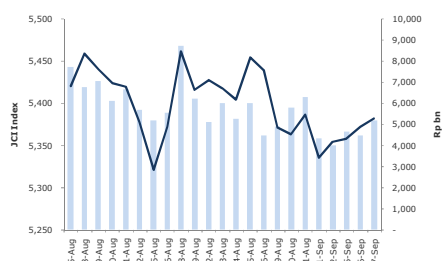


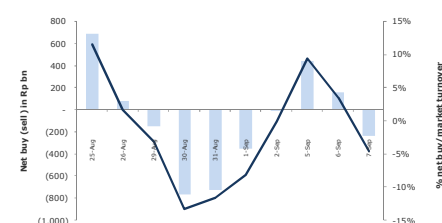
News & Analysis

Corporates

JCI Index



Foreign net buy (sell)



INDF: Under the latest revised agreement, Marvellous Glory Holdings will pay for Indofood's entire China Minzhong Food (MINZ) stake with S\$416.5mn in cash and S\$235.4mn in zero coupon exchangeable bonds (total: S\$652mn). Indofood (INDF IJ; Rp8,525; Buy) will exchange the bonds for 29.94% of MINZ. (Investor Daily)

Comment: We believe the partial divestment will reduce the investor's uncertainty regarding the deal. INDF will received a total S\$692mn (including the initial consideration of S\$40mn), compared to S\$657mn for the acquisition of MINZ, which bring a gain of S\$35mn.

LPCK: Lippo Cikarang (LPCK IJ; Rp6,350; Not Rated) and PT Diamond Realty Investment Indonesia (subsidiary of Mitsubishi Corp) delegates PT Kajima Indonesia to design and begin constructing two apartment towers (Glendale & Newport Park) in Orange County. To note, Glendale has been sold out 100% (launched in December 2015), while Newport is still in the stage of marketing. (Bisnis Indonesia)

SMRA: PT Summarecon Agung (SMRA IJ; Rp1,755; Sell) is going to release new project named Rainbow Condovilla at Serpong (South Tangerang). Initially, SMRA will launch 5 blocks (total 100 units) on 17 September 2016. To note, in 1H16, SMRA has achieved 42% of 2016 marketing sales at Rp4.5tn. (Kontan)

Key Indexes

Index	Closing	1 day	1 year	YTD
JCI	5,381	0.2%	24.6%	17.2%
LQ45	928	0.2%	27.7%	17.2%
DJI	18,526	-0.1%	12.3%	6.3%
SET	1,487	-0.6%	7.8%	15.5%
HSI	23,742	-0.2%	11.7%	8.3%
NKY	17,012	-0.4%	-2.4%	-10.7%
FTSE	6,847	0.3%	11.4%	9.7%
FSSTI	2,894	-0.1%	0.3%	0.4%
EIDO	26	1.1%	37.6%	25.2%

Commodity price

Commodities	Last price	Ret 1 day	Ret 1 year
(in USD)			
Oil/barrel (WTI)	45.5	1.5%	-1.2%
CPO/tonne	640.7	-1.2%	10.0%
Soy/bushel	9.6	0.8%	11.7%
Rubber/kg	1.6	-0.4%	15.5%
Nickel/tonne	10,162	1.0%	4.5%
Tins/tonne	19,635	-0.3%	29.5%
Copper/tonne	4,603	-0.2%	-10.3%
Gold/try.oz (Spot)	1,345	-0.4%	19.9%
Coal/tonne	70.8	1.3%	19.8%
Corn/bushel	3.1	1.6%	-10.8%
Wheat/bushel*	133.6	-14.7%	-32.9%

* : 1 month change

Source : Bloomberg

Markets & Sector

Toll road sector: Hutama Karya will seek partnership with Jasa Marga (JSMR IJ; Rp4,770; Buy) and Waskita Karya (WSKT IJ; Rp2,690; Buy) to develop a new toll road Tb Tinggi-Parapat, which is among the priority projects of the Government. Hutama Karya will hold majority stake in this project while holdings of Jasa Marga and Waskita has yet to be determined. This toll road should provide better accessibility to Lake Toba. Currently, Hutama Karya is still to determine the right of ways for this toll road (Kontan).

Comment: The ownership structure and rate of return would be crucial for the listed companies. There could be potential dilution on earnings as Sumatera toll road could have lower rate of return due to lower traffic. The financing structure would be a key factor to see whether this projects is earnings enhancing or dilution.

Head Office**PT INDO PREMIER SECURITIES**

Wisma GKBI 7/F Suite 718

Jl. Jend. Sudirman No.28

Jakarta 10210 - Indonesia

p +62.21.5793.1168

f +62.21.5793.1167

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

ANALYSTS CERTIFICATION.

The views expressed in this research report accurately reflect the analyst's personal views about any and all of the subject securities or issuers; and no part of the research analyst's compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in the report.

DISCLAIMERS

This research is based on information obtained from sources believed to be reliable, but we do not make any representation or warranty nor accept any responsibility or liability as to its accuracy, completeness or correctness. Opinions expressed are subject to change without notice. This document is prepared for general circulation. Any recommendations contained in this document do not have regard to the specific investment objectives, financial situation and the particular needs of any specific addressee. This document is not and should not be construed as an offer or a solicitation of an offer to purchase or subscribe or sell any securities. PT. Indo Premier Securities or its affiliates may seek or will seek investment banking or other business relationships with the companies in this report.