

GLOBAL			
Index	Last	Change	% chg
Dow	26,385	-27.53	-0.10
S&P 500	2,906	-1.83	-0.06
Eido US	26.1	0.24	0.93
H.S.I	29,811	-99.04	-0.33
Nikkei	22,169	298.55	1.37
STI	3,326	-6.12	-0.18
KLCI	1,631	1.16	0.07
Kospi	2,243	9.43	0.42
SET Thai	1,660	1.36	0.08

COMMODITIES			
Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	71.2	-0.37	-0.52
WTI Crude Oil (\$/bbl)	63.4	-0.49	-0.77
CPO (MYR/ton)	2,094	-15.00	-0.71
Gold (US\$/tr ounce)	1,287	-1.18	-0.09
Nickel (US\$/ton)	12,908	-33.75	-0.26
Tin (US\$/ton)	20,690	-20.00	-0.10
Pulp (US\$/ton) weekly	1,205.0	0.00	0.00
Coal (US\$/ton)	84.4	0.15	0.18

BEI STATISTICS	
JCI	6,435
Change (1 day)	0.46%
Change YTD	3.88%
P/E Market (X)	15.6
Volume (mn shr)	9,213.7
Value (Rp bn)	5,892.5
↑ 198 ↓ 194 ↔ 240	
LQ45	1,013
% Change (1 day)	0.48%

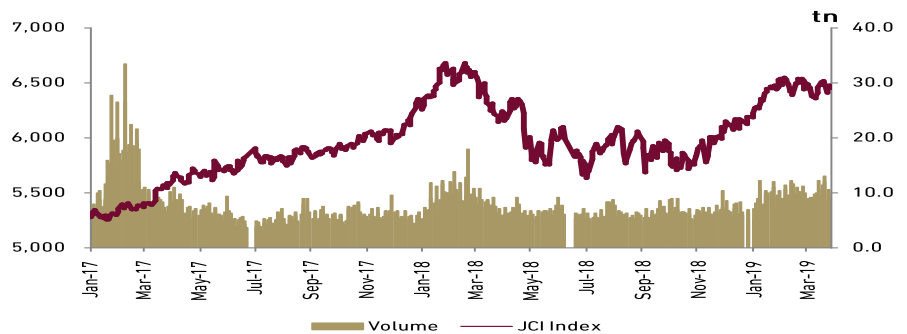
INTEREST RATE		
	Current	Previous
BI 7D Reverse Repo (%)	6.00	6.00
Fed fund rate (%)	2.50	2.50
inflation mom (%)	0.11	-0.08
Inflation yoy (%)	2.48	2.57

EXCHANGE RATE			
	Last	Change	% chg
1 USD = IDR	14,060	0.00	0.00
1 USD = SGD	1.35	0.00	-0.02
1 USD = JPY	111.98	-0.06	-0.05
1 USD = AUD	1.39	0.00	0.03
1 USD = EUR	0.88	0.00	-0.02

DUAL LISTING					
Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	27.4	0.14	0.51	3,854	118,874
ISAT	0.2	0.00	0.00	2,250	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- Trade Surplus Continued in March
- Indonesia external debt grew to USD 388.7 bn
- Retailers to push election participants
- Adhi Karya plans IPOs for two subsidiaries
- BSDE 1Q19 pre-sales reach Rp1.6 tn
- BNGA to distribute Rp696.5 bn dividend
- SMGR (including SBI) sales volume inch up by 0.5% YoY
- INCO 1Q19 nickel in matte production fell by 36,4% QoQ

JCI STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 6,390 (support) – 6,470 (resistance) level today

BBRI: Sell on strength at Rp 4,400-Rp 4,500

Comment : Testing resistance level

PTBA : Sell on strength at Rp 4,050-Rp 4,110

Comment: The trend is still sideways

GGRM : Speculative buy at Rp 79,500-Rp 79,000

Comment: Hold above support level

BNGA: Speculative buy at Rp 1,060-Rp 1,000

Comment: Hold above support level

MARKET REVIEW & MARKET OUTLOOK

Regional

Dow Jones lowered by 0.1% to 26,385 while S&P500 inched down by 0.06% on Monday trading. A mixed bag of earnings results left investors less enthusiastic as they await economic data due this week, such as US trade balance data and retail sales, and updates on US-China trade negotiations. The index weighed by banking stocks as investors digested mixed quarterly numbers from big banks like Goldman Sachs (-3.8%) and Citigroup (-1.4%). On commodity markets, Brent crude oil went down by 0.52% to USD71.2/bbl while WTI crude oil down by 0.77% to USD63.4/bbl. Nickel price down by 0.26% to USD12,908/ton. CPO price rose significantly by 3.04% to closed at MYR2,100/ton.

