

GLOBAL			
Index	Last	Change	% chg
Dow	21,184	-22.25	-0.10
S&P 500	2,436	-2.97	-0.12
Eido US	27.2	0.02	0.07
H.S.I	25,863	-61.06	-0.24
Nikkei	20,171	-6.46	-0.03
STI	3,238	-1.70	-0.05
KLCI	1,788	11.00	0.62
Kospi	2,372	27.11	1.16
SET Thai	1,567	-0.75	-0.05

COMMODITIES			
Index	Last	Change	% chg
Brent Crude Oil (\$/bbl)	49.7	0.18	0.36
WTI Crude Oil (\$/bbl)	47.5	0.13	0.27
CPO (MYR/ton)	2,743	13.00	0.48
Gold (US\$/tr ounce)	1,281	1.70	0.13
Nickel (US\$/ton)	8,867	-7.50	-0.08
Tin (US\$/ton)	20,245	-175.00	-0.86
Pulp (US\$/ton) weekly	860.2	0.00	0.00
Coal (US\$/ton)	75.9	-0.10	-0.13

BEI STATISTICS	
JCI	5,748
% Change (1 day)	0.10%
% Change YTD	8.52%
P/E Market (X)	16.2
Volume (mn shr)	5,830.2
Value (Rp bn)	4,520.4
↑ 138 ↓ 184 ↔ 225	
LQ45	854
% Change (1 day)	0.28%

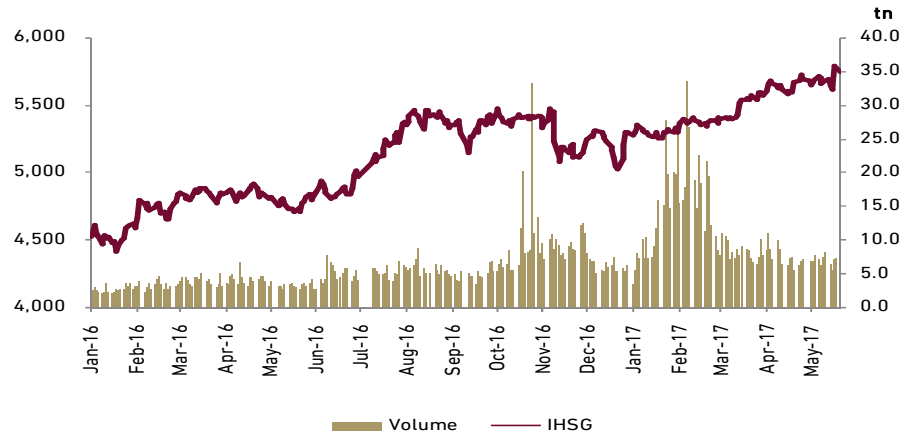
INTEREST RATE		
	Current	Previous
BI 7D Reverse Repo (%)	4.75	4.75
Fed fund rate (%)	1.00	0.75
Inflation mom (%)	0.39	-0.02
Inflation yoy (%)	4.33	3.61

EXCHANGE RATE			
	Last	Change	% chg
1 USD = IDR	13,278	-37.00	-0.28
1 USD = SGD	1.38	0.00	-0.04
1 USD = JPY	110.23	-0.22	-0.20
1 USD = AUD	1.34	0.00	0.11
1 USD = EUR	0.89	0.00	-0.08

DUAL LISTING					
Stocks	Close	Chg.	% chg	In Rp.	Vol. (ADR)
TLKM	32.9	-0.15	-0.45	4,374	307,125
ISAT	0.5	0.00	0.00	6,772	2,150
BUMI Plc	36.8	0.00	0.00	7,522	-

- CPIN cancels buyout of 7-Eleven
- SMMT plans to increase coal production in 2017
- Kalbe Farma appoints former CFO Vidjongtius as new chief
- PWON plans 2 integrated areas
- XL Axiata intends to sell E-Commerce Platform Elevelia

