

Indonesia Market Report Asia Securities Forum

Turkey, November 3rd – 5th, 2019

Indonesia Securities Companies Association (APEI)



Overview

- 1. Economic At a Glance**
- 2. Capital Market Performance:**
 - ✓ **Stock Market**
 - ✓ **Bond Market**
 - ✓ **Mutual Fund Market**
- 3. Challenges & Opportunities**



1. Economic At a Glance

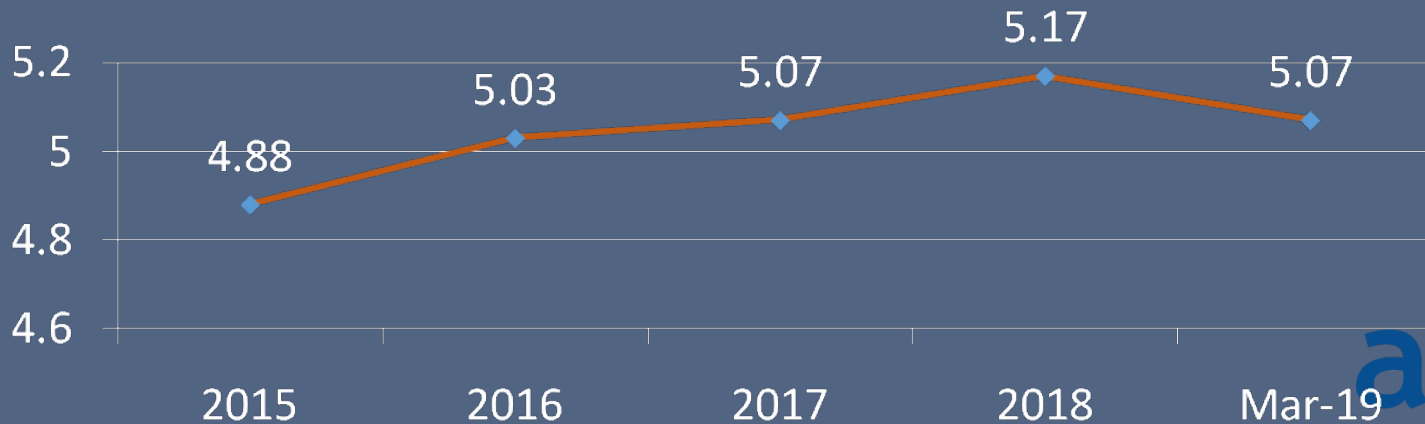
- ✓ **GDP Growth**
- ✓ **GDP Breakdown**
- ✓ **Inflation & Unemployment Rate**



Economic at a Glance | GDP Growth (%)



