

GLOBAL

Index	Last	Change	% chg
Dow	25,555	-96.22	-0.38
S&P 500	2,792	8.22	0.30
Eido US	25.2	-0.14	-0.55
H.S.I	28,921	417.57	1.46
Nikkei	21,420	-83.37	-0.39
STI	3,212	20.83	0.65
KLCI	1,671	6.65	0.40
Kospi	2,153	-4.05	-0.19
SET Thai	1,628	0.16	0.01

COMMODITIES

Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	66.7	0.09	0.14
WTI Crude Oil (\$/bbl)	56.9	0.08	0.14
CPO (MYR/ton)	1,980	18.00	0.92
Gold (US\$/tr ounce)	1,302	0.43	0.03
Nickel (US\$/ton)	13,015	207.50	1.62
Tin (US\$/ton)	21,395	304.00	1.44
Pulp (US\$/ton) weekly	1,205.0	0.00	0.00
Coal (US\$/ton)	95.1	0.50	0.53

BEI STATISTICS

JCI	6,354
Change (1 day)	-0.20%
Change YTD	2.57%
P/E Market (X)	15.2
Volume (mn shr)	8,451.4
Value (Rp bn)	5,833.9
↑ 142 ↓ 274 ↔ 212	
LQ45	994
% Change (1 day)	-0.14%

INTEREST RATE

	Current	Previous
BI 7D Reverse Repo (%)	6.00	6.00
Fed fund rate (%)	2.50	2.50
inflation mom (%)	-0.08	0.27
Inflation yoy (%)	2.57	3.23

EXCHANGE RATE

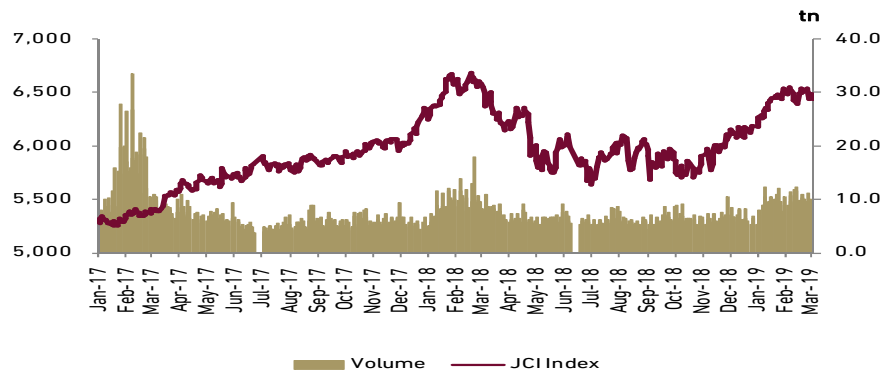
	Last	Change	% chg
1 USD = IDR	14,265	-26.00	-0.18
1 USD = SGD	1.36	0.00	0.00
1 USD = JPY	111.35	-0.01	-0.01
1 USD = AUD	1.41	0.00	0.20
1 USD = EUR	0.89	0.00	-0.02

DUAL LISTING

Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	26.7	-0.27	-1.00	3,803	337,599
ISAT	0.1	0.00	0.00	1,926	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- Department stores keep their existence by adding new stores
- KLBF to collaborate with Grab
- Adhi Karya obtains new contract of Rp1.18 tn in 2M19
- SMRA reaches 19% of pre sales target
- Coal miners with IUP license holder production quota reduced
- TINS obtains new credit facility amounting to Rp3.8 tn

JCI STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 6,280 (support) – 6,400 (resistance) level today

BBRI : Take profit at Rp 2,830-Rp 3,900

Comment: Failed to break resistance level

SMGR : Take profit at Rp 12,375-Rp 12,750

Comment: Closed below support level of the uptrend line

BBNI : Take profit at Rp 8,700-Rp 8,800

Comment: Some of momentum indicators formed negative sign

BMRI : Sell on strength at Rp 6,750-Rp 6,800

Comment: Formed a bearish pattern

MARKET REVIEW & MARKET OUTLOOK

Regional

U.S. stock market closed mostly higher on Tuesday, boosted by healthcare and utilities sectors, while DJIA retreated as Boeing shares came under heavy pressure after the crash over the weekend of a 737 Max 8 aircraft. DJIA fell by 0.38% or 96.22 points as Boeing share price dropped more than 6%, eclipsing 5.3% decline from Monday due to worries over the safety of one of its most popular plane. However, on the back of inflation data, S&P 500 rose 8.22 points or 0.3% spurred by utilities and healthcare sector; and Nasdaq also advanced 32.97 points or 0.44%. On commodity markets, Brent crude oil inched up 0.14% to USD66.7/bbl and WTI rose 0.14% to USD56.9/bbl. Nickel price gained 1.62% and Tins price also increased by 1.62%.

