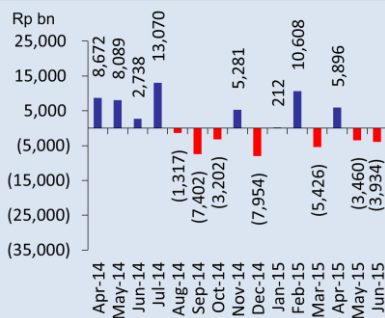
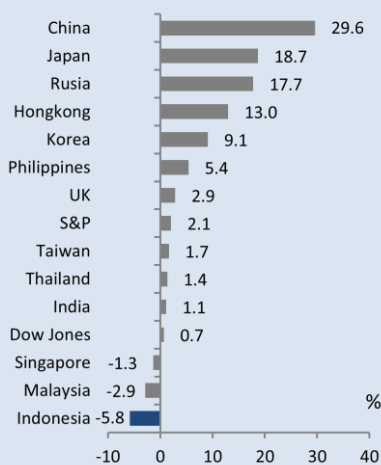
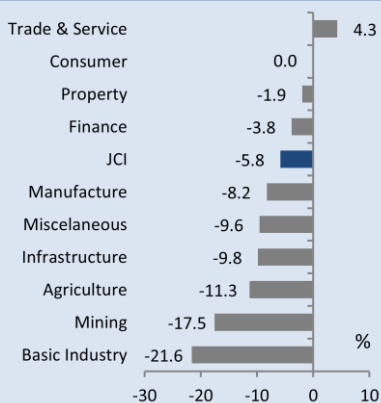


Tuesday, June 30, 2015

OVERWEIGHT**Foreign fund flow****2015 Ytd Regional Performance****2015 Ytd Sector Performance****Helmy Kristanto**

(62-21) 2955 5824
helmyk@danareksa.com

Armando Marulitua

(62-21) 2955 5888 ext 3503
armandom@danareksa.com

Danareksa research reports are also available at Reuters Multex and First Call Direct and Bloomberg.

Weekly Report**Risk Off**

Low budget absorption continues to make the headlines, raising more concerns over the government's execution capabilities. We sense, however, that the government's sense of urgency is rising, as seen in efforts to prioritize select infrastructure projects for accelerated development. In turn, this should mean a larger chunk of spending materializes in 4Q15. In the near term, however, the Greece crisis might put the IDR under more pressure – a worrying specter for the equity market.

Low budget absorption due to legacy issues

Low budget absorption has become a major concern, especially amidst the ongoing economic slowdown, which ultimately will need government spending to spearhead brisker economic growth. The Finance Minister, Bambang Brodjonegoro, recently said that budget absorption had only reached IDR23.2tn, or only 8% of the total 2015 budget. This owes to several reasons, we believe: (i) changes in the nomenclature at several ministries, (ii) a lack of planning, (iii) delays in the auction process and filling in the Budget Implementation Registration Form, (iv) project leaders' concerns about being embroiled in corruption, (v) unwieldy bureaucracy, (vi) constraints in land acquisition, (vii) the slow process of undertaking environmental impact assessments (AMDAL), which, to our knowledge, mostly stems from long and arduous bureaucratic procedures. With measures taken to rectify these problems, progress should be much smoother next year, in our view.

Signs of progress and a greater sense of urgency

During our recent Danareksa Distinguished Speaker event, Bapak Purbaya Yudhi Sadewa, Deputy III for Strategic Issues Management at the Presidential Staff Office, provided further details on the government's plans to expedite progress. Indeed, the government has now revitalized the Committee of Infrastructure Priorities Development Acceleration, comprising of various ministries, government institutions as well as the police force to deliver better coordination and expedite the process. This strategy is necessary, in our view, especially given the considerable amount of new projects which create greater complexity. The prioritization and selection of key infrastructure projects will be vital. So far, this committee has identified 22 infrastructure projects and classified them according to the level of commencement assurance for better resource deployment. This committee will actively monitor the priority projects and seek to resolve any possible bottlenecks. To counter the ongoing economic slowdown, the government is prioritizing the control of certain market prices, promoting government spending, accelerating infrastructure projects and seeking to improve the investment climate. Although none of these actions are particularly new, the sense of urgency is definitely rising - especially in regard to kick starting government spending.

