

Market Summary:

Global Equity: US large cap and tech corrected on the back of fears of AI spending from big tech. **Nasdaq -1.8% WoW** while the broader **S&P500 flat**.

Domestic Equity: Correction from MSCI related news continued with **JCI -4.7% WoW** and **IDX80 -3.2%**. Foreign outflow was **IDR 1.3 Tn**.

Domestic Bond Market: IndoGB corrected to **6.44%** on the back of rating outlook downgrade. Foreign inflow was **+10.5 Tn WoW**

Key News of The Week

Moody's revised Indonesia's credit outlook to **Baa2/Negative** (prev: Baa2/Stable), citing weakening governance and policy uncertainty. However, the agency continued to note Indonesia's economic resilience, supported by natural resources and demographic bonus

Positive surprise from 4Q25 GDP which grew 5.4% YoY (cons: 5.1% YoY) mainly driven by pickup in household consumption and non-profit consumption regarding Sumatra disaster. This brings FY25 GDP to 5.11% YoY.

Indonesia CPI rose +3.55% YoY, below consensus due to low base from January 2025 which saw electricity subsidy by the government.

Donald Trump held a call with Xi Jinping ahead of April visit, Trump highlighted warmer relation.

America and Iran agreed to negotiate in Oman on February 6th to de-escalate tensions after protests in Iran and American military build up in The Middle Easts

Sanae Takaichi leads LDP to massive victory in Japanese snap elections. This enables further path to her programs to stimulate economic growth and inflation.

Our View:

Foreign sentiment uncertainty is affecting Indonesian market environment and would provide a large overhang until it is resolved. Until then we recommend toning down risk by entering **USD based and precious metals proxy**.

Portfolio wise we rotate to defensives and tactically raise cash to wait for opportunity to re-entry on oversold fundamental picks.

Index Return (%)							Last Data				
Global Equity	Price	1W	QTD	YTD	1Y	3Y	Rates, Currencies, Commodities	06/02/2026	30/01/2026	31/12/2025	06/02/2025
IHSG	7935.26	-4.73	-8.23	-8.23	15.41	14.42	BBG Commodity Index	117.96	120.70	111.98	104.16
IDX80	125.026	-3.21	-5.68	-5.68	10.46	-6.59	Brent Crude Oil	68.05	70.69	61.92	74.61
MSCI World	4528.99	0.03	1.59	1.59	17.21	60.57	Thermal Coal	115.60	108.90	106.65	111.25
Dow Jones	50115.7	2.50	3.62	3.62	12.00	46.72	Gold	4,964	4,894	4,339	2,867
NASDAQ Comp	23031.2	-1.84	-1.66	-1.66	16.37	90.12	Nickel	17,090	17,954	16,828	15,535
S&P 500	6932.3	-0.10	0.52	0.52	13.95	66.48	CPO	4,082	4,160	4,027	4,613
Euro Stoxx 50	5998.4	0.85	3.49	3.49	11.98	42.50	DXY	97.63	96.99	98.24	107.58
FTSE 100 (UK)	10369.8	1.43	4.32	4.32	18.82	31.85	USDIR	16,876	16,786	16,771	16,293
Nikkei 225 (Japan)	54253.7	1.75	7.78	7.78	38.88	95.96	IndoGB 10Y	6.44	6.33	6.09	6.93
Shanghai Compo	4065.58	-1.27	2.53	2.53	24.30	25.17	UST 10Y	4.21	4.24	4.12	4.42
MSCI Asia Pacific	243.23	-0.66	6.76	6.76	31.30	46.15	VIX Index	17.76	17.44	14.33	15.77
MSCI ASEAN	789.52	0.01	3.22	3.22	17.30	15.60	MOVE Index	63.62	59.20	63.98	94.68
KOSPI (Korea)	5089.14	-2.59	20.76	20.76	100.62	107.58					
Nifty (India)	25693.7	1.47	-0.95	-0.95	8.86	44.99					

Economic Calendar

Monday

Tuesday

10 Feb: (US) Retail Sales

Wednesday

Thursday

11 Feb: (US) NFP, Unemployment. (CN) CPI Inflation, PPI Inflation

12 Feb: (US) Initial Jobless Claims, home sales. (JP) PPI Inflation

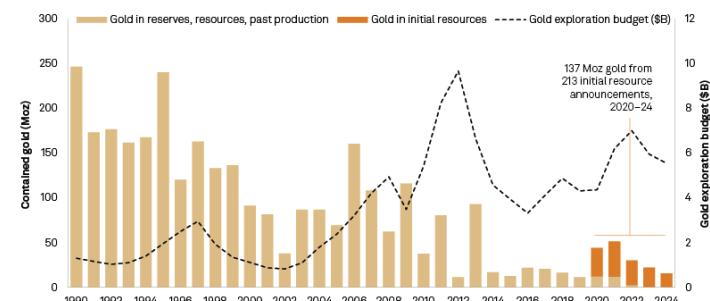
Friday

13 Feb: (US) CPI Inflation. (EU) GDP

Chart of the Week

2.97 billion ounces

Total gold in major discoveries 353 discoveries



Commentary: New gold discoveries remain minimal in 2023-2024 with no major discoveries in two years. This concurs with past underinvestment in the mineral exploration sector