Domestic

JCI ended lower by 12.66 points or 0.2% to close at 6,354 and recorded Rp674.09 bn of net foreign sell. Finance (-0.4%), basic industry (-1.1%), trade (-0.86%) and mining (-0.23%) were the sector laggards, with BMRI (-1.47%), INKP (7.07%) and BBRI (0.52%) become the lagging movers. Rupiah currency strengthened by 26 point to Rp14,265/USD. Our technical desk suggests for trading within the band of 6,280–6,400, with possibility to end at mix level.

DEPARTMENT STORES KEEP THEIR EXISTENCE BY ADDING NEW STORES

Department stores keep on doing expansion in 2019 by new stores opening. Sogo plans to add new stores in 2019, they aim to open in outside Java region by September 2019. By this expansion, sogo will have 19 new stores in Indonesia. The management are optimistic that sogo can perform well in 2019. In the other hand, Metro plans to open one new store in March 2019. While Ramayana plans to open 5 new stores in 2019, Ramayana will also open their new Ramayana Prime's stores in 2019, about the same with last year realization. Thus Ramayana will have 126 stores in total.

Comment: We maintain our Overweight view on retail sector, as we see the unaggressive store expansion will improve the company's efficiency and increased profitability in the long run.

ADHI KARYA OBTAINS NEW CONTRACT OF RP1.18 TN IN 2M19

Adhi Karya (ADHI) has bagged new contract worth Rp1.18 tn (-10.6% YoY) in 2M19 and achieved 4% of our FY19F of Rp28.8 tn. In Feb-19, the company secured new contract to construct Oyama Plaza Apartemen in Sunter, Jakarta, of Rp122 bn. On contract split, 90% of new contract came from construction and energy segment followed by property of 6.8% and other segment made up the balance. On type of work, 79.8% of contract came from infrastructure segment and the remaining 20.2% from building segment. Meanwhile, the company also mentioned that it has completed 50% of greater Jakarta LRT stage one.

Comment: We believe it is still too early to reach a conclusion on this point as historically construction project will increase toward end of year. We currently have Buy rating on ADHI with TP of Rp2,260. ADHI is trading at 2019-20F PER of 4.8 – 4.0x.

KLBF TO COLLABORATE WITH GRAB

KLBF is on process to collaborate with grab to improve their service in health sector. KLBF will keep doing improvement as the total healthcare solution, including simplicity in healthcare information and social healthcare service. This collaboration is the synergy with both offline and online basis.

Comment: We still wait for further updates and details on this collaboration, to measure the impact on KLBF itself. At the moment, we are positive with this collaboration, as it may help to increase KLBF sales and profitability. We have a BUY rating for KLBF with unchanged 2019 DCF-based TP of Rp 1,770/sh.

SMRA REACHES 19% OF PRE SALES TARGET

During the first two months of 2019, Summarecon Agung (SMRA) realized pre sales of around Rp760 bn or 19% marketing sales target this year of Rp4 tn. Adrianto P. Adhi, President Director of SMRA stated that the planned this year marketing sales target this grew around 18% from last year's achievement of Rp3.4 tn. Further, Adrianto said this year pre sales target will be supported by Serpong with composition more than 50%, while the rests located on Summarecon Bekasi, Bandung, Kelapa Gading, Makassar and Karawang.

Comment: The 2M19 marketing sales achievement is in line with company's target. We see that SMRA's 18% YoY marketing sales target is relatively bullish compared to peers where most of them projected 0% growth in marketing sales this year. Currently we have BUY rating with TP Rp900 based on 70% discount to our RNAV.