Domestic

JCI closed higher at 6,435 or up by 29 points (+0.46%) on Monday trading and recorded Rp345 bn of net foreign sell. The leading sectors were Misc. Industry (+1.33%), Consumer (+0.76%), and Property (+0.62%) which were mainly driven by HMSP (+2.49% to 3,700), ASII (+1.67% to 7,600), and BBRI (+0.93% to 4,350) as the key movers. Rupiah strengthened by 35 points to 14,060/USD. Our technical desk suggests for trading within the band of 6,390-6,470 with possibility mixed to higher level.

TRADE SURPLUS CONTINUED IN MARCH

Indonesia statistics office (BPS) showed trade balance continued its positive trend as it recorded USD 540.2 mn surplus. Trade surplus was achieved through negative growth of both export and import. March export is reported to grow -10.01% YoY (11.71% MoM) to USD 14.1 bn, bringing 1Q19 export at USD 40.5 bn (-8.50% YoY). The negative growth was remained affected by plummet in the price as BPS noted the export aggregate price was down by -17.63% YoY (-4.64% MoM). We believe fall of commodity prices played a significant part here. However, export volume growth remained positive at 9.25% YoY (17.15% MoM). Sector wise, mining sector still became the main laggard as its export growth is recorded at -15.37% YoY (31.0% MoM). On destination base, Indonesia export (non oil and gas) experienced negative growth to almost all main export destinations due to sluggish global growth. Indonesia's non oil and gas export to China declined by 16.2% YoY while its export to US dropped by -13.22% YoY. Import still registered negative growth of -6.76% YoY (10.31% MoM) to USD 13.49 bn. Oil and gas led the decline with -31.17% YoY growth while non oil and gas had -2.29% YoY growth. Based on usage, capital goods import became the main laggard as it recorded -7.8% YoY growth. Consumption goods declined 4.46% YoY in March but the 1Q19 figure showed -14.31% YoY.

Comments: 1). Declining import growth should be a yellow light of GDP growth in 2019 even though it is good for CAD and Rupiah. In 2019 outlook, we predict GDP growth will be more moderate at 5.1% but it may have downside risk due to global factor. 2) Assessing 1Q19 trade data, we view 1Q19 CAD will be around 2.5% of GDP. We remain firm of CAD at 2.5% of GDP in FY2019, giving a red carpet for our call of 50 bps rate cut in 2H19.

INDONESIA EXTERNAL DEBT GREW TO USD 388.7 BN

Bank Indonesia (BI recorded) external debt position in February 2019 grew 8.8% YoY (Jan: 7.2% YoY) to USD 388.7 bn. The debt is consisted of government and central bank debt of USD193.8 bn, and private includes state-owned enterprises debt of USD194.9 bn. Government external debt grew 7.3% YoY in February (vs 3.9% YoY in January) due to foreign capital inflow to government bonds in February. BI believed it is the sign of investors confidence to Indonesia. Moreover, the Government of Indonesia also issued Global Sukuk to support fiscal funding based on Green Bond and Green Sukuk Framework. On private debt, the growth reached 10.8% YoY, stable compared previous month growth. Private's debt was mostly held by the financial & insurance activities sector, manufacturing sector, electricity, gas, steam & air conditioning supply sector, and mining & drilling sector. External debt's share in those four sectors to total private's external debt reached 74.2%. BI believed external debt still maintained solid structure as its ratio to GDP was still at 36.9% and the long term maturity debt still stood at 86.3% of total debt.

RETAILERS TO PUSH ELECTION PARTICIPANTS

Retailers will hold a discount program (10% – 50%) in 17 April 2019, as their support to increase the election participants. According to Sofjian Wanadi, head of retailers association (APRINDO), retailers are creating incentive for those who use their right in the Election Day through "little finger fun program", in-cooperated with 250 brand and some well-known retail distributors. This program targeted 192 Election participants. KPU is targeting 77.5% participants in 2019 Election. Retailers are not specifically mentioned any target in this little finger program. Participants also able to obtain discount via online shopping by uploading their little finger photo, Tokopedia and Bukalapak participate in this little finger fun program. This discount program is applicable throughout Indonesia.

