It sees central bank and government's current effort to reduce import will help lower CAD to be at 2.5% of GDP in 2019, implying that BI expects higher than 2.5% of GDP CAD in this year. Bank Indonesia also allowed domestic non deliverable forward (NDF) transactions to help hedging Rupiah value, especially for exporters and investors, and maintain stability of Rupiah in the end because this transaction should be done in Rupiah term.

Comments: As central bank move is not aggressive as we expect (50 bps hike), Rupiah will still hover around Rp 14,900 in short term. However, it may strengthen in YE 2018 to around Rp 14,750 in two conditions: 1) Trade balance deficit narrow down to below USD 1 bn in 4Q18, making CAD expectation will be lower than 2.5% of GDP; 2) US is not using its import tariff to other USD 267 bn China's goods. We believe Indonesia's more competitive rate hike and bond yield (esp. compared to India) will attract investors when the global condition stabilizes. Another rate hike is also expected in November to minimize the negative impact from widening 3Q18 CAD which is potentially higher than 3% of GDP.

OJK RECORDED CREDIT GROWTH OF 12.2% YOY AS OF AUG-18

OJK recorded credit growth of 12.2% YoY as of Aug-18 to Rp5.03 tn, higher than Jul-18 of 11.3% YoY. Meanwhile the total deposit growth arrived at single digits of 6.9% YoY. A number of big banks also recorded a double digit total loan growth as of Aug-18 such as BMRI (12% YoY), BBNI (11% YoY), and BBCA (15% YoY).

Comments: This is in-line with our estimates of industry credit growth of 11-12% this year. However as the total deposit growth is much slower compared to total credit growth, we continue to see liquidity to be tightened in the system.

ZURICH INSURANCE ACQUIRED 80% STAKE IN BDMN'S ADIRA INSURANCE

Zurich Insurance is acquiring an 80% stake in Adira Insurance from Bank Danamon (BDMN) and a minority investor for at least around USD414 mn. BDMN will receive fund of around Rp3.9 tn from the deal. The deal will leave BDMN with a 20% stake in Adira Insurance, from previously 70%. The transaction includes long-term agreements with BDMN, and separately with Adira Finance, which primarily provides consumer financing for motorcycles and cars in Indonesia. Along with the total consideration of USD414 mn, there is potential for future incremental payments subject to business performance. It is expected to close within the next six months, subject to regulatory approval and other conditions.

INDONESIAN EMPLOYERS ASSOCIATION ASKS GOVERNMENT TO ALLOW CORN IMPORTS

Recent hike of corn price to Rp5,250 has negatively impacted the poultry farmers. From the average domestic corn demand, the supply is only fulfilled 5 mn tons, hence that is the reason why Indonesian Employers Association (APINDO) asked government to allow the corn imports. Moreover, in order to substitute undersupplied of corn, Indonesian Feedmills Association (GPMT) has proposed to government for 300,000 feed wheat imports in November 2018.

BMRI BANK ONLY NET PROFIT GREW BY 15% YOY TO RP15.2 TN IN 8M18; BELOW

Bank Mandiri (BMRI) bank only earnings growth slowed down to 15% YoY in 8M18 (from 22% YoY in 7M18). Net income was recorded at Rp15.2 tn in 8M18, forming 61/62% of ours and consensus' 2018F estimates, respectively, lower than last year bank only achievement at 64% of the full year. Topline was weak with net interest income grew by 2% YoY to Rp30.3 tn in 8M18 mainly on asset yield pressure. Provision expense decline by 8% YoY, generating a lower cost of credit of 2.0% in 8M18 (vs. 2.5% in 8M17). On the balance sheet, loan growth slightly accelerated to 12% YoY as of Aug-18 from 11% YoY as of Jul-18. However, we expect Rp10.4 tn of loan being written-off in 8M18, 33% higher than the same period last year.

Comments: We have a Buy recommendation on BMRI with Rp8,025/share target price. However we are waiting for the 3Q18 result and looking forward to revise down our earnings estimates as we shift our estimates for another 25-50 bps 7DRR hike for the rest of this year.