IHSG STATISTIC



DAILY TECHNICAL VIEW

We expect JCI to trade between 5,720 (support) – 5,800 (resistance) level today

BBRI: Sell on strength at Rp 15,300-Rp 16,200

Comment: Testing resistance level

INTP: Sell on strength at Rp 19,000-Rp 19,400

Comment: Testing resistance level

BBNI: Speculative buy at Rp 6,450-Rp 6,375

Comment: Hold above support level

ADRO: Speculative buy at Rp 1,545-Rp 1,535

Comment: Closed above resistance level

MARKET REVIEW & MARKET OUTLOOK

Regional

U.S. equities closed slightly lower on Monday, but held near record levels, while shares of Apple declined on a rare downgrade. Apple's stock fell 1% after Pacific Crest analyst Andy Hargreaves downgraded the stock to sector weight from overweight. In a Sunday note, Hargreaves said the stock is not pricing in potential risks, like supply issues with the new iPhone 8. In economic news, the IHS Markit U.S. services PMI for May came in at 53.6, up from 53.1 in April, the May ISM nonmanufacturing index, meanwhile, came in at 56.9, just below a consensus estimate of 57.0. DJIA fell 22.25 points, or 0.1%, to close at 21,184.04, and The S&P 500 slipped 2.97 points, or 0.12%, to end at 2,436.10, with utilities leading seven sectors lower and energy the top advancer. On commodity markets, Brent oil increased by 0.36% to USD49.7/barrel while coal was down by 0.13% to USD75.9/ton

Domestic

JCI index was up 0.1%, closed at 5,748 with BBRI, EMTK and BBCA consecutively became leading movers. Trading value was Rp4.5 tn and foreign investors sold Rp170 bn of stocks on a net basis. Rupiah strengthened by 37 points to 13,278/USD. From our technical desk, JCI is expected to trade at higher territory with technical range of 5,720-5,825

HEADLINES BRIEF

CPIN CANCELS BUYOUT OF 7-ELEVEN

Charoen Pokphand (CPIN)'s corporate action for the acquisition of 7-Eleven convenience store business from PT Modern International Tbk (MDRN) was canceled due to the absence of the agreement of both parties. In information disclosure of PT Modern Internasional Tbk to the Indonesia Stock Exchange, the Extraordinary General Meeting of Shareholders (EGM) of the company which previously will be held on June 21, 2017 in respect of material transaction is also canceled. Additionally, Modern Sevel has a total of 175 7-Eleven outlets as of September 2016, mostly in Jakarta. In Thailand, Charoen's affiliate Charoen Pokphand Group already operates the 7-Eleven trademark, with more than 9,500 outlets.

Comment : We see the cancellation will give a negative impact for MDRN as we know CPIN was expected to inject fresh capital, and know-how to revive the moribund business for 7-eleven. MDRN share price fell as much as 12% to close at 51 during trading on Monday, while CPIN share price only fell 10 points or 0.32% to close at 3,110.

SMMT PLANS TO INCREASE COAL PRODUCTION IN 2017

PT Golden Eagle Energy Tbk (SMMT) plans to increase its coal production by 27% YoY to 1.4 mn tons in 2017. Such target is expected to be fulfilled from the company's mines, located in Sumatra – 500,000 tons and Kalimantan - 900,000 tons. As of today, around 30% of such target has been reached. Thus, SMMT targets Rp200 bn of revenue in 2017, significantly higher from Rp56 bn in 2016. Currently, SMMT owns 5,381 ha of concession area, with total reserves and resources of 271 mn tons and 440 mn tons, respectively. The company is also in the process of developing mine mouth power plant in South Sumatera, with total capacity of 300 – 600 MW.

Comment: We do not cover SMMT at the moment. But, given higher production target and its relatively in-line performance, we expect the company to meet its revenue target in 2017. Risk to such revenue target is only a plunging coal price.

KALBE FARMA APPOINTS FORMER CFO VIDJONGTIUS AS NEW CHIEF

Replacing Bernadette Ruth Irawati Setiady who now serves as President Commissioner. The company plans to boost its export contribution to up to 10% of total sales in 3-5 years time (from c.5% currently) by penetrating into new lucrative markets including the Middle East as well as to enlarge its existing export areas. Kalbe also plans to launch a maximum of 15 new products this year from its prescribed pharmaceuticals, consumer health, and nutritional divisions. The company, through its AGM on Monday, has secured shareholders approval to distribute dividend of Rp1.03 tn (44.8% payout ratio) or equals to Rp22 per share.

PWON PLANS 2 INTEGRATED AREAS

PT Pakuwon Jati Tbk (PWON) sets up two integrated areas comprises of commercial and residential in Daan Mogot, West Jakarta, and TB Simatupang, South Jakarta. The company has land bank of 45ha in TB Simatupang area that will be developed in stages to become office and residential. As part of the first development stage, PWON will develop an apartment that will be sold at Rp2 bn per unit.

