

GLOBAL			
Index	Last	Change	% chg
Dow	26,151	-190.44	-0.72
S&P 500	2,878	-17.57	-0.61
Eido US	26.4	0.13	0.50
H.S.I	30,157	80.34	0.27
Nikkei	21,803	40.94	0.19
STI	3,326	10.18	0.31
KLCI	1,642	-2.41	-0.15
Kospi	2,209	-4.44	-0.20
SET Thai	1,658	11.56	0.70

COMMODITIES			
Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	70.6	-0.49	-0.69
WTI Crude Oil (\$/bbl)	64.0	-0.42	-0.65
CPO (MYR/ton)	2,120	9.00	0.43
Gold (US\$/tr ounce)	1,304	0.38	0.03
Nickel (US\$/ton)	13,114	13.50	0.10
Tin (US\$/ton)	20,967	27.00	0.13
Pulp (US\$/ton) weekly	1,205.0	0.00	0.00
Coal (US\$/ton)	81.2	0.80	1.00

BEI STATISTICS	
JCI	6,484
Change (1 day)	0.91%
Change YTD	4.68%
P/E Market (X)	15.8
Volume (mn shr)	10,322.0
Value (Rp bn)	6,412.6
↑ 243 ↓ 156 ↔ 230	
LQ45	1,024
% Change (1 day)	0.89%

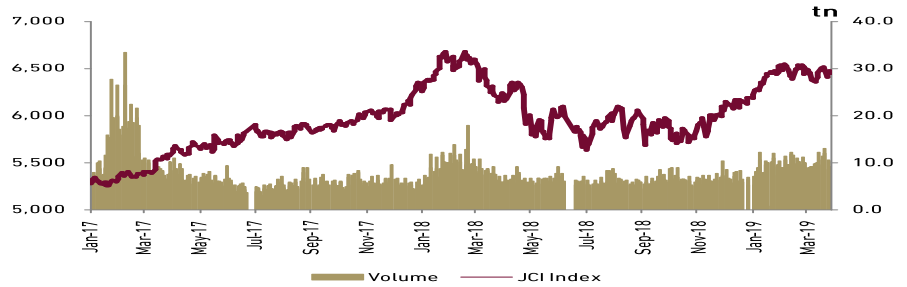
INTEREST RATE		
	Current	Previous
BI 7D Reverse Repo (%)	6.00	6.00
Fed fund rate (%)	2.50	2.50
inflation mom (%)	0.11	-0.08
Inflation yoy (%)	2.48	2.57

EXCHANGE RATE			
	Last	Change	% chg
1 USD = IDR	14,133	-34.00	-0.24
1 USD = SGD	1.35	0.00	-0.01
1 USD = JPY	111.14	0.00	0.00
1 USD = AUD	1.40	0.00	-0.04
1 USD = EUR	0.89	0.00	-0.03

DUAL LISTING					
Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	27.7	-0.16	-0.57	3,912	228,081
ISAT	0.2	0.00	0.00	2,261	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- IMF cuts global growth forecast to 3.3%
- China's coal consumption stable in 2019
- Amman to consider USD600 mn IPO
- BMRI starts negotiations to buy BNLI
- Alam Sutera marketing sales reaches Rp880.5 nn in 1Q19
- ACES reports 5.8% SSSG in March 2019

JCI STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 6,430 (support) – 6,505 (resistance) level today

BBNI: Take profit at Rp 9,675-Rp 9,850

Comment : Testing resistance level

SMGR : Take profit at Rp 14,400-Rp 14,500

Comment: forming wave 5

PTBA : Take profit at Rp 4,070-Rp 4,150

Comment: The trend is still sideways

WSKT : Take profit at Rp 1,980-Rp 2,010

Comment: The mid-term trend is still negative

MARKET REVIEW & MARKET OUTLOOK

Regional

U.S. stock market tumbled on fears over escalation trade tensions with the EU, more unfavorable growth outlook from International Monetary Fund (IMF) and awaited 1Q19 earnings result. U.S trade representative threatened to levy tariff on European goods late Monday in which mainly caused by European companies' subsidies for aircraft manufacturers. If the plan is materialized, the proposed tariff may affect USD11 bn in imports to U.S. Moreover, IMF has cut its outlook for global economic growth from 3.5% in January-19 to 3.3%, making the third reduction of growth expectation. S&P 500 slipped 17.57 points or 0.61% led by losses in industrials, energy and financial companies. DJIA edged lower by 190.44 points or 0.72% after Boeing stock came under pressure. Meanwhile, Nasdaq fell more than 0.5%, driven by Microsoft, Apple, Amazon and Alphabet. On commodity market, Brent crude oil and WTI crude oil declined by 0.69% and 0.65% to USD70.6/bbl and USD64.0/bbl, respectively.

