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by Sinarmas Investment Research

Rupiah has been the first major concern for Indonesian economy. Just before 3 Oct 2015, Indonesia Rupiah appear to be the second worst performing currency among Asia. However, we need to appreciate Bank Indonesia that they have been successfully support our currency by intervening through the forward markets at the perfect timing. As a result, since then Rupiah has appreciated around 3.5% against the US Dollar.

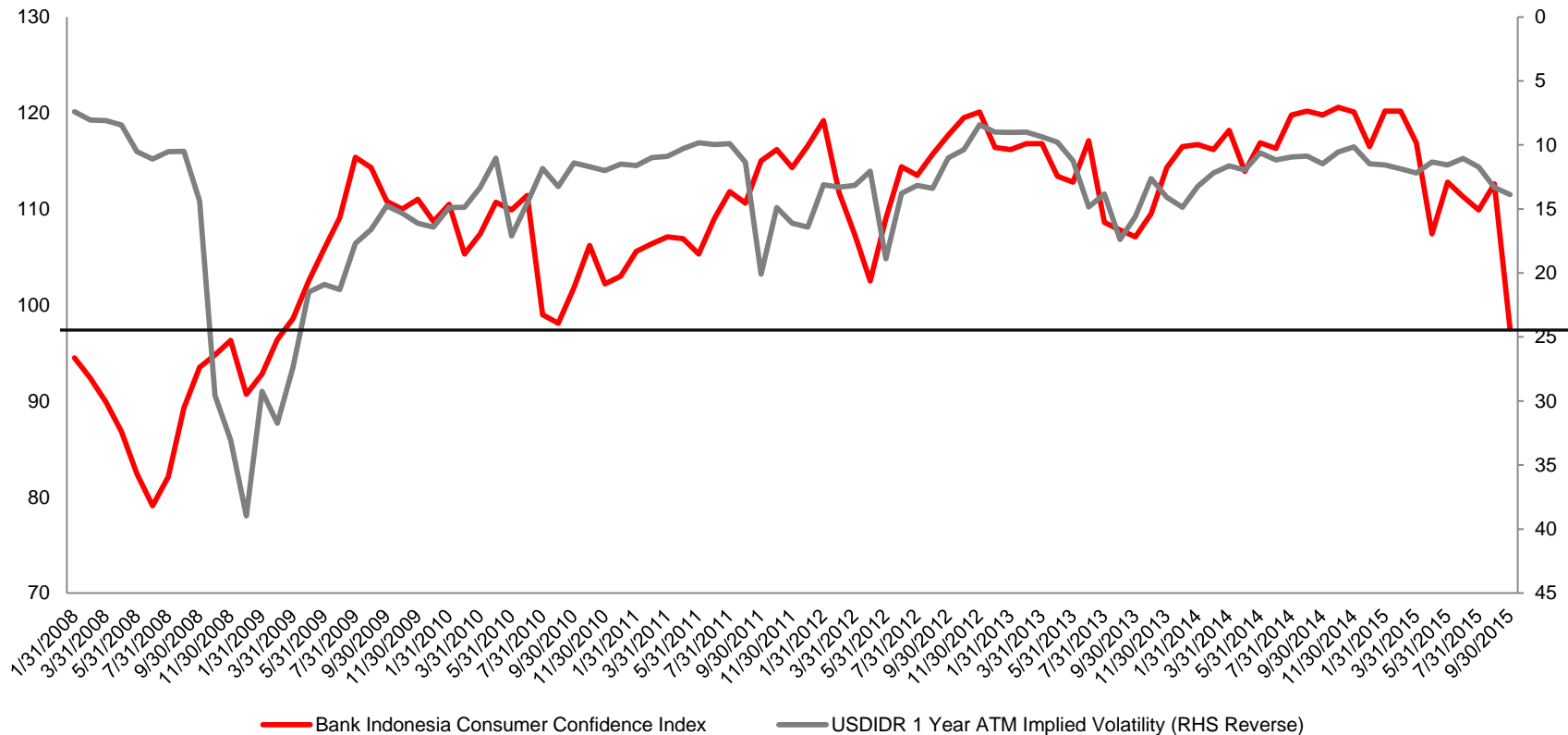
Hungarian Forint	2.55%
Romanian Leu	2.49%
Czech Koruna	1.85%
Bulgarian Lev	1.21%
Polish Zloty	0.04%
Hong Kong Dollar	0.02%
Peruvian New Sol	-1.36%
Indian Rupee	-2.35%
Chinese Renminbi	-2.36%
Philippine Peso	-2.85%
South Korean Won	-3.56%
Argentine Peso	-3.73%
Singapore Dollar	-5.04%
Taiwanese Dollar	-5.09%
Mexican Peso	-5.51%
Indonesian Rupiah	-5.78%
Chilean Peso	-6.10%
Thai Baht	-6.73%
Turkish Lira	-9.34%
South African Rand	-9.97%
Colombian Peso	-10.62%
Russian Ruble	-12.78%
Malaysian Ringgit	-12.98%
Brazilian Real	-19.46%