BMRI (Bank only, unaudited)

| Results summary (Rp bn) | 8M17 | 8M18 | YoY | 8M18/ | | | | | | |
|----------------------------|---------------|---------------|------------|------------|--------------|--------------|--------------|--------------|-------------|-------------|
| | | | | 2018F | May-18 | Jun-18 | Jul-18 | Aug-18 | YoY | MoM |
| Interest income | 45,264 | 43,932 | -3% | 53% | 5,528 | 5,527 | 5,853 | 5,722 | -2% | -2% |
| Interest expense | 15,550 | 13,608 | -12% | 48% | 1,732 | 1,769 | 1,810 | 1,920 | -5% | 6% |
| Net interest income | 29,714 | 30,324 | 2% | 55% | 3,795 | 3,758 | 4,043 | 3,803 | 0% | -6% |
| Other operating income | 13,275 | 15,603 | 18% | 52% | 2,716 | 1,785 | 1,655 | 2,313 | 56% | 40% |
| Opex | 17,283 | 18,695 | 8% | 51% | 2,322 | 2,145 | 2,342 | 3,379 | 32% | 44% |
| PPoP | 25,706 | 27,232 | 6% | 57% | 4,190 | 3,399 | 3,356 | 2,737 | 1% | -18% |
| Provision expense | 9,250 | 8,511 | -8% | 56% | 1,744 | 640 | 933 | 1,023 | 140% | 10% |
| Operating profit | 16,456 | 18,721 | 14% | 57% | 2,446 | 2,759 | 2,423 | 1,714 | -25% | -29% |
| Income tax | 3,321 | 3,551 | 7% | 52% | 271 | 559 | 513 | 439 | -18% | -15% |
| Net income | 13,136 | 15,170 | 15% | 61% | 2,175 | 2,200 | 1,910 | 1,275 | -27% | -33% |

| | | | | | | | | | |
|--------------------------|----------------|----------------|-----------|----------------|------------------|----------------|----------------|-----------|-----------|
| Total deposits | 658,560 | 722,383 | 10% | 696,184 | 709,603 | 724,683 | 722,383 | 10% | 0% |
| - Demand | 169,140 | 182,114 | 8% | 179,898 | 176,101 | 186,109 | 182,114 | 8% | -2% |
| - Saving | 263,020 | 289,926 | 10% | 287,597 | 298,023 | 290,667 | 289,926 | 10% | 0% |
| - Time | 226,400 | 250,343 | 11% | 228,688 | 235,479 | 247,907 | 250,343 | 11% | 1% |
| Total liabilities | 765,259 | 829,823 | 8% | 817,719 | 843,875 | 831,297 | 829,823 | 8% | 0% |
| Gross loans | 594,602 | 665,515 | 12% | 642,911 | 671,172 | 668,317 | 665,515 | 12% | 0% |
| Loan loss reserves | (32,160) | (29,850) | -7% | (29,884) | (30,132) | (30,028) | (29,850) | -7% | -1% |
| Other earning assets | 139,347 | 149,740 | 7% | 147,347 | 145,457 | 140,929 | 149,740 | 7% | 6% |
| Total assets | 917,808 | 992,792 | 8% | 975,806 | 1,003,465 | 993,094 | 992,792 | 8% | 0% |
| Shareholders equity | 152,549 | 162,970 | 7% | 158,087 | 159,590 | 161,797 | 162,970 | 7% | 1% |

Key ratios (%)

| | | | | | | | | | |
|------------------------------|------|------|-------|------|------|------|------|-------|-------|
| NIM | 6.3 | 5.9 | (0.5) | 6.0 | 5.8 | 6.2 | 5.8 | (0.6) | (0.4) |
| CASA to total deposits | 65.6 | 65.3 | (0.3) | 67.2 | 66.8 | 65.8 | 65.3 | (0.3) | (0.4) |
| Cost-to-income | 40.2 | 40.7 | 0.5 | 35.7 | 38.7 | 41.1 | 55.2 | 6.5 | 14.2 |
| Credit cost (% of avg. loan) | 2.5 | 2.0 | (0.4) | 3.5 | 1.2 | 1.8 | 1.9 | 1.0 | 0.2 |
| Tax rate | 20.2 | 19.0 | (1.2) | 11.1 | 20.3 | 21.2 | 25.6 | 2.1 | 4.4 |
| LDR | 90.3 | 92.1 | 1.8 | 92.3 | 94.6 | 92.2 | 92.1 | 1.8 | (0.1) |
| ROA | 2.1 | 2.3 | 0.2 | 2.7 | 2.7 | 2.3 | 1.5 | (0.7) | (0.8) |
| ROE | 13.3 | 14.1 | 0.8 | 16.6 | 16.6 | 14.3 | 9.4 | (4.4) | (4.8) |

