

DAILY UPDATE January 2, 2019

MACROECONOMIC NEWS

Australia Housing – The downturn in Sydney’s property market is set to deepen this year as tighter lending standards and the worst slump in values since the late 1980s cause nervous buyers to sit on the sidelines. Average Sydney home values have fallen 11.1 percent since their 2017 peak, according to CoreLogic Inc. data released, surpassing the 9.6% top-to-bottom decline when Australia was on the cusp of entering its last recession. Nationwide, dwelling values declined 4.8% in 2018, marking the weakest housing market conditions since 2008, CoreLogic said.

Singapore Economy – Singapore’s economic growth slowed toward the year-end as global trade tensions and rising interest rates took their toll on the export-reliant city state. GDP rose an annualized 1.6% in the three months through December from the third quarter, according to an advance estimate from the Ministry of Trade and Industry. The median forecast in a Bloomberg News survey of economists was for a 3.6% expansion. Authorities have indicated the economy could cool even further in 2019, projecting a range of 1.5% to 3.5% for GDP growth. The economy grew 3.3% in 2018, Prime Minister Lee Hsien Loong said. The Monetary Authority of Singapore, monetary policy twice in 2018 amid a global withdrawal of stimulus led by the Federal Reserve.

South Korea Economy – South Korea’s exports fell in December in the latest sign that the slowdown in China and the global trade war is weighing on global commerce. Shipments decreased 1.2% YoY, lower than the 2.5% increase forecast by economists. Exports to China dipped 13.9% compared to a 14.8% YoY. Five U.S. Federal Reserve indexes of regional manufacturing all slumped in December, the first time they’ve fallen in unison since May 2016, and China’s manufacturing purchasing managers index dropped to the weakest since early 2016 and below the 50 level that denotes contraction.

CORPORATE NEWS

TLKM – PT Telekomunikasi Indonesia through its subsidiary, PT Telkom Sigma acquires 70% stake in PT Collega Inti Pratama from PT Upperco Usaha Maxima and PT Abadi Anugrah Persada. The main purpose is to strengthen information and communication technology services for banks

Equity Markets

	Closing	% Change
Dow Jones	23327	1.15
NASDAQ	6635	0.77
S&P 500	2507	0.85
MSCI excl. Jap	597	0.03
Nikkei	20015	-0.31
Shanghai Comp	2494	0.44
Hang Seng	25846	1.34
STI	3069	0.50
JCI	6194	0.06
Indo ETF (IDX)	22	-0.14
Indo ETF (EIDO)	25	-0.04

Currency

	Closing	Last Trade
US\$ - IDR	14390	14390
US\$ - Yen	109.74	109.63
Euro - US\$	1.1465	1.1455
US\$ - SG\$	1.3632	1.3638

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	45.82	-0.1	-0.15
Oil Brent	53.8	0.33	0.62
Coal Newcastle	102.05	0.5	0.49
Nickel	10690	-75	-0.7
Tin	19475	175	0.9
Gold	1279.1	3.1	0.24
CPO Rott	565		
CPO Malay	1952.5	-13	-0.66

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.332	-0.02	-0.27
3 year	7.894	-0.01	-0.14
5 year	7.895	-0.01	-0.15
10 year	8.022	0.00	-0.04
15 year	8.209	-0.01	-0.09
30 year	9.094	0.00	0.01

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CORPORATE NEWS – cont'd

POLL – PT Pollux Properties Indonesia targets IDR 3 trillion marketing sales in 2019.

MPOW – PT Megapower Makmur may acquire 2 renewable energy power plant. In addition, MPOW reports IDR 54.89 billion revenue and IDR 2.94 billion net income up to 11M 2018, down by -13.9% yoy and -95.4% yoy respectively.

WSBP – PT Waskita Beton Precast has received IDR 1.8 trillion at the end of 2018 for its Krian-Legundi-Bunder-Manyar (KLBM) turnkey project and also from its other projects. Hence, at the end of 2018 WSBP reported around IDR 1.4 trillion positive cash flow. Further, in 2019 WSBP targets +10% YoY net income growth and IDR 10.39 trillion new contract.

GIAA – PT Garuda Indonesia plans to seek USD denominated loan amounting to USD 500 million (eqv. to IDR 7.25 trillion) to reprofile existing debt.

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