Comment: We are positive on this program as it may increase the retailer's sales volume, thus, it can be a momentum for the retailers to push sales and increase customer traffic.

ADHI KARYA PLANS IPOs FOR TWO SUBSIDIARIES

Adhi Karya (ADHI) is planning to conduct initial public offerings for two of its subsidiaries in 2H19 year with a combined target to raise around Rp4.5 tn. Both companies will sell around 30-35% each of their enlarged capital. Adhi Commuter Properti (ACP), a transit-oriented property developer, plans to raise Rp 1.5 tn, while the building construction arm Adhi Persada Gedung (APG) is targeting to mop up Rp3 tn in the public market funding. The company has appointed a consortium of underwriters including state-owned brokerage firms Mandiri Sekuritas and BNI Sekuritas. Meanwhile, the company eyes for infrastructure projects worth Rp37.7 tn mainly comprising 1) Solo-Jogyakarta toll road project of Rp21 tn and 2) inner city (Jakarta) loop line project (team up with WIKA and JKON) of Rp15 tn.

Comment: If IPOs plan realized, it will help ADHI expand its business going forward. While the participation in sizable infra projects should increase new contract significantly. We currently have Buy rating and TP of Rp2,120 for ADHI.

BSDE 1Q19 PRE-SALES REACH RP1.6 TN

In the first quarter this year, Bumi Serpong Damai (BSDE) booked 25% of annual target which set on Rp6.2 tn. In comparison with 1Q18 marketing sales made amounting Rp2.5 tn, the 1Q19 marketing sales were significantly decreased by 38% to Rp1.6 tn due to decremental in most segments excluding this year land plot sold to JV company, PT Sahabat Kota Wisata, amounting to Rp287 bn to develop a shopping mall in Kota Wisata, Cibubur, West Java.

Comment: Though year on year basis the 1Q19 realized marketing sales were significantly lower, we see that the figure is still in line with this year pre sales target. We maintain BUY rating with current TP Rp1,650/sh based on 74% discount to our RNAV.

BNGA TO DISTRIBUTE RP696.5 BN DIVIDEND

Retailers will hold a discount program (10% – 50%) in 17 April 2019, as their support to increase the election participants. According to Sofjian Wanadi, head of retailers association (APRINDO), retailers are creating incentive for those who use their right in the Election Day through “little finger fun program”, in-cooperated with 250 brand and some well-known retail distributors. This program targeted 192 Election participants. KPU is targeting 77.5% participants in 2019 Election. Retailers are not specifically mentioned any target in this little finger program. Participants also able to obtain discount via online shopping by uploading their little finger photo, Tokopedia and Bukalapak participate in this little finger fun program. This discount program is applicable throughout Indonesia.

Comment: We are positive on this program as it may increase the retailer’s sales volume, thus, it can be a momentum for the retailers to push sales and increase customer traffic.

INCO 1Q19 NICKEL IN MATTE PRODUCTION FELL BY 36.4% QOQ

Vale Indonesia (INCO) announced it produced 13,080 metric tons of nickel in matte in 1Q19, which is 36.4% lower than in 4Q18 and 23.7% lower compared to 1Q18 production performance. Production level was relatively poor due to a due to a combination of planned maintenance activities related to the Larona Canal Relining, plant shutdowns and unplanned electric furnace issues. Furthermore the company has stated that it has lowered its targeted production output in FY19 to around 72,000 metric tons, which is 5.3% lower than our estimates at 75,810 metric tons.

USD mn	1Q19	4Q18	QoQ	1Q18	YoY
Nickel production (mtons)	13,080	20,579	-36.4%	17,141	-23.7%

Comment: Pending the release of 1Q19 earnings results, we currently maintain our BUY rating for INCO with TP of Rp4,350.