BBNI BANK ONLY NET PROFIT GREW BY 12% YOY TO RP9.3 TN IN 8M18; IN-LINE

Bank Negara Indonesia (BBNI) recorded net income growth of 12% YoY to Rp9.3 tn in its 8M18 bank only, forming 61% of both ours and consensus estimates, in-line with historical (last year bank only 8M17 was also 61% of the full year). BBNI was still able to register double-digit topline growth with net interest income grew by 10% YoY to Rp21.4 tn in 8M18, although we see the rise in cost of fund has started to kicking in and give some pressure to NIM in Aug-18. Provision expense declined by 5% YoY to Rp4.4 tn, generating a lower cost of credit of 1.6% in 8M18 (vs. 2.0% in 8M17). On the balance sheet, loan growth looks stable at 11% YoY as of Aug-18. We see around Rp4.5 tn of loan being written-off in 8M18 (+12% YoY) on the bank only level. We also see there is still plenty of liquidity in the bank's book as LDR stands at 88.6% as of Aug-18, lower than last year of 90.7%.

Comments: We have a Buy recommendation on BBNI with Rp9,750/share target price. However we are waiting for the 3Q18 result and looking forward to revise down our earnings estimates as we shift our estimates for another 25-50 bps 7DRR hike for the rest of this year.

BBNI (Bank only, unaudited)

| Results summary (Rp bn) | 8M18/ | | | | | | | | | |
|----------------------------|---------------|---------------|------------|------------|--------------|--------------|--------------|--------------|------------|------------|
| | 8M17 | 8M18 | YoY | FY18E | May-18 | Jun-18 | Jul-18 | Aug-18 | YoY | MoM |
| Interest income | 29,274 | 32,536 | 11% | 60% | 4,332 | 4,261 | 4,121 | 4,119 | 3% | 0% |
| Interest expense | 9,875 | 11,139 | 13% | 57% | 1,411 | 1,417 | 1,431 | 1,514 | 13% | 6% |
| Net interest income | 19,399 | 21,398 | 10% | 61% | 2,920 | 2,844 | 2,691 | 2,605 | -3% | -3% |
| Non interest income | 6,694 | 7,141 | 7% | 49% | 895 | 806 | 861 | 850 | 0% | -1% |
| Opex | 11,028 | 12,452 | 13% | 54% | 1,541 | 1,269 | 1,640 | 1,697 | 21% | 3% |
| PPoP | 15,065 | 16,086 | 7% | 61% | 2,274 | 2,381 | 1,911 | 1,758 | -17% | -8% |
| Provision expense | 4,620 | 4,399 | -5% | 63% | 1,136 | 136 | 510 | 435 | -39% | -15% |
| Operating profit | 10,445 | 11,687 | 12% | 60% | 1,138 | 2,245 | 1,401 | 1,323 | -6% | -6% |
| Income tax | 2,069 | 2,338 | 13% | 60% | 219 | 448 | 277 | 270 | -5% | -3% |
| Net income | 8,376 | 9,349 | 12% | 61% | 919 | 1,798 | 1,124 | 1,054 | -6% | -6% |

| | | | | | | | | | | |
|--------------------------|----------------|----------------|------------|--|----------------|----------------|----------------|----------------|------------|-----------|
| Total deposits | 436,090 | 495,782 | 14% | | 487,049 | 494,785 | 487,926 | 495,782 | 14% | 2% |
| - Demand | 116,870 | 138,837 | 19% | | 150,778 | 150,948 | 142,486 | 138,837 | 19% | -3% |
| - Saving | 144,210 | 166,927 | 16% | | 161,509 | 168,053 | 167,193 | 166,927 | 16% | 0% |
| - Time | 175,009 | 190,018 | 9% | | 174,761 | 175,784 | 178,247 | 190,018 | 9% | 7% |
| Total liabilities | 513,958 | 594,740 | 16% | | 589,643 | 590,350 | 584,823 | 594,740 | 16% | 2% |
| Gross loans | 395,723 | 439,067 | 11% | | 421,390 | 431,870 | 433,015 | 439,067 | 11% | 1% |
| Loan loss reserves | (16,741) | (13,863) | -17% | | (13,558) | (13,647) | (13,434) | (13,863) | -17% | 3% |
| Other earning assets | 120,584 | 131,043 | 9% | | 140,862 | 139,364 | 132,523 | 131,043 | 9% | -1% |
| Total assets | 603,254 | 690,637 | 14% | | 682,738 | 684,155 | 679,847 | 690,637 | 14% | 2% |
| Shareholders equity | 89,295 | 95,897 | 7% | | 93,095 | 93,805 | 95,023 | 95,897 | 7% | 1% |