YEARLY



Source: World Bank, Countryeconomy.com

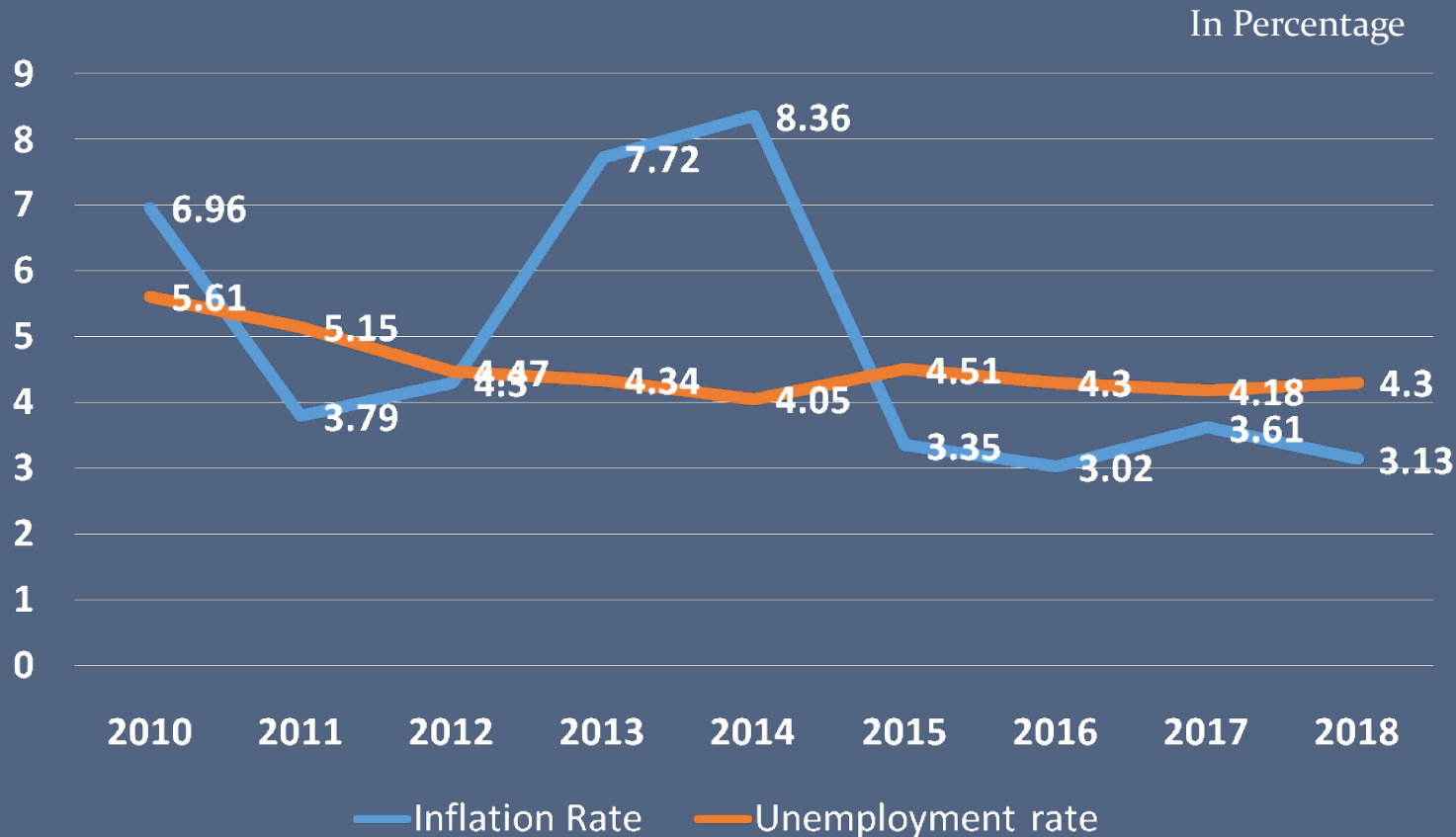
Economic at a Glance | GDP Breakdown

GDP breakdown by expenditure (at constant 2010 prices)	YEAR ENDED 31 DECEMBER				
	2015 % YoY	2016 % YoY	2017 % YoY	2018 % YoY	March 2019 % YoY
Household Consumption	4.96	5.01	4.94	5.05	5.01
NPISH Consumption	-0.62	6.64	6.93	9.08	16.93
Government Expenditure	5.31	-0.14	2.13	4.80	5.21
Gross Fixed Capital Formation	5.01	4.47	6.15	6.67	5.03
Export	-2.12	-1.66	8.91	6.48	-2.08
Import	-6.25	-2.41	8.06	12.04	-7.75
GDP (%)	4.88	5.03	5.07	5.17	5.07

