

Volatility stay for now

JCI Index touched -2% in the morning session, after move in positive territory earlier. The decline is driven by commodity sectors, while financial sector is still in positive territory. Market remain volatile for a while amid uncertainty. As reported by Bloomberg, Indonesia plan to tighten state control of commodity exports to reduce under-invoicing and under-accounting. While there is still lack of clarity/detail information available, market take a cautious approach. Meanwhile, government determine budget deficit of 1.8 – 2.4% of GDP for 2027. After lunch, Bank Indonesia will release their decision on benchmark rate. Currently, consensus expect 25 bps rate hike.

JCI's mover as of 11.20 am today (points):

Leaders	Index Points	Laggards	Index Points
MORA	+9.9	DCII	-15.4
TLKM	+6.2	TPIA	-9.5
BMRI	+5.5	BREN	-8.1
APIC	+3.5	AMMN	-5.5
BBRI	+3.1	BRPT	-3.9

Source: Bloomberg

Our take:

We view that latest market movement is largely news-driven amid elevated uncertainty. We will wait for further detail information on the regulation/policy. Going forward, market direction will likely depend on developments surrounding geopolitical negotiation, oil price stability, and clarity on foreign flow dynamics. In this environment, we continue to favor companies with strong earnings visibility and USD-linked earners, while remaining selective on cyclical exposure.

Disclaimer:

The information contained in this presentation has been obtained from public sources believed to be reliable and the opinions contained herein are expressions of belief based on such information. No representation or warranty, express or implied, is made that such information or opinions is accurate, complete or verified and it should not be relied upon as such. This presentation does not constitute a prospectus or other offering documents or an offer or solicitation to buy or sell any securities or other investments. Information and opinions contained in this presentation are published for reference of the recipients and are not to be relied upon as authoritative or without the recipient's own independent verification or taken in substitution for the exercise of judgment by the recipient.

All opinions contained herein constitute the views of Batavia Prosperindo Aset Manajemen's Investment team, they are subject to change without notice and are not intended to provide the sole basis of any evaluation of the subject securities and companies mentioned in this presentation. Any reference to past performance should not be taken as an indication of future performance. No member company of the Group accepts any liability whatsoever for any direct or consequential loss arising from any use of the materials contained in this report.