Japanese Yen	1.90%
Hong Kong Dollar	0.02%
Offshore Chinese Renminbi	-2.30%
Indian Rupee	-2.35%
Chinese Renminbi	-2.36%
Philippine Peso	-2.85%
South Korean Won	-3.56%
Singapore Dollar	-5.04%
Taiwanese Dollar	-5.09%
Indonesian Rupiah	-5.78%
Thai Baht	-6.73%
Malaysian Ringgit	-12.98%

30 June 2015 to 6 Oct 2015

Consumer Confidence Index (CCI)

Bank Indonesia has been urging to maintain exchange rate stability. It is clear to see that Exchange rate volatility does affect our Consumer Confidence according to the Survey conducted by BI. The latest CCI readings on Sept 2015 shows a continue deterioration of 97.5, a level unseen since 2010.

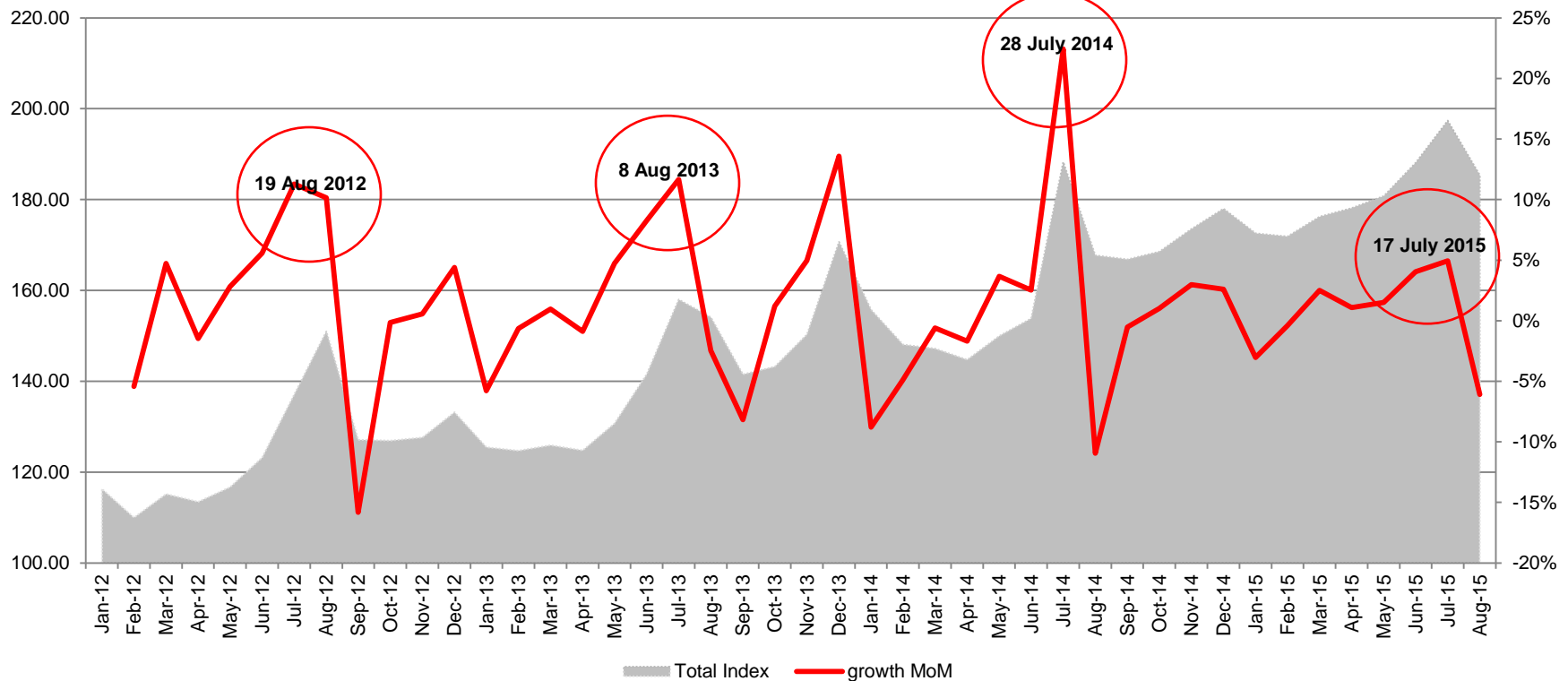