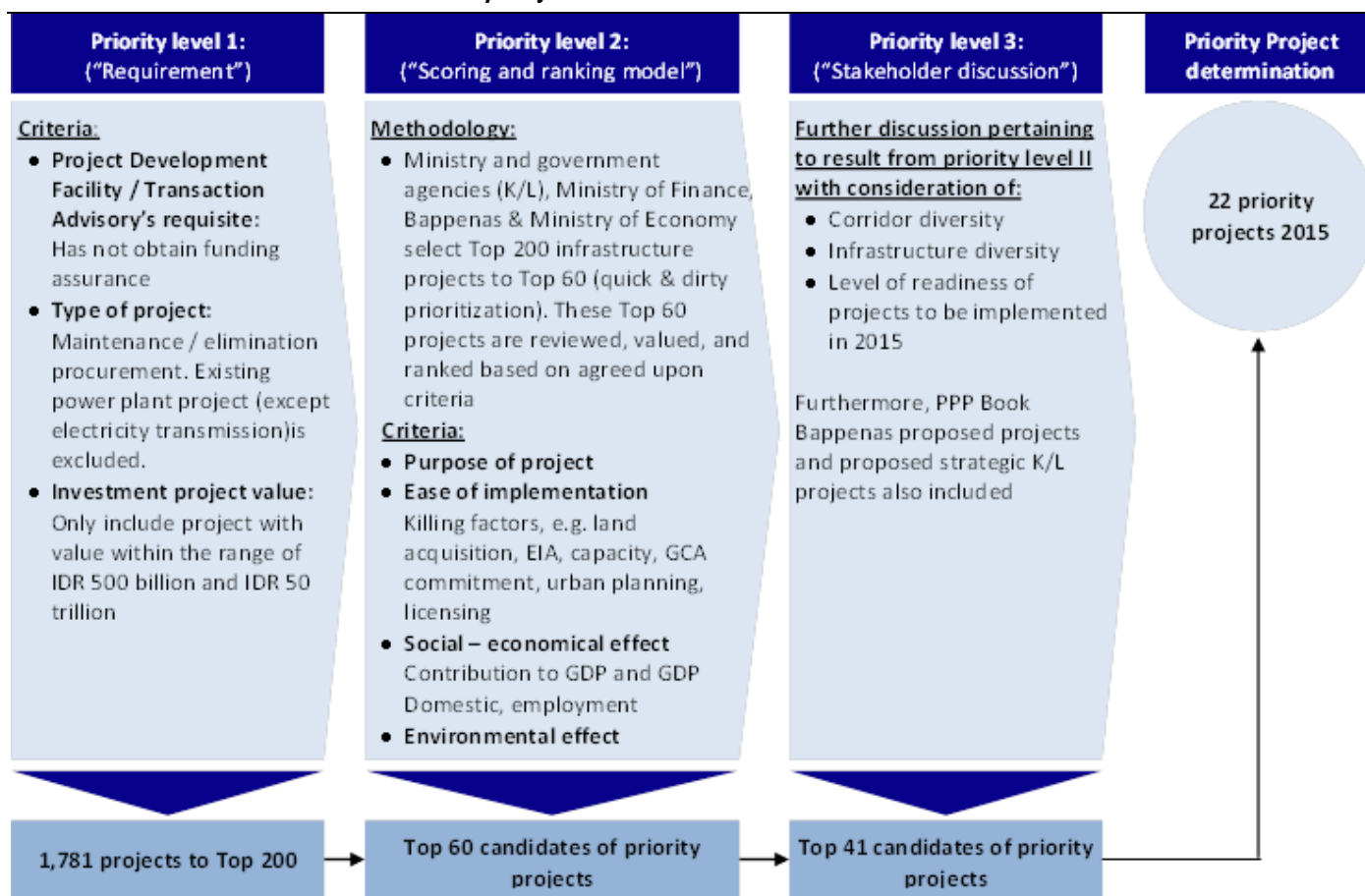
The Greece crisis – may weigh on the IDR

Greece's economic crisis has entered a new era with the heightened risk of a Euro-zone exit. Over the weekend, the Greece government temporarily imposed capital controls and shut banks. Whilst there is little impact on the Indonesian economy, the IDR may come under some pressure - a worrying specter for the equity market. YTD, the IDR has weakened almost 8%, making it one of the worst-performing currencies in the region. In our view, BI efforts to defend the currency through deployment of forex reserves are increasingly important, especially given the seasonally high USD domestic demand.

Market volatility lingers, business confidence down

With the IDR still vulnerable, the JCI remains susceptible to a further correction in the short-term. Arguably, it is difficult to find positive catalysts for the market, especially as most sector data is still relatively soft. Inflation will also enter a seasonally high period, with June's inflation expected to reach 0.62% m-m, translating into 7.34% y-y inflation, or higher than May's 7.15%. A recent survey from Danareksa Research Institute on business confidence also paints a bleak picture with most CEOs becoming more negative on current economic conditions. This doesn't bode well for the business cycle, in our view, leading to a "wait and see" stance on business expansion. In our view, greater government efforts in 2H will be crucial in driving business activity, and we believe that the expected cabinet reshuffle will be used as the opportunity to upgrade the capabilities of the cabinet. In the meantime, investors may have little choice but to embrace the volatility.

Exhibit 1. The Criteria and Process of Priority Project Selection of KPPIP 2015



Source: Presidential Staff Office

Exhibit 2. Priority Status of 22 Projects as of early June 2015

| Urgency | Project | Notes |
|---------|--|---|
| Red | Steam Power Plant - Batang/CJPP SHIA Airport Express Train Water Supply System (SPAM) - West Semarang Oil Refinery - Bontang NCICD Phase A Jakarta MRT S-U Trans Sumatera Toll Road Balikpapan-Samarinda Toll Road Steam Power Plant - Indramayu | Red light = Projects delayed for more than 3 months &/ decision needs to be made in the next 2 weeks |
| Yellow | Sumatera Transmission 500KV Existing Oil Refinery Revitalization (RDMP) Serang-Panimbang Toll Road Manado-Bitung Toll Road Airport Revitalization (10) Makassar-Pare pare Train Water to Energy | Yellow Light = Projects delayed for more than 1 month &/ needs buy-in to E1 level/ up - top down decision making process for acceleration |
| Green | International Port Hub - Kuala Tanjung International Port Hub - Bitung HVDC South Celebes Power Plant 8,9,10 - 3000 MW Central West Java 500KV Transmission Line Jakarta Sewerage System | Green Light = Projects still in line with planned schedule to implement debottlenecking |

Source: Presidential Staff Office

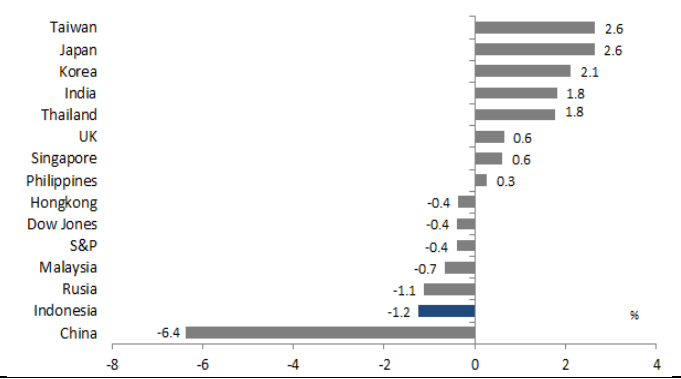
Exhibit 3. Key Points from Danareksa's Distinguished Speaker, Purbaya Yudhi Sadewa