Source: World Bank, Countryeconomy.com



Economic at a Glance| Inflation & Unemployment Rate



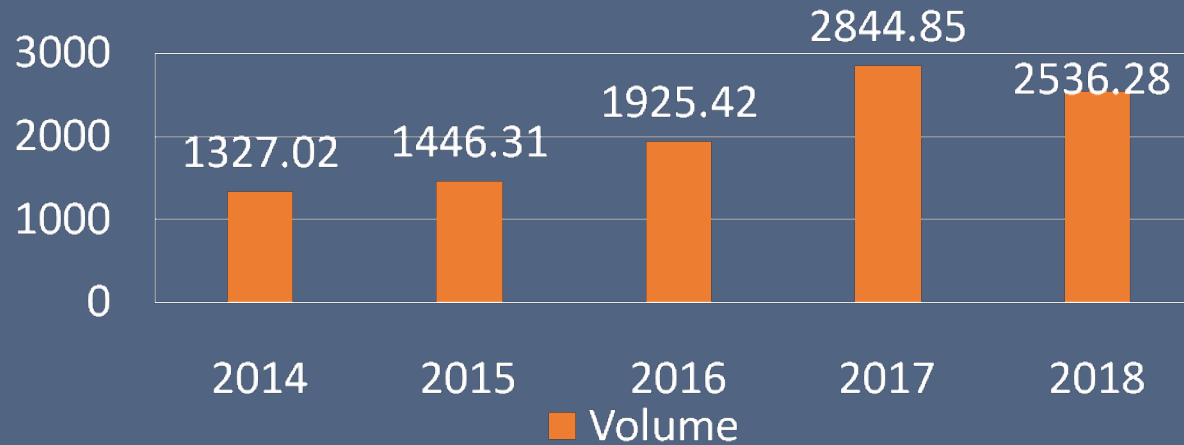
2. Capital Market Performance

- ✓ **Stock Market**
- ✓ **Bond Market**
- ✓ **Mutual Fund Market**

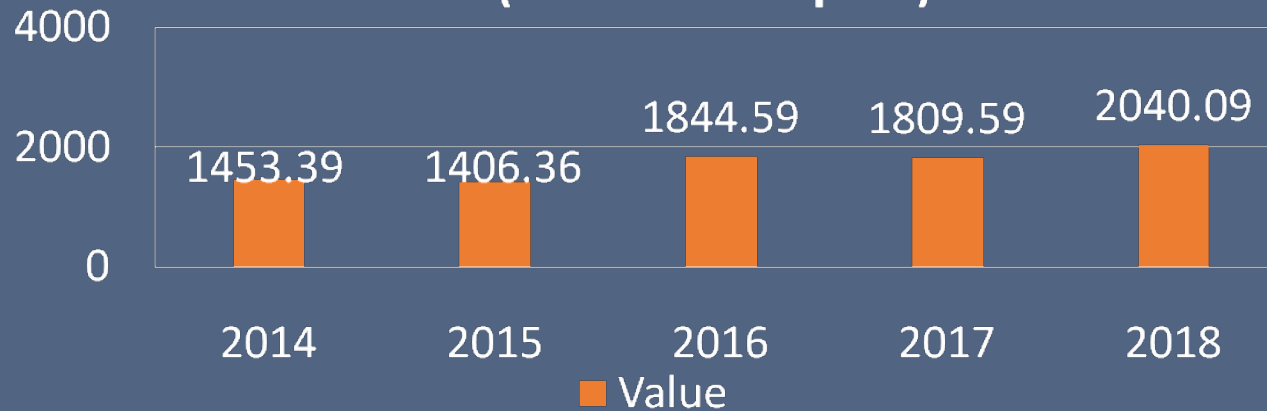


Stock Market| Trading

Volume (in Billion Shares)

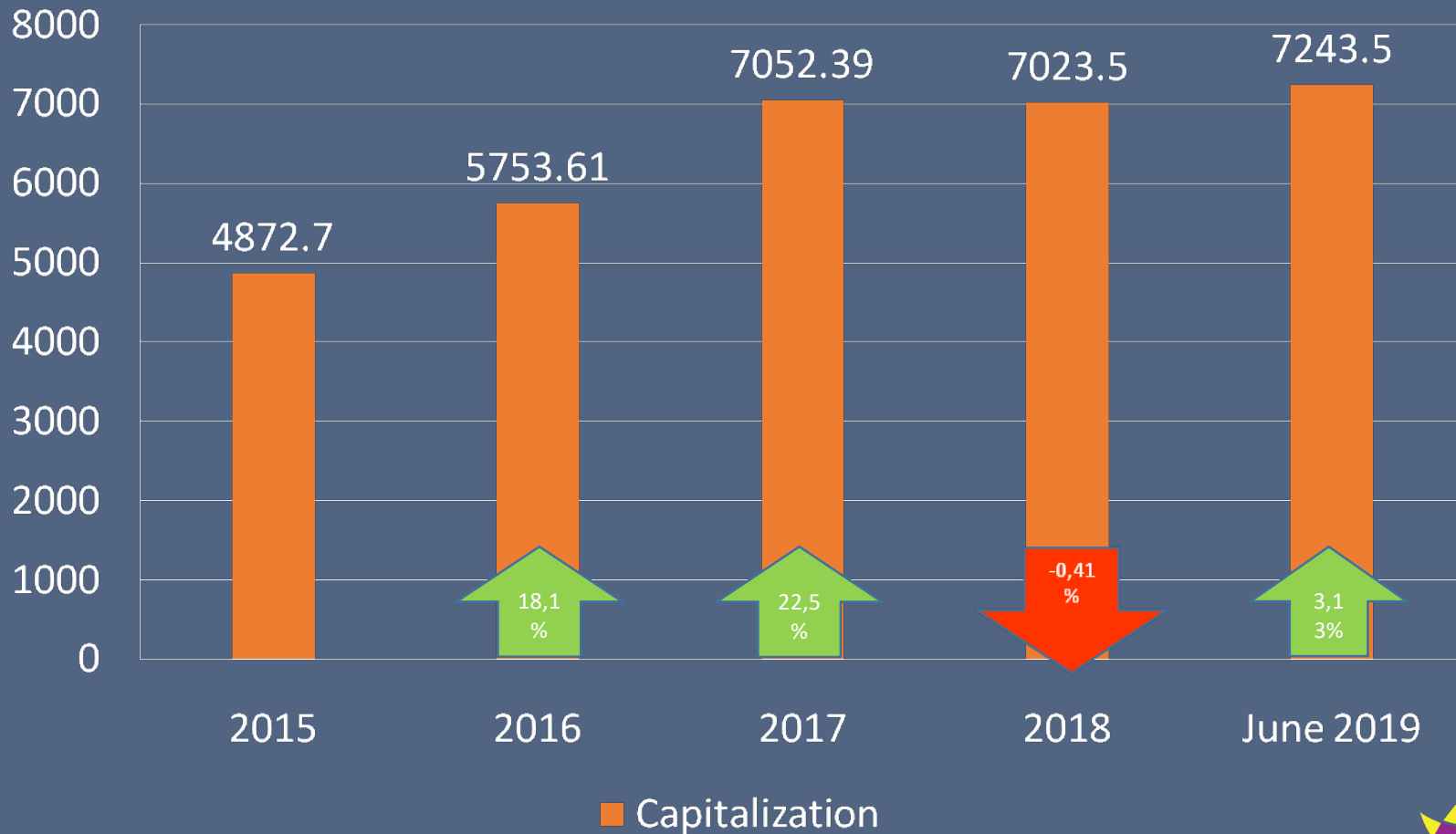


Value (In Trillion Rupiah)



