

FOR PROFESSIONAL INVESTORS - 07/07/2020

DAILY REPORT

INDONESIA MARKET WRAP

EQUITY MARKET

FLATTISH

JCI was flat and closed at 4,987 (-2 points or -0.04%) today. Shares across regional markets were mixed as investors were catching their breath after the recent ferocious rally that pushed the stocks globally higher. Meanwhile, foreign investors recorded net inflow of IDR 377Bn today and rupiah slightly strengthened to IDR 14,440/USD.

Banking stocks were mostly negative as BBNI (-0.22%), PNBK (-1.27%), BMRI (-0.49%), and BBRI (-0.33%) all declined, except BBCA (+0.93%). Consumer names were mixed as UNVR (+0.32%) and ICBP (+0.8%) rose, while INDF (-0.75%), KLBF (-0.98%), and HMSP (-1.8%) weakened. Pulp & paper stocks were positive as INKP (+5.95%) and TKIM (+6.85%) both up. Poultry names were negative as MAIN (-3.94%), JPFA (-2.04%), and CPIN (-2.31%) all down. Other movers were ANJT (+21.98%), SMSM (+7.04%), TCPI (-2.41%), and FREN (-2%).

Gov't and Bank Indonesia (BI) have agreed on burden sharing scheme for total additional fiscal financing of IDR 903.46Tn due to Covid-19 pandemic this year. The scheme is based on the financing for public goods of IDR 397.60Tn and non-public goods of IDR 505.90Tn (micro SMEs and cooperative non micro-SMEs of IDR 177.03Tn and other of IDR 328.87Tn).

BOND MARKET

BETTER SENTIMENT

Indonesia bond market start the day with better sentiment after BI and MOF reached the burden sharing scheme yesterday. Rupiah strengthened to 14,440 at opening hence triggered bullish tone in bond market. Rally was seen as soon as market opened, led by 5Y FR81 and 10Y FR82 taken at 100.35 (6.41%) and 99.2 (7.11). The rally quickly lifted prices across the board as solid bid from onshore players. Market trading was particularly active on 5Y FR81 and 10Y FR82 which remained as the most actively traded bonds for the day. Profit takers emerged capping the gains. Market closed with yields lower by 7 – 11 bps compared to yesterday closing level.

In today sukuk auction, MoF was received demand with a total of IDR 41.606tn incoming bids. MoF managed to upsize the issuance to IDR 9.5tn from initial target IDR 7tn. The series absorbed (against incoming bids) on the auction were IDR 0.14tn (IDR 0.49tn) 6mo SPNS, IDR 4.26tn (IDR 19.755tn) 2Y PBS-002, IDR 3.3tn (IDR 4.787tn) 4Y PBS-026, IDR 0.7tn (IDR 1.875tn) 14Y PBS22 and IDR 1.1tn (IDR 7.864tn) 23Y PBS5 at cut off yields of 3.75%, 5.28%, 6.38%, 7.91%, and 8.13% respectively. No winner on 26Y PBS-028.