| Actions Taken for Economic Recovery | |
|---|--|
| 1 | Controlling Market Prices |
| 2 | Promoting Government Spending |
| 3 | Accelerating Infrastructure Projects |
| 4 | Improving Investment Spending |
| Topics | |
| Economic growth slow down | To support purchasing power after the 30% fuel price increase in November 2014, the government should distribute BLT and raskin simultaneously. However, delays have weakened consumer purchasing power which, in turn, led to significantly lower domestic consumption in Q1 2015. |
| Government attempts to boost the domestic economy | <ol style="list-style-type: none"> Will not intervene in the market price mechanism in the future at the micro level. Furthermore, any input from ministers will be subject to more stringent scrutiny. Placing the right people in crucial positions. Expecting a cabinet reshuffle only after Lebaran. Preventing further economic slowdown in the third quarter of 2015 by taking several measures: <ul style="list-style-type: none"> Maximizing government budget absorption, Accelerating infrastructure projects, and Bureaucratic reforms Boosting domestic consumption, through: <ul style="list-style-type: none"> Implementation of the Family Welfare Savings Program (PSKS) Controlling domestic food prices by importing related foodstuffs Providing funding to villages No further intervention for Bank Indonesia |
| Infrastructure projects | <ol style="list-style-type: none"> Land Acquisition <ul style="list-style-type: none"> Prioritizing negotiations over implementation of UU no. 2/2012 Financing <ul style="list-style-type: none"> Not an issue, several foreign investors are determined to invest in Indonesian infrastructure projects. |

| | |
|------------------------|--|
| | <p>3 35,000 MW of power plants</p> <p>PLN is advised to increase the power purchasing price which will drive the IRR of projects up from 11-12% to 14-15%. Higher IRR projects are expected to boost investor interest in power plant projects</p> |
| Tax collection | <p>1 Performing regular assessments on tax collection progress</p> <p>2 Undertaking budget adjustments only for unconfirmed projects</p> <p>3 Worst case scenario: Tax collection could fall short by IDR 100-150 tn from the target, which is expected to be financed by government bonds issuance.</p> |
| Fuel and energy | <p>1 Making fuel price adjustments only once every 3 months</p> <p>2 No significant action taken related to illegally shipped coal</p> <p>3 Further review on Premium replacement by Peralite</p> |
| Other | <p>1 Related to the considerable length of time between APBN formulation and realization, the government has not considered shifting the fiscal year to April-March.</p> <p>2 Import substitution matters are not on the government's list. Nonetheless, the government is promoting the use of domestic products for APBN related spending. A maximum of 15% higher prices is still acceptable. Higher quality standards for imported products will be enforced.</p> <p>3 The government has not taken measures to resolve the negative services balance.</p> <p>4 The IDR 30tn budget for KUR has been included in the national budget as it was initiated during the SBY era.</p> |

