

DAILY UPDATE March 15, 2019

MACROECONOMIC NEWS

US Economy - Commerce Department said non-defense durable goods orders posted their largest increase in six months in January, rising 0.8%. Overall durable goods orders also rose 0.4% while economists polled by Refinitiv expected a decline of 0.5%. Meanwhile, U.S. construction spending posted its biggest increase in nine months, rising 1.3% in January. The leap was driven by a surge in public-project investments. The data overshadowed a weaker-than-expected print on the producer price index. The 12-month increase in producer prices fell from 2.5% to 2.3%, well below last summer's peak of 3% growth.

US Jobs – The number of U.S. workers filing new applications for unemployment benefits rose last week but remained at a low level indicative of a historically tight labor market. Initial jobless claims, a proxy for layoffs across the U.S., increased by 6,000 to a seasonally adjusted 229,000 in the week ended March 9, the Labor