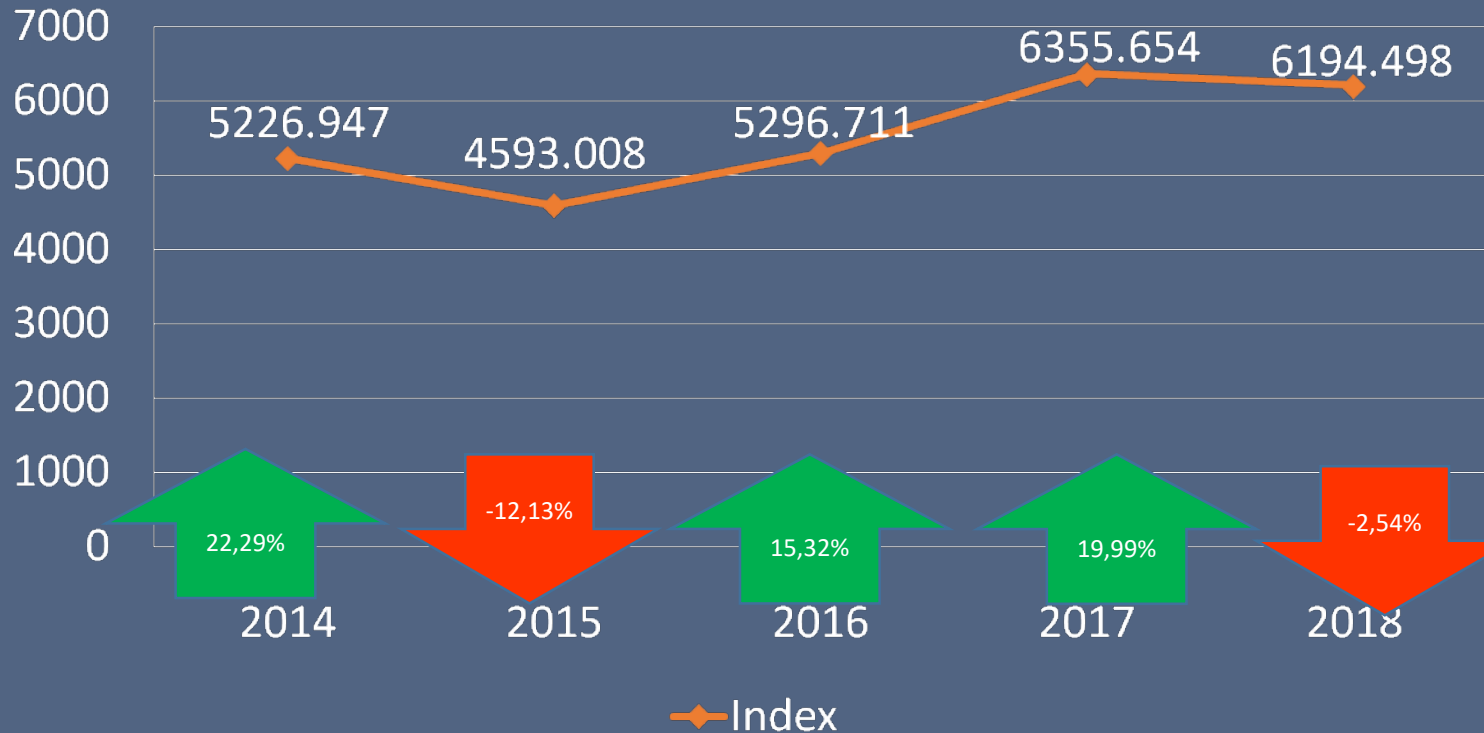
Stock Market| Market Capitalization

IDR Trillion

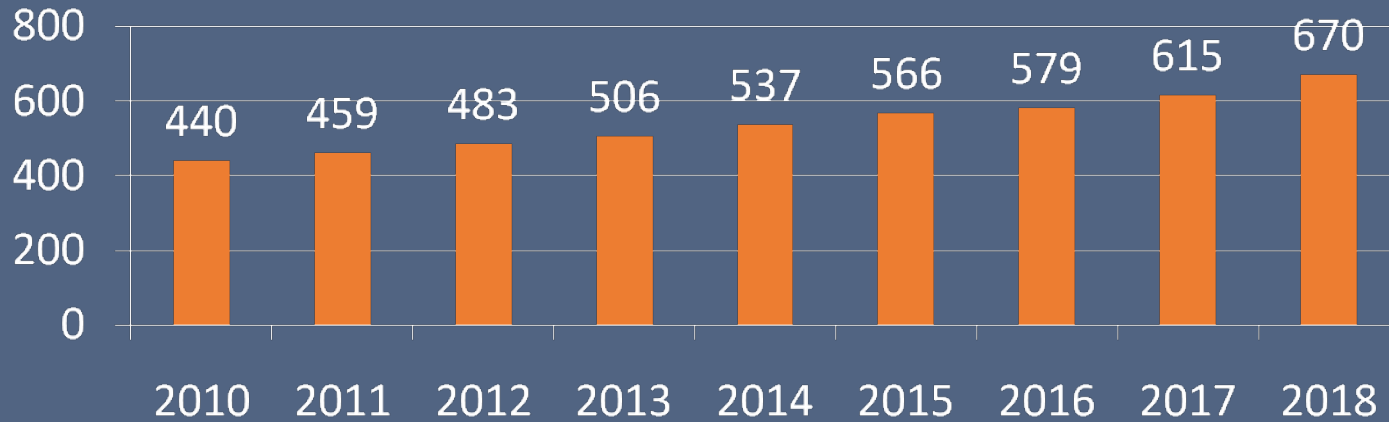


Stock Market| Composite Index

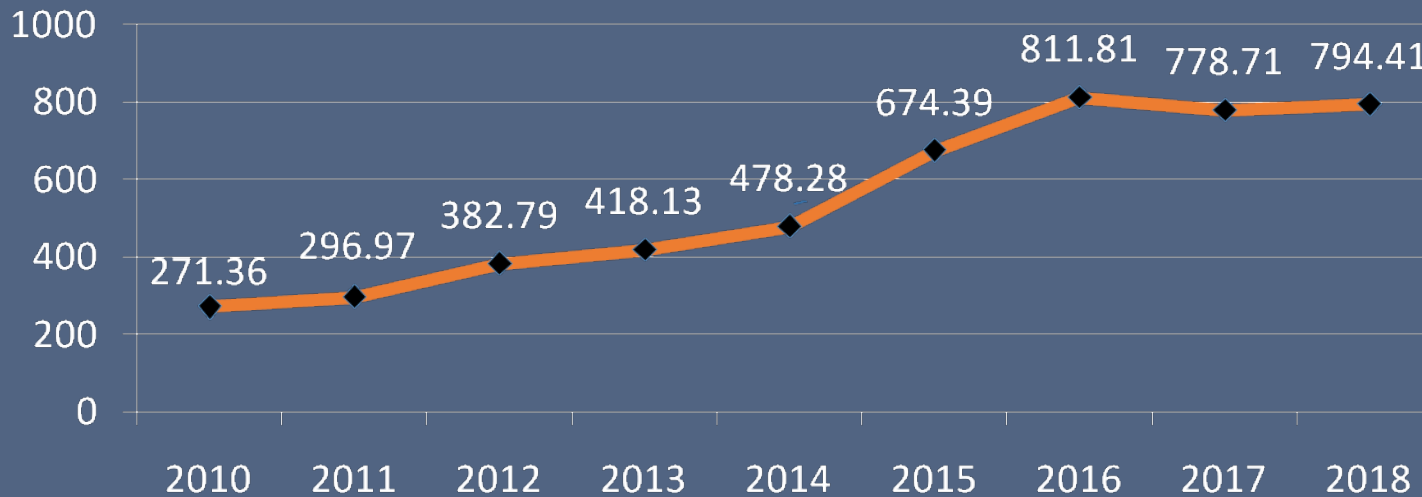
INDONESIA COMPOSITE INDEX IN 5 YEARS



Stock Market| Listed & Fund Raised



Companies



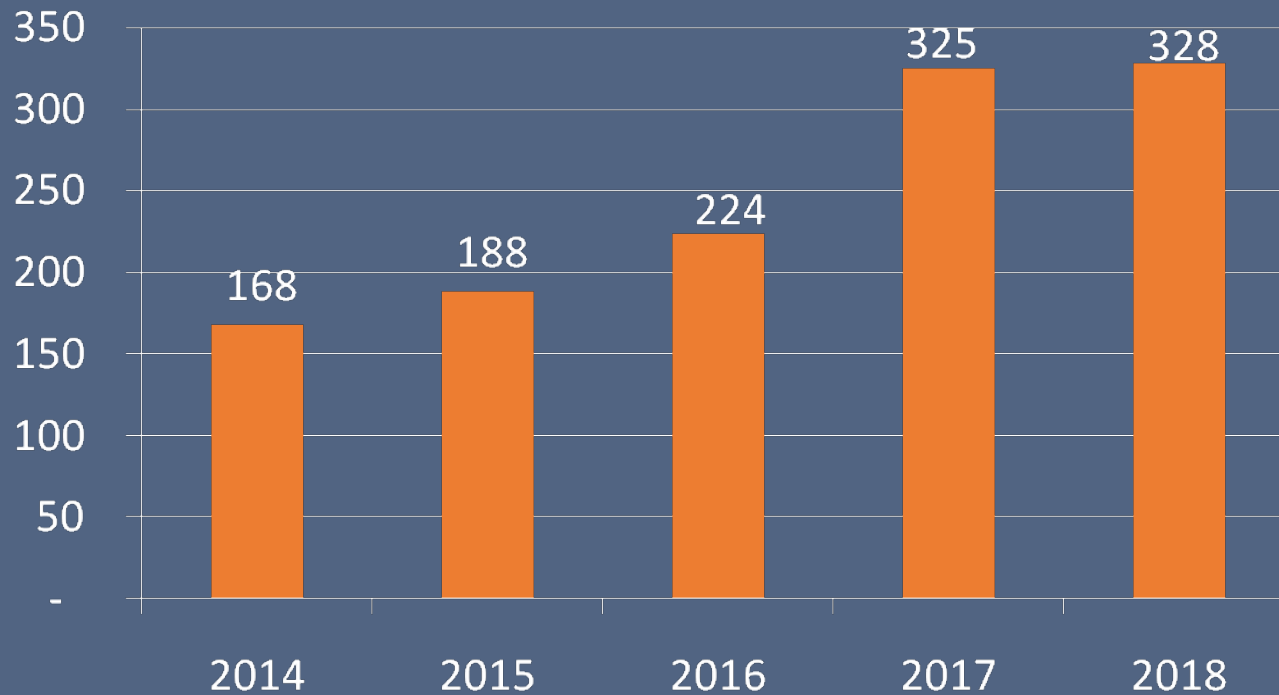
IDR Trillion
2010 -2018

Source: Indonesia Stock Exchange

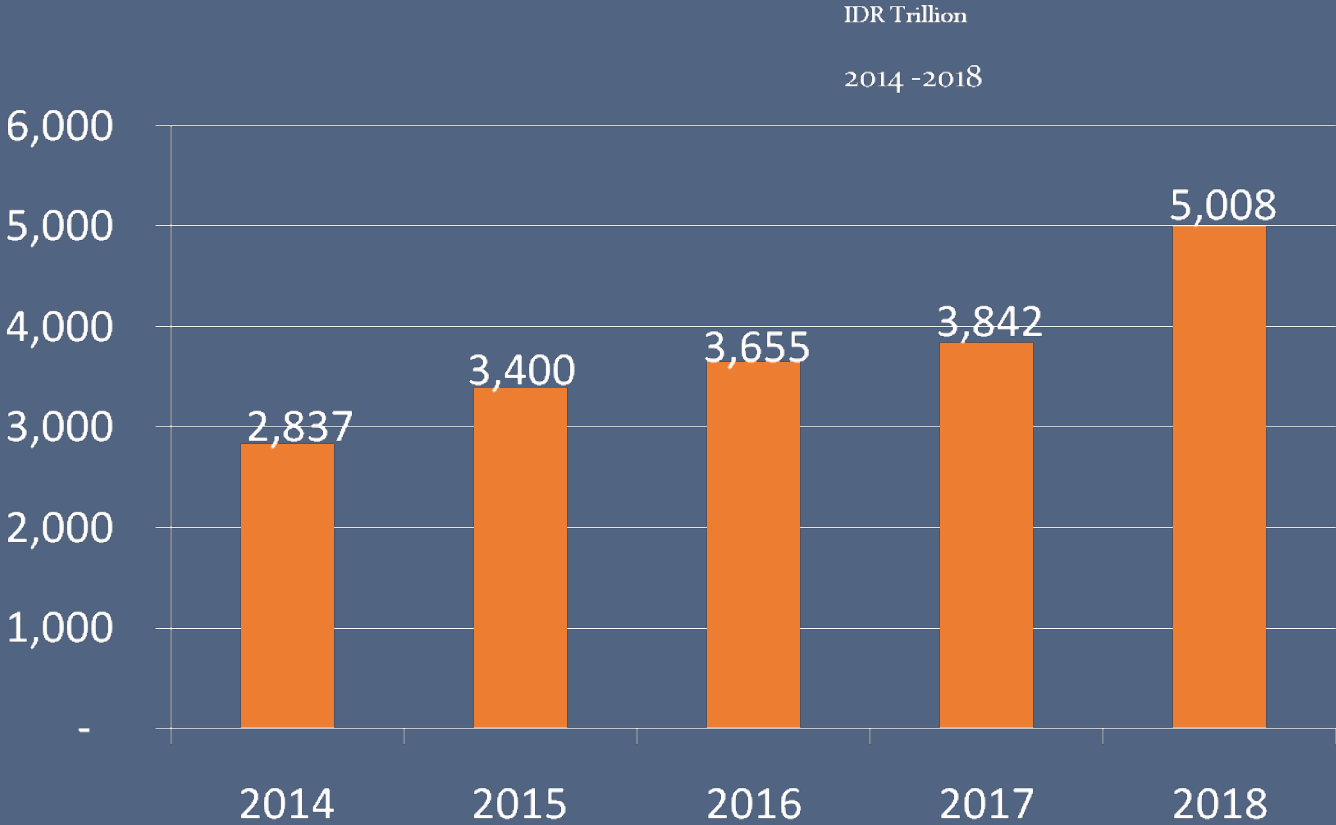