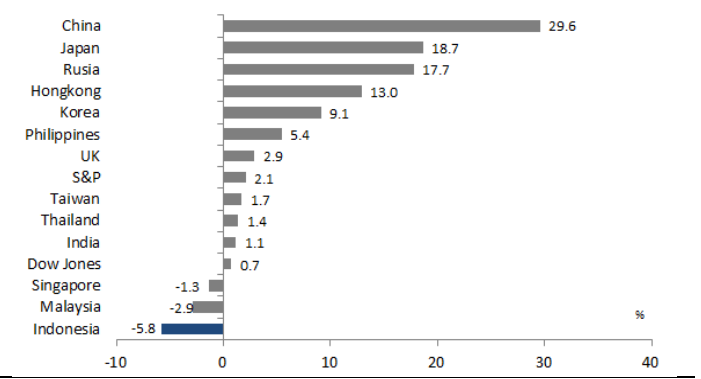
Source: Danareksa Sekuritas

Exhibit 4. Regional weekly performance



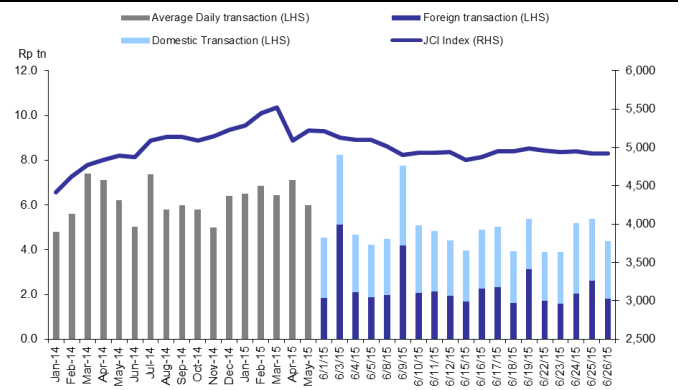
Source: Bloomberg, as of Jun 26, 2015

Exhibit 5. Regional Ytd 2015 performance



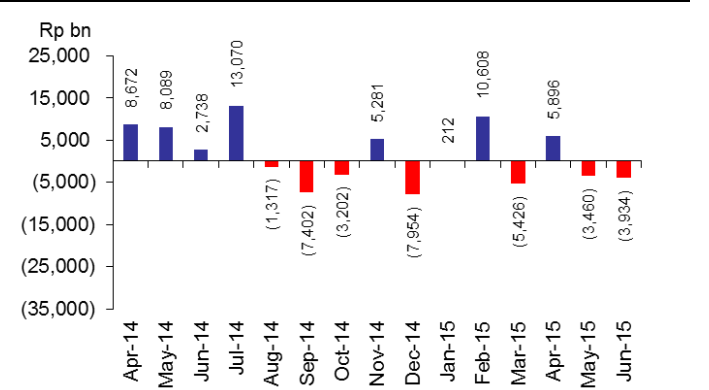
Source: Bloomberg, as of Jun 26, 2015

Exhibit 6. Average daily transactions



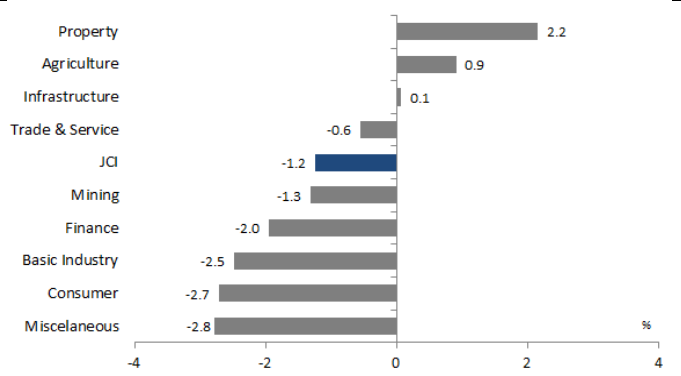
Source: IDX, as of May Jun 26, 2015

Exhibit 7. Foreign fund flows



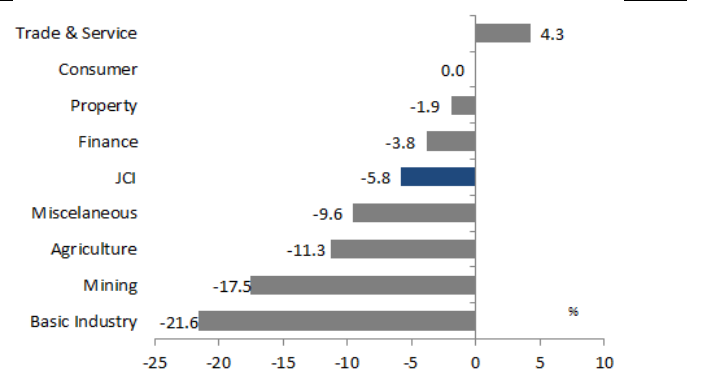
Source: IDX, as of Jun 26, 2015

Exhibit 8. Sector weekly performance



Source: Bloomberg, as of Jun 26, 2015

Exhibit 9. Sector Ytd 2015 performance



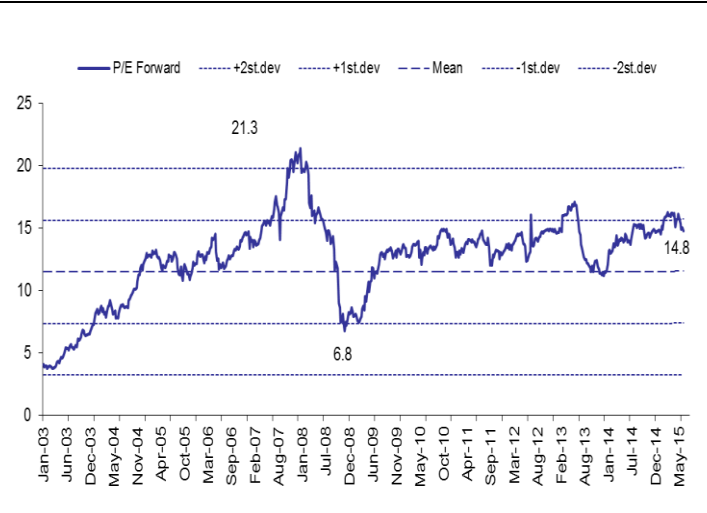
Source: Bloomberg, as of Jun 26, 2015

Exhibit 10. Regional market valuations

| | 2015F | 2016F |
|----------------|-------------|-------------|
| Philippine | 19.9 | 17.6 |
| Malaysia | 16.1 | 14.8 |
| NKY | 19.6 | 17.7 |
| Singapore | 13.8 | 12.7 |
| JCI | 15.5 | 13.2 |
| Dow Jones | 16.0 | 14.7 |
| Sensex | 16.2 | 13.8 |
| Thailand | 15.4 | 13.4 |
| FTSE | 16.3 | 14.6 |
| Hongkong | 12.8 | 11.6 |
| Korea | 11.7 | 10.5 |
| China | 16.9 | 14.9 |
| Taiwan | 14.0 | 13.0 |
| Average | 15.7 | 14.0 |

Source: Bloomberg, as of Jun 26, 2015

Exhibit 11. JCI Valuation



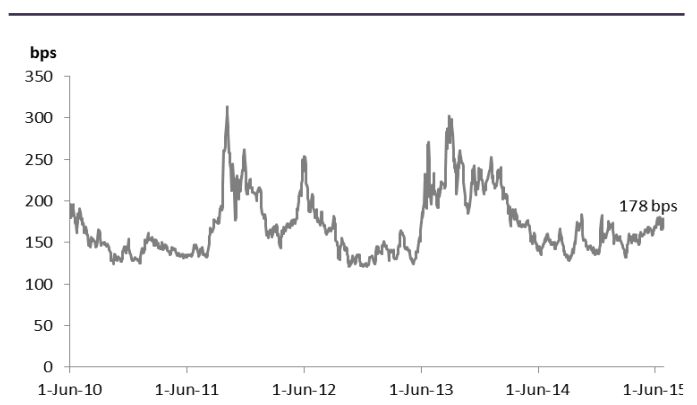
Source: Danareksa Sekuritas, as of Jun 26, 2015