Comment: PWON is known for several successful shopping centers such as Kota Kasablanka and Gandaria City in South Jakarta and Tunjungan Plaza in Surabaya. The appetite for residential (apartment) is relatively better than office's. We like that the company will develop the integrated area in stages hence will support property sales in the upcoming years.

XL AXIATA INTENDS TO SELL E-COMMERCE PLATFORM ELEVENIA

Elevenia, 3rd largest e-commerce site in Indonesia has an average of nearly 35 million visitors per month and is said to be put on sale by XL Axiata jointly owned with Korean based SK Planet Co. Ltd by 50%. Each had invested USD 18.3 million for the establishment of Elevenia in 2013, and over the past two years XL Axiata injected an additional USD 34.9 million of funds in Elevenia to finance the platform's progress.

Platform	Visitors per month
Lazada	51,133,333
Tokopedia	46,533,333
Elevenia	34,600,000
Bukalapak	28,366,667
BliBli	25,700,000
Alfacart	17,000,000
JD ID	12,500,000
Matahari Mall	7,500,000
Blanja	5,000,000
Bhinneka	4,500,000

Comment: XL Axiata following another promising set of operating results in 1Q17 in terms of its core services in internet data, we understand is looking to raise more money to further grow core business. Having heard the management view on e-commerce, it can be quite long time until they realize meaningful returns from e-commerce in Indonesia since a) the sector is still developing with a lot of giant foreign players engaging in the market as well as locals and b) –e-commerce will still be needing capital to further acquire customers and keep up with competition. XL Axiata and its partner during recent years managed to build a solid presence in the marketplace with 3rd largest site in e-commerce in terms of visitors above significant players including Blanja.com run by competitor Telkom Group, and Indosat's site cipika.co.id recently shut down due to weak results. Thus we understand that the asset can be sold at significant premium, return its investment with gain, and dispose an asset still needing significant investment. Approx. USD44mn investment in Elevenia before any premium constitutes about 9% of the yearly capex of XL Axiata, helping secure funds for core internet data and we are confident that XL Axiata will command significant market share. Maintain BUY at TP3800.

TECHNICAL ANALYSIS

JCI : (5,748 +0.1%)