COAL MINERS WITH IUP LICENSE HOLDER PRODUCTION QUOTA IS REDUCED

The quota of coal production for mining permit holders (IUP) in 2019 is halved to 105 mn tons, this has been approved by ESDM according to Kontan. The decrease was due to the most miners with the license did not fulfill DMO quota set by the government last year.

Comment: This could provide positive sentiment for coal miners, especially for those which are low CV coal miners. Currently we still have a neutral rating for coal sector

TINS OBTAINED NEW CREDIT FACILITY AMOUNTING TO RP3.8 TN

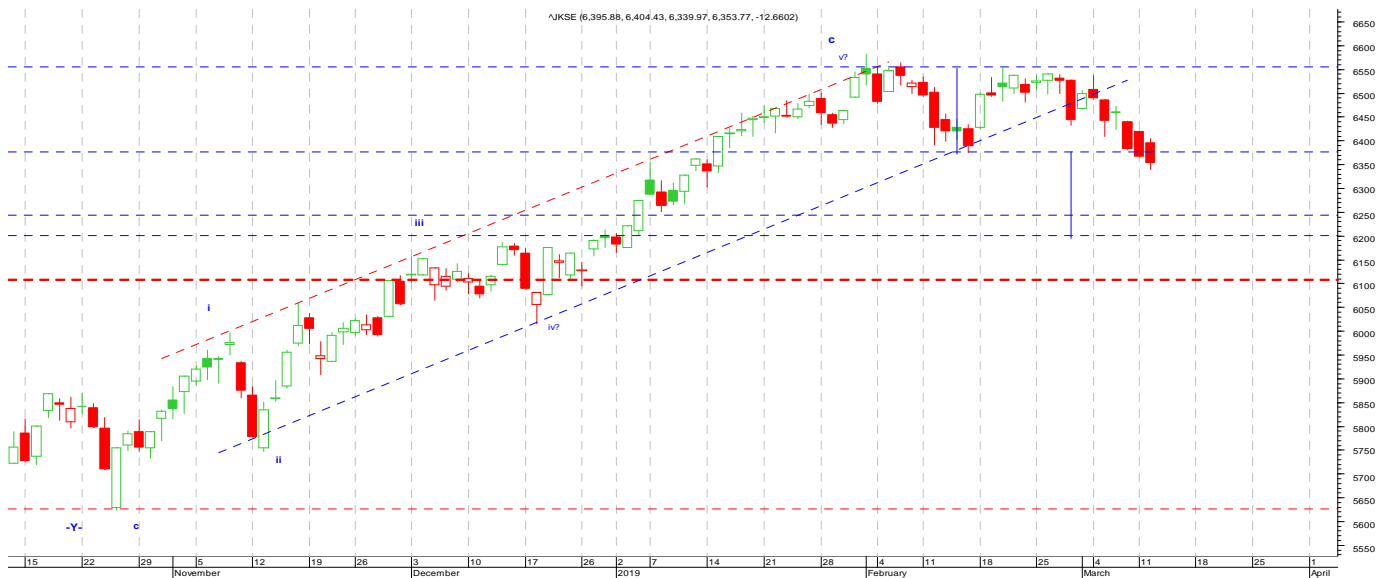
TINS obtained a loan facility from two banks, namely Mandiri amounting to Rp2 tn and MUFG bank amounting to Rp1.8 tn, the loan will be used to finance the increase in tin metal operations and production business. For how much interest on the loan, TINS management commented that they could get interest below the market rate but could not tell what the rate of the interest.

Comment: We see this as a positive sign for TINS because it shows output production increased at the beginning of this year, because lately TINS had to accommodate tin ores from community mining. As a result their production at the beginning of the year giving positive impact towards TINS earnings for the 1Q19. Currently we still have BUY rating for TINS with TP Rp1,550.

