

DAILY REPORT

INDONESIA MARKET WRAP - FOR PROFESSIONAL INVESTORS

EQUITY MARKET

HIGHER POST REBALANCING

JCI gained on the first day after MSCI rebalancing, closing at 6015 (+31 points or +0.52%). Regional markets were quite mixed. Foreign recorded net sell today at IDR152bn while Rupiah slightly strengthened to IDR 13,872/USD.

Big banks closed higher as BMRI (+4.61%), BBRI (+1.62%), and BBCA (+0.99%) up. Consumer stocks ended lower as HMSP (-2.64%), UNVR (-0.44%), ICBP (-0.29%) and MYOR (-0.67%) down. Infra stocks mostly up with TLKM (+3.41%), EXCL (+12.86%), PGAS (+5.80%) and JSMR (+4.04%) in green. Retail stocks were rather mixed as ERAA (+13.62%) and RALS (+2.20%) up while ACES (-2.80%) and LPPF (-1.64%) down. Property stocks also ended mixed with CTRA (+2.48%) and PWON (+0.89%) up while SMRA (-1.52%) and BSDE (-0.29%) down. Meanwhile construction stocks were also mixed as ADHI (-1.29%) and WIKA (-1.20%) down while PTPP (+0.39%) and WSKT (+1.29%) up. Coal names ended positively as ADRO (+4.51%), PTBA (+4.21%), ITMG (+2.32%) and TOBA (+1.35%) up. Other movers were TKIM (+14.20%), ASII (+1.45%), UNTR (+2.00%), TPIA (-4.70%), MEGA (-15.29%), SMBR (-7.84%), and INKP (-1.60%).

S&P Global Ratings affirmed Indonesia's sovereign rating at BBB- on Thursday with a stable outlook, maintaining the same rating as in 2017. A number of considerations to this decision include the relatively low government debt burden and moderate level of foreign debt.

BOND MARKET

SLOW DAY

The bond market closed the day unchanged on a very quiet trading day. Despite narrow bid and ask spread quoted throughout the day, no significant trade was heard at least from our side. Potential of additional supply tomorrow hindered bidders from putting aggressive bid. Bond prices were so stable, even the CPI data release triggered no reaction from the market. Limited trading was heard on the 13Y FR73 which trading 7.6% yield. The benchmark series 5Y/10Y/15Y closed at mid-yield of 6.70%/7.40%/7.55% respectively.

Tomorrow, Indonesia Debt Management Office ("DMO") will hold its regular bond auction with IDR 10.00tn target of issuance comprising of 3mo SPN, 12mo SPN, 5Y FR63, 10Y FR64, 15Y FR65 and 30Y FR76.

