

GLOBAL

Index	Last	Change	% chg
Dow	26,505	197.16	0.75
S&P 500	2,946	28.12	0.96
Eido US	25.5	0.01	0.04
H.S.I	30,082	137.37	0.46
Nikkei	22,259	0.00	0.00
STI	3,392	-1.04	-0.03
KLCI	1,637	5.06	0.31
Kospi	2,196	-16.43	-0.74
SET Thai	1,679	-0.12	-0.01

COMMODITIES

Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	70.9	0.10	0.14
WTI Crude Oil (\$/bbl)	61.9	0.13	0.21
CPO (MYR/ton)	1,900	-19.00	-0.99
Gold (US\$/tr ounce)	1,284	4.72	0.37
Nickel (US\$/ton)	12,137	61.50	0.51
Tin (US\$/ton)	19,420	58.00	0.30
Pulp (US\$/ton) weekly	1,205.0	0.00	0.00
Coal (US\$/ton)	87.6	0.40	0.46

BEI STATISTICS

JCI	6,319
Change (1 day)	-0.86%
Change YTD	2.02%
P/E Market (X)	15.5
Volume (mn shr)	9,592.6
Value (Rp bn)	7,413.9
↑ 128 ↓ 264 ↔ 239	
LQ45	997
% Change (1 day)	-0.95%

INTEREST RATE

	Current	Previous
BI 7D Reverse Repo (%)	6.00	6.00
Fed fund rate (%)	2.50	2.50
inflation mom (%)	0.44	0.11
inflation yoy (%)	2.83	2.48

EXCHANGE RATE

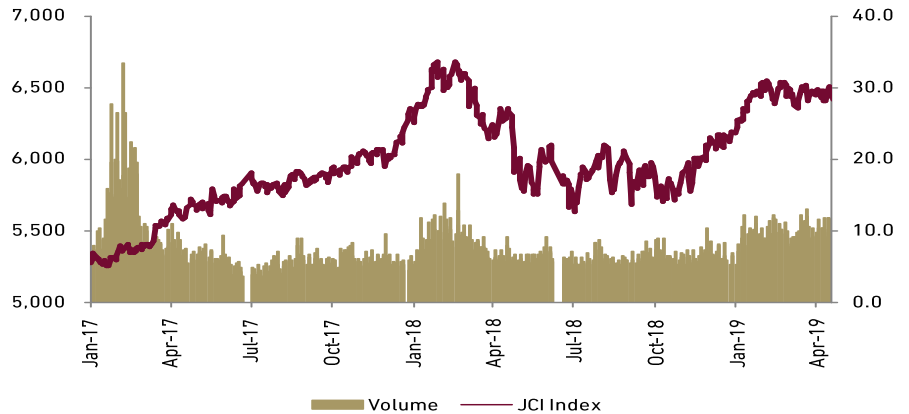
	Last	Change	% chg
1 USD = IDR	14,266	14.00	0.10
1 USD = SGD	1.37	0.00	0.36
1 USD = JPY	110.44	-0.66	-0.59
1 USD = AUD	1.44	-0.01	0.72
1 USD = EUR	0.89	0.00	0.13

DUAL LISTING

Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	27.0	0.13	0.48	3,849	149,172
ISAT	0.2	0.00	0.00	2,283	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- Waskita Beton obtains new contracts worth Rp 2.27 tn in 1Q19
- Chris Kanter resigns from ISAT
- Ultra Jaya(ULTJ) to expand UHT milk production

JCI STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 6,250 (support) – 6,350 (resistance) level today

BDMN: Buy on weakness at Rp 5,700-Rp 5,500

Comment :Testing support level

ICBP: Take profit at Rp 9,700-Rp 10,000

Comment: Testing resistance level

SMGR: Sell on strength at Rp 13,000-Rp 13,500

Comment: Closed below support level

ASII: Take profit at Rp 7,000-Rp 8,000

Comment: Closed below minors support level

MARKET REVIEW & MARKET OUTLOOK

Regional

The risk of future US inflation and with that a less friendly Federal Reserve didn't hold down Friday's stock market as Dow Jones rose 0.8% and S&P500 rose 0.96%. US April's employment report underscored Jerome Powell's hunch that inflation may very well be moving back toward the Federal Reserve's 2% goal. Not only did non-farm payrolls surge a much higher-than-expected 263,000 but the unemployment rate ratcheted 2 tenth lower to 3.6% and a 49-year low. On commodity markets, WTI crude oil was up by 0.21% to USD61.9/bbl while Brent up by 0.14% to USD70.9/bbl. While nickel price was up by 0.51% to USD12,137/ton and coal up by 0.46% to USD87.6/ton.