SMGR (INCLUDING SBI) SALES VOLUME INCH UP BY 0.5% YOY

SI	Mar-19	Mar-18	YoY	Mar-19	Feb-19	MoM	3M19	3M18	YoY
Total Domestic	1,974,341	2,067,506	-4.5%	1,974,341	1,856,142	6.4%	5,976,946	6,192,555	-3.5%
Total Export	245,344	288,845	-15.1%	245,344	300,772	-18.4%	757,034	597,889	26.6%
Total Sales	2,219,685	2,356,351	-5.8%	2,219,685	2,156,914	2.9%	6,733,980	6,790,444	-0.8%

SBI	Mar-19	Mar-18	YoY	Mar-19	Feb-19	MoM	3M19	3M18	YoY
Total Domestic	776,001	795,206	-2.4%	776,001	765,432	1.4%	2,446,181	2,349,592	4.1%
Total Export	32,145	-	-	32,145	39,506	-18.6%	108,271	103,741	4.4%
Total Sales	808,146	795,206	1.6%	808,146	804,938	0.4%	2,554,452	2,453,333	4.1%

SI + SBI	Mar-19	Mar-18	YoY	Mar-19	Feb-19	MoM	3M19	3M18	YoY
Total Domestic	2,750,342	2,862,712	-3.9%	2,750,342	2,621,574	4.9%	8,423,127	8,542,147	-1.4%
Total Export	277,489	288,845	-3.9%	277,489	340,278	-18.5%	865,305	701,630	23.3%
Total Sales	3,027,831	3,151,557	-3.9%	3,027,831	2,961,852	2.2%	9,288,432	9,243,777	0.5%

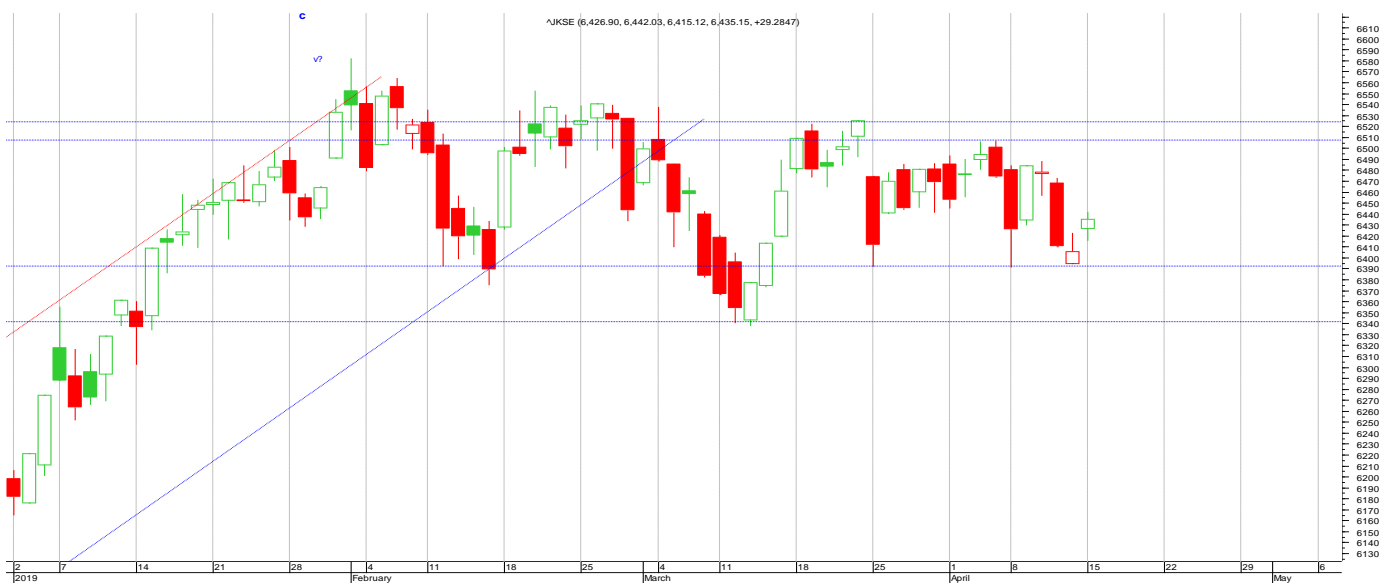
In March-19, SMGR excluding SBI recorded 2.2 mn tons of total sales volume, up 2.9% MoM yet slipped by 5.8% YoY. Cumulatively, total 3M19 sales volume stood at 6.73 tons, slightly dropped by 0.8% YoY. We noticed that exports sales in 3M19 remained growing remarkably at 26.6% YoY, however domestic sales volume declined by 3.5% YoY. Meanwhile, if we combine SBI (Solusi Bangun Indonesia) sales volume in 3M19, total sales volumes of SMGR (SI+SBI) inched up by 0.5% YoY, driven by exports sales volume that jumped by 23.3% YoY.

Comment: in our view, 1Q19 Indonesian cement sales volume was relatively weak due to heavy rain as well as the election year. However, we think starting in April'19, this condition will recover and 4-5% sales volume growth target this year still decent.