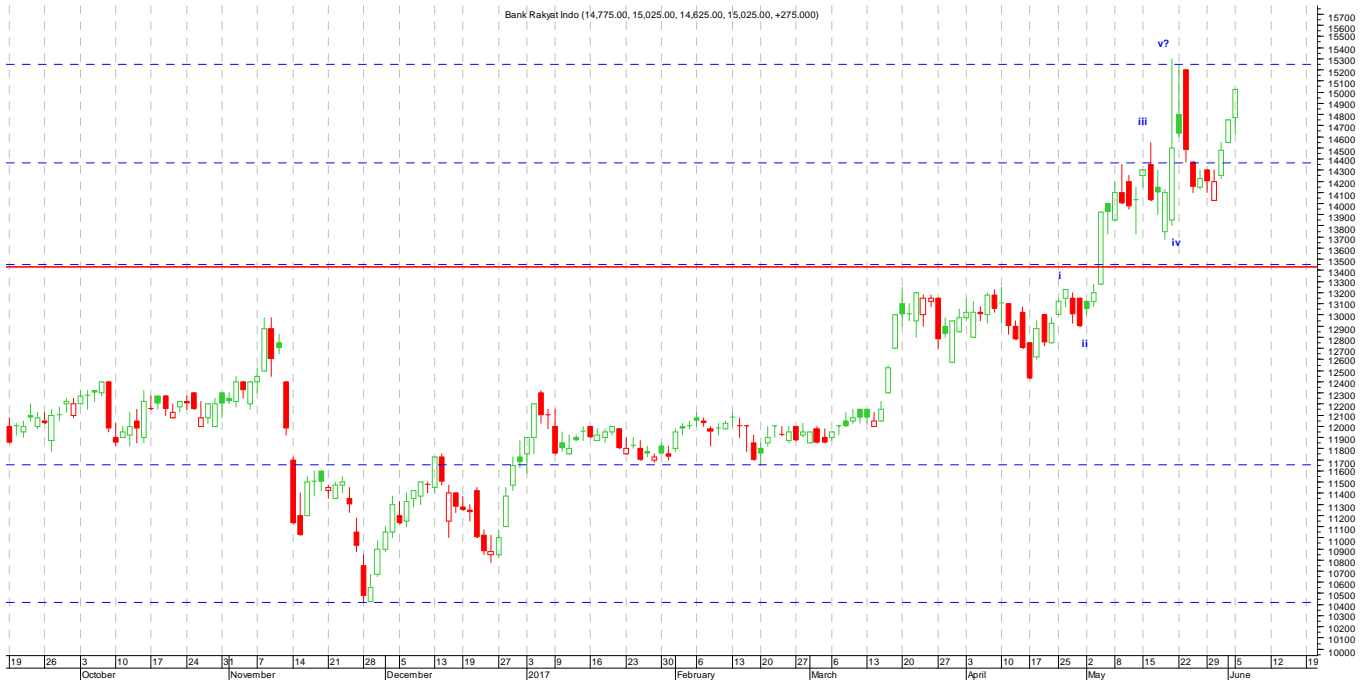
Comment : BBRI, EMTK and BBCA consecutively became leading movers. Technically, JCI closed above minor resistance level of 5,730. Support level at 5,672. Next support and resistance level at 5,577-5,780. Based on Elliot wave approach, we still believe that JCI is currently forming wave up minor (B). One of alternate wave countings is the index will form an expanded flat pattern (3-3-5 pattern). In this scenario, wave (B) breaks the major resistance level and continue going up before reversing and moves back to below the level of 5,525. The bottom of wave down minor (A) at the level of 4,033 occurred on September 29, 2015. The highest level of 4,696 on October 26, 2015 noted as the peak of sub wave A of minor (B) and the lowest level of 4,330 which occurred on December 14, 2015 as the bottom of sub wave B of wave minor (B) and currently the index is forming wave C of (B). The highest level of 4,920 which occurred on April 25, 2016 as the peak of wave 1 wave C of wave minor (B) then the lowest level of 4,690 which occurred on May 20, 2016 as the bottom of wave 2 wave C of (B). The highest level of 5,491 which occurred on November 9, 2016 as the peak of wave 3 of sub wave C of wave (B) and the lowest level of 5,022 which occurred on December 23, 2015, which was considered as the bottom of wave down 4 of sub wave C of (B), and the highest level of 5,360 which occurred on January 9, 2017 as the peak of sub wave up (i) of wave 5 of wave C of (B). The lowest level of 5,228 which occurred on January 23, 2017 as the bottom of sub wave (ii) of wave 5 of wave C of (B). The highest level of 5,680 could be the peak of sub wave iii of wave (iii) of (5). The lowest level of 5,577 noted as the bottom of sub wave iv of wave (iii) of (5). The highest level of 5,745 noted as the peaks of sub wave v of wave (iii) of 5. The lowest level on yesterday trading at 5,577 could be the bottom of wave (iv) of 5 and now the index is in the process to form wave up minute (v) of 5 which is the last wave of the cycle. The highest level of 5,874 potentially become the peaks of wave 5.



STOCK OF THE DAY

BBRI : Testing resistance level

The price closed below resistance level of 15,250. Support level at 14,400. Next support and resistance level at 14,000-16,200. According to our counting the price is doing wave minute 5 which is the last wave of the cycle. Sell on strength



INTP : Testing resistance level

The price closed below minor resistance level of 19,000. Support level at 17,875. Next support and resistance level at 17,200-19,400. The mid-term trend is still sideways. Sell on strength



Please see analyst certification and other important disclosures at the back of this report

BBNI : Testing support level

The price held and closed above minor support level of 6,375. Resistance level at 6,800. Next support and resistance level at 6,075-7,200. Speculative buy, cut if the price moves and stable below the level of 6,050.



ADRO: Testing resistance level

The price closed above minor resistance level of 1,535. If the breakout confirm, level of 1,535 will turn into support level. Resistance level at 1,630. Next support and resistance level at 1,415-1,750. Speculative buy/Buy on weakness



CIPTADANA FIXED INCOME DAILY

CURRENCY TRADING RANGE OF TODAY

USD/Rp: 13,230 – 13,330

INDONESIA GOVERNMENT SECURITIES YIELD	
Maturity (yrs)	Yield (%)
1	6.26
3	6.73
5	6.71
10	6.95
15	7.39
30	7.86

AVERAGE DEPOSIT RATE					
	1M	3M	6M	1YR	2YRS
IDR	6.02	6.23	6.23	6.14	5.63
US\$	0.76	0.71	0.72	0.76	
JIBOR (RP)	5.93	6.86	7.10	7.27	

