

GLOBAL

Index	Last	Change	% chg
Dow	25,914	65.23	0.25
S&P 500	2,833	10.46	0.37
Eido US	26.2	0.28	1.08
H.S.I	29,409	396.75	1.37
Nikkei	21,585	133.65	0.62
STI	3,213	12.78	0.40
KLCI	1,691	10.40	0.62
Kospi	2,179	3.38	0.16
SET Thai	1,618	-8.00	-0.49

COMMODITIES

Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	67.5	0.38	0.57
WTI Crude Oil (\$/bbl)	59.1	0.57	0.97
CPO (MYR/ton)	2,025	75.00	3.85
Gold (US\$/tr ounce)	1,305	1.70	0.13
Nickel (US\$/ton)	12,925	80.75	0.63
Tin (US\$/ton)	21,220	99.50	0.47
Pulp (US\$/ton) weekly	1,205.0	0.00	0.00
Coal (US\$/ton)	93.8	-0.05	-0.05

BEI STATISTICS

JCI	6,509
Change (1 day)	0.75%
Change YTD	5.08%
P/E Market (X)	15.7
Volume (mn shr)	10,500.5
Value (Rp bn)	6,541.2
	↑ 225 ↓ 195 ↔ 208
LQ45	1,025
% Change (1 day)	1.00%

INTEREST RATE

	Current	Previous
BI 7D Reverse Repo (%)	6.00	6.00
Fed fund rate (%)	2.50	2.50
inflation mom (%)	-0.08	0.32
Inflation yoy (%)	2.57	2.82

EXCHANGE RATE

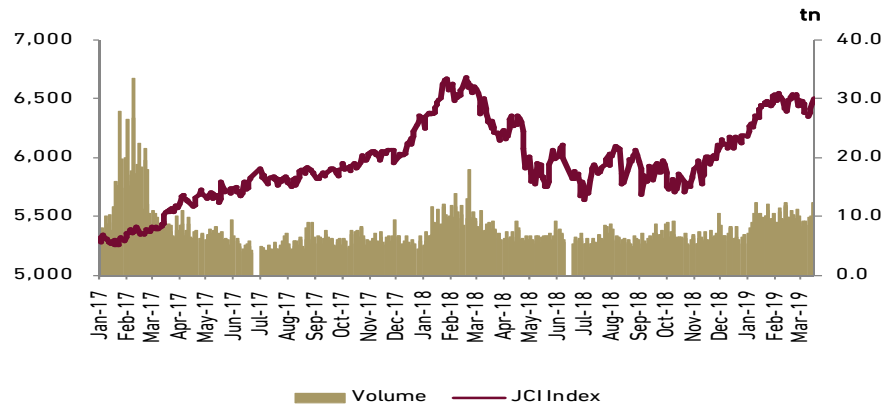
	Last	Change	% chg
1 USD = IDR	14,239	-23.00	-0.16
1 USD = SGD	1.35	0.00	-0.01
1 USD = JPY	111.34	-0.09	-0.08
1 USD = AUD	1.41	0.00	0.00
1 USD = EUR	0.88	0.00	-0.03

DUAL LISTING

Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	26.7	0.52	1.99	3,798	337,486
ISAT	0.1	0.00	0.00	1,922	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- February car sales volume down 13.4% YoY , flat MoM
- Pefindo reiterates AAA rating on ISAT's Rp bonds
- Comments from BMRI's CEO on acquisition plan

JCI STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 6,450 (support) – 6550 (resistance) level today

BBRI : Sell on strength at Rp 4,070-Rp 4,100

Comment : Testing resistance level of the channel

INKP : Sell on strength at Rp 10,500-Rp 11,000

Comment: Retest the breakout of the previous support level

ANTM : Speculative buy at Rp 955-Rp 935

Comment: Testing support level

EXCL : Speculative buy at Rp 2,690-Rp 2,660

Comment: Closed above minor resistance level

MARKET REVIEW & MARKET OUTLOOK

Regional

The S&P 500 closed 0.4% higher at 2,833 as the energy and financials sectors rose more than 1% each. DJIA advanced 65.23 points to 25,914.10 as a 1% rise in Apple helped offset losses in Boeing (-1.8%). Fed will begin its two-day Fed meeting on Tuesday. Market expectations for a rate hike are at zero, but investors will look for more clues about the central bank's economic outlook and the dot plots from central bank which mapping out where they see rates going in the future. On Monday, data showed an unexpected jump in January retail sales – rising 0.2%. On the commodities front, oil prices rose with WTI crude oil up by 0.97% to USD59.1/bbl and Brent up 0.57% to USD67.5/bbl. Nickel price went up 0.63% to USD12,925/ton. CPO price significantly increased by 3.85% to MYR2,025/ton.