Domestic

JCI closed at 6,319 or lower 55 points (-0.86%) with Net foreign sell at Rp968 bn. The laggard sectors were, Basic Industry (-2.22%), Mining (-1.28%), and Property (-1.21%). The Index movers were BDMN (-15.49% to 6,000), UNVR (-1.27% to 44,650), and CPIN (-4.76% to 5,000). Rupiah weakened by 14 points to 14,266/USD. Our technical desk suggest for trading within the range of 6,250 – 6,350 with possibility to end at lower level.

WASKITA BETON OBTAINS NEW CONTRACTS WORTH RP 2.27 TN IN 1Q19

Waskita Beton Precast (WSBP) managed to obtain new contracts worth Rp2.27 tn in 1Q19, forming 21.84% of the company's total new contract target in 2019 worth Rp10.39 tn. The new contracts rose 7.1% YoY compared to Rp 2.12 tn in 1Q18. The new contracts came from major projects such as Tokyo Apartment, the Jakarta-South Cikampek toll road, and the Cibitung-Cilincing toll road, as well as external projects from Agung Sedayu Group and PT Hutama Karya (Persero). WSBP targets Rp5.22 tn in new contracts in 1H19, which will come from major projects such as the Probolinggo-Banyuwangi toll road, the Krian-Legundi-Bunder-Manyar (KLBM) toll road, the Bogor-Ciawi-Sukabumi toll road, and NCICD PUPERA.

Comment: We do not cover WSBP. Based on consensus estimate, WSBP is trading at 2019-20F PER of 8.9-9.2x vs. WTON's of 9.1-7.0x. We see analysts expecting a slight decline in net profit in 2020F based on consensus number.

CHRIS KANTER RESIGNED FROM ISAT

Chris Kanter is reported resigning from his position as the CEO of ISAT last Friday. His position is replaced by Ahmad Abdulaziz, CTO of Ooredoo Group, Qatar. Chris Kanter is now back in his previous position (before elected as CEO) as the Commissioner of ISAT. Many find this resignation surprising given Mr. Kanter's short tenure on ISAT of only six months. Further, on last Thursday AGM, Mr. Chris Kanter is reelected as the CEO of ISAT until the conclusion of the next AGM, hence such sudden resignation is unexpected.

Comment: We have a SELL recommendation on ISAT with TP of Rp1,900/share.

ULTRA JAYA(ULTJ) TO EXPAND UHT MILK PRODUCTION

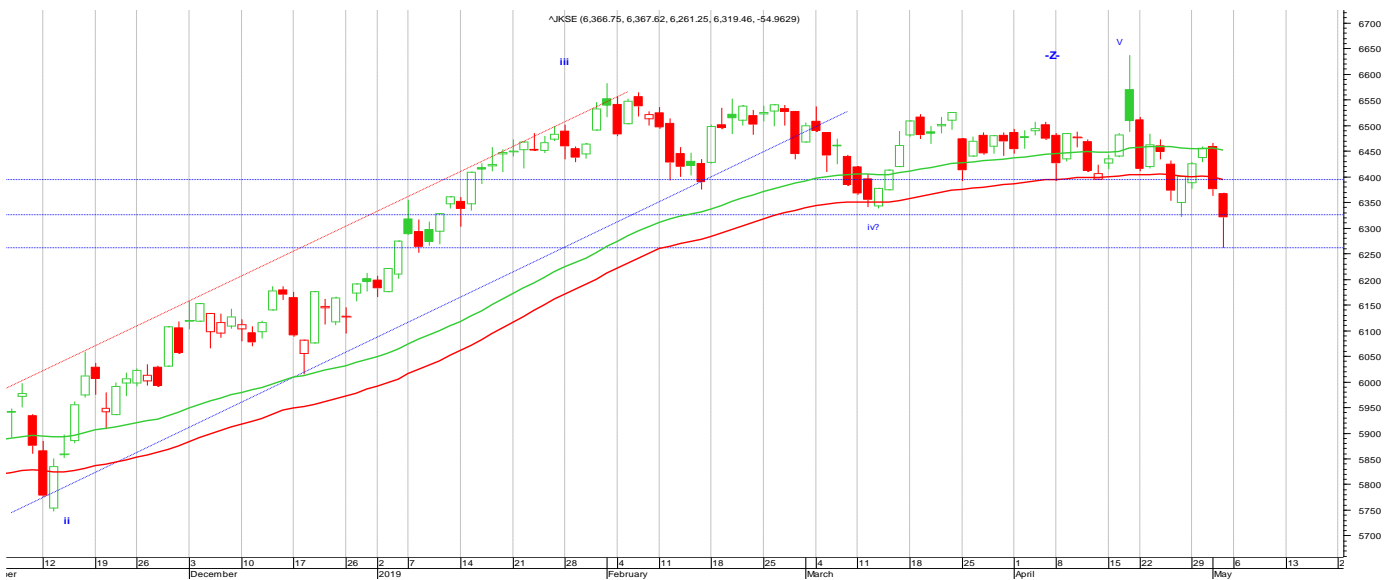
Ultra Jaya Milk Industry & Trading Company (ULTJ) claimed as a market leader in Indonesia milk industry with 42% of market share. Company is positive they also have 71% of market share in ready to drink milk. After 9.2%YoY revenue growth in 1Q19, this year Company aim higher sales at Rp 6.2tn and net profit growth of 10-15%. Currently, to increase the UHT production, ULTJ developing PT. Ultra Sumatera Dairy Farm (USDF) in Berastagi, North Sumatera with 2,000 additional dairy cows(with 6,000 dairy cows projection in the near future). The progress for USDF expected to be done in the end of this year and begin to operate next year.