Retail Sales



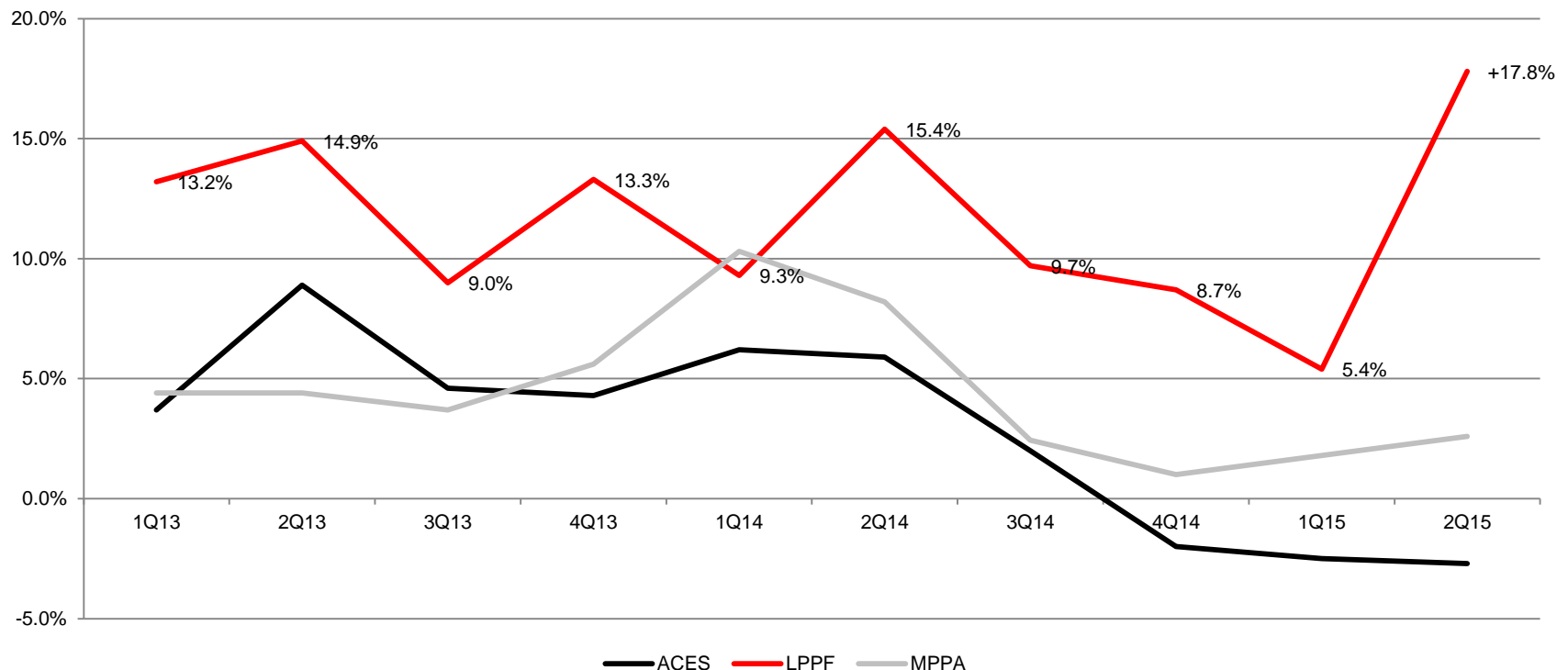
Ultimately, a continuation of currency depreciation would affect customers' spending appetite. The graph below shows a relatively muted Ramadhan effect on Retail Sales this year, according to the survey conducted by Bank Indonesia.

Retail Sales Survey



Same Store Sales (SSSG)

LPPF appears to enjoy the most consistent SSSG among the other retailers. However, even LPPF has guided a lower SSSG range of 7% to 9% this year. LPPF has been consistent with its full year target of new stores opening of 12 to 14 stores. So far until September 2015, LPPF has opened nine additional stores.



Rupiah Stability

Manageable Inflation

Bottoming GDP