Exhibit 12. USD/IDR performance



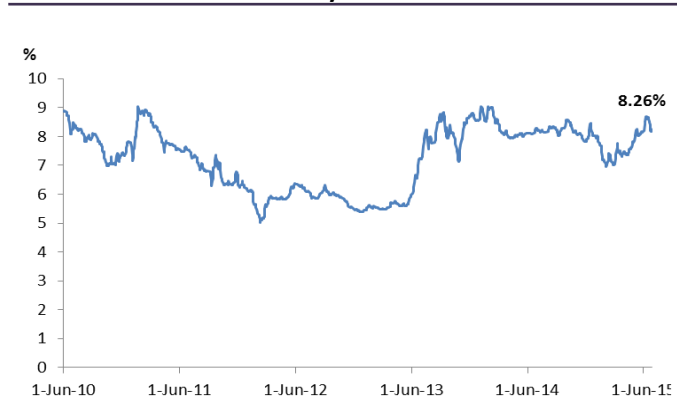
Source: Bloomberg, as of Jun 29, 2015

Exhibit 13. CDS - 5 years



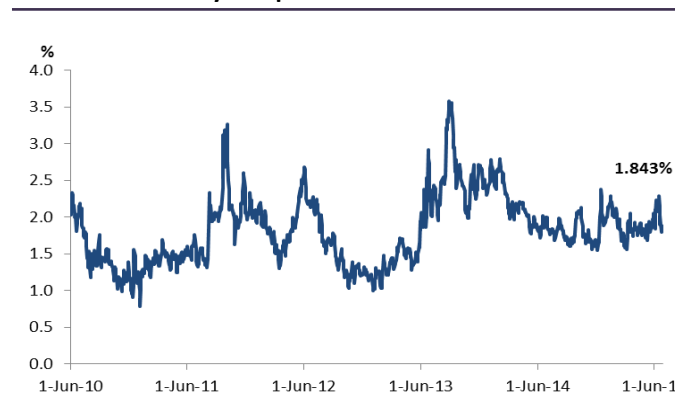
Source: Bloomberg, as of Jun 26, 2015

Exhibit 14. Danareksa bonds yield index



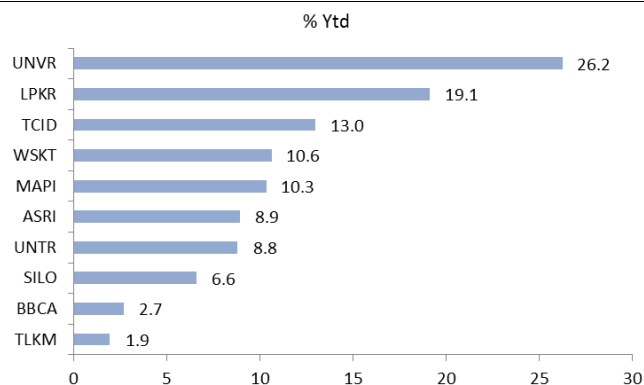
Source: Danareksa Sekuritas, as of Jun 26, 2015

Exhibit 15. Country risk premium



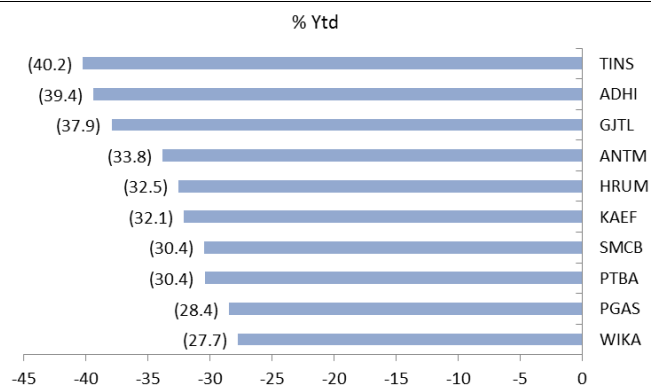
Source: Danareksa Sekuritas, as of Jun 26, 2015

Exhibit 16. Winners within our coverage



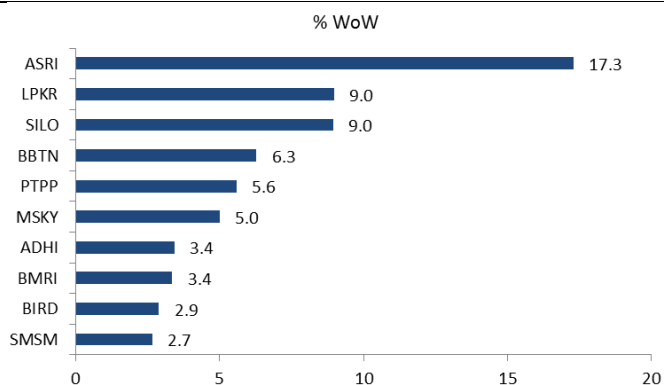
Source: Bloomberg and Danareksa Sekuritas, as of Jun 26, 2015

Exhibit 17. Losers within our coverage



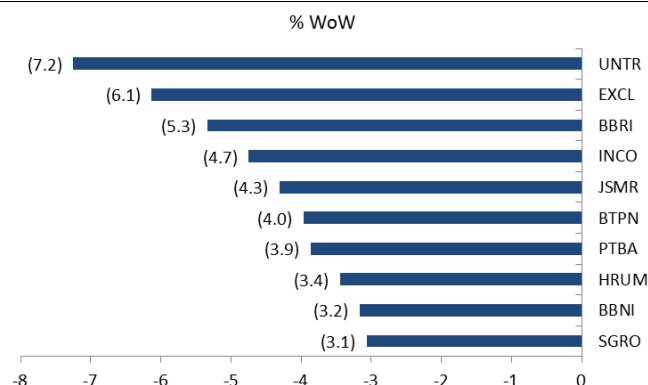
Source: Bloomberg and Danareksa Sekuritas, as of Jun 26, 2015

Exhibit 18. Winners within our coverage (Weekly)



Source: Bloomberg and Danareksa Sekuritas, as of Jun 26, 2015

Exhibit 19. Losers within our coverage (Weekly)