Indonesia dairy industry seems to show a good prospect as ICBP dairy division also reported great performance in 1Q19 with 9.1%YoY and 20.2%QoQ revenue growth. Dairy EBIT rose by 52.7%YoY in 1Q19 (17.3% EBIT contribution), EBIT margin improved significantly at 16.3% in 1Q19. We view dairy division benefits from lower material price, specifically skimmed milk powder and sugar.

TECHNICAL ANALYSIS

JCI : (6,319 -0.9%)

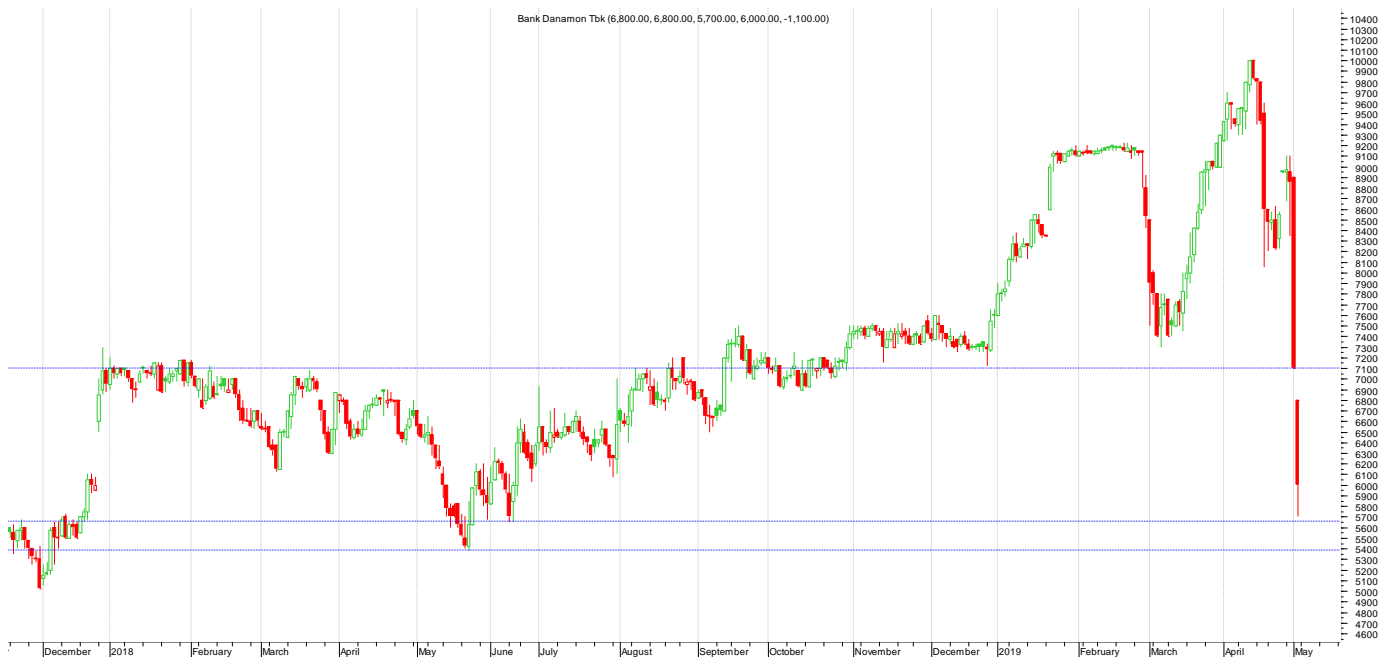
Comment : BDMN, UNVR and CPIN consecutively became lagging movers. Technically, JCI bounced from the lowest level of 6,261 and closed below previous support level of 6,321. Resistance level at 6,400. Next support and resistance level will be at 6,250-6,465. Based on Elliot wave approach, as we discussed before, JCI is forming corrective wave ABC. We noted that the lowest level of 5,557 as the bottom of wave A. The 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. The highest level of 6,636 which occurred on April 18, 2019 could be the peaks of wave Z. Based on this wave counting, the index now is forming wave down minor C. The lowest level 6,321 which occurred on April 26, noted as the peaks of sub wave (i) of wave C. The highest level of 6,465 which occurred on May 2 noted as the bottom of wave (ii) of C and now the index is forming wave (iii) of wave C.