Domestic

JCI ended higher by 58.6 points or 0.91% to close at Rp6,484 on Tuesday and recorded Rp597 bn net foreign buy. Misc. Industry (+1.77%), Property (+1.54%), Trade (+1.34%), Basic Industry (+1.09%), Infrastructure (+0.97%), Finance (+0.75%), Consumer (+0.67%), Agriculture (+0.55%) and Mining (+0.15%) with UNVR (+1.66% to 49,000), ASII (+1.99% to 7,700), FREN (+13.04% to 260) become the index movers. Rupiah currency strengthened by 34 point to Rp14,133/USD. Our technical desk suggests for trading within the band of 6,430-6,505, with possibility to end at mix level.

IMF CUTS GLOBAL GROWTH FORECAST TO 3.3%

In its latest world economic outlook (WEO), IMF cut global 2019 growth forecast from 3.5% (in January WEO update) to 3.3%. This is the third time of IMF revision in 6 months and growth rate would be the weakest since 2009, when the world economy shrank. Global growth forecast was cut due to bleaker outlook in most major advanced economies and signs that higher tariffs are weighing on trade. The global volume of trade in goods and services will increase 3.4% YoY this year, weaker than the 3.8% YoY gain in 2018 but reduced from the IMF's January estimate of 4% YoY. IMF cut US growth outlook from 2.5% to 2.3% but it raised China's growth forecast from 6.2% to 6.3% assuming no additional tariff (previously IMF assumed tariff for USD 200 bn China's export to US will be raised from 10% to 25%) and fiscal stimulus. Meanwhile, ASEAN-5 growth forecast is retained at 5.1%. Global economic growth will start recover in 2H19, before reaching at 3.6% next year. A series of encouraging developments have boosted optimism about the world economy in recent weeks, including the decision of the Federal Reserve to put interest-rate hikes on hold and encouraging data from China's manufacturing sector and the U.S. job market.

Comments: Global growth may edge higher if trade deal between US and China can take out previous tariff, favoring Indonesia's export.

CHINA'S COAL CONSUMPTION STABLE IN 2019

China' coal consumption is expected to remain stable in 2019, and will likely see a fair balance between supply and demand, said the official statement last week. Almost half of world coal consumption is China. National Bureau of Statistics reported, with a positive achievement in 2018, where coal supply and demand were balanced and prices fluctuated within a reasonable range, this year it is estimated that the country' coal demand will remain at the normal threshold. Last year, China produced 3.55 bn tons of raw coal, up 5.2% on annual basis (YoY) and coal consumption edged up 1% . The office also reported, number of coal mines fallen sharply to 5,800 by the end of 2018 but the average production capacity has been increased to around 920,000 tons per year. Right now, 70% of electricity in China is generated by thermal coal power.

Comment: We believe stable China's coal consumption, reducing coal price uncertainty, would be positive for Indonesia coal miners. Our top pick for coal sector are ITMG (Buy, TP Rp25,500) and ADRO (Buy, TP: Rp1,750).

AMMAN TO CONSIDER USD600 MN IPO

Amman Mineral Nusa Tenggara (AMNT), which owns the second-largest copper and gold mine in Indonesia, is weighing an initial public offering that could raise as much as USD600 mn. The company is working with advisers to list in Jakarta as early as 4Q19. Amman Mineral, which started operations in 2000, has produced about 3.6 mn tons of copper and 8 mn ounces of gold. It also owns facilities that include a processing plant with 120,000 tons capacity per day, an 112-megawatt coal-fired power plant, a port with a ferry terminal, air services and a townsite. PT Amman Mineral Internasional controls 82.2 percent of Amman Mineral while PT Pukuafu Indah has the remaining stake. PT AP Investment and PT Medco Energi Internasional (MEDC) each holds 50% in PT Amman Mineral Internasional.

Comment: We believe the planned IPO of AMNT would be positive catalyst for MEDC. However, we see this at very early stage.

BMRI STARTS NEGOTIATIONS TO BUY BNLI

CEO of Bank Mandiri (BMRI), Mr Kartika Wirjoatmodjo, said that they will start negotiating to buy shareholders of Bank Permata (BNLI). The state bank also continues to coordinate with OJK regarding the transaction process. They are also currently finalizing due diligence and will hold talks with Standard Chartered (44.56% stake on BNLI) and Astra International (44.56% stake) to negotiate terms. CEO said that the negotiation result is still 50/50 as it depends on the price suitability and that the process will be run under normal condition. BMRI also mentioned its plan to merge the bank with one of its subsidiary, most likely Bank Mantap, as they already have 2 banks as subsidiaries. But this merger process could take time 2-3 years from now if the acquisition succeeds.