Source: Bloomberg and Danareksa Sekuritas, as of Jun 26, 2015

Exhibit 20. One-week report wrap

| Date | Company | Title | Key Points |
|-----------|---------------------|--|---|
| 29-Jun-15 | UNTR | Komatsu sales stay subdued in May 2015 | While Komatsu sales remained soft in May 2015 at only 207 units (April 2015: 203 units) due to weak commodity prices, the operational subsidiary of United Tractors (UNTR), Pamapersada Nusantara (PAMA), showed better performance with coal production up 9.6% mom in May 2015. Although the current weakening of the IDR relative to the US dollar should provide support for UNTR's share price, we maintain our HOLD recommendation with a Target Price of Rp22,200 (DCF valuation with WACC of 14.8% and long-term growth of 3%) given the uncertain outlook for heavy equipment sales. |
| 29-Jun-15 | BJTM | Attractive regional bank | We visited BJTM's branch in Rungkut, Surabaya, where we met the bank's management to obtain a better understanding of its strategy in the current challenging economic environment in addition to an update on the bank's performance. Structure wise, East Java's 1Q15 GDP came mainly from the manufacturing sector (29.76%), followed by retail and vehicles services (17.5%) as well as agribusiness, forestry and fisheries (14.54%). Furthermore, we still expect East Java's GDP growth to surpass the national figure given the strategic industry located there such as the oil field in Bojonegoro, SMGR's new facility in Tuban as well as agribusiness in Malang. |
| 26-Jun-15 | Construction Sector | Government tracking: May 2015 | In late-May, the government established a new system to monitor the budget realization at each ministry – either in regard to the financial aspects or physical progress. The data is updated on a monthly basis and the budget realization is tracked in relation to the initial targets. As such, given the government's strong commitment toward infrastructure development, we believe that the Public Works realization is a good proxy for overall infrastructure spending and therefore worth monitoring |
| 26-Jun-15 | MSKY | Even more challenging outlook | We see a challenging year for pay TV players given a combination of: 1) the continued weak rupiah which increases overall program costs, 2) Telkom's aggressive push into the pay TV sector through its triple play IndiHome using superior FTTH technology, and 3) the weak economy which may continue well beyond 2Q15. Consequently, we cut our revenues growth target for MNC Sky Vision (MSKY) in FY15-16F by 3%-5% and lower our TP on MSKY to IDR1,230 from IDR1,410 previously. Our HOLD call remains. |
| 25-Jun-15 | Consumer Sector | Channel checks: Fasting month insights | We have undertaken more channel checks to gauge the pricing of FMCG products. As the fasting month is now underway, most retailers are strongly promoting F&B products in their stores - especially basic items (such as flour and sugar) as well as beverages and biscuits. This should bode well for INDF and ICBP, we believe. Interestingly, product prices look to be fairly stable, with prices tending to follow those set by market leaders earlier in the year. We also note a trend toward smaller packaging, a development which underlines how difficult it may be to raise product prices. In the sector, we continue to pitch INDF as our Top Pick, with worries over price regulation abating since most of its products have been effectively differentiated through its strong brands. |
| 24-Jun-15 | INCO | Benefitting from low crude oil prices | We continue to like Vale Indonesia (INCO) for several reasons: 1) the expectation of better nickel prices going forward, 2) greater nickel-in-matte production in 2H15 and 3) the fact that the company can benefit from low crude oil prices. Maintain BUY with a lower Target Price of Rp3,700 based on DCF valuation (WACC of 13.3% and long term growth of 3%) as we further reduce our nickel price assumptions to reflect the currently low nickel prices given our previous assumption of a high nickel price. Our Target Price implies 24.9x 2015F PE and 19.3x 2016F PE. |
| 23-Jun-15 | Retail Sector | May: Still Weak | ACES and RALS recorded weak operational performance in May: -3.7% sales growth for the former and -6.0% for the latter. MAPI, meanwhile, no longer releases monthly sales data. Weak buying power has hit the sector hard, in our view. For both ACES and RALS, SSG remained negative, with the out of Java stores posting the weakest figures. Nonetheless, this dire performance does not come as a surprise and the sales figures are still pretty much inline with our full year forecasts. Looking ahead, we are still confident of improving performance in the second half of the year. As such, we maintain our recommendations on the retailers under our coverage, expecting average sales growth of 7.9% yoy at the end of the year. |