Key ratios (%)

| | | | | | | | | | | |
|------------------------------|------|------|-------|--|------|------|------|------|-------|-------|
| NIM | 6.2 | 5.9 | (0.3) | | 6.5 | 6.2 | 5.8 | 5.6 | (0.9) | (0.2) |
| CASA to total deposits | 59.9 | 61.7 | 1.8 | | 64.1 | 64.5 | 63.5 | 61.7 | 1.8 | (1.8) |
| Cost-to-income | 42.3 | 43.6 | 1.4 | | 40.4 | 34.8 | 46.2 | 49.1 | 9.3 | 2.9 |
| Credit cost (% of avg. loan) | 1.9 | 1.6 | (0.3) | | 3.4 | 0.4 | 1.5 | 1.2 | (1.1) | (0.2) |
| Tax rate | 19.8 | 20.0 | 0.2 | | 19.3 | 19.9 | 19.8 | 20.4 | 0.1 | 0.6 |
| LDR | 90.7 | 88.6 | (2.2) | | 86.5 | 87.3 | 88.7 | 88.6 | (2.2) | (0.2) |
| ROA | 2.2 | 2.1 | (0.1) | | 1.7 | 3.2 | 2.0 | 1.8 | (0.4) | (0.1) |
| ROE | 14.6 | 14.8 | 0.2 | | 11.9 | 23.1 | 14.3 | 13.2 | (1.9) | (1.0) |

GIAA EYES RP448 BN SALES FROM GATF

GIAA will hold the Garuda Indonesia Travel Fair (GATF) phase 2 on 2018 October 5-7th. Noting that, the event will not only organize in Jakarta but also in another 31 big cities in Indonesia. The company targets Rp448 bn from total sales of the event, while from Jakarta only, expected sales is around Rp218 bn with 80,000 visitors. Moreover, looking back into the last 2 events of GATF which are GATF phase 2 2017 and GATF phase 1 2018, the company successfully booked Rp213 bn and Rp532 bn sales, respectively.

Comment: we see GATF is an event which has been famous around Indonesian people. Coupled with promotion given by the partners, we believe it will drive the air ticket sales. We project in 2H18, with higher expected earnings, GIAA loss will be narrowed, yet still in negative figure at the end of the year.

INDONESIA'S FOOD, BEVERAGE INDUSTRY EXPECTED TO GROW UP TO 5-8% NEXT YEAR

A food and beverage association (GAPMMI) has estimated Indonesia's food and beverage industry to expand by 5-8% next year. The association chairman was upbeat about the target as rising government social spending would positively affect the country's food and beverage industry. Indonesia is the world's largest producer and exporter of palm oil and among the top three of the world's biggest producer and exporter of cocoa. In last 2Q18, total value exported was US\$12.65 bn, this number expected to increase to USD50 bn in 2025. Still, the chairman reminded shareholders in the industry of tougher competition from global players this year and rising health awareness.

Moreover, weakening of our currency also resulted in higher raw material price. GAPMMI expect low single digit price increase for product produced by big enterprise, while for small to medium enterprise, we might expect 10% price increase. Therefore, GAPMMI urged Indonesian firms to prepare strategies to face such conditions and applied industry revolution 4.0; which include natural healthy food which processed efficiently in traditional way. We are also positive for next year foods and beverages growth as higher social spending and presidential election will become positive catalysts for the industry.