STOCK OF THE DAY

BDMN : Testing support level

The price closed above minor support level of 5,700. Resistance level at 7,100. Next support and resistance level at 5,400-7,500. The trend turn into negative when the price moved below the level of 7,100. ST : Buy on weakness, MT : Sell on strength



ASII : Testing support level

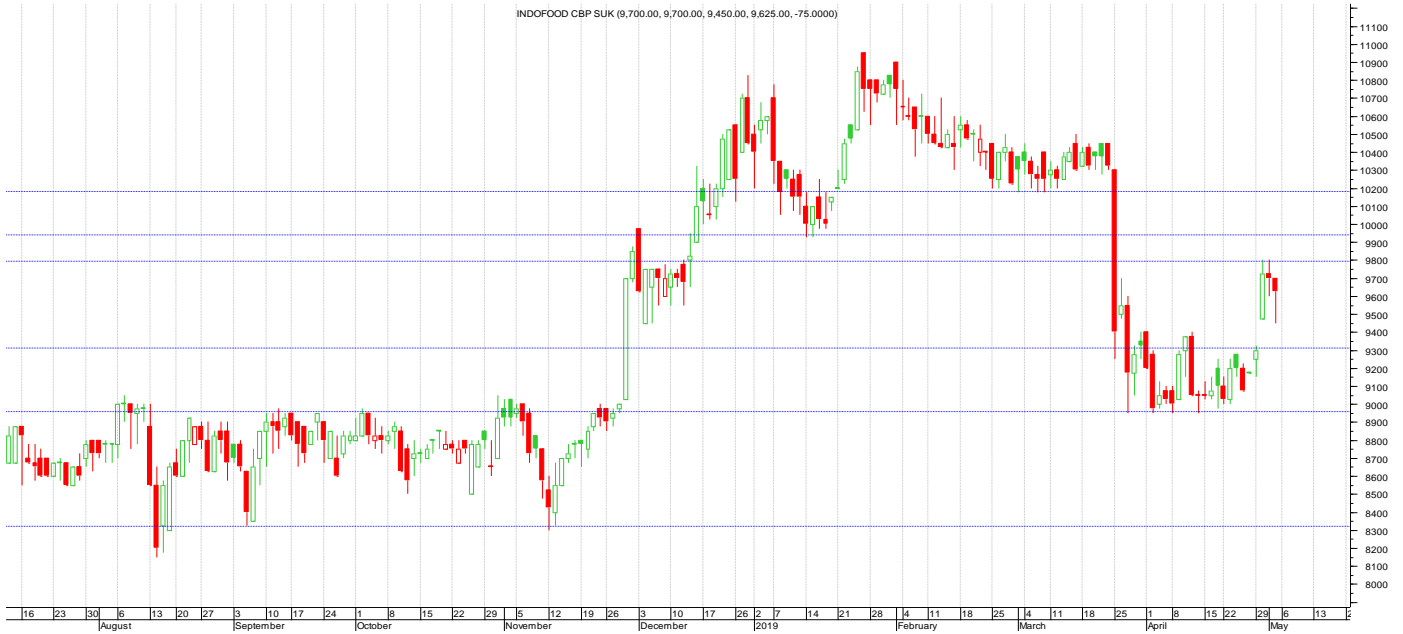
The price closed slightly above minor support level of 7,400. The penetration of this support level will cause the trend turn into negative. Resistance level at 7,700. Next support and resistance level at 7,000-8,000. Take profit/Sell/Sell on strength



