

## DAILY UPDATE March 11, 2019

### MACROECONOMIC NEWS

**US Economy** - The US economy created the lowest number of jobs for a year-and-a-half in February, well below forecasts. Just 20,000 new jobs were created last month against expectations of a 180,000 increase, official figures show. It is the lowest growth in non-farm payrolls since September 2017 when employment was affected by Hurricanes Harvey and Irma. However, the small rise followed a sharp increase in new jobs in January, which was revised up to 311,000.

**China Economy** - China exports saw the steepest fall in three years in February, adding to worries about growth in the world's second largest economy. Official data show exports from China plunged 20.7% from a year earlier, as its trade war with the US took a toll. Imports fell 5.2% and the figures sent Asia stock markets sharply lower. Economists caution the data for the first two months of the year can be affected by the Lunar New Year holiday.

### CORPORATE NEWS

**TLKM** – PT Telekomunikasi Indonesia through its subsidiary, PT Dayamitra Telekomunikasi (Mitratel) acquires 95% shares in PT Persada Sokka Tama, a tower company. Mitratel will acquire the rest of the shares within the next 24 months.

**SMRA** – PT Summarecon Agung launches Candani, the last cluster in Srimaya Residence, Bekasi. The cluster has a total of 289 units with a starting price of IDR 397 million/unit.

**CMPP** – PT AirAsia Indonesia is officially no longer selling their tickets through Traveloka. Post the action, the company stated that Airasia.com traffic increased by 50-60%.

**WSBP** – PT Waskita Beton Precast has booked IDR 1.52 trillion worth of new contracts up to 2M 2019, representing 15% of FY 2019's target.

**PSSI** – PT Pelita Samudera Shipping has signed a shipment contract worth USD 39.4 million with a 5-year term period. The contract is for the delivery of coal and nickel using two supramax vessels.

### Equity Markets

|                 | Closing | % Change |
|-----------------|---------|----------|
| Dow Jones       | 25450   | -0.09    |
| NASDAQ          | 7408    | -0.18    |
| S&P 500         | 2743    | -0.21    |
| MSCI excl. Jap  | 642     | -1.72    |
| Nikkei          | 21050   | 0.12     |
| Shanghai Comp   | 2985    | 0.51     |
| Hang Seng       | 28271   | 0.15     |
| STI             | 3194    | -0.06    |
| JCI             | 6383    | -1.16    |
| Indo ETF (IDX)  | 22      | -0.88    |
| Indo ETF (EIDO) | 25      | -1.30    |

### Currency

|             | Closing | Last Trade |
|-------------|---------|------------|
| US\$ - IDR  | 14314   | 14323      |
| US\$ - Yen  | 111.17  | 111.08     |
| Euro - US\$ | 1.1235  | 1.123      |
| US\$ - SG\$ | 1.3588  | 1.3592     |

### Commodities

|                | Last   | Price Chg | %Chg  |
|----------------|--------|-----------|-------|
| Oil NYMEX      | 56.18  | -0.2      | -0.34 |
| Oil Brent      | 65.81  | -0.15     | -0.23 |
| Coal Newcastle | 95.55  | -2.05     | -2.10 |
| Nickel         | 13090  | -145      | -1.1  |
| Tin            | 21375  | -100      | -0.5  |
| Gold           | 1296.4 | 9.8       | 0.76  |
| CPO Rott       | 572.5  | -1.25     | -0.22 |
| CPO Malay      | 1932.5 | -8.5      | -0.44 |

### Indo Gov. Bond Yields

|         | Last  | Yield Chg | %Chg  |
|---------|-------|-----------|-------|
| 1 year  | 6.275 | -0.02     | -0.27 |
| 3 year  | 7.331 | 0.00      | 0.04  |
| 5 year  | 7.567 | 0.01      | 0.12  |
| 10 year | 7.978 | 0.00      | 0.01  |
| 15 year | 8.358 | 0.01      | 0.16  |
| 30 year | 8.647 | -0.01     | -0.12 |

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## CORPORATE NEWS – cont'd

**BRMS** – PT Bumi Resources Minerals through its subsidiary, PT Citra Palu Minerals is optimistic in producing gold ore starting 11M 2019. The initial production target is 100 tons with investment needs of below USD 12 million.

**FISH** – PT FKS Multi Agro forms a new subsidiary that operates in the food trade industry, namely PT FKS Pangan Nusantara. The total investment amounts to IDR 10 billion. Further, FISH allocates USD 20 million capex budget in FY 2019, most will be used to develop its logistics facility.