WASKITA RECEIVES ADDITIONAL PAYMENT FROM PALEMBANG LRT PROJECT

Waskita Karya (WSKT) has received the fourth payment from Palembang LRT project of Rp3.9 tn on top of Rp1.9 tn received in 2017. This is part of Rp20 tn cash inflow (total payment from several projects including turnkey projects) expected to be realized this year. Waskita was contractor of Palembang LRT project with total value of Rp10.9 tn. The company expects the remaining payment of Rp5.1 tn from 2019 state-budget while WSKT is seeking factoring scheme for that payment.

Comment: This payment from LRT project should help ease concern about Waskita deficit in cash flow from operation and high leverage with DER of 2.5x. We currently have Buy rating with TP of Rp2,450 for WSKT.

SUMMARECON AGUNG 1H18 EARNINGS UP 30% TO RP78.7 BN

Sumarmarecon Agung (SMRA) reported 1H18 net income of Rp78.7 bn, up 30% YoY, but came below our expectation as it accounted for only 41% of our FY18F and 17% of our and consensus. 1H18 revenue of Rp2.7 tn was flat (-1% YoY) , however the company managed to register 6% growth in gross profit as cost of sales decline at faster rate than revenue. Combined with relatively flat opex, these together help operating profit to grow by 15% YoY to Rp631.7 bn.

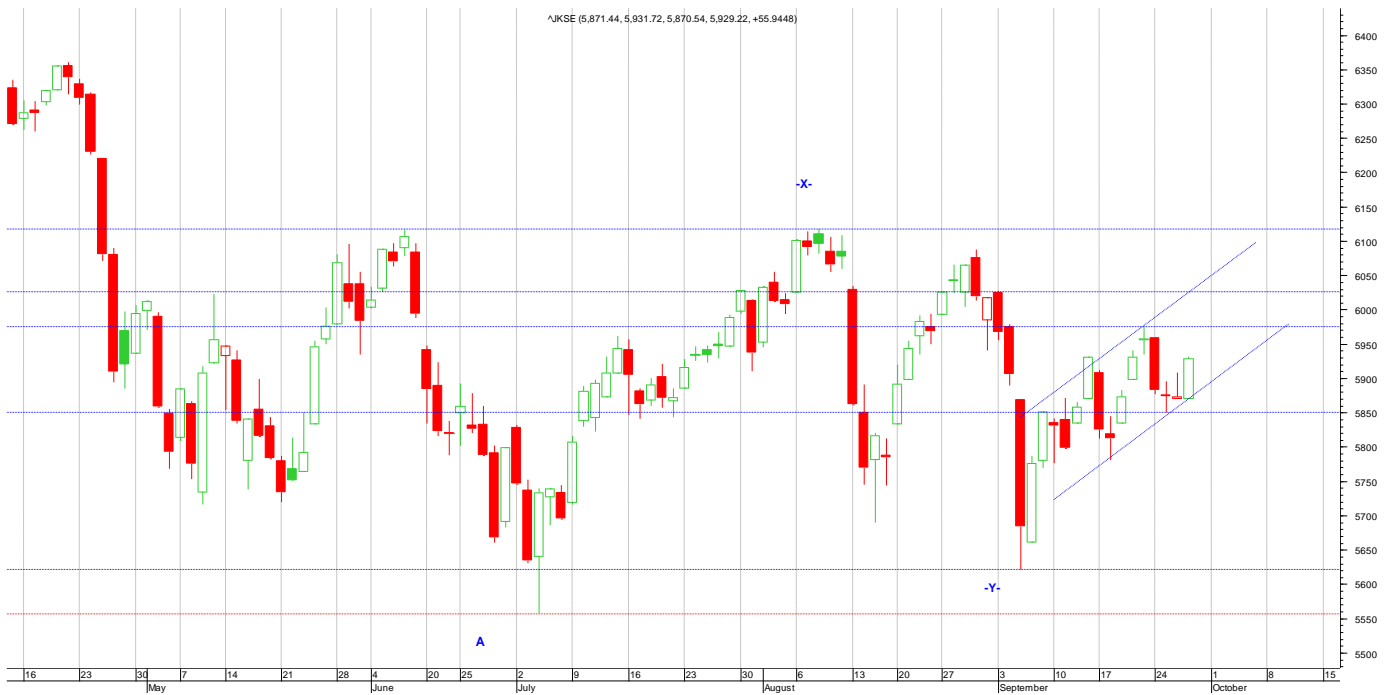
Comment : Overall, 1H18 results were in-line with our forecast with revenue, gross profit and operating profit forming 53-55% of our FY18F numbers. The main culprit of lower-than-expected 1H18 net income was minority interest which already achieved 82% of our FY18F. We currently have Buy rating at TP of Rp1,200 for SMRA which is based on 60% discount to RNAV of Rp2,922/sh.