TECHNICAL ANALYSIS

JCI : (6,353 -0.20%)

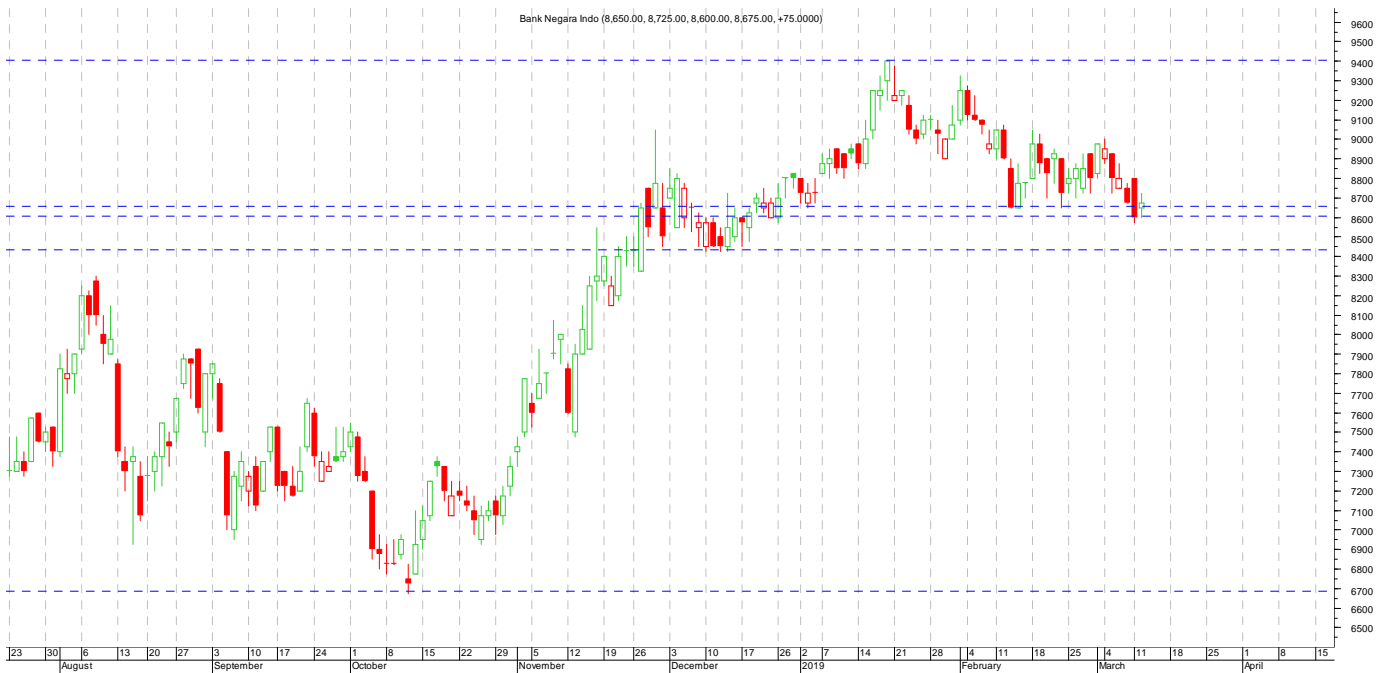
Comment : BMRI, INTP and BBRI consecutively became lagging movers. Technically, JCI closed below minor support level of 6373. If the penetration confirm, level of 6,373 will turn into resistance level and the short-term trend turn into negative. Support level at 6,250. Next support and resistance level will be at 6,110-6,550. Based on traditional technical approach, the index likely formed a double top pattern with theoretical target around the level of 6,200. Based on Elliot wave approach, as we discussed before, JCI is forming corrective wave ABC. We noted that the lowest level of 5,557 as the bottom of wave A. The rising movement that occurred in the last three 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. The lowest level of 5,623 which occurred on October 25, 2018 noted as the bottom of sub wave Y. According to this wave counting, now JCI is in the process to find the peaks of sub wave Z of wave up B which is the last wave of the cycle of wave B. If the peaks of wave B has reached, then the index will reversal to form wave down minor C. Wave C usually will form five waves. Sub wave 1 of wave (1) of wave C will test support level of 6,120 then JCI will bounce to form sub wave up 2 before go down to form sub wave 3 to test support level of 5,557.



STOCK OF THE DAY

BBNI : Testing support level

The price closed around support level. Resistance level at 9,000. Next support and resistance level at 8,450-9,250. Some of momentum indicators formed negative sign. The penetration of support level 8,575 will cause the trend turn into negative. Take profit/Sell on strength, sell if the price moves and stabel below the level of 8,550.



