

GLOBAL

Index	Last	Change	% chg
Dow	26,341	-83.97	-0.32
S&P 500	2,896	3.03	0.10
Eido US	26.2	-0.15	-0.57
H.S.I	30,077	140.83	0.47
Nikkei	21,762	-45.85	-0.21
STI	3,315	-7.22	-0.22
KLCI	1,644	2.54	0.15
Kospi	2,211	0.99	0.04
SET Thai	1,646	1.96	0.12

COMMODITIES

Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	71.1	0.76	1.08
WTI Crude Oil (\$/bbl)	64.4	1.32	2.09
CPO (MYR/ton)	2,111	-18.00	-0.85
Gold (US\$/tr ounce)	1,299	1.61	0.12
Nickel (US\$/ton)	13,101	113.50	0.87
Tin (US\$/ton)	20,940	-190.00	-0.90
Pulp (US\$/ton) weekly	1,205.0	0.00	0.00
Coal (US\$/ton)	80.4	1.55	1.97

BEI STATISTICS

JCI	6,426
Change (1 day)	-0.75%
Change YTD	3.73%
P/E Market (X)	15.6
Volume (mn shr)	10,478.5
Value (Rp bn)	6,757.1
↑ 172 ↓ 261 ↔ 196	
LQ45	1,015
% Change (1 day)	-0.59%

INTEREST RATE

	Current	Previous
BI 7D Reverse Repo (%)	6.00	6.00
Fed fund rate (%)	2.50	2.50
inflation mom (%)	0.11	-0.08
Inflation yoy (%)	2.48	2.57

EXCHANGE RATE

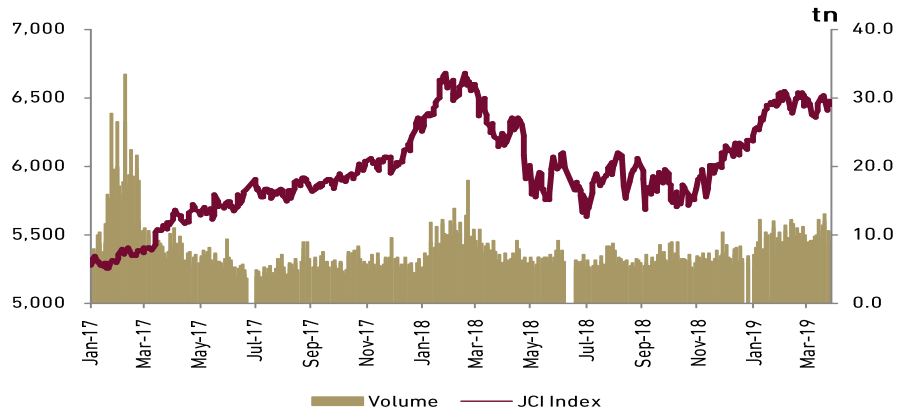
	Last	Change	% chg
1 USD = IDR	14,167	34.00	0.24
1 USD = SGD	1.35	0.00	-0.01
1 USD = JPY	111.35	-0.13	-0.12
1 USD = AUD	1.40	0.00	0.07
1 USD = EUR	0.89	0.00	0.03

DUAL LISTING

Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	27.8	-0.59	-2.08	3,944	282,555
ISAT	0.2	0.00	0.00	2,267	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- Foreign reserves increased by USD 1.3 bn to USD 124.5 bn
- Buana Lintas seeks to raise up to Rp909.7 bn from rights offering
- Champion Pacific Indonesia(IGAR) aims at 5%-8% volume growth
- SCMA's non-preemptive rights issuance

JCI STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 6,340 (support) – 6,450 (resistance) level today

ASII: Sell on strength at Rp 7,600-Rp 7,650

Comment : Testing resistance level

HMSP : Sell on strength at Rp 3,660-Rp 3,750

Comment: Closed below support level

PTBA : Sell on strength at Rp 4,100-Rp 4,150

Comment: The trend is still sideways

PGAS : Sell on strength at Rp 2,300-Rp 2,350

Comment: Retest the breakout previous support level

MARKET REVIEW & MARKET OUTLOOK

Regional

US stocks was mixed in Monday trading with Dow down by 0.32% to 26,341 led by Boeing (-4.4%) decline, while S&P 500 eked out a 0.1% gain and Nasdaq ended 0.2% gain. Investors are also preparing for the 1Q19 earnings season that will start this week. On the data front, US factory orders fell 0.5% MoM in Feb-19 amid weakness in the machinery, transportation equipment and electronic products segments. US Treasury yields ticked higher with 10-year rate rose to 2.52% while the 30-year yield traded at 2.93%. On commodity markets, oil prices increased with Brent rose by 1.1% to USD71.1/bbl and WTI crude oil went up by 2.1% to USD64.4/bbl. Coal rose 2.0% to USD80.4/ton. CPO was down by 0.85% to MYR2,111/ton while nickel price was up 0.87% to USD13,100/ton.

