

FOR PROFESSIONAL INVESTORS - 03/02/2020

DAILY REPORT

INDONESIA MARKET WRAP

EQUITY MARKET

FIRST CASES ON COVID-19

JCI was traded higher in the morning session before being punished during the afternoon session and weakened to the lowest level since Feb 2017 at 5,361 (-91 points or -1.68%) today, after Indonesia reported the first 2 coronavirus cases. Meanwhile, regional market performances were mixed. Foreign investors recorded net outflow of IDR 291Bn today and rupiah slightly strengthened to IDR 14,265/USD.

Big banks stocks tumbled as BBNI (-3.91%), BMRI (-4.47%), BBRI (-5.01%), and BBCA (-3.34%) all weakened. Consumer names were mixed as UNVR (+1.1%) and INDF (+2.69%) up, while ICBP (-1.22%), GGRM (-2.94%), and HMSF (-1.47%) down. Properties stocks were sold-off as PWON (-0.94%), SMRA (-2.98%), BSDE (-3.5%), and CTRA (-4.23%) all corrected. Similar trend also happened for material names with TPIA (-1.25%) and BRPT (-4.06%) in red. Other movers were TAMU (+15.79%), META (+15.44%), IBST (-19.84%), and MDKA (-5.36%).

Bank Indonesia lowered foreign-exchange RRR for banks from 8% to 4% to be effective from March 16, that is expected to add \$3.2 billion in additional liquidity. In addition, the RRR for banks engaged in trade financing will also be lowered by 50 bps from April 1, for a period of 9 months.

BOND MARKET

BI CUT RESERVE RATIO

Indonesia bond market started the week with higher yield around 10 – 15 bps followed by rupiah broke new level to touched at 14,400 and UST touched at 1.06%. In the morning session, selling pressure from offshore players remains thick in the air. In the middle of the day, central bank announced to cut reserve ratios to boost liquidity. Post the news, market took a u turn as few bottom fishers came into the market and currency post better performance. The yield of 5/10/15/20Y benchmark closed the day at mid-yield of 6.05%/6.89%/7.5%/7.53% respectively.

Tomorrow, Indonesia Debt Management Office (“DMO”) will hold its regular bond auction with IDR 15.00tn target of issuance comprising of 3mo SPN, 12mo SPN, 5Y FR81, 10Y FR82, 15Y FR80, 20Y FR75 and 28Y FR76.