SMGR : Testing support level

The price closed slightly below support level of the short-term uptrend line. If the breakout confirm, level of 12,475 will turn into resistance level and the trend turn into sideways. Historically, support level at 11,925. Next support and resistance level at 11,000-13,000. Take profit/ Sell/ Sell on strength



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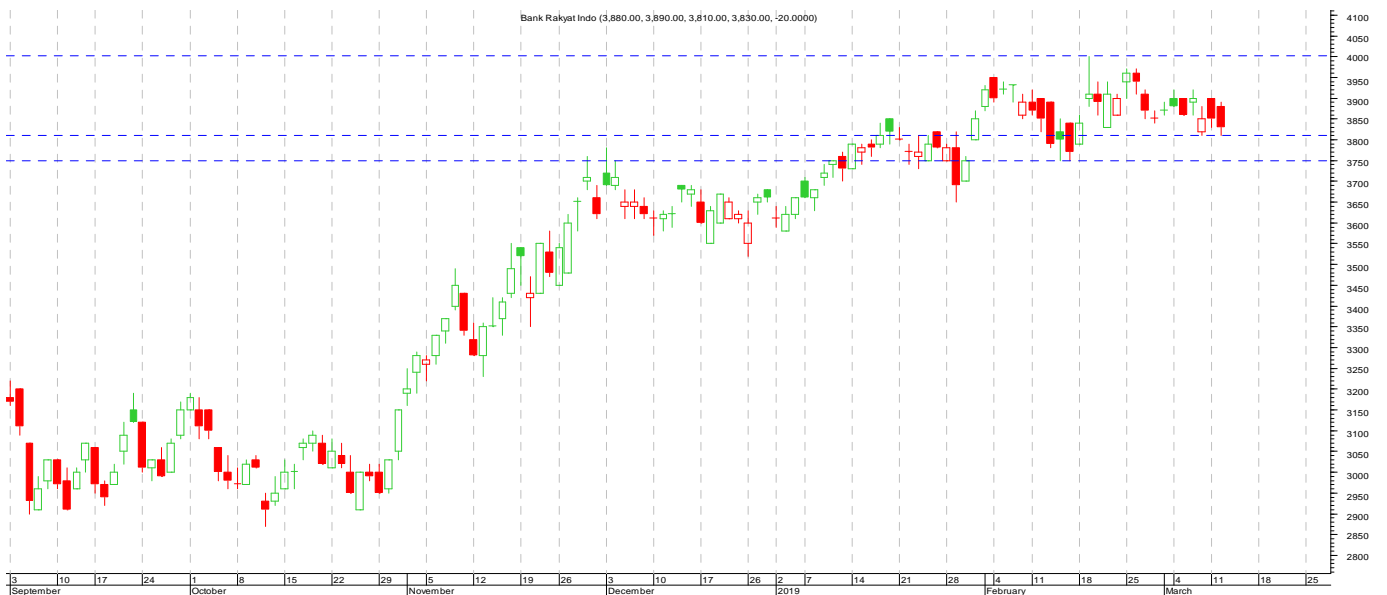
BMRI : Testing support level

The price closed below minor support level of 7,050. The breakout likely confirm when the price relatively stable below that level. Level of 7,050 likely will turn into strong resistance level. Support level at 6,300. Next support and resistance level at 6,200-7,200. The price likley form a bearish Head and shoulder pattern with theoretical target around the level of 6,200. Take profit/Sell/ Sell on strength



BBRI : Testing Support level

The price closed above minor support level of 3,800. Resistance level at 4,000. Next support and resistance level at 3,700-4,100. Some of momentum indicators formed negative sign. Take profit/ Sell on strength



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CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 14,215 -14,315

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Maturity (yrs)	Yield (%)
1	6.28
3	7.27
5	7.48
10	7.87
15	8.29
30	8.60

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	6.22	6.34	6.20	6.21	5.59
US\$	1.23	1.24	1.17	1.20	
JIBOR (RP)	7.03	7.25	7.51	7.70	

BASE LENDING RATE	
BI RATE	6.00
FED FUND RATE	2.50
LPS INSURED RATE	
IDR	5.50
US\$	1.00

EXCHANGE RATE		
EXCHANGE RATE		% chg.
1 US\$ = IDR	14,265	0.18
1 US\$ = SGD	1.36	0.00
1 US\$ = JPY	111.35	0.01
1 US\$ = AUD	0.71	-0.20
1 US\$ = EUR	1.13	0.02

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