| Rp bn | 1H18 | 1H17 | YoY | 2Q18 | 1Q18 | YoY | FY18F | 1H/18F |
|------------------|---------|---------|------|---------|---------|-------|-------|--------|
| Revenue | 2,667.0 | 2,700.1 | -1% | 1,468.0 | 1,199.0 | 22% | 5001 | 53.3% |
| Gross profit | 1,242.6 | 1,169.8 | 6% | 704.6 | 538.0 | 31% | 2263 | 54.9% |
| Operating profit | 631.7 | 550.5 | 15% | 340.7 | 291.0 | 17% | 1173 | 53.9% |
| Net profit | 78.7 | 60.5 | 30% | 36.7 | 42.0 | -13% | 194 | 40.6% |
| GPM | 46.6% | 43.3% | 3.3% | 48.0% | 44.9% | 3.1% | 45.3% | |
| OPM | 23.7% | 20.4% | 3.3% | 23.2% | 24.3% | -1.1% | 23.5% | |
| NPM | 3.0% | 2.2% | 0.7% | 2.5% | 3.5% | -1.0% | 3.9% | |

TECHNICAL ANALYSIS

JCI : (5,929 +1.0%)

Comment : HMSP, BBRI and UNTR consecutively became leading movers. Technically, JCI closed below minor resistance level of 5,975. Support level at 5,850. Next support and resistance level at 5,776-6,117. Based on Elliot wave approach, as we discussed before, JCI is forming corrective wave ABC. Because the index moved below the mid-term uptrend line, we consider that the index is forming a mid-term corrective wave. Meanwhile, we revise our short-term wave counting because the index moved above resistance level of the short-term downtrend line 5,850. We noted that the lowest level of 5,557 as the bottom of wave A. The rising movement that occurred in the last months noted as sub wave X of wave up B. The peaks of wave X likely at the level of 6,117 which occurred on August 8, 2018. According to this wave counting, now JCI is in the process to find the bottom of sub wave Y of wave up B. The bottom of wave Y should above the bottom of wave A (above 5,557). Because the index moved below the lowest level of 5,689 which is occurred on August 15 then level of 5,621 likely the bottom of wave Y. If the level of 5,621 is the bottom of wave Y then JCI begin to form sub wave up Z of B which is the last wave of wave B. We predict the peaks of wave Z around the level of 6,120-6,250. This wave counting is automatically false if the index moves below the level of 5,557.



STOCK OF THE DAY

TINS : Testing resistance level

The price closed below minor resistance level of 770. Support level at 740. Next support and resistance level at 700-830. The price moved above resistance level of the short-term down trend line. If the breakout confirm, the trend will turn into sideways. Some of momentum indicators give a positive sign. Speculative buy, cut if the price moves below the level of 740



PGAS : Testing resistance level

The price closed below minor resistance level of 2,190. Support level at 1,980. Next support and resistance level at 1,840-2,320. The trend is still positive. Speculative buy, cut if the price moves below the level of 2,130