Domestic

JCI closed higher at 6,509 or increase by 48 points (+0.75%) on Monday trading and recorded Rp688bn of net foreign buy. The leading sectors were Infrastructure (+1.90%), Misc. Industry (+1.86%), and Basic Industry (+1.02%) which were mainly driven by TLKM (+2.41% to 3,830), BBRI (+1.51% to 4,040), and ASII (+2.42% to 7,400) as the key movers. Rupiah strengthened by 23 points to 14,239/USD. Our technical desk suggests for trading within the band of 6,450 – 6,552 with possibility to end at lower level.

FEBRUARY CAR SALES VOLUME DOWN 13.4% YOY , FLAT MOM

Domestic car sales remained weak in February which was down by 13.4% YoY and 0.3% MoM to 81,684 units. This brings 2M19 car sales to decline by 14.4% YoY to 162,902 units. Astra sold 41,715 units in Feb-19 (down 8% YoY and 1.1% MoM), helping it to maintain its market share above 50% (51.1% in Feb-19). Most of all major brands saw weaker volume on YoY basis with Mitsubishi declining the most (20.6%), followed by Toyota (15.2%) and Honda (10.6%), but not for Daihatsu which posted 4% volume increase. Meanwhile, motorcycle sales in Feb-19 remained relatively solid at 531.8 k units (+21% YoY but -6.6% MoM), leading to 2M19 volume to 1.1 mn units (+19% YoY).

Comment: We think still weak car sales in Feb-19 could be due to consumers delay purchasing big-ticket items before election and car price increase. We also believe strong motorbike sales could help offset weak car earnings. We currently have Buy rating on ASII with TP of Rp8,250.

PEFINDO REITERATES AAA RATING ON ISAT'S RP BONDS

Pefindo reiterates AAA rating on ISAT's continuous Rp bond (phase III, A series bond) amounting Rp1.21 tn with maturity date of 13 May 2019. Pefindo mentioned that ISAT will have no issue to pay the notional amount as it has already secured a standby credit facility with Rp3.5 tn plafond. On top of that, ISAT is currently holding Rp1 tn of cash.

Comment: We have a SELL rating on ISAT with TP of Rp1,900/share. Despite the solid rating on its bonds, we believe return for equity holders are still questionable. We still project a net loss for ISAT until 2021F.