Source: Danareksa Sekuritas

| Stocks | Last Price (Actual) | Prediction | | | | Potential Gain/Loss (Prediction/Last Price) | | | |
|--------|-----------------------|------------|-----------|-----------|-----------|---|-----------|-----------|-----------|
| | Friday, June 26, 2015 | 3-Jul-15 | 10-Jul-15 | 17-Jul-15 | 24-Jul-15 | 3-Jul-15 | 10-Jul-15 | 17-Jul-15 | 24-Jul-15 |
| ASII | 6,825 | 6,775 | 6,775 | 6,775 | 6,800 | -0.73% | -0.73% | -0.73% | -0.37% |
| UNVR | 40,000 | 40,400 | 40,550 | 40,550 | 40,525 | 1.00% | 1.37% | 1.37% | 1.31% |
| BBCA | 13,550 | 13,450 | 13,450 | 13,450 | 13,450 | -0.74% | -0.74% | -0.74% | -0.74% |
| TLKM | 2,935 | 2,895 | 2,900 | 2,905 | 2,915 | -1.36% | -1.19% | -1.02% | -0.68% |
| BMRI | 10,100 | 10,050 | 10,075 | 10,075 | 10,100 | -0.50% | -0.25% | -0.25% | 0.00% |
| BBRI | 10,475 | 10,200 | 10,175 | 10,200 | 10,200 | -2.63% | -2.86% | -2.63% | -2.63% |
| PGAS | 4,325 | 4,275 | 4,300 | 4,275 | 4,275 | -1.16% | -0.58% | -1.16% | -1.16% |
| SMGR | 12,075 | 12,025 | 12,050 | 12,100 | 12,100 | -0.41% | -0.21% | 0.21% | 0.21% |
| GGRM | 44,200 | 43,750 | 43,550 | 43,775 | 43,775 | -1.02% | -1.47% | -0.96% | -0.96% |
| INTP | 20,975 | 21,000 | 21,025 | 21,050 | 21,025 | 0.12% | 0.24% | 0.36% | 0.24% |
| BBNI | 5,275 | 5,275 | 5,250 | 5,250 | 5,250 | 0.00% | -0.47% | -0.47% | -0.47% |
| KLBF | 1,685 | 1,645 | 1,665 | 1,655 | 1,655 | -2.37% | -1.19% | -1.78% | -1.78% |
| UNTR | 19,350 | 19,175 | 19,100 | 19,125 | 19,100 | -0.90% | -1.29% | -1.16% | -1.29% |
| ICBP | 12,600 | 12,800 | 12,725 | 12,825 | 12,825 | 1.59% | 0.99% | 1.59% | 1.79% |
| INDF | 6,625 | 6,675 | 6,650 | 6,700 | 6,700 | 0.75% | 0.38% | 1.13% | 1.13% |
| CPIN | 2,805 | 2,820 | 2,810 | 2,840 | 2,850 | 0.53% | 0.18% | 1.25% | 1.60% |
| MNCN | 1,990 | 1,960 | 1,955 | 1,970 | 1,965 | -1.51% | -1.76% | -1.01% | -1.26% |
| BDMN | 4,200 | 4,225 | 4,280 | 4,205 | 4,210 | 0.60% | 1.90% | 0.12% | 0.24% |
| EXCL | 3,760 | 3,750 | 3,670 | 3,755 | 3,770 | -0.27% | -2.39% | -0.13% | 0.27% |
| JSMR | 5,500 | 5,550 | 5,400 | 5,525 | 5,525 | 0.91% | -1.82% | 0.45% | 0.45% |
| SCMA | 2,850 | 2,800 | 2,795 | 2,805 | 2,810 | -1.75% | -1.93% | -1.58% | -1.40% |
| ADRO | 785 | 770 | 770 | 770 | 775 | -1.91% | -1.91% | -1.91% | -1.27% |
| PTBA | 8,500 | 8,700 | 8,525 | 8,700 | 8,700 | 2.35% | 0.29% | 2.35% | 2.35% |
| LPKR | 1,250 | 1,230 | 1,235 | 1,245 | 1,240 | -1.60% | -1.20% | -0.40% | -0.80% |
| BMTR | 1,155 | 1,135 | 1,145 | 1,155 | 1,165 | -1.73% | -0.87% | 0.00% | 0.87% |
| BSDE | 1,755 | 1,740 | 1,715 | 1,750 | 1,760 | -0.85% | -2.28% | -0.28% | 0.28% |
| SMCB | 1,520 | 1,500 | 1,505 | 1,500 | 1,510 | -1.32% | -0.99% | -1.32% | -0.66% |
| AKRA | 6,050 | 6,015 | 5,900 | 6,040 | 6,045 | -0.58% | -2.48% | -0.17% | -0.08% |
| PNBN | 1,100 | 1,085 | 1,085 | 1,085 | 1,085 | -1.36% | -1.36% | -1.36% | -1.36% |
| PWON | 442 | 433 | 430 | 430 | 430 | -2.04% | -2.71% | -2.71% | -2.71% |
| ANTM | 695 | 680 | 675 | 675 | 680 | -2.16% | -2.88% | -2.88% | -2.16% |
| JPFA | 550 | 535 | 535 | 535 | 540 | -2.73% | -2.73% | -2.73% | -1.82% |
| BHIT | 263 | 254 | 253 | 255 | 255 | -3.42% | -3.80% | -3.04% | -3.04% |
| CTRA | 1,320 | 1,310 | 1,291 | 1,315 | 1,320 | -0.76% | -2.20% | -0.38% | 0.00% |
| ACES | 640 | 630 | 630 | 630 | 630 | -1.56% | -1.56% | -1.56% | -1.56% |
| MPPA | 3,240 | 3,235 | 3,160 | 3,240 | 3,245 | -0.15% | -2.47% | 0.00% | 0.15% |
| SMRA | 1,660 | 1,645 | 1,624 | 1,650 | 1,660 | -0.90% | -2.17% | -0.60% | 0.00% |
| ASRI | 605 | 580 | 580 | 585 | 595 | -4.13% | -4.13% | -3.31% | -1.65% |
| WIKA | 2,610 | 2,635 | 2,590 | 2,640 | 2,645 | 0.96% | -0.77% | 1.15% | 1.34% |
| LSIP | 1,620 | 1,600 | 1,605 | 1,595 | 1,590 | -1.23% | -0.93% | -1.54% | -1.85% |
| BBTN | 1,170 | 1,150 | 1,160 | 1,155 | 1,160 | -1.71% | -0.85% | -1.28% | -0.85% |
| INVS | 117 | 116 | 116 | 115 | 114 | -0.85% | -0.85% | -1.71% | -2.56% |
| BJBR | 865 | 855 | 855 | 850 | 855 | -1.16% | -1.16% | -1.73% | -1.16% |
| RALS | 690 | 680 | 675 | 675 | 680 | -1.45% | -2.17% | -2.17% | -1.45% |

