

DAILY UPDATE March 13, 2019

MACROECONOMIC NEWS

US Economy – The U.S. economy added just 20,000 new jobs, the smallest monthly gain in 17 months and fell well short of the expected 180,000. The labor market remains relatively tight in February. The jobless rate declined to 3.8% from 4.0% in January, while the share of part-time workers who would prefer full-time hours also fell to its lowest level in this recovery. Wage pressures continued to build, with average hourly earnings growing 3.4% YoY. Separately, new-home construction rebounded in January, after a weak showing in December, the Commerce Department reported. Housing starts ran at a seasonally adjusted annual rate of 1.23 million in January, an 18.4% increase from December's revised reading.

The Fed – Federal Reserve Chairman Jerome Powell played down worries over the economy in an interview with "60 Minutes" on Sunday, saying "there is no reason why this economy cannot continue to expand." He also noted that "We don't feel any hurry to change our interest rate policy," he said, noting the level of the Fed's benchmark rate was "roughly neutral."

Germany Economy – German industrial production dropped in January, total industrial output dropped 0.8% vs forecasts for a 0.4% gain, a sign that Europe's largest economy continues to flounder.

South Korea Economy – South Korea's unemployment rate has eased back from a nine-year high, falling to its lowest since mid-2018. The seasonally adjusted unemployment rate declined to 3.7 per cent in February, from 4.4 per cent the month prior, according to Statistics Korea. President Moon Jae-in's administration has been grappling with rising unemployment amid a downturn in exports among the country's key manufacturing sectors have been hit by slowing demand from China and waning regional trade. The country saw an 11.1 per cent fall in exports in February, the third-straight month of declines and also the steepest drop in nearly three years.

CORPORATE NEWS

SMRA – PT Summarecon Agung reports IDR 760 billion marketing sales up to 2M 2019, achieving 19% from FY19's target of IDR 4 trillion.

Equity Markets

	Closing	% Change
Dow Jones	25555	-0.38
NASDAQ	7591	0.44
S&P 500	2792	0.30
MSCI excl. Jap	656	1.13
Nikkei	21436	-0.31
Shanghai Comp	3060	1.10
Hang Seng	28921	1.46
STI	3212	0.65
JCI	6354	-0.20
Indo ETF (IDX)	22	-0.32
Indo ETF (EIDO)	25	-0.55

Currency

	Closing	Last Trade
US\$ - IDR	14267	14245
US\$ - Yen	111.36	111.33
Euro - US\$	1.1288	1.1289
US\$ - SG\$	1.356	1.3559

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	57.17	0.1	0.21
Oil Brent	66.92	0.09	0.13
Coal Newcastle	95.05	0.5	0.53
Nickel	13105	205	1.6
Tin	21325	275	1.3
Gold	1304.6	10.4	0.81
CPO Rott	572.5		
CPO Malay	1906	-16.5	-0.86

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.275	-0.02	-0.27
3 year	7.263	0.00	-0.03
5 year	7.475	0.00	-0.04
10 year	7.875	0.00	0.04
15 year	8.29	0.00	0.01
30 year	8.597	-0.01	-0.07

CORPORATE NEWS – cont'd

ADHI – PT Adhi Karya reports IDR 1.18 trillion new contracts achievement up to 2M 2019.

IMAS – PT Indomobil Sukses Internasional through its subsidiaries, PT Central Sole Agency, PT IMG Sejahtera Langgeng and PT Indomobil Prima Niaga has divested its shares in PT Multistrada Arah Sarana (MASA) to Compagnie Générale des Établissements Michelin. The total divestment is worth IDR 1.51 trillion.

BABP – PT Bank MNC Internasional to issue up to 4.12 billion new shares with target proceed of IDR 206.32 billion by 2H 2019.

EMTK – PT Elang Mahkota Teknologi plans to fully or partially divest three of its subsidiaries to PT Surya Citra Media (SCMA) in an affiliate transaction. The businesses includes: Vidio.com an OTT platform, Kapanlagi Youniverse (KLY) an online publisher and EYE Corp (EYE) an advertising business. The total value of the transaction is expected to be around IDR 324.3 billion.

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