COMMENTS FROM BMRI'S CEO ON ACQUISITION PLAN

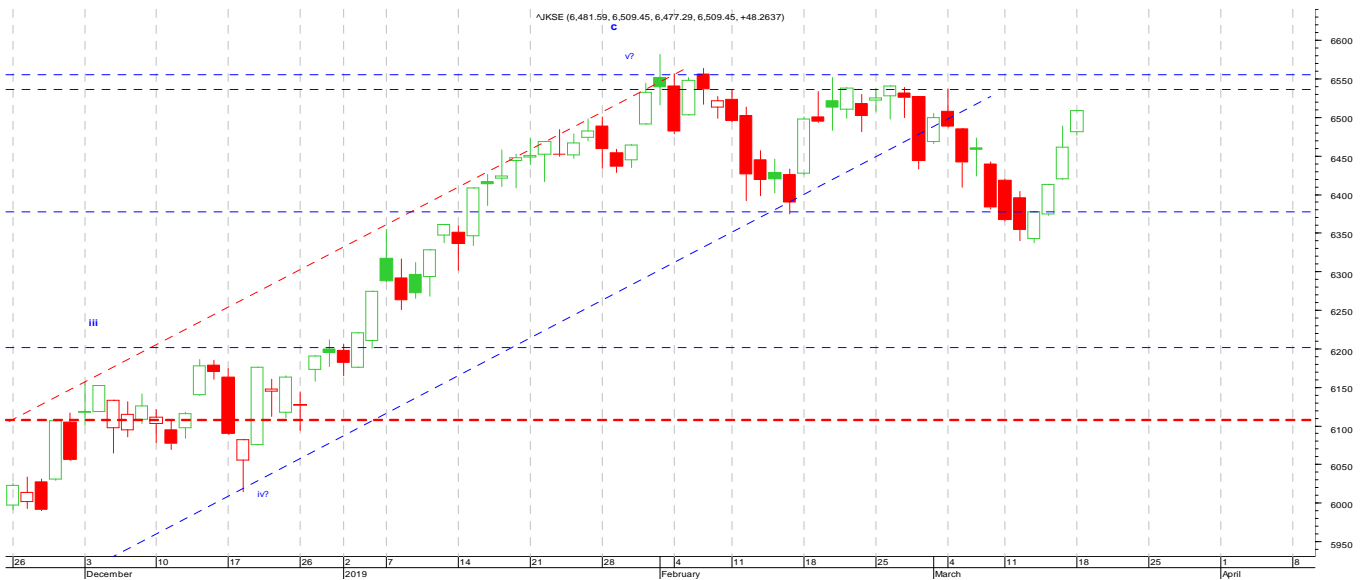
According to CEO of Bank Mandiri, Mr Kartika Wirjoatmodjo, BMRI is currently open to acquire any banks but he sees that two banks could become potential. The targeted bank should be in midsize and has adequate assets and could give value added and performance improvement for the bank and shareholders. He expects the price negotiation process could run smoothly so that the process could be finished this year. He mentioned that the process would depend on price and business synergy potential. The process also should be observed transparently. The bank currently has Rp30 tn that could be used for anorganic expansion, however Mr Tiko didn't specifically mentioned the allocation for the acquisition.

Comment: The speculation on acquisition could continue to put pressure on BMRI's share price as the two banks in speculation (Bank Permata (BNLI) and Panin Bank (PNBN)) are currently have lower profitability profile with ROE stands at single digit. BMRI currently trades at 1.6x 2019F PBV.

TECHNICAL ANALYSIS

JCI : (6,509 +0.75%)

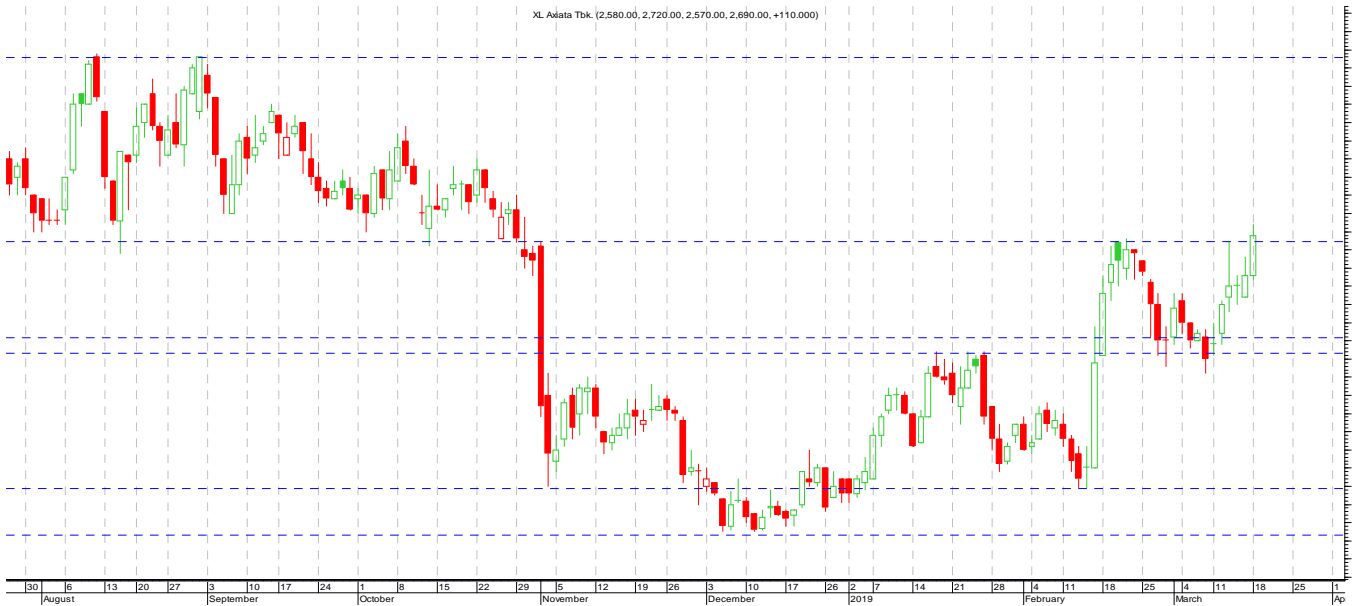
Comment : TLKM, BBRI and ASII consecutively became leading movers. Technically, JCI closed below below minor resistance level of the gap 6,552. Support level at 6,460. Next support and resistance level will be at 6,370-6,581. Based on Elliot wave approach, as we discussed before, JCI is forming corrective 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