**PTBA** – PT Bukit Asam announced its 2018 results:

| PTBA (IDR bn)                  | 2017         | 2018         | YoY          | Q4 2017      | Q3 2018      | Q4 2018      | YoY           | QoQ           |
|--------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|---------------|
| Revenue                        | 19,471       | 21,167       | 8.71%        | 6,184        | 5,544        | 5,131        | -17.02%       | -7.44%        |
| Gross Profit                   | 8,507        | 8,546        | 0.46%        | 3,394        | 2,319        | 1,878        | -44.66%       | -18.99%       |
| Operating Profit               | 6,261        | 5,948        | -5.00%       | 2,576        | 1,733        | 919          | -64.32%       | -46.96%       |
| Pretax Earnings                | 6,068        | 6,799        | 12.05%       | 2,341        | 1,839        | 1,393        | -40.49%       | -24.21%       |
| Net Income                     | 4,476        | 5,024        | 12.23%       | 1,851        | 1,273        | 1,094        | -40.88%       | -14.04%       |
| EPS (IDR)                      | 425          | 477          | 12.23%       | 176          | 121          | 104          | -40.88%       | -14.04%       |
| <i>Gross Profit Margin</i>     | <i>43.7%</i> | <i>40.4%</i> | <i>-3.3%</i> | <i>54.9%</i> | <i>41.8%</i> | <i>36.6%</i> | <i>-13.1%</i> | <i>-5.2%</i>  |
| <i>Operating Profit Margin</i> | <i>32.2%</i> | <i>28.1%</i> | <i>-4.1%</i> | <i>41.7%</i> | <i>31.3%</i> | <i>17.9%</i> | <i>-10.4%</i> | <i>-13.3%</i> |
| <i>Net Profit Margin</i>       | <i>23.0%</i> | <i>23.7%</i> | <i>0.7%</i>  | <i>29.9%</i> | <i>23.0%</i> | <i>21.3%</i> | <i>-7.0%</i>  | <i>-1.6%</i>  |

**TINS** – PT Timah announced its 2018 results:

| TINS (IDR bn)                  | 2017         | 2018         | YoY          | Q4 2017      | Q3 2018      | Q4 2018      | YoY          | QoQ          |
|--------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Revenue                        | 9,217        | 11,050       | 19.88%       | 2,596        | 2,425        | 4,248        | 63.63%       | 75.20%       |
| Gross Profit                   | 1,526        | 1,678        | 9.96%        | 374          | 407          | 595          | 59.31%       | 46.19%       |
| Operating Profit               | 731          | 747          | 2.17%        | 141          | 135          | 344          | 144.21%      | 155.36%      |
| Pretax Earnings                | 716          | 766          | 7.02%        | 248          | 131          | 390          | 57.15%       | 197.92%      |
| Net Income                     | 502          | 531          | 5.76%        | 202          | 85           | 276          | 36.64%       | 222.95%      |
| EPS (IDR)                      | 67           | 71           | 5.76%        | 27           | 11           | 37           | 36.64%       | 222.95%      |
| <i>Gross Profit Margin</i>     | <i>16.6%</i> | <i>15.2%</i> | <i>-1.4%</i> | <i>14.4%</i> | <i>16.8%</i> | <i>14.0%</i> | <i>-0.4%</i> | <i>-2.8%</i> |
| <i>Operating Profit Margin</i> | <i>7.9%</i>  | <i>6.8%</i>  | <i>-1.2%</i> | <i>5.4%</i>  | <i>5.6%</i>  | <i>8.1%</i>  | <i>2.7%</i>  | <i>2.5%</i>  |
| <i>Net Profit Margin</i>       | <i>5.5%</i>  | <i>4.8%</i>  | <i>-0.6%</i> | <i>7.8%</i>  | <i>3.5%</i>  | <i>6.5%</i>  | <i>-1.3%</i> | <i>3.0%</i>  |

**ANTM** – PT Aneka Tambang announced its 2018 results:

| ANTM (IDR bn)                  | 2017         | 2018         | YoY         | Q4 2017      | Q3 2018      | Q4 2018      | YoY          | QoQ           |
|--------------------------------|--------------|--------------|-------------|--------------|--------------|--------------|--------------|---------------|
| Revenue                        | 12,654       | 25,241       | 99.48%      | 5,692        | 8,136        | 5,290        | -7.06%       | -34.98%       |
| Gross Profit                   | 1,644        | 3,476        | 111.48%     | 774          | 1,353        | 521          | -32.67%      | -61.47%       |
| Operating Profit               | 601          | 1,853        | 208.48%     | 368          | 897          | -84          | -122.95%     | -109.40%      |
| Pretax Earnings                | 454          | 1,266        | 178.50%     | 675          | 421          | 331          | -50.90%      | -21.36%       |
| Net Income                     | 137          | 874          | 540.57%     | 468          | 287          | 243          | -48.01%      | -15.13%       |
| EPS (IDR)                      | 6            | 36           | 540.57%     | 19           | 12           | 10           | -48.01%      | -15.13%       |
| <i>Gross Profit Margin</i>     | <i>13.0%</i> | <i>13.8%</i> | <i>0.8%</i> | <i>13.6%</i> | <i>16.6%</i> | <i>9.9%</i>  | <i>-3.7%</i> | <i>-6.8%</i>  |
| <i>Operating Profit Margin</i> | <i>4.7%</i>  | <i>7.3%</i>  | <i>2.6%</i> | <i>6.5%</i>  | <i>11.0%</i> | <i>-1.6%</i> | <i>-8.1%</i> | <i>-12.6%</i> |
| <i>Net Profit Margin</i>       | <i>1.1%</i>  | <i>3.5%</i>  | <i>2.4%</i> | <i>8.2%</i>  | <i>3.5%</i>  | <i>4.6%</i>  | <i>-3.6%</i> | <i>1.1%</i>   |

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