Comment: BMRI currently has Rp30 tn idle capital. We estimate this will be enough to acquire both of Standard Chartered and Astra International's stakes (totalled 89.12%) at maximum 1.4x 2019F PBV. Currently total equity book value of BNLI is at Rp22.4 tn as of 2018. We have a Buy call on BMRI with Rp7,925/share target price. BMRI currently trades at 1.6x 2019F PBV while BNLI trades at 1.2x 2019F consensus PBV.

ALAM SUTERA MARKETING SALES REACHES RP880.5 BN IN 1Q19

Alam Sutera Realty (ASRI) booked Rp880.5 bn of marketing sales within Jan – Mar 19. It represents 18% of Company's 2019 full year marketing sales target of Rp5.0 tn. The figure comprises of Rp584.4 bn from Alam Sutera development and Rp296.1 bn from Suvarna Sutera development (including transaction with subsidiary of China Fortune Land Development Co. Ltd.).

Comment : ASRI sets a bullish Rp5.0 tn marketing sales this year after recorded Rp4.3 tn (+94% YoY) of marketing sales in 2018. We are less optimistic than Company's guidance and maintain our FY19 pre-sales target at Rp4.0 tn. We see that the 1Q19 pre-sales are still in line with our target. Currently we have BUY rating with TP Rp410 based on 65% discount to our RNAV.

ACES REPORTED 5.8% SSSG IN MARCH 2019

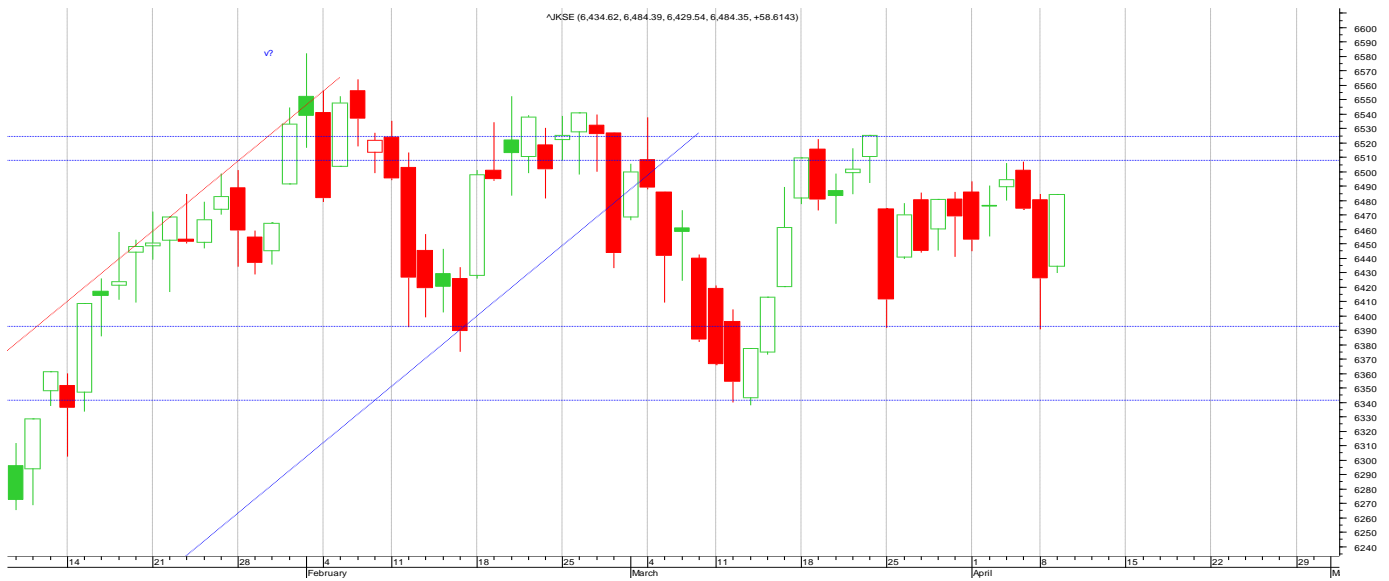
ACES booked Rp647.7 bn of gross sales in March 2019 (+16% YoY/+14% MoM), on the back of 5.8% SSSG (.vs 8.3% in February 2019). On YTD basis, ACES booked Rp1.85 tn of gross sales (+20% YoY), on the back of 8.2% SSSG (.vs 9.6% in 2M19), representing 21% of our 2019F.

Comment: Sales growth and SSSG in March 2019 was quite weak due to seasonality and high base factor in 2018. We are still optimist as the result was still in-line with our estimation, and in cumulative ACES booked stable double digit growth. We maintain our BUY call on ACES with unchanged TP of Rp 1,950/sh, offering 11.7% upside potential. At the moment the stock trades at 26x 2019F PER.

