

FOR PROFESSIONAL INVESTORS - 05/04/2020

# DAILY REPORT INDONESIA MARKET WRAP

## **EQUITY MARKET**

#### **TANKED**

JCI started the month with a correction and closed at 4,605 (-111 points or -2.35%) today. Shares across regional market dropped as US-China tension flared again and North and South Korea exchanged fire at thier border. Foreign investors recorded net outflow of IDR 122Bn today and rupiah weakened to IDR 15,100/USD.

Banking stocks were mostly negative as PNBN (-2.65%), BBNI (-4.39%), BMRI (-3.81%), and BBRI (-3.66%) all declined, except BBCA (+0.97%). Consumer names were negative as ICBP (-1.77%), GGRM (-2.87%), KLBF (-4.17%), HMSP (-4.7%), and UNVR (-4.23%) all weakened. Telco stocks were negative as FREN (-2.8%), EXCL (-3.54%), and TLKM (-5.14%) all corrected. Similar trend happened for material names as BRPT (-4.48%) and TPIA (-3.9%) both in red. Other movers were SPTO (+9.8%), POLL (+8.12%), ASII (-6.23%), and UNTR (-4.75%).

BI forecasts 2021 GDP growth at a range of 6.6-7.1% YoY, which will be mainly driven by sizeable fiscal stimulus from the government with contribution of 3.1-4% to GDP. Additionally, the economic growth in 2021 will also be driven by investment support from both domestic and overseas investors due to implementation of structural reform, including omnibus law.

### **BOND MARKET**

#### **HIGHER YIELD**

Indonesia bond market started the week with higher yield around 8 – 13 bps followed by local currency weakening against USD. On bonds trading, from our side we heard 10Y FR82 was traded as low as 92.75 (8.04%) and also the nonbenchmark series. Selling activity was mainly done by offshore names. We also saw few bottom fishers came into the market. By day end yield across the curve managed to close higher by an average of 10-20 bps. In the middle of the day, government announced April CPI data was lower than expected (YoY 2.67% vs 2.76% expected, 2.96% prior period). Total foreign ownership down to IDR 920.66tn on Apr 29 2020, from previously IDR 922.28tn on Apr 28 2020. The 5Y/10Y/15Y/20Y benchmark closed at mid yield of 7.46%/8.04%/8.14%/8.17%.

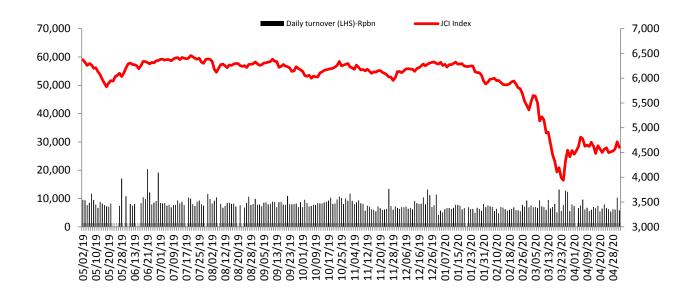
Tomorrow on May 5th MoF will hold regular Sukuk auction of SPNS 6 Nov 2020, PBS02 15 Jan 2022, PBS026 15 Oct 2024, PBS007 15 Sept 2040, and PBS005 15 Apr 2043 with indicative target of IDR 8tn.



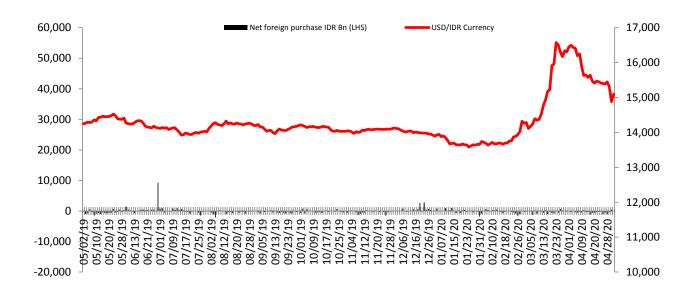
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## **GRAPHS & TABLES**

#### **JCI & DAILY TURNOVER**



#### **IDR & NET FOREIGN PURCHASES**





## **EQUITY, BONDS AND CURRENCY SNAPSHOTS**

	Bloomberg Code	Closed	% Chg. D-D	% Chg. YTD	Tenor
Bonds					
FR81	FR0081 Govt	96.2	(8.0)	(4.3)	5Y
FR82	FR0082 Govt	92.9	(1.3)	(6.6)	10Y
FR80	FR0080 Govt	94.8	(0.4)	(5.6)	15Y
FR83	FR0083 Govt	93.9	(0.8)	(5.6)	20Y
Asia Pacific					
Jakarta Composite	JCI Index	4,605.5	(2.4)	(26.9)	
Thailand	SET Index	1,301.7	1.5	(17.6)	
Korean Stock Exch.	KOSPI Index	1,895.4	(2.7)	(13.8)	
Straight Times	FSSTI Index	2,563.7	(2.3)	(20.5)	
Kuala Lumpur	KLCI Index	1,376.6	(2.2)	(13.4)	
Philipines	PCOMP Index	5,572.1	(2.3)	(28.7)	
Nikkei	NKY Index	19,619.4	(2.8)	(17.1)	
Hang Seng	HSI Index	23,613.8	(4.2)	(16.2)	
MSCI-Asia pacific	MXAP Index	145.3	(1.8)	(14.9)	
Global Indices					
Dow Jones	INDU Index	23,723.7	(2.6)	(16.9)	
S&P 500	SPX Index	2,830.7	(2.8)	(12.4)	
Nasdaq	CCMP Index	8,604.9	(3.2)	(4.1)	
FTSE 100	UKX Index	5,733.1	(0.5)	(24.0)	

	Bloomberg Code	IDR	% Chg. D-D	% Chg. YTD
Spot IDR	IDR Curncy	15,100.0	(1.4)	(8.2)
Swap-IDR				
1 month	IDSWT1M Index	15,402.0	(0.6)	10.2
3 month	IDSWT3M Index	14,981.8	(2.6)	(8.1)
6 month	IDSWT6M Index	14,931.9	(3.0)	(7.7)
Forward-IDR				
3 month	IDFWT3M Index	15,010.3	(2.6)	(7.6)
6 month	IDFWT6M Index	15,567.3	(2.5)	(9.7)
Indonesia Bond Index				
BBG Sov ID Index*	BINDO Index	254.0	#N/A N/A	#VALUE!

<sup>\*</sup>price as of 5/1/2020



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