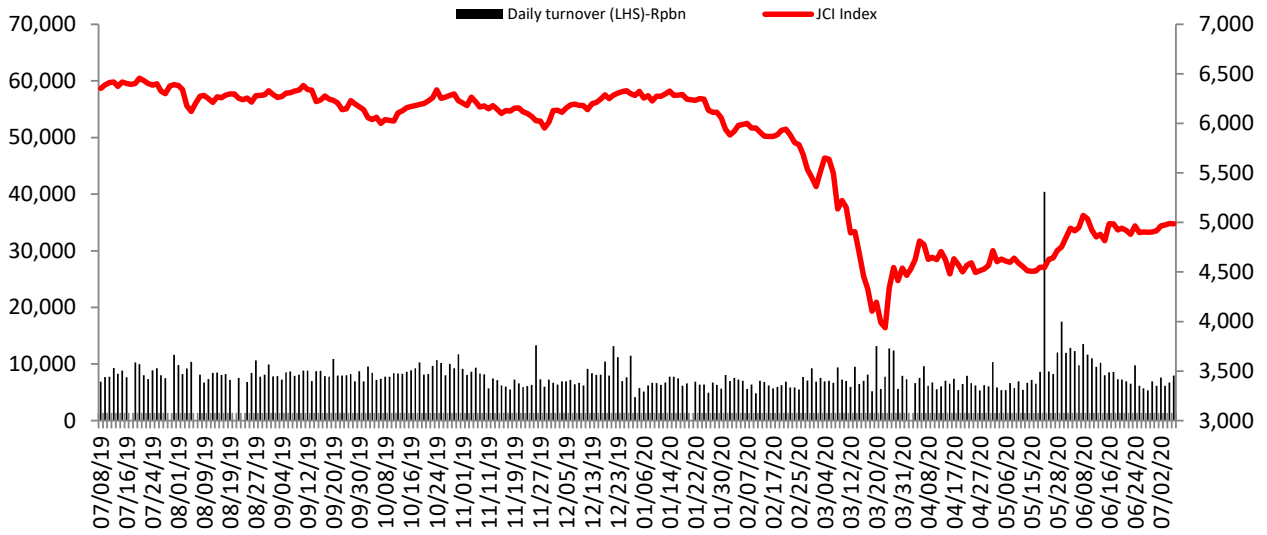


BNP PARIBAS
ASSET MANAGEMENT

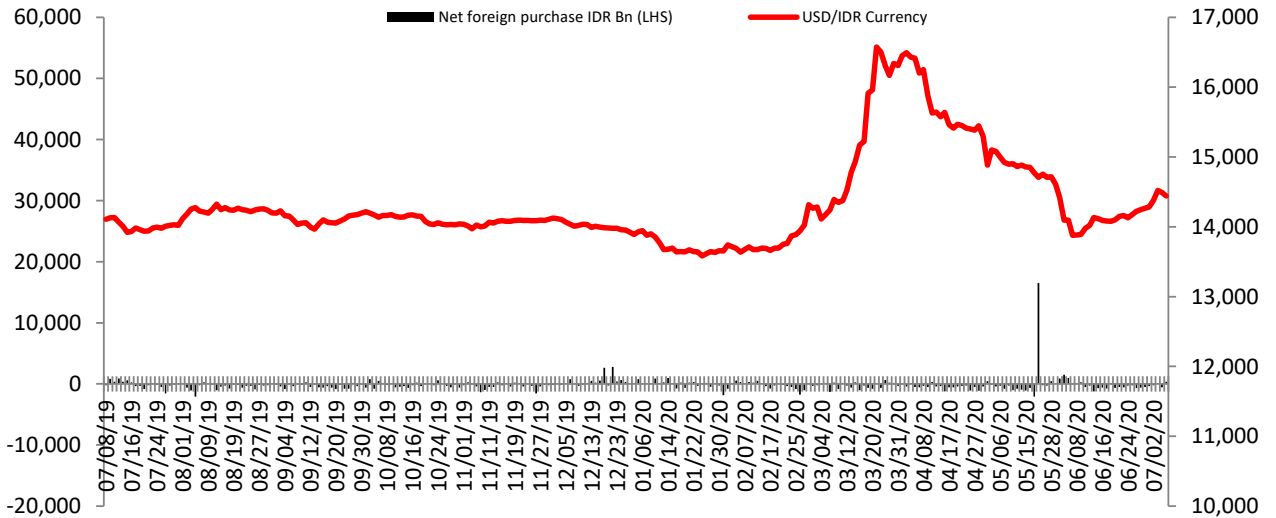
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GRAPHS & TABLES

JCI & DAILY TURNOVER



IDR & NET FOREIGN PURCHASES



EQUITY, BONDS AND CURRENCY SNAPSHOTS

	Bloomberg Code	Closed	% Chg. D-D	% Chg. YTD	Tenor
<u>Bonds</u>					
FR81	FR0081 Govt	100.3	0.3	(0.2)	5Y
FR82	FR0082 Govt	99.1	0.6	(0.4)	10Y
FR80	FR0080 Govt	99.2	0.1	(1.2)	15Y
FR83	FR0083 Govt	98.8	0.1	(0.7)	20Y
<u>Asia Pacific</u>					
Jakarta Composite	JCI Index	4,987.1	(0.0)	(20.8)	
Thailand	SET Index	1,373.2	0.1	(13.1)	
Korean Stock Exch.	KOSPI Index	2,164.2	(1.1)	(1.5)	
Straight Times	FSSTI Index	2,661.4	(1.0)	(17.4)	
Kuala Lumpur	KLCI Index	1,566.7	(0.6)	(1.4)	
Philippines	PCOMP Index	6,267.4	(1.0)	(19.8)	
Nikkei	NKY Index	22,614.7	(0.4)	(4.4)	
Hang Seng	HSI Index	25,975.7	(1.4)	(7.9)	
MSCI-Asia pacific	MXAP Index	165.4	2.2	(3.1)	
<u>Global Indices</u>					
Dow Jones	INDU Index	26,287.0	1.8	(7.9)	
S&P 500	SPX Index	3,179.7	1.6	(1.6)	
Nasdaq	CCMP Index	10,433.7	2.2	16.3	
FTSE 100	UKX Index	6,210.1	(1.2)	(17.7)	

	Bloomberg Code	IDR	% Chg. D-D	% Chg. YTD
Spot IDR	IDR Curncy	14,440.0	0.3	(4.0)
<u>Swap-IDR</u>				
1 month	IDSWT1M Index	14,583.6	1.1	4.3
3 month	IDSWT3M Index	14,562.6	(0.2)	(5.0)
6 month	IDSWT6M Index	14,577.7	0.1	(5.1)
<u>Forward-IDR</u>				
3 month	IDFWT3M Index	14,598.2	(0.1)	(4.7)
6 month	IDFWT6M Index	14,660.0	(1.3)	(3.3)

*price as of 7/6/2020

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