Bond Market| Corporate

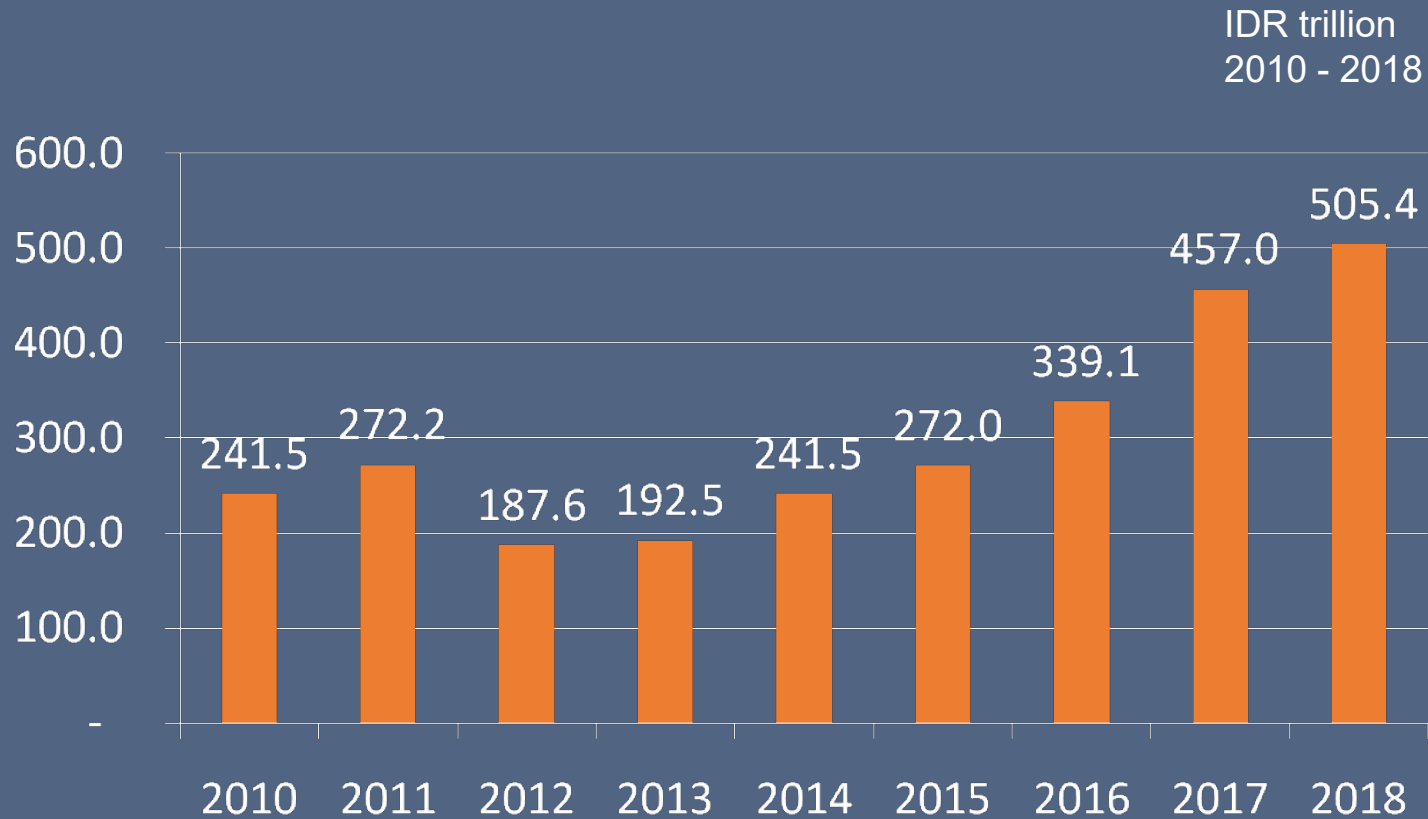
IDR trillion
2014 - 2018



Bond Market| Government



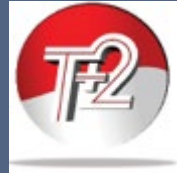
Mutual Fund| Asset Under Management



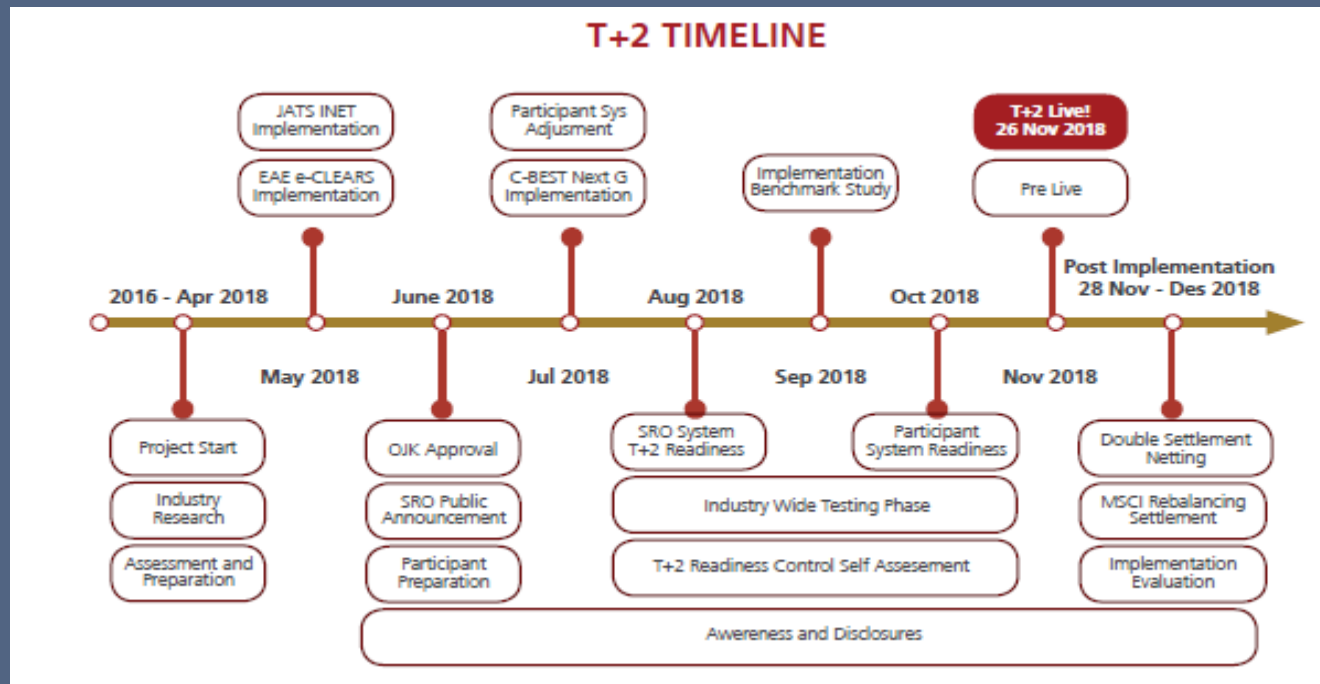
Source : Otoritas Jasa Keuangan



Capital Market| Roadmap Implementation T+2



- Efficient Settlement Process
- Alignment with Global Exchanges
- Market Liquidity Improvement