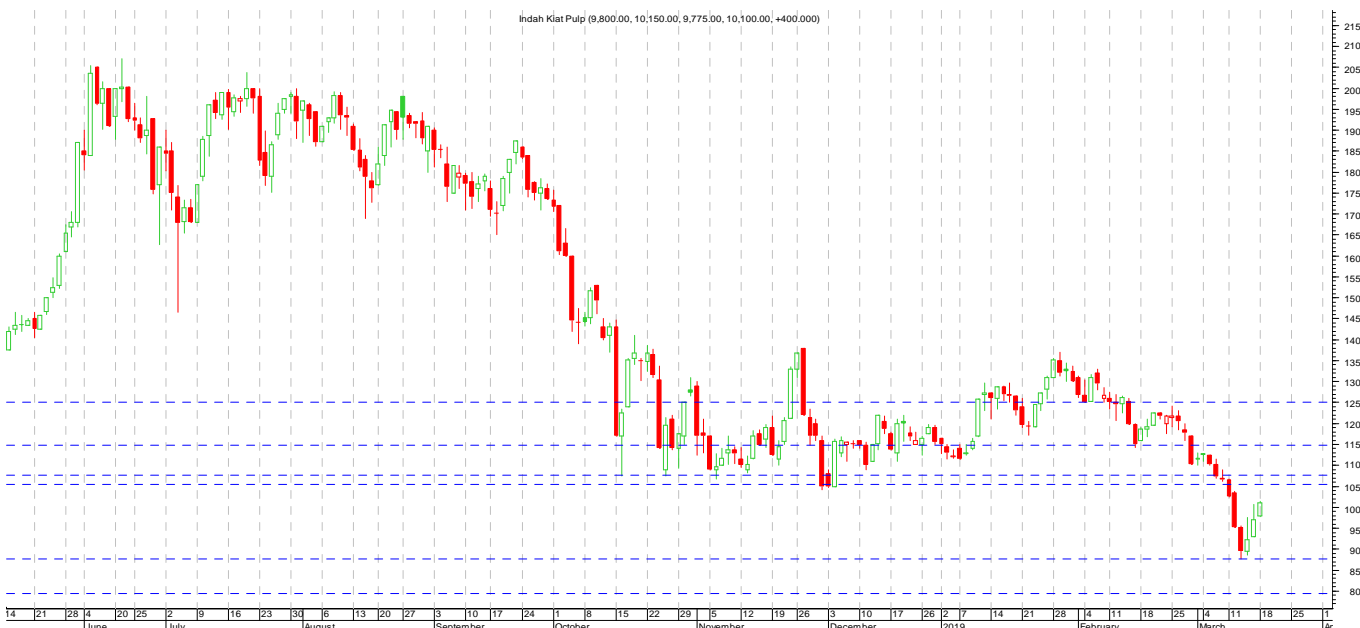
EXCL : Broke resistance level

The price closed above minor resistance level of 2,670. If the break out confirm, level of 2,670 will turn into support level and the short-term trend turn into positive. Resistance level at 3,050. Next support and resistance level at 2,500-3,200. Speculative buy, cut if the price moves below the level of 2,630.