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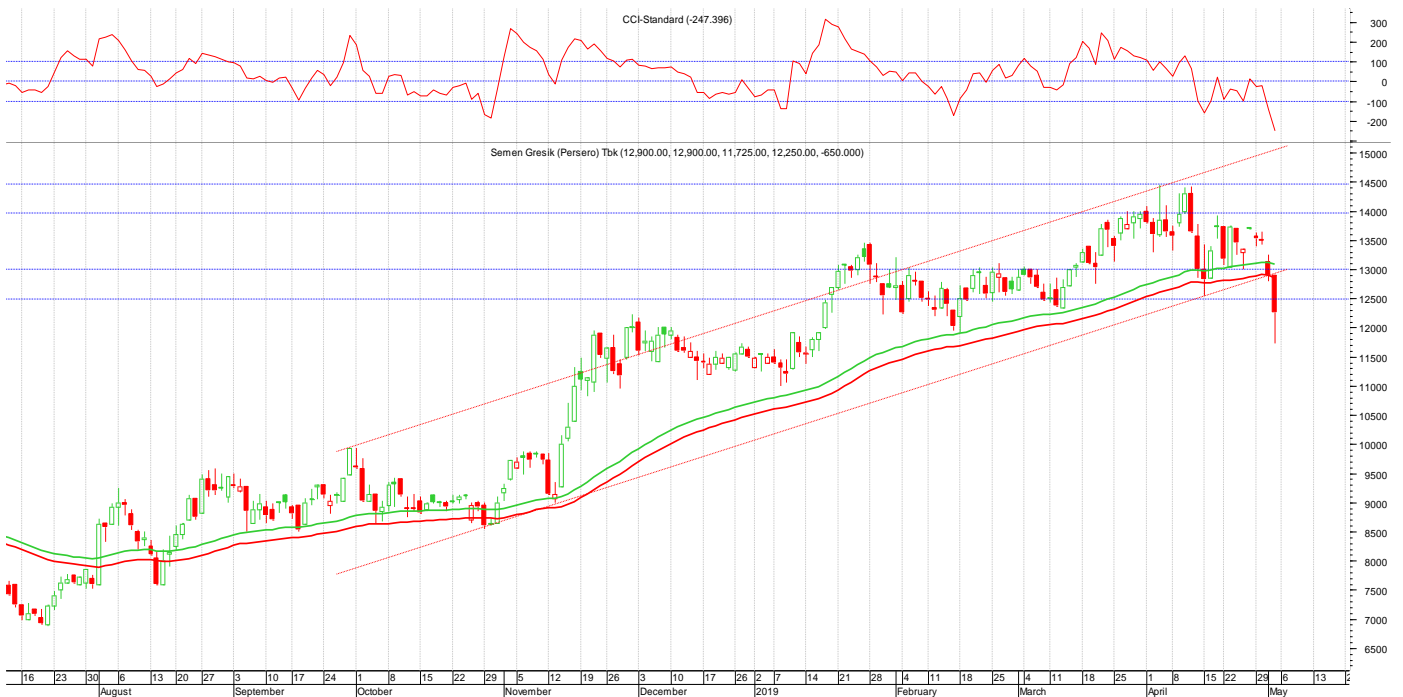
ICBP : Testing resistance level

The price closed below minor resistance level of 9,800. Support level at 9,300. Next support and resistance level at 8,300-10,300. Sell on strength



SMGR : Testing support level

The price closed below minor support level of 12,550. If the breakout confirm, level of 12,550 will turn into resistance level and the trend turn into negative. Historically, support level at 11,000. Next support and resistance level at 10,000-13,000. Sell on strength, sell if the price moves and stable below the level of 12,500.



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CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 14,209 -14,310

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	6.60
3	7.16
5	7.44
10	7.87
15	8.36
30	8.61

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	6.02	6.24	6.13	6.01	5.63
US\$	1.15	1.27	1.18	1.18	
JIBOR (RP)	7.01	7.24	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	14,266	-0.10
1 US\$ = SGD	1.37	-0.36
1 US\$ = JPY	110.44	0.60
1 US\$ = AUD	0.70	-0.71
1 US\$ = EUR	1.12	-0.13

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