TECHNICAL ANALYSIS

JCI : (6,435 +0.5%)

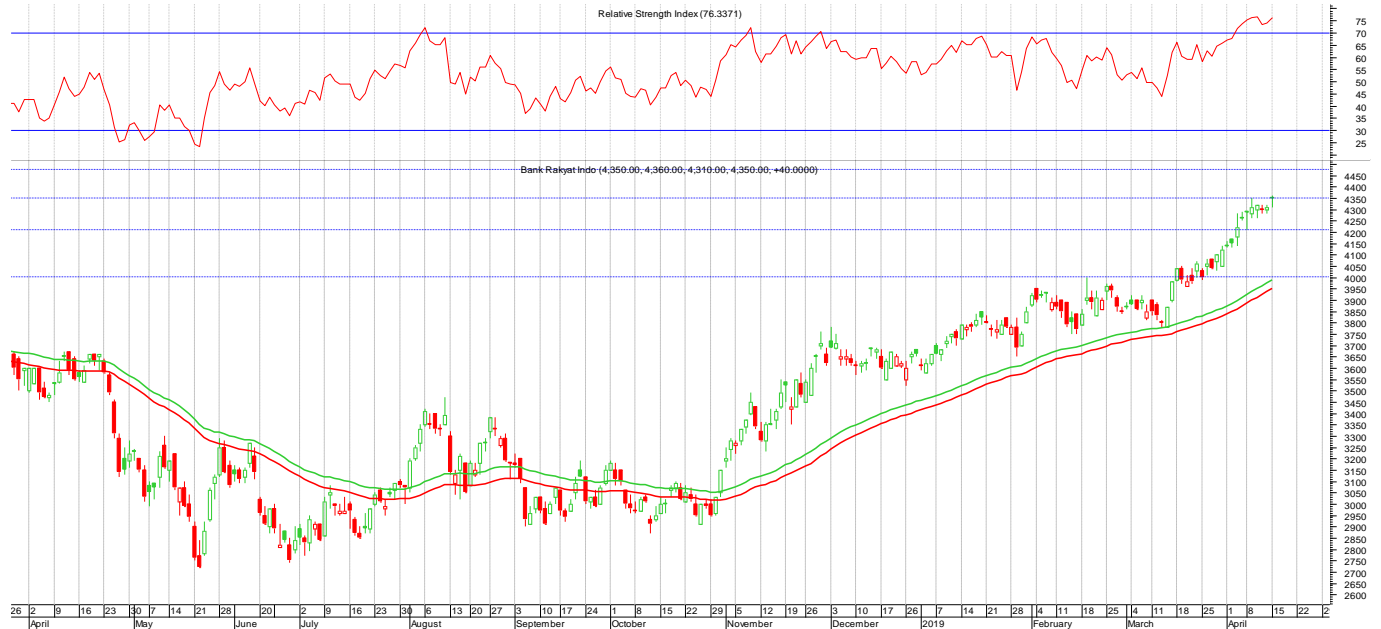
Comment : HMSP, ASII and BBRI consecutively became leading movers. Technically, JCI held and closed above minor support level of 6,390. Resistance level at 6,525. Next support and resistance level will be at 6,337-6,581. The penetration of support level of 6,337 will cause the trend turn into negative. 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

