

DAILY UPDATE November 30, 2018

MACROECONOMIC NEWS

US Economy - U.S. economy blazed a 3.5% pace of growth during the summer and boosted corporate profits to the highest rate in six years, fresh government figures showed. The increase in GDP was unchanged from the original finding. Although GDP was unchanged, the revised report showed marked changes in how well some segments of the economy performed. Households and state and local governments spent less than originally reported and business investment was not as weak as initially believed. Consumer spending rose at a 3.6% pace instead of 4%.

IMF - Global economic growth may be slowing more than expected, the IMF warned. Recent data suggest the situation has only worsened since the fund trimmed its world GDP forecast last month, according to a report prepared for the G-20 summit. Christine Lagarde urged national leaders to end recently applied import duties.

CORPORATE NEWS

SMRA – PT Summarecon Agung will issue continuous bonds III phase I year 2018 worth up to IDR 600 billion. However, currently the company will only be fully committed to issue IDR 287 billion worth of bonds with term period of 3 years and with coupon rate of 10.75% per annum that will be paid in every 3 months.

ZINC – PT Kapuas Prima Coal will issue bonds I year 2018 worth up to IDR 600 billion. The bonds will be issued in 5 series and the term period is in the range of 370 days to 5 years. The proceed will be allocated to construct zinc smelter project, exploration and for working capital.

AKRA – PT AKR Corporindo plans to operate 350 retail fuel stations in Indonesia for the next decade through the JV with British energy major BP, utilizing AKRA's logistics and infrastructure.

CLEO – PT Sariguna Primatirta conducts private placement of 1 billion new shares worth IDR 274 billion. IDR 225 from the proceed will be used to pay-off loan in PT Bank Central Asia (BBCA) while the rest is for capex allocation and working capital. Further, CLEO is optimistic in achieving its sales revenue target of IDR 1 trillion this year, underpinned by the operational of its new 3 factories.

Equity Markets

	Closing	% Change
Dow Jones	25339	-0.11
NASDAQ	7273	-0.25
S&P 500	2738	-0.22
MSCI excl. Jap	614	0.16
Nikkei	22267	0.02
Shanghai Comp	2567	-1.32
Hang Seng	26451	-0.87
STI	3119	0.29
JCI	6107	1.93
Indo ETF (IDX)	22	1.77
Indo ETF (EIDO)	25	1.74

Currency

	Closing	Last Trade
US\$ - IDR	14383	14340
US\$ - Yen	113.48	113.38
Euro - US\$	1.1393	1.1387
US\$ - SG\$	1.3704	1.3704

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	51.52	0.6	1.16
Oil Brent	59.65	0.29	0.49
Coal Newcastle	101.55		
Nickel	11055	255	2.4
Tin	18525	285	1.6
Gold	1223.8	1.6	0.13
CPO Rott	550	-1.25	-0.23
CPO Malay	1732.5	14.5	0.84

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.367	-0.05	-0.83
3 year	7.7	0.00	-0.01
5 year	7.839	0.00	-0.05
10 year	7.889	-0.01	-0.17
15 year	8.108	-0.01	-0.15
30 year	9.238	0.00	-0.01

CORPORATE NEWS – cont'd

TINS - PT Timah disclosed its 9m18 financial results:

TINS (IDR bn)	9m 2017	9m 2018	YoY	Q3 2017	Q2 2018	Q3 2018	YoY	QoQ
Revenue	6,621	6,801	2.7%	2,320	2,342	2,424	4.5%	3.5%
Gross Profit	1,152	1,082	-6.1%	522	391	407	-22.0%	4.2%
Operating Profit	590	404	-31.5%	261	155	136	-48.0%	-12.6%
Pretax Earnings	468	376	-19.7%	229	160	130	-43.2%	-18.5%
Net Income	301	255	-15.3%	150	115	85	-43.4%	-26.3%
EPS (IDR)	40	34	-15.8%	19	16	11	-43.3%	-26.5%
<i>Gross Profit Margin</i>	<i>17.4%</i>	<i>15.9%</i>	<i>-1.5%</i>	<i>22.5%</i>	<i>16.7%</i>	<i>16.8%</i>	<i>-5.7%</i>	<i>0.1%</i>
<i>Operating Profit Margin</i>	<i>8.9%</i>	<i>5.9%</i>	<i>-3.0%</i>	<i>11.2%</i>	<i>6.6%</i>	<i>5.6%</i>	<i>-5.6%</i>	<i>-1.0%</i>
<i>Net Profit Margin</i>	<i>4.5%</i>	<i>3.7%</i>	<i>-0.8%</i>	<i>6.5%</i>	<i>4.9%</i>	<i>3.5%</i>	<i>-3.0%</i>	<i>-1.4%</i>

ADHI – PT Adhi Karya allocates IDR 4 trillion – 5 trillion capex budget in 2019. The proceed will primarily be invested in toll road project and property project, and IDR 1 trillion will be allocated to a subsidiary, PT Adhi Commuter Properti (ACP), to increase the company's land bank.

JSPT – PT Jakarta Setiabudi Internasional allocates IDR 1.2 trillion capex budget in 2019, which will primarily be used to develop Andaz Bali, a 5 star boutique hotel projet and Mega Kuningan, a high end mixed-use project.

BUMI – PT Bumi Resources targets revenue in FY2019 to exceed USD 5 billion. BUMI targets coal production volume of 80 million ton – 83 million ton for FY18, and 90 million ton – 93 million ton in 2019.

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