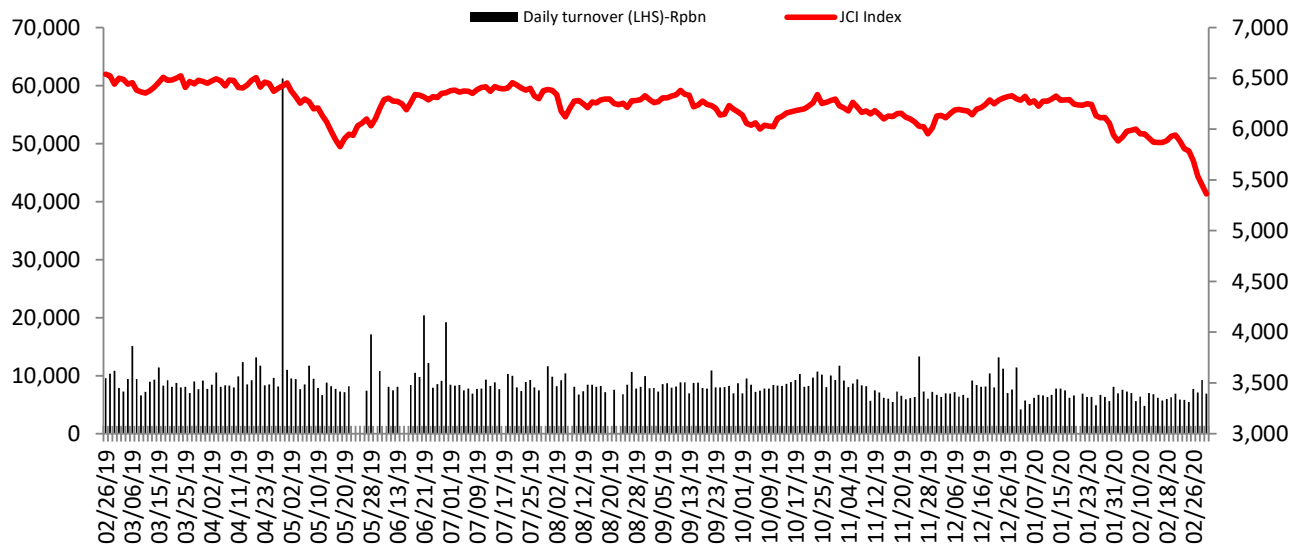


BNP PARIBAS
ASSET MANAGEMENT

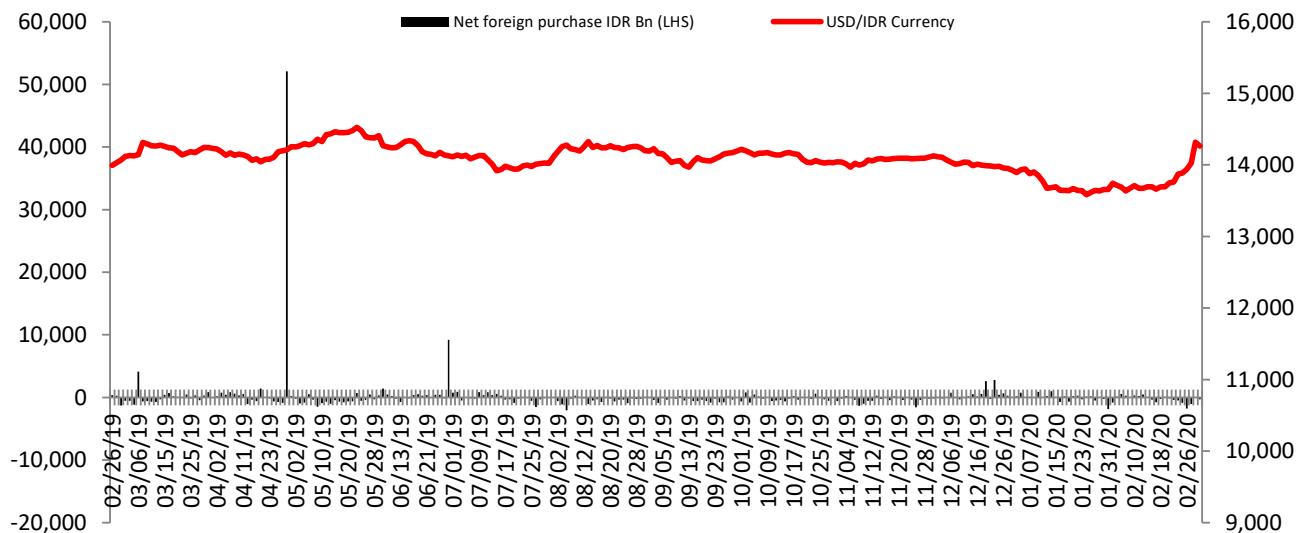
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GRAPHS & TABLES

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	101.7	(0.0)	1.2	5Y
FR82	FR0082 Govt	100.5	(0.2)	1.0	10Y
FR80	FR0080 Govt	100.0	(0.3)	(0.4)	15Y
FR83	FR0083 Govt	99.5	(0.3)	(0.0)	20Y
<u>Asia Pacific</u>					
Jakarta Composite	JCI Index	5,361.2	(1.7)	(13.4)	
Thailand	SET Index	1,335.7	(0.4)	(15.5)	
Korean Stock Exch.	KOSPI Index	2,002.5	0.8	(8.9)	
Straight Times	FSSTI Index	3,007.7	(0.1)	(6.7)	
Kuala Lumpur	KLCI Index	1,466.9	(1.1)	(7.7)	
Philippines	PCOMP Index	6,749.3	(0.6)	(13.6)	
Nikkei	NKY Index	21,344.1	1.0	(9.8)	
Hang Seng	HSI Index	26,291.7	0.6	(6.7)	
MSCI-Asia pacific	MXAP Index	155.6	(2.4)	(8.8)	
<u>Global Indices</u>					
Dow Jones	INDU Index	25,409.4	(1.4)	(11.0)	
S&P 500	SPX Index	2,954.2	(0.8)	(8.6)	
Nasdaq	CCMP Index	8,567.4	0.0	(4.5)	
FTSE 100	UKX Index	6,604.6	0.4	(12.4)	

	Bloomberg Code	IDR	% Chg. D-D	% Chg. YTD
Spot IDR	IDR Curncy	14,375.0	(0.4)	(3.5)
<u>Swap-IDR</u>				
1 month	IDSWT1M Index	14,320.0	2.3	2.4
3 month	IDSWT3M Index	14,254.1	1.8	(2.8)
6 month	IDSWT6M Index	14,257.4	1.8	(2.8)
<u>Forward-IDR</u>				
3 month	IDFWT3M Index	14,215.2	1.2	(1.9)
6 month	IDFWT6M Index	14,374.1	1.6	(1.3)
<u>Indonesia Bond Index</u>				
BBG Sov ID Index*	BINDO Index	263.2	(0.5)	2.3

*price as of 2/28/2020

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