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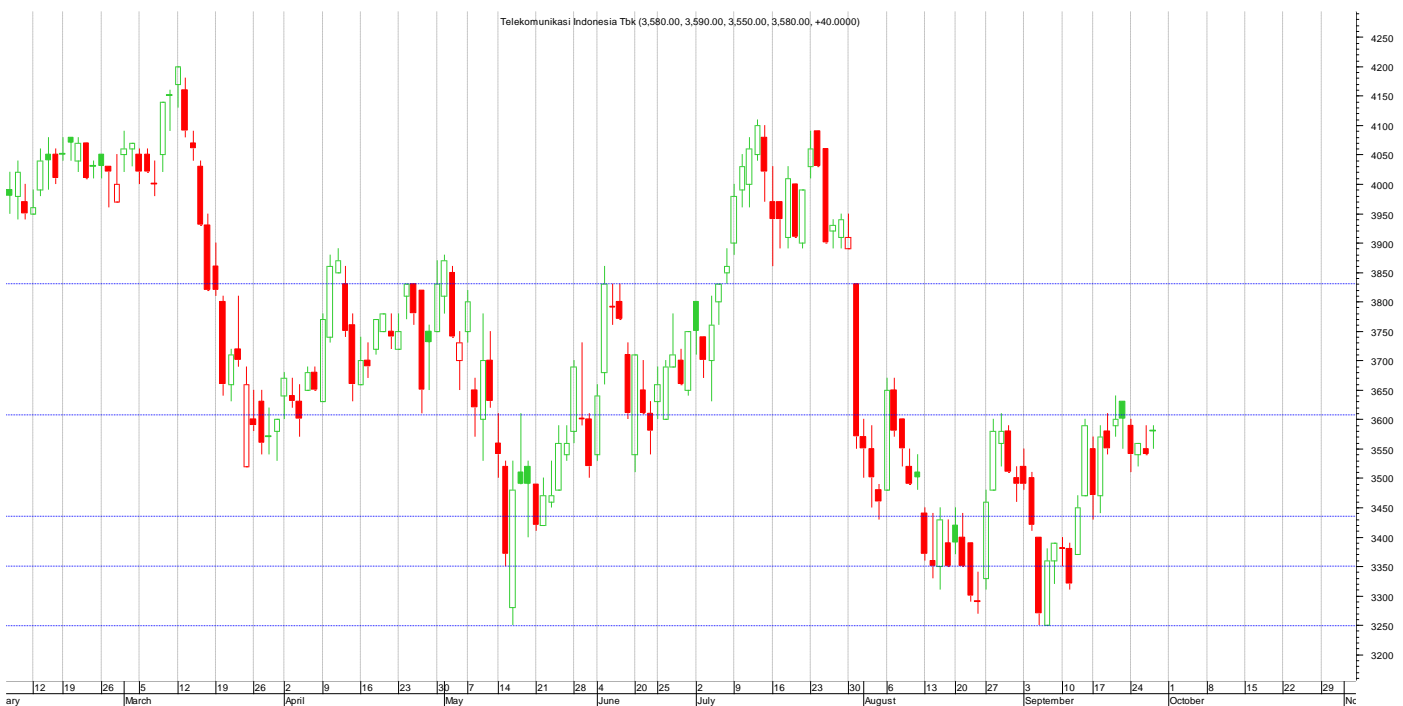
WSKT : Testing support level

The price closed below minor resistance level of 1,600. Support level at 1,465. Next support and resistance level at 1,350-1,750. The price moved in down trend in the last eight months. Some of momentum indicators give a positive sign. Speculative buy



TLKM : Testing resistance level

The price closed below minor resistance level of 3,640. Support level at 3,510. Next support and resistance level at 3,420-3,830. The mid-term trend is still sideways. Speculative, cut if the price moves below the level of 3,500.



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CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 14,860 – 14,960

| INDONESIA GOVERNMENT SECURITIES YIELD | |
|---------------------------------------|-----------|
| Maturity (yrs) | Yield (%) |
| 1 | 7.41 |
| 3 | 7.92 |
| 5 | 8.18 |
| 10 | 8.18 |
| 15 | 8.38 |
| 30 | 9.20 |

| AVERAGE DEPOSIT RATE | | | | | |
|----------------------|------|------|------|------|------|
| | 1M | 3M | 6M | 1YR | 2YRS |
| IDR | 6.01 | 6.09 | 6.01 | 5.92 | 5.52 |
| US\$ | 1.07 | 1.08 | 1.03 | 1.05 | |
| JIBOR (RP) | 6.74 | 7.14 | 7.35 | 7.48 | |

| BASE LENDING RATE | |
|-------------------|------|
| BI RATE | 5.75 |
| FED FUND RATE | 2.25 |
| LPS INSURED RATE | |
| IDR | 5.50 |
| US\$ | 1.00 |

| EXCHANGE RATE | | |
|---------------|--------|--------|
| EXCHANGE RATE | | % chg. |
| 1 US\$ = IDR | 14,923 | -0.08 |
| 1 US\$ = SGD | 1.37 | -0.01 |
| 1 US\$ = JPY | 113.41 | -0.03 |
| 1 US\$ = AUD | 0.72 | -0.03 |
| 1 US\$ = EUR | 1.16 | -0.01 |

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Analyst Certification

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