| 1 week forecast check | | | Price Movement | | Deviation* |
|-----------------------|----------------------|--------------------|----------------|----------|-----------------|
| Last Price 19-Jun-15 | Last Price 26-Jun-15 | Forecast 26-Jun-15 | Actual | Forecast | Forecast/actual |
| 7,050 | 6,825 | 7,075 | Down | Up | 3.7% |
| 41,450 | 40,000 | 41,575 | Down | Up | 3.9% |
| 13,700 | 13,550 | 13,725 | Down | Up | 1.3% |
| 2,890 | 2,935 | 2,920 | Up | Up | -0.5% |
| 10,000 | 10,100 | 10,050 | Up | Up | -0.5% |
| 11,050 | 10,475 | 10,975 | Down | Down | 4.8% |
| 4,390 | 4,325 | 4,350 | Down | Down | 0.6% |
| 12,425 | 12,075 | 12,550 | Down | Up | 3.9% |
| 46,200 | 44,200 | 46,050 | Down | Down | 4.2% |
| 21,000 | 20,975 | 21,200 | Down | Up | 1.1% |
| 5,575 | 5,275 | 5,700 | Down | Up | 8.1% |
| 1,655 | 1,685 | 1,695 | Up | Up | 0.6% |
| 20,225 | 19,350 | 20,550 | Down | Up | 6.2% |
| 12,950 | 12,600 | 13,175 | Down | Up | 4.6% |
| 6,950 | 6,625 | 6,925 | Down | Down | 4.5% |
| 3,050 | 2,805 | 3,040 | Down | Down | 8.4% |
| 2,000 | 1,990 | 2,035 | Down | Up | 2.3% |
| 4,355 | 4,200 | 4,310 | Down | Down | 2.6% |
| 4,150 | 3,760 | 4,120 | Down | Down | 9.6% |
| 5,625 | 5,500 | 5,750 | Down | Up | 4.5% |
| 2,895 | 2,850 | 2,925 | Down | Up | 2.6% |
| 810 | 785 | 820 | Down | Up | 4.5% |
| 9,025 | 8,500 | 9,275 | Down | Up | 9.1% |
| 1,110 | 1,250 | 1,140 | Up | Up | -8.8% |
| 1,240 | 1,155 | 1,260 | Down | Up | 9.1% |
| 1,820 | 1,755 | 1,845 | Down | Up | 5.1% |
| 1,525 | 1,520 | 1,545 | Down | Up | 1.6% |
| 5,625 | 6,050 | 5,635 | Up | Up | -6.9% |
| 1,135 | 1,100 | 1,145 | Down | Up | 4.1% |
| 429 | 442 | 438 | Up | Up | -0.9% |
| 710 | 695 | 730 | Down | Up | 5.0% |
| 565 | 550 | 575 | Down | Up | 4.5% |
| 217 | 263 | 211 | Up | Down | -19.8% |
| 1,340 | 1,320 | 1,365 | Down | Up | 3.4% |
| 635 | 640 | 645 | Up | Up | 0.8% |
| 3,330 | 3,240 | 3,425 | Down | Up | 5.7% |
| 1,630 | 1,660 | 1,675 | Up | Up | 0.9% |
| 520 | 605 | 545 | Up | Up | -9.9% |
| 2,725 | 2,610 | 2,815 | Down | Up | 7.9% |
| 1,575 | 1,620 | 1,595 | Up | Up | -1.5% |
| 1,130 | 1,170 | 1,145 | Up | Up | -2.1% |
| 117 | 117 | 118 | No change | Up | 0.9% |
| 920 | 865 | 930 | Down | Up | 7.5% |
| 705 | 690 | 715 | Down | Up | 3.6% |

| Stocks | Last Price (Actual) | Prediction | | | | Potential Gain/Loss (Prediction/Last Price) | | | |
|-----------------|-----------------------|------------|-----------|-----------|-----------|---|-----------|-----------|-----------|
| | Friday, June 26, 2015 | 3-Jul-15 | 10-Jul-15 | 17-Jul-15 | 24-Jul-15 | 3-Jul-15 | 10-Jul-15 | 17-Jul-15 | 24-Jul-15 |
| BKSL | 99 | 96 | 96 | 97 | 96 | -3.03% | -3.03% | -2.02% | -3.03% |
| APLN | 380 | 375 | 375 | 372 | 373 | -1.32% | -1.32% | -2.11% | -1.84% |
| PNLF | 282 | 274 | 274 | 275 | 274 | -2.84% | -2.84% | -2.48% | -2.84% |
| BBKP | 670 | 660 | 655 | 660 | 660 | -1.49% | -2.24% | -1.49% | -1.49% |
| BIPI | 67 | 64 | 64 | 65 | 65 | -4.48% | -4.48% | -2.99% | -2.99% |
| SSIA | 1,000 | 985 | 970 | 990 | 995 | -1.50% | -3.00% | -1.00% | -0.50% |
| Index | 100 | 99.28 | 99.20 | 99.43 | 99.56 | | | | |
| Change in Index | | -0.72% | -0.80% | -0.57% | -0.44% | | | | |

| 1 week forecast check | | | Price Movement | | Deviation* |
|-----------------------|----------------------|--------------------|----------------|----------|-----------------|
| Last Price 19-Jun-15 | Last Price 26-Jun-15 | Forecast 26-Jun-15 | Actual | Forecast | Forecast/actual |
| 95 | 99 | 98 | Up | Up | -1.0% |
| 359 | 380 | 365 | Up | Up | -3.9% |
| 278 | 282 | 286 | Up | Up | 1.4% |
| 675 | 670 | 685 | Down | Up | 2.2% |
| 69 | 67 | 72 | Down | Up | 7.5% |
| 995 | 1,000 | 1,030 | Up | Up | 3.0% |

*Positive sign means our price forecast is higher than actual price by xx %, while negative sign means the price forecast is lower than actual by xx %

DQM model commentary:

Last week the JCI tumble, down 1.2% w-w, dragged down by a weakening in most sectors other than property and agriculture. Our DQM model forecasts another bleak outlook of Indonesia market this week. Most stocks (big caps and mid cap stocks) in our model are forecasted to record negative w-w return. Some of the big caps name such as ASII, BBCA, TLKM, BMRI, BBRI, PGAS and SMGR are predicted to move into red territory this week. Nevertheless, not all stock are predicted to move negatively, some stocks such as UNVR, ICBP, INDF, and JSMR are predicted to record positive w-w return (Please see the details in the table above).

Disclaimer: The information contained in this report has been taken from sources which we deem reliable. However, none of P.T. Danareksa Sekuritas and/or its affiliated companies and/or their respective employees and/or agents makes any representation or warranty (express or implied) or accepts any responsibility or liability as to, or in relation to, the accuracy or completeness of the information and opinions contained in this report or as to any information contained in this report or any other such information or opinions remaining unchanged after the issue thereof. We expressly disclaim any responsibility or liability (express or implied) of P.T. Danareksa Sekuritas, its affiliated companies and their respective employees and agents whatsoever and howsoever arising (including, without limitation for any claims, proceedings, action, suits, losses, expenses, damages or costs) which may be brought against or suffered by any person as a result of acting in reliance upon the whole or any part of the contents of this report and neither P.T. Danareksa Sekuritas, its affiliated companies or their respective employees or agents accepts liability for any errors, omissions or miss-statements, negligent or otherwise, in the report and any liability in respect of the report or any inaccuracy therein or omission therefrom which might otherwise arise is hereby expressly disclaimed. The information contained in this report is not to be taken as any recommendation made by P.T. Danareksa Sekuritas or any other person to enter into any agreement with regard to any investment mentioned in this document. This report is prepared for general circulation. It does not have regards to the specific person who may receive this report. In considering any investments you should make your own independent assessment and seek your own professional financial and legal advice.