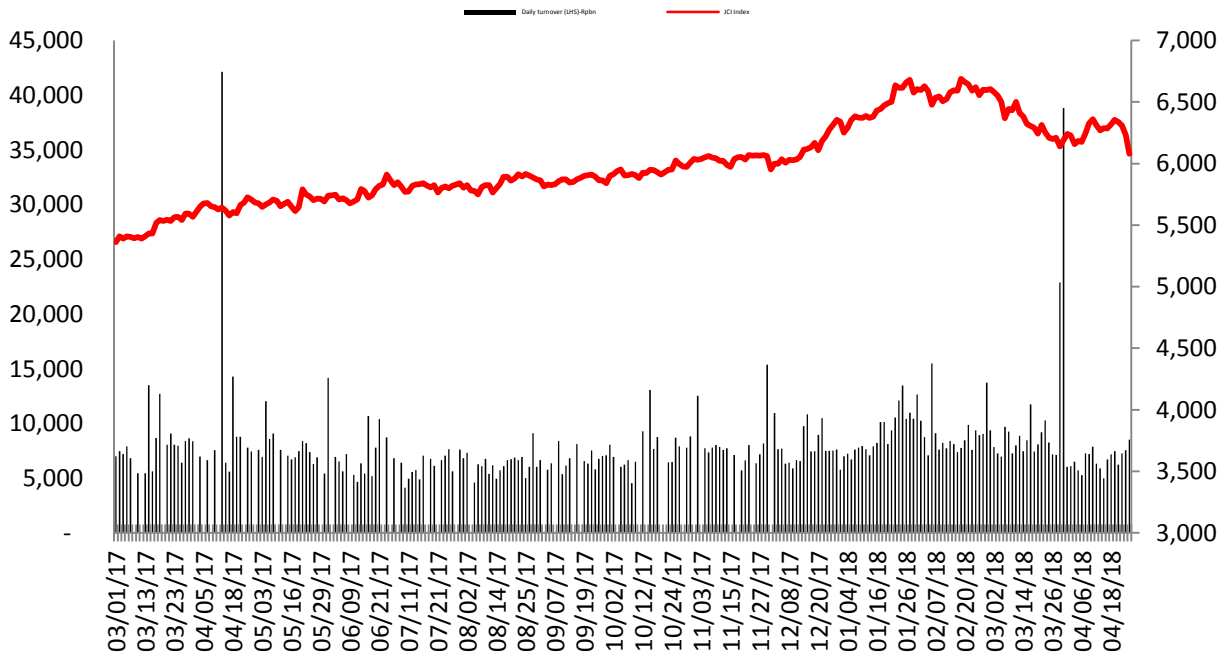


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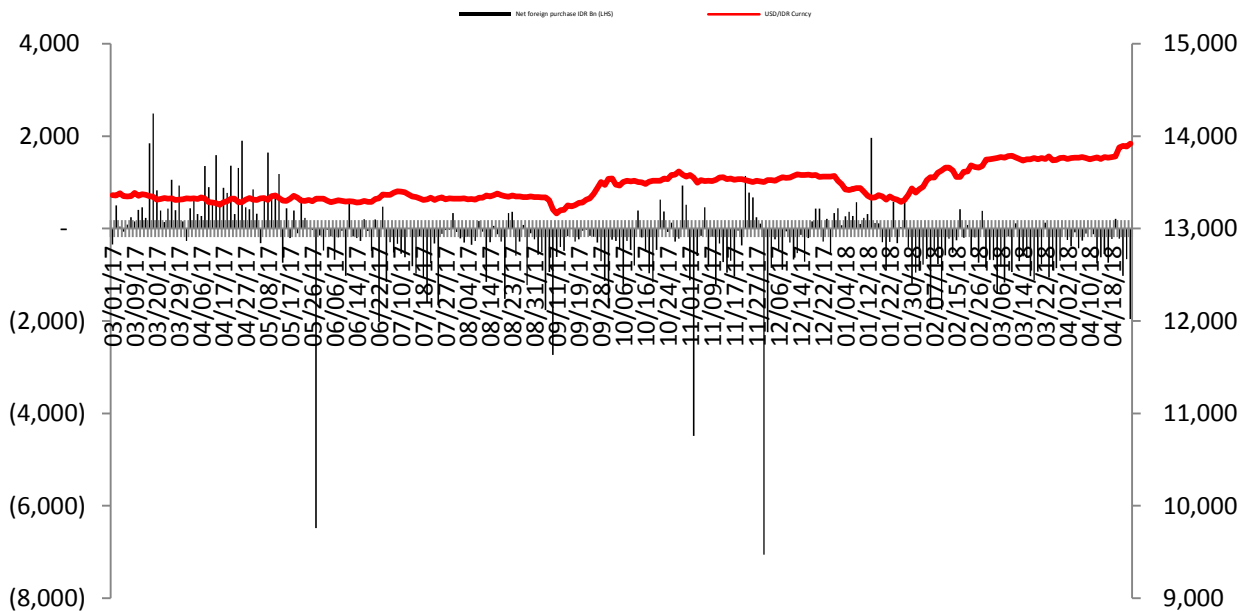
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GRAPHS & TABLES

JCI & DAILY TURNOVER



IDR & NET FOREIGN PURCHASES



EQUITY, BONDS AND CURRENCY SNAPSHOTS

	Bloomberg Code	Closed	% Chg. D-D	% Chg. YTD	Tenor
Bonds					
FR61	FR0061 Govt	100.8	(0.13)	(3.17)	5Y
FR59	FR0059 Govt	99.7	(0.09)	(4.99)	10Y
FR74	FR0074 Govt	100.0	0.23	(5.20)	15Y
FR72	FR0072 Govt	104.9	0.07	(6.03)	20Y
Asia Pacific					
Jakarta Composite	JCI Index	6,014.8	0.52	(5.43)	
Thailand	SET Index	1,721.3	0.09	(1.85)	
Korean Stock Exch.	KOSPI Index	2,447.8	0.36	(0.80)	
Straight Times	FSSTI Index	3,467.5	1.17	1.90	
Kuala Lumpur	KLCI Index	1,755.2	(0.07)	(2.32)	
Philippines	PCOMP Index	7,579.6	(0.66)	(11.44)	
Nikkei	NKY Index	22,475.9	1.37	(1.27)	
Hang Seng	HSI Index	30,998.0	1.66	3.61	
MSCI-Asia pacific	MXAP Index	172.1	(0.02)	(0.97)	
Global Indices					
Dow Jones	INDU Index	24,635.2	0.90	(0.34)	
S&P 500	SPX Index	2,734.6	1.08	2.28	
Nasdaq	CCMP Index	7,554.3	1.51	9.43	
FTSE 100	UKX Index	7,767.7	0.86	1.04	
Currency					
	Bloomberg Code	IDR	% Chg D-D	% Chg. YTD	
Spot IDR	IDR Curncy	13,894	0.16	(2.19)	
Sw ap-IDR					
1 month	IDSWT1M Index	13,886	(0.79)	2.40	
3 month	IDSWT3M Index	13,919	(0.57)	(2.67)	
6 month	IDSWT6M Index	13,884	(0.99)	(2.41)	
Forw ard-IDR					
3 month	IDFWT3M Index	14,012	(0.41)	(3.09)	
6 month	IDFWT6M Index	14,138	(1.03)	(3.14)	
Indonesia Bond Index					
BBG Sov ID Index*	BINDO Index	227.01	0.02	(1.27)	

*price as of 6/1/2018

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