Domestic

JCI closed lower at 6,426 by 48 points or -0.75% on Monday trading and recorded Rp842 bn of net foreign buy. The laggard sectors were Infrastructure (-2.06%), Agriculture (-1.30%), and Consumer (-1.23%) which were mainly driven by HMSP (-2.15% to 3,640), TLKM (-1.73% to 3,980), and UNVR (-1.63% to 48,200) as the key movers. Rupiah strengthened by 34 points to 14,167/USD. Our technical desk suggests for trading within the band of 6,340-6,450 with possibility mixed to lower level.

FOREIGN RESERVES INCREASED BY USD 1.3 BN TO USD 124.5 BN

Bank Indonesia recorded foreign reserve stood at USD124.5 bn or USD 1.3 bn higher than February 2019 position. This position was the highest since April 2018. The increase in foreign exchange reserves in March 2019 was influenced, among others by oil and gas foreign exchange receipts and other foreign exchange receipts. Reserves are sufficient to cover 7 months of imports, or 6.8 months of imports and to repay govt external debt.

Comment: Indonesia's forex reserve has increased by USD3.9 bn in 1Q19. It may reflect a positive 1Q19 balance of payment figure which will be released in May.

BUANA LINTAS SEEKS TO RAISE UP TO RP909.7 BN FROM RIGHTS OFFERING

Buana Lintas (BULL) plans to issue of up to 3.308 bn new ordinary shares at an issue price of up to Rp275 on the basis of two rights share for every five BULL shares held. The company also plans to issue 945.2 mn warrants on the basis of two warrants, which can be converted into new shares at Rp300/share, for every seven shares from rights issue. Proceeds will be used for fleet expansions (60%), fleet docking (10%) and the remaining 30% for working capital. Cum-rights and ex-rights date will be on 11-June and 12-June 2019, respectively.

Comment: The rights issue price is much higher than BULL current share price of Rp175. BULL is trading 2019 PER of 3.75x based on company's earnings guidance.

CHAMPION PACIFIC INDONESIA(IGAR) AIMS AT 5%-8% VOLUME GROWTH

Champion Pacific, Indonesia *manufacturer* and distributor of custom packaging targets at 5%-8% sales volume growth from pharmaceutical industry. IGAR also projects 9% sales growth this year as Company believes the prospects of Indonesia's healthcare sector, including that of the pharmaceutical industry, are promising. In FY18, Pharmaceutical contributed around 87% (Rp 681 bn) to total revenue, and reported sales growth of 3.3%YoY. However, net profit beat down by 38%YoY to Rp 44 bn in FY18 due to the weakening of Rupiah. This year, Company expect the Rupiah exchange rate will be more stable and Company positive they will be able to raise the product ASP to improve the financial performance.

SCMA'S NON-PREEMPTIVE RIGHTS ISSUANCE

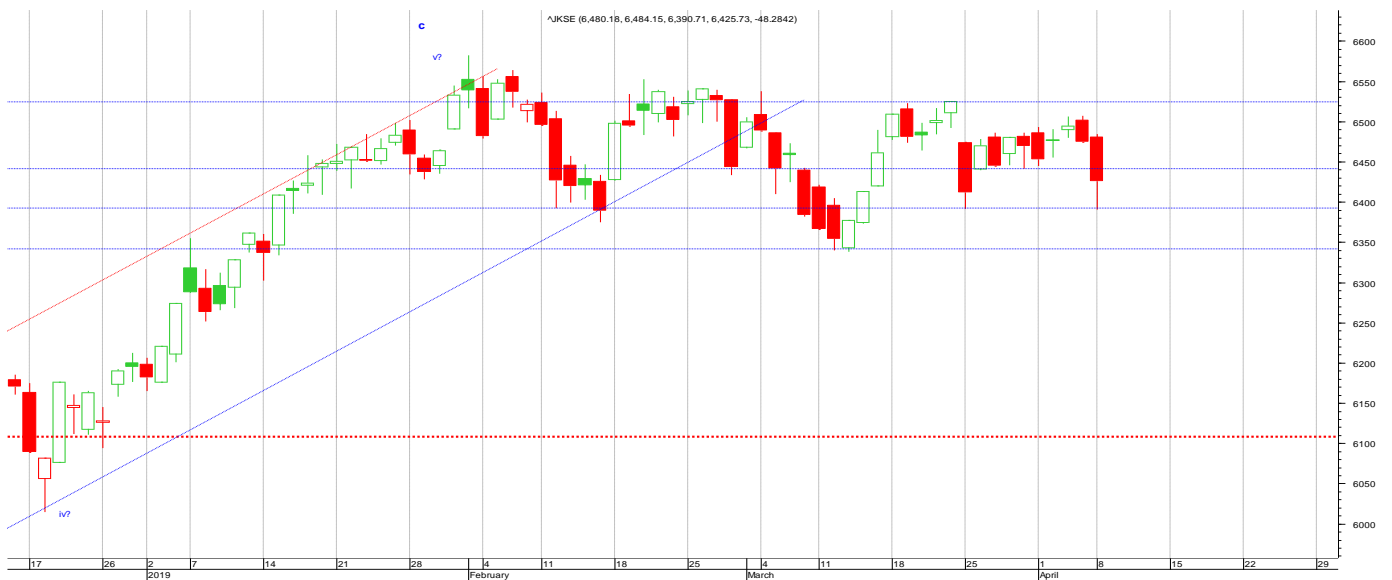
SCMA has published its formal offering circular on the non-preemptive rights issuance today. In the document, the Company mentioned that it will issue a maximum of 1.462bn new shares, equivalent to 10% of its existing capital, which will be entirely subscribed by EMTK. This will dilute the minority shareholders ownership by c9.09%. SCMA will seek shareholders approval on EGM slated on 16 May 2019. As much as Rp360 bn of the raised funds is to purchase EMTK's digital companies, while the remaining is for additional capital should SCMA needs more funds for expansions or another acquisition. The circular mentioned that the non-preemptive issuance will be valid for two years after agreed on EGM.

Comment: Based on our conversation with the Company, the rights issuance price is set at Rp2,446/share (c.50% premium vs. previous closing). We believe that on the first phase, EMTK will only exercise c.147mn of shares, equivalent to Rp360 bn for the digital asset purchase (c.1% of dilution), while the remaining rights will be exercised when the urgency arrive. We have run a simulation on the potential accretion/dilution after consolidating the digital assets in which our analysis shows minimal impacts for 2019F earnings (c.1% earnings accretion). While we are quite comfortable with the other companies, Vidio.com entails the biggest risks as it aims to change business model. We currently maintain our BUY rating on SCMA with TP of Rp1,975./share.

TECHNICAL ANALYSIS

JCI : (6,426 -0.7%)

Comment : HMSP, TLKM and UNVR consecutively became lagging movers. Technically, JCI Closed above minor support level of 6,391. Resistance level at 6,525. Next support and resistance level will be at 6,337-6,581. The penetration of support level of 6,337 will cause the trend turn into negative. 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

ASII : Testing resistance level

The price closed below minor resistance level of 7,625. Support level at 7,375. Next support and resistance level at 7,000-7,900. The trend is still sideways. Sell on strength, sell if the price moves below the level of 7,375.



HMSP : Testing Support level

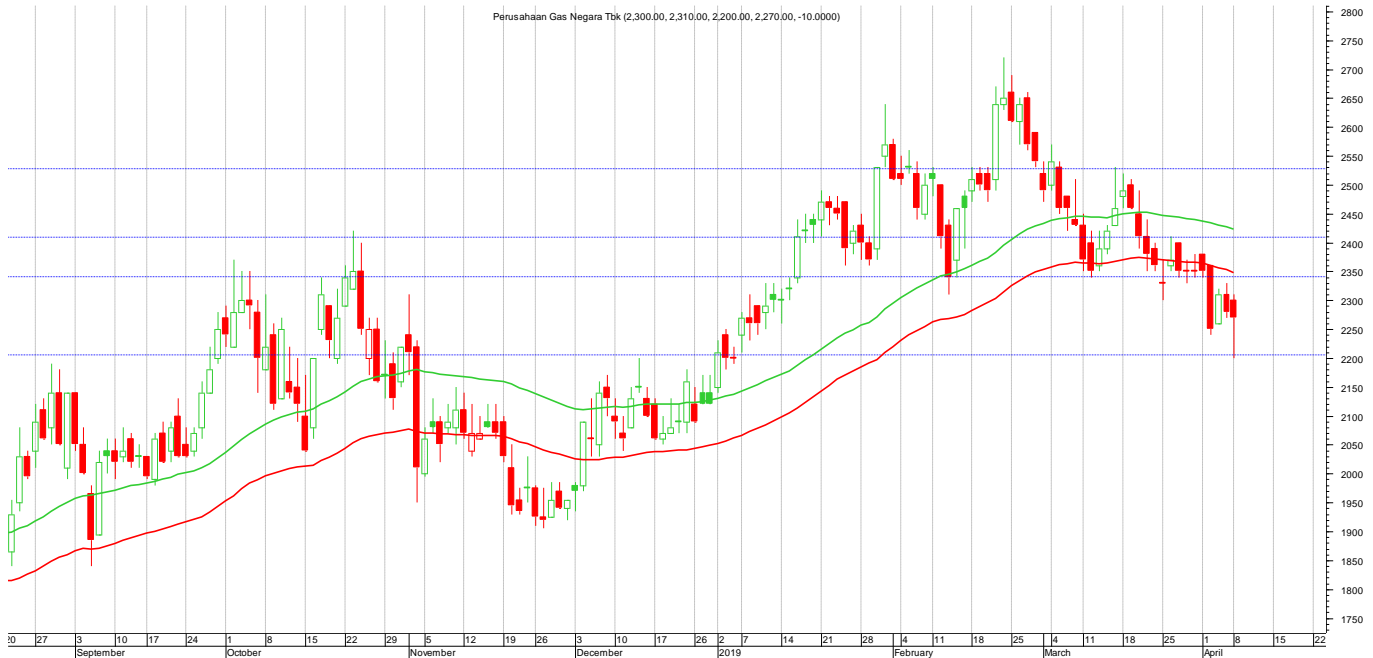
The price closed below minor support level of 3,660. If the breakout confirm, level of 3,660 will turn into resistance level and the short-term trend turn into negative. Historically, support level at 3,520. Next support and resistance level at 3,300-3,850. Sell on strength



Please see analyst certification and other important disclosures at the back of this report

PGAS : Testing support level

The price closed below resistance level of 2,350. Level of 2,350 was support level before it was breached and the price likely retest the breakout. If the breakout confirm, level of 2,350 will turn into strong resistance level and the short-term trend turn into negative. Support level at 2,200. Next support and resistance level at 2,050-2,400. Sell on strength



PTBA : Testing support level

The price held and closed above minor support level of 3,930. Resistance level at 4,150. Next support and resistance level at 3,850-4,260. The trend is still sideways. Sell on strength, sell if the price moves and stable below the level of 3,850.



Please see analyst certification and other important disclosures at the back of this report

CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 14,115 -14,215

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	6.28
3	7.07
5	7.14
10	7.64
15	8.07
30	8.44

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	6.22	6.40	6.28	6.09	5.58
US\$	1.32	1.28	1.23	1.21	
JIBOR (RP)	7.01	7.21	7.49	7.67	

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	14,155	0.08
1 US\$ = SGD	1.35	0.01
1 US\$ = JPY	111.35	0.12
1 US\$ = AUD	0.71	-0.07
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

Analyst Certification

Each contributor to this report hereby certifies that all the views expressed accurately reflect his or her personal views about the companies, securities and all pertinent variables. It is also certified that the views and recommendations contained in this report are not and will not be influenced by any part or all of his or her compensation.

Disclaimer

This report does not constitute an offer to buy or sell any security/instrument, invitation to offer or recommendation to enter into any transaction. Nor are we acting in any other capacity as a fiduciary to you. By accepting this report, subject to applicable law or regulation. When making an investment decision, you should determine, without reliance upon us or our affiliates, the economic risks and merits (and independently determine that you are able to assume these risks) as well as the legal, tax and accounting characterizations and consequences of any such transaction. In this regard, by accepting this presentation, you acknowledge that (a) we are not in the business of providing (and you are not relying on us for) legal, tax or accounting advice, (b) there may be legal, tax or accounting risks associated with any transaction, (c) you should receive (and rely on) separate and qualified legal, tax and accounting advice and (d) you should apprise senior management in your organization as to such legal, tax and accounting advice (and any risks associated with any transaction and our disclaimer as to these matters).

The information contained in this report is based on material we believe to be reliable; however, we do not represent that it is accurate, current, complete, or error free. Assumptions, estimates and opinions contained in this report constitute our judgement as of the date of the document and are subject to change without notice. Any projections are based on a number of assumptions as to market conditions and there can be no guarantee that any projected results will be achieved. Past performance is not a guarantee of future results. CIPTADANA SPECIFICALLY DISCLAIMS ALL LIABILITY FOR ANY DIRECT, INDIRECT, CONSEQUENTIAL OR OTHER LOSSES OR DAMAGES INCLUDING LOSS OF PROFITS INCURRED BY YOU OR ANY THIRD PARTY THAT MAY ARISE FROM ANY RELIANCE ON THIS REPORT OR FOR THE RELIABILITY, ACCURACY, COMPLETENESS OR TIMELINESS THEREOF.