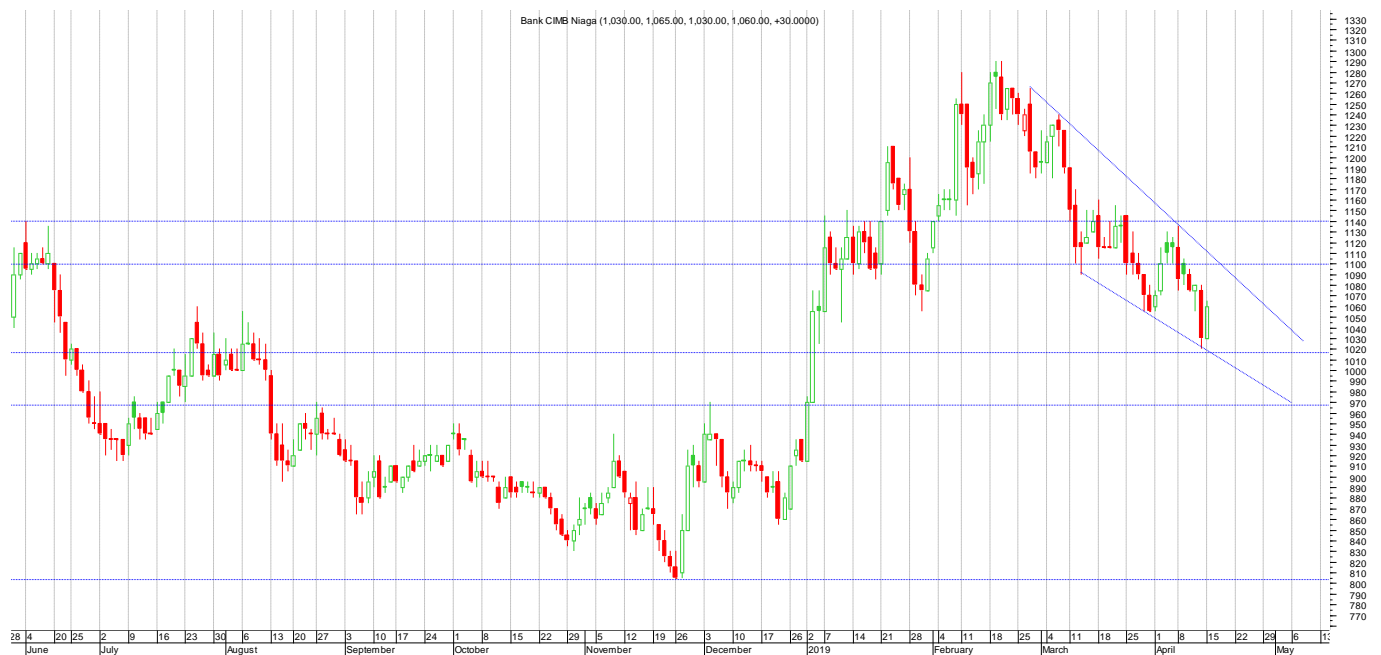
BBRI : Testing resistance level

The price closed around resistance level. Support level at 4,200. Next support and resistance level at 4,100-4,500. The price moved in uptrend in the last five months. Some of momentum indicators formed negative sign. Sell on strength



BNGA : Testing support level

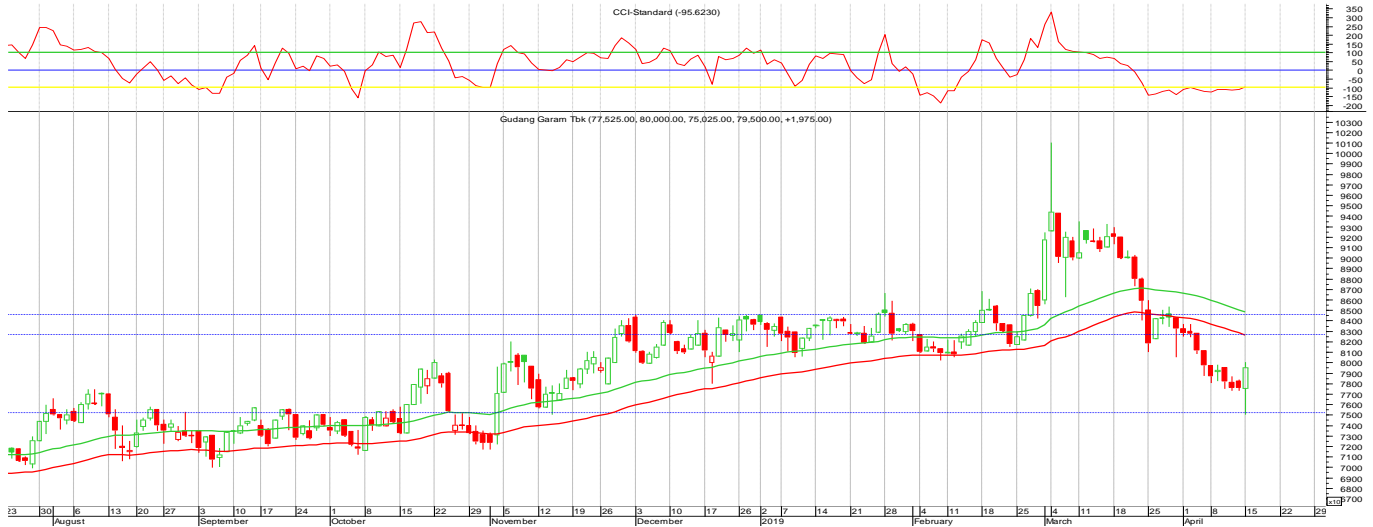
The price held and closed above minor support level of the short-term downtrend channel 1,020. Resistance level at 1,100. Next support and resistance level at 970-1,150. The mid-term trend is still sideways. Speculative buy