INKP : Retest the breakout

The price closed below minor resistance level of 10,500. Level of 10,500 was a strong support level before it was breached and potentially turn into strong resistance level. Support level at 8,775. Next support and resistance level at 8,000-11,500. The trend is still negative. Sell on strength



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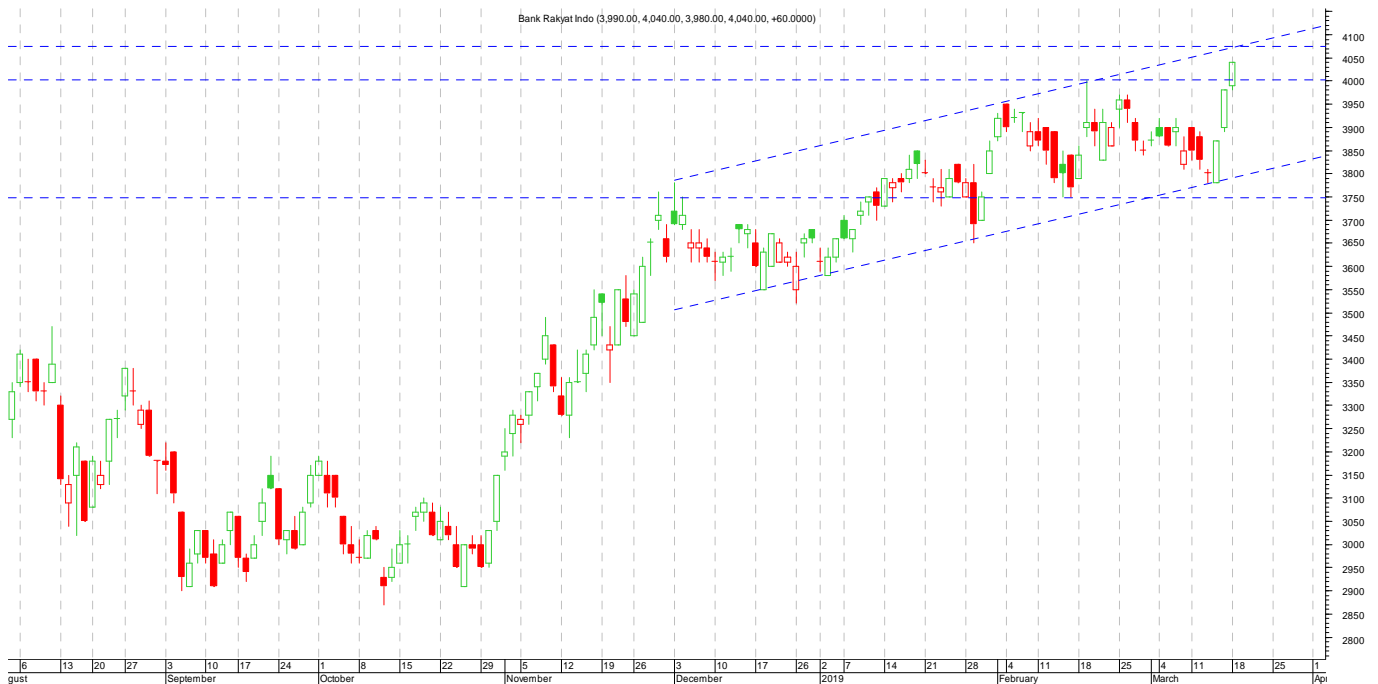
ANTM : Testing support level

The price closed above minor support level of 935. Resistance level at 990. Next support and resistance level at 835-1,100. The trend is still sideways. Speculative buy, cut if the price moves and stable below the level of 935.



BBRI : Testing resistance level

The price moved and closed above minor resistance level of 4,000. If the breakout confirm, level of 4,000 will turn into support level. Resistance level at 4,050-4,100 which is resistance level of the channel. Next support and resistance level at 3,900-4,200. Sell on strength



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CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 14,190 -14,290

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	6.28
3	7.14
5	7.33
10	7.73
15	8.07
30	8.55

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	6.18	6.27	6.25	6.17	5.63
US\$	1.31	1.25	1.22	1.23	
JIBOR (RP)	7.00	7.22	7.49	7.69	

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	14,225	0.10
1 US\$ = SGD	1.35	0.01
1 US\$ = JPY	111.34	0.08
1 US\$ = AUD	0.71	0.00
1 US\$ = EUR	1.13	0.03

PlazaASIA 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

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