- A decrease of Industry Risk



Capital Market| September 2019

Stock Market
Capitalization
IDR 7,090.42 tn
(USD 500.24 bn)

Outstanding bond
Govt
IDR 2,646.33 tn
USD 186.70 bn
Corp
IDR 440.44 tn
(USD31.07bn)

Outstanding
ABS
IDR 8.79 Tn
(USD 620.15 mn)

AUM ETF
IDR 12.76 tn
(USD 900.24 mn)

AUM REIT
IDR 619.80
(USD 43.73 mn)

Exchange
Members

105*
-local: 76
-JV 29
(33 brokers comprise
80% transaction)

Stock

652 issuer
(38 new
listing) current
position

ETF

32

Warrant

57

REIT

3

Futures (contracts)

9

Single
Investor ID

1,035,384
Additional 183,144
(21.49% YTD)

Bond
&
Sukuk

199 issuer
(42 new
emissions)

ABS

14

Infrastrutture
Investment Fund

1

USD/IDR: 14,711(BI)
SOURCE : BLOOMBERG & IDX

3. Challenges & Opportunities

- ✓ Challenges
- ✓ Opportunities



Challenges

- ❑ Low liquidity in the market
- ❑ Lack of financial literacy & Low number of domestic investors
- ❑ Lack of licensed professionals in the capital market
- ❑ Low number of product range available for investors
- ❑ Brokerage and Underwriting fees competition



Opportunities

- ❑ Market Infrastructures already Established
- ❑ Big Population & Market, 50% of Indonesia young age,
- ❑ The number of individual license holders are increase.
- ❑ Derivative Products for hedging



THANK
YOU

