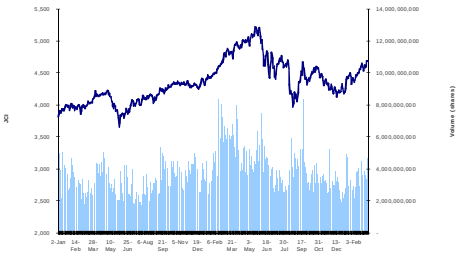
PremierInsight

13 March 2014

JCI Index



	Closing
JCI	4,684
Transaction value (Rpbn)	5,302
Transaction volume (mn shares)	5,066
Foreign net buy (sell) (Rpbn)	(131)
Total market cap (Rpt)	4,337

Key Indexes

Index	Closing	1 day return	1 year return	YTD return
JCI	4,684	-0.4%	-3.1%	9.6%
LQ45	785	-0.5%	-5.2%	10.4%
FSSTI	3,097	-1.0%	-5.8%	-2.2%
SET	1,356	-0.6%	-14.1%	4.4%
HSI	21,902	-1.7%	-2.9%	-6.0%
NKY	14,830	-2.6%	21.2%	-8.8%
FTSE	6,621	-1.0%	1.7%	-1.9%
DJI	16,340	-0.1%	13.1%	-1.4%

Macro Indicators

Indicators	Latest	2014F
BI Rate (%)	7.50%	7.50%*
Inflation (%)	7.75%	9.66%
Govt Bond Yield (10yr %)	8.05%	8.50%

: Bloomberg consensus

Exchange Rates

Currency	Last price	Ret 1 day (%)	Ret 1 year (%)
USD/IDR	11,428	0.25%	17.90%
SGD/IDR	9,006	0.05%	15.99%
GBP/IDR	18,978	0.14%	31.39%
HKD/IDR	1,472	0.21%	17.80%
EUR/IDR	15,837	0.25%	25.66%

Commodity price

Commodities (in USD)	Last price	Ret 1 day (%)	Ret 1 year (%)
Oil/barrel (WTI)	98.0	-2.0%	5.9%
CPO/tonne	860.7	-1.8%	17.0%
Soy/bushel	13.8	-1.8%	-6.5%
Rubber/kg	2.3	1.0%	-19.4%
Nickel/tonne	15,614	0.6%	-8.0%
Tins/tonne	22,969	0.3%	-3.6%
Copper/tonne	6,529	0.6%	-16.3%
Gold/try.oz (Spot)	1,367	1.3%	-13.9%
Coal/tonne*	74.3	-2.4%	-19.5%
Corn/bushel	4.7	1.5%	-36.4%
Wheat/bushel**	275.5	-5.5%	-17.9%

** : 1 week change*
***: 1 month change*

Source : Bloomberg

Corporates

CTRA: Ciputra Development (CTRA) reported 2M14 marketing sales of Rp1tn, which accounts for 10% of company's FY14 target of Rp9.9tn. In 2M14, projects under CTRA provided major contribution of 65% of total. For the payment method, in-house financing still the preferable method (59%), follow by mortgage (29%) and cash (12%). (Company)

KLBF: Kalbe Farma (KLBF) will build an OTC drug factory worth Rp100-150b. The construction is intended to increase production of Mixagrip, Fatigon and softgel supplement for brain. Moreover, the company plans to build two dairy factories in Cikampek and Sukabumi, worth Rp450b. The company sets aside Rp1-1.2t for this year's capex. (Kontan)

SIDO: Sido Muncul (SIDO) has redeemed its investments in Universal Venture Fund worth Rp61.81b (US$4.99m) in end of Dec last year. It recorded a capital gain of Rp11.15b, which increased its other operating incomes to Rp23.86b. Moreover, the company's net income was also boosted by forex gains of Rp126.24b in 2013. Net profit rose 4.7% from a year earlier to Rp406b. (Kontan)

TAXI: Express Transindo Utama (TAXI) booked FY13 net profit of Rp131.6bn (+66.2% yoy), above consensus estimate by 8.2%. Revenue grew by 31.9% to Rp686.9bn mainly on new fleets addition. Operating profit and net profit margin expanded to 19.9% and 19.2% from 19.4% and 15.2% respectively.

	FY12	FY13	yoy %
Revenue (Rpbn)	520.9	686.9	31.9%
Gross profit (Rpbn)	165.1	220.5	33.5%
Operating profit (Rpbn)	100.8	136.4	35.3%
Net profit (Rpbn)	79.2	131.6	66.2%
Gross profit margin (%)	31.7%	32.1%	
Operating profit margin (%)	19.4%	19.9%	
Net profit margin (%)	15.2%	19.2%	

Source : TAXI, IndoPremier

Comment: TAXI booked strong FY13 earnings mainly on new fleet expansion and stable daily tariff collection rate. The consensus expect FY14 net profit to grow by 28% yoy to Rp168.4bn. The stock currently trading at 19.9X FY14 consensus PE vs. consensus target price PE of 27.0x.

Markets & Sectors

Building materials sector: Semen Merah Putih will add new capacity of 750k tpa this year in Cilegon, Banten through its subsidiary, PT. Cemindo Gemilang. The new plant is currently in the final stage of preparation and we expect that it will go fully commercial this 2Q14. The company has done pre-marketing stage since 2012 with imported cement coming from its Vietnam plant. The grinding mill will be Semen Merah Putih's first operational plant in Indonesia. The company has also planned to complete its 4 mtpa integrated plant in Bayah, Banten by 2016. (Bisnis Indonesia)

Palm oil sector: Palm oil imports by India, probably tumbled for a second month as global price jumped to the highest level since 2012 and refiners awaited domestic rapeseed supplies. Shipment of the main crude and refined oils fell 30% yoy to 550k tons in Feb 14 according the Bloomberg median of estimates. On the other hand, crude soybean oil import probably jumped 60% yoy to 100k tons. (Bisnis Indonesia)

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INVESTMENT RATINGS
Buy : Expected total return of 10% or more within a 12-month period
Hold: Expected total return between -10% and 10% within a 12-month period
Sell : Expected total return of -10% or worse within a 12-month period

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