BASE LENDING RATE	
BI RATE	4.75
FED FUND RATE	1.00
LPS INSURED RATE	
IDR	5.50
US\$	1.00

EXCHANGE RATE		
EXCHANGE RATE		% chg.
1 US\$ = IDR	13,278	0.28
1 US\$ = SGD	1.38	0.04
1 US\$ = JPY	110.23	0.20
1 US\$ = AUD	0.75	-0.11
1 US\$ = EUR	1.13	0.08

ANNUAL GENERAL MEETINGS AND EXTRAORDINARY GENERAL MEETINGS

06 -Jun-17

Surya Toto Indonesia (TOTO)

Annual General Meetings

Agenda : Approval and Approval of the Company's Annual Report for the financial year ending on 31 December 2016, Approval for the use of the Company's net profit for the financial year ended on 31 December 2016, Appointment of Independent Public Accountants, Changes in the composition of the Company's Board of Directors

Venue & Time: Warholl Room 1 & 2 Hotel Pulman Jakarta Central Park Podomoro City Jln. Let.Jend. S Parman Kav 28 Jakarta, at 10.00 (Western Indonesia Time)

06 -Jun-17

Tunas Baru Lampung (TBLA)

Annual General Meetings

Agenda : Acceptance and approval of the Board of Directors' annual report on the Company's business activities and financial performance for the financial year ended on 31 December 2016, Endorsement of Company's Balance Sheet and Profit and Loss Account for the year ended 31 December 2016, Determination of the use of the Company's net profit for the financial year ended on 31 December 2016

Venue & Time: Shangri-la Hotel Jakarta, Room Kalimantan, at 14.00 (Western Indonesia Time)

07 -Jun-17

Arwana Citramulia (ARNA)

Annual General Meetings

Agenda : Approval of the Annual Report for the financial year ending on 31 December 2016, Ratification of Financial Statement containing Balance Sheet and Profit and Loss Account for the year ended 31 December 2016, Approval of the use of the Company's Profit for the financial year ended on 31 December 2016, Changes in the composition of the management of the Company,

Venue & Time: Plant 2 - PT Arwana Citramulia, Tbk, Jl. Raya Gorda RT 004 / RW 003, Kibin - Cikande, Serang, Banten, at 10.00 (Western Indonesia Time)

07 -Jun-17

Sarana Menara Nusantara (TOWR)

Annual General Meetings

Agenda : Approval and endorsement of (i) the Annual Report of the Company for the financial year ending on 31 December 2016, including the report of the Company's activities, & the supervisory report of the Board of Commissioners for the book which ended on 31 December 2016

Venue & Time: West Mall, Grand Indonesia Shopping Town, Hotel Indonesia Kempinski, Grand Ballroom C, 11th Floor, Jl. M.H. Thamrin No. 1, Jakarta, at 09.30 (Western Indonesia Time)

07 -Jun-17

Alam Sutera Realty (ASRI)

Annual General Meetings

Agenda : Report of the Board of Directors of the Company concerning the Company's business activities and the financial administration of the Company for the financial year ended on 31 December 2016, Ratification of Company's Balance Sheet and Profit and Loss Account for the financial year ending on 31 December 2016, Use of the Company's Net Income for the year ended 31 December 2016, Appointment of Independent Public Accountants, Determination of the Company's Board of Directors

Venue & Time: Mercure Hotel, Alam Sutera, Serpong-Tangerang, at 10.00 (Western Indonesia Time)

DIVIDEND, STOCK SPLIT, RIGHT ISSUE

06-Jun- 2017	Golden Energy Mines (GEMS) Cum dividen Rp33.90/share in regular and negotiation market
06-Jun- 2017	Pelayaran Nelly Dwi Putra (NELY) Cum dividen Rp3/share in regular and negotiation market
08-Jun- 2017	PP London Sumatera (LSIP) Cum dividen Rp35/share in regular and negotiation market
08-Jun- 2017	Salim Ivomas Pratama (SIMP) Cum dividen Rp10/share in regular and negotiation market
08-Jun- 2017	Adi Sarana Armada (ASSA) Cum dividen Rp7/share in regular and negotiation market
08-Jun- 2017	Bisi International (BISI) Cum dividen Rp88/share in regular and negotiation market
08-Jun- 2017	Mitra Keluarga Karyasehat (MIKA) Cum dividen Rp34/share in regular and negotiation market
14-Jun- 2017	Sarana Menara Nusantara (TOWR) Cum dividen Rp68.6/share in regular and negotiation market

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Analyst Certification

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