

FOR PROFESSIONAL INVESTORS - 06/18/2020

DAILY REPORT INDONESIA MARKET WRAP

EQUITY MARKET

WEAKENED

JCI weakened and closed at intraday low 4,925 (-63 points or -1.25%) today. Shares across regional markets were mixed as investors were balacing between the fears of a 2nd wave of coronavirus and a flood of promised stimulus measures. Meanwhile, foreign investors recorded net outflow of IDR 80Bn today and rupiah was stabilized at IDR 14,078/USD.

Banking stocks were under-pressure as BBNI (-1.1%), BMRI (-1.63%), BBRI (-1.61%), and BBCA (-2.36%) all closed lower. Consumer names were negative as KLBF (-1.4%), HMSP (-0.85%), GGRM (-2.06%), ICBP (-2.23%), and UNVR (-2.72%) all retreated. Cement stocks were negative as SMBR (-2.47%), SMCB (-1.94%), SMGR (-3.12%), and INTP (-6.43%) all declined. Telco names were positive as TLKM (+2.18%), FREN (+6%), and ISAT (+6.38%) all advanced. Other movers were DAYA (+22.45%), PBRX (+15.5%), POLL (-4.17%), and ASII (-3.42%).

Bank Indonesia cut its policy rate by 25bp to 4.25% today (75bps total cut YTD) as widely expected. The central bank also trimmed its 2020 growth forecast to a range of +0.9% to +1.9% from +2.3% previously and expects that the current account deficit to narrow to 1.5% of GDP from a prior estimate of less than 2% of GDP.

BOND MARKET

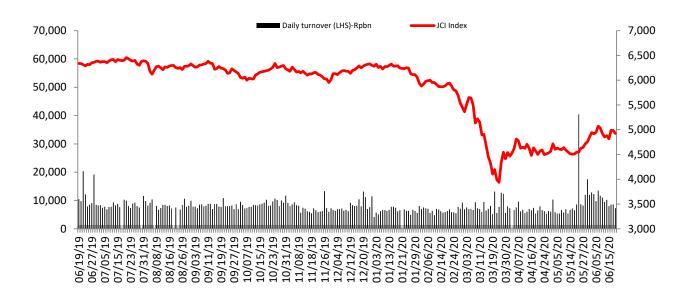
7DRRR CUT TO 4.25%

Indonesia bond market opened unchanged ahead of Central Bank rate decision today. In the morning session, we heard onshore banks show their buying interest on front tenor and dropped the yield around 5 - 10 bps. Nearing end of trading day, Bank Indonesia announced a 25bps rate cut to its 7day Reverse Repo Rate from 4.5% to 4.25% as expected and it was greeted mutely by market. Post the announcement, soon triggered buying that started in the 5Y benchmark series as high as 99.5 (6.62%), the sentiment however capped by profit takers. While local currency remained stable until market closed. The 5Y/10Y/15Y/20Y benchmark closed the week at mid vield of 6.66%/7.16%/7.64%/7.65%.

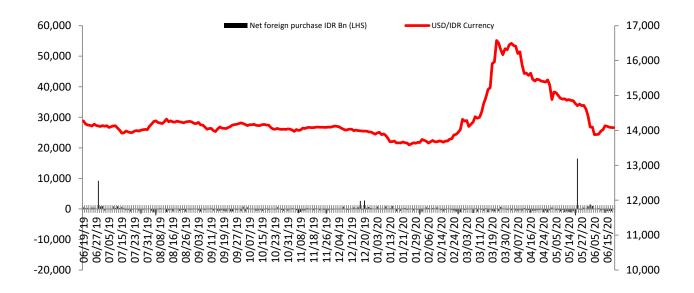


GRAPHS & TABLES

JCI & DAILY TURNOVER



IDR & NET FOREIGN PURCHASES





EQUITY, BONDS AND CURRENCY SNAPSHOTS

	Bloomberg Code	Closed	% Chg. D-D	% Chg. YTD	Tenor
Bonds					
FR81	FR0081 Govt	99.3	0.2	(1.2)	5Y
FR82	FR0082 Govt	99.0	(0.1)	(0.5)	10Y
FR80	FR0080 Govt	98.9	0.0	(1.5)	15Y
FR83	FR0083 Govt	98.6	0.1	(1.0)	20Y
Asia Pacific					
Jakarta Composite	JCI Index	4,925.2	(1.3)	(21.8)	
Thailand	SET Index	1,373.0	(0.2)	(13.1)	
Korean Stock Exch.	KOSPI Index	2,133.5	(0.4)	(2.9)	
Straight Times	FSSTI Index	2,665.7	(0.1)	(17.3)	
Kuala Lumpur	KLCI Index	1,504.9	(1.4)	(5.3)	
Philipines	PCOMP Index	6,348.5	1.1	(18.8)	
Nikkei	NKY Index	22,355.5	(0.4)	(5.5)	
Hang Seng	HSI Index	24,464.9	(0.1)	(13.2)	
MSCI-Asia pacific	MXAP Index	158.9	0.3	(6.9)	
Global Indices					
Dow Jones	INDU Index	26,119.6	(0.6)	(8.5)	
S&P 500	SPX Index	3,113.5	(0.4)	(3.6)	
Nasdaq	CCMP Index	9,910.5	0.1	10.5	
FTSE 100	UKX Index	6,254.5	0.0	(17.1)	

	Bloomberg Code	IDR	% Chg. D-D	% Chg. YTD
Spot IDR	IDR Curncy	14,078.0	0.0	(1.5)
Swap-IDR				
1 month	IDSWT1M Index	14,265.5	(0.1)	2.0
3 month	IDSWT3M Index	14,221.7	0.5	(2.6)
6 month	IDSWT6M Index	14,220.1	0.3	(2.5)
Forward-IDR				
3 month	IDFWT3M Index	14,265.0	0.4	(2.3)
6 month	IDFWT6M Index	14,300.0	(0.7)	(0.8)

*price as of 6/17/2020



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