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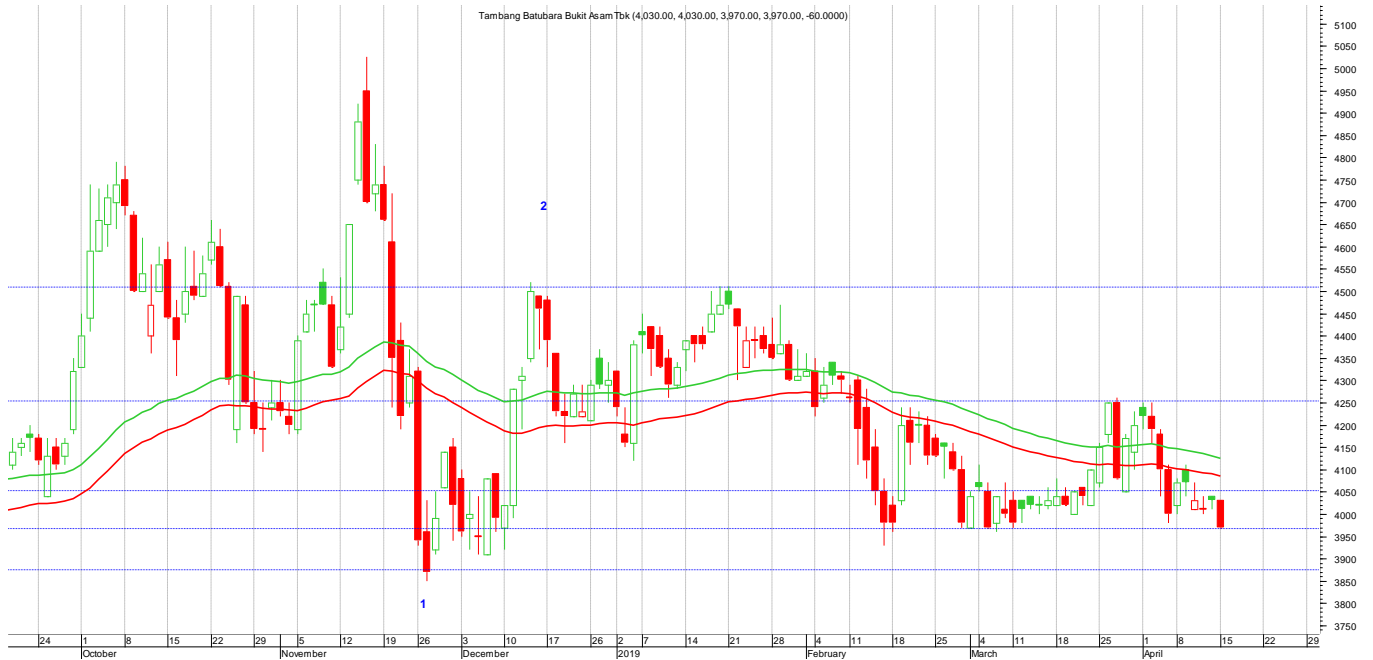
GGRM : Testing resistance level

The price bounced from minor support level of 75,025. Resistance level at 81,800. Next support and resistance level at 70,000-85,,000. The mid-term trend is still sideways. ST : Speculative buy, MT : Sell on strength



PTBA : Testing support level

The price closed slightly below minor support level of 3,980. If the breakout confirm, level of 3,980 will turn into resistance level. Support level at 3,850. Next support and resistance level at 3,850-4,110. The mid-term trend is still sideways. Sell on strength



CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 14,010 -14,110

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	6.61
3	7.03
5	7.14
10	7.66
15	8.09
30	8.49

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	6.18	6.29	6.26	6.08	5.65
US\$	1.33	1.31	1.22	1.21	
JIBOR (RP)	7.00	7.22	7.48	7.65	

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	14,060	0.00
1 US\$ = SGD	1.35	0.02
1 US\$ = JPY	111.98	0.05
1 US\$ = AUD	0.72	-0.03
1 US\$ = EUR	1.13	0.02

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

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