TECHNICAL ANALYSIS

JCI : (6,484 +0.9%)

Comment : UNVR, ASII and FREN consecutively became leading movers. Technically, JCI Closed below minor resistance level of the gap 6,525. Support level at 6,390. 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

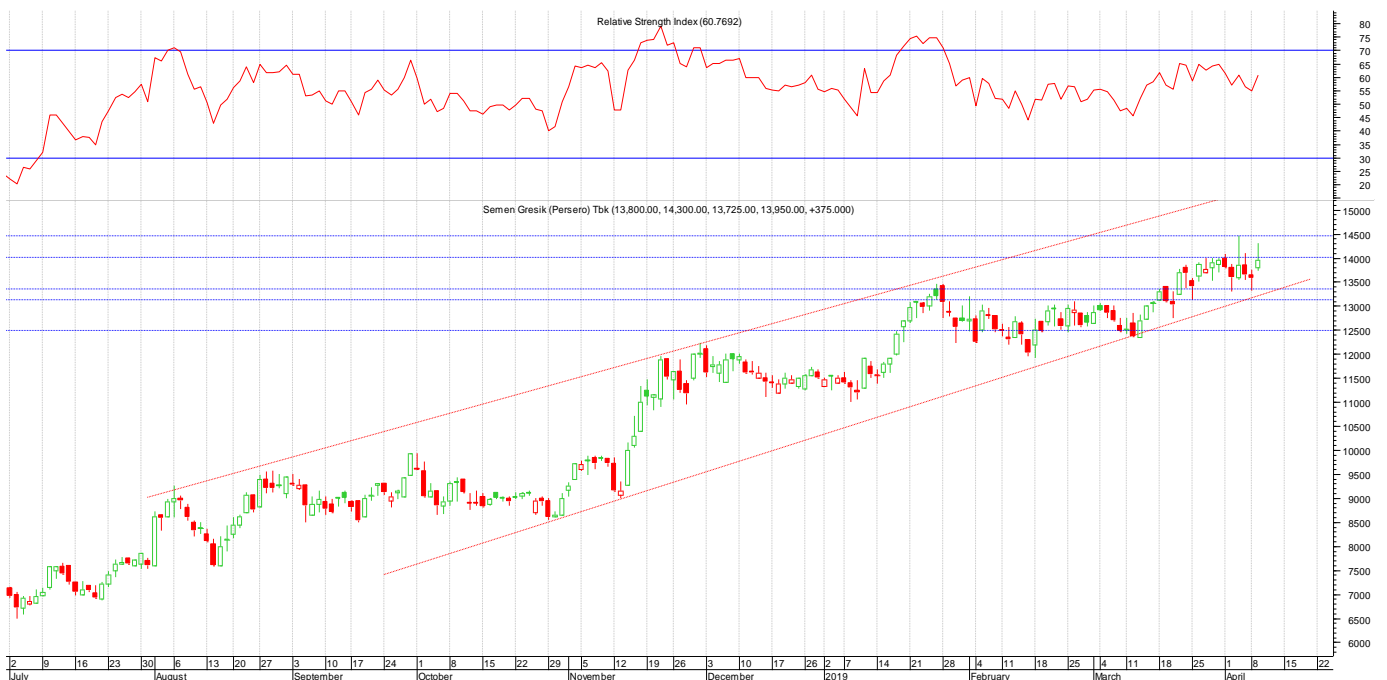
BBNI : Testing resistance level

The price failed to break minor resistance level of 9,850. Support level at 9,425. Next support and resistance level at 9,100-10,100. The price likely formed a broadening channel. Indicator of RSI(14) likely formed a negative divergence which indicates that the price is forming wave minute 5 (the last wave of of the cycle). Sell on strength, sell if the price moves below the level of 9,425.



SMGR : Testing resistance level

The price failed to break minor resistance level of 14,450. Support level at 13,300 which is support level of the mid-term uptrend channel. The penetration of this support level will cause the short-term trend turn inot negative. Next support and resistance level at 12,200-15,500. Sell on strength, sell if the price moves below the level of 13,300.



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WSKT : Testing support level

The price held and closed above minor support level of 1,925. Resistance level at 2,060. Next support and resistance level at 1,850-2,140. The mid-term trend is still negative. 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.



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CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 14,080 -14,185

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	6.78
3	7.06
5	7.15
10	7.65
15	8.06
30	8.45

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	6.15	6.35	6.24	6.15	5.62
US\$	1.25	1.31	1.24	1.26	
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	14,133	0.24
1 US\$ = SGD	1.35	0.01
1 US\$ = JPY	111.14	0.00
1 US\$ = AUD	0.71	0.04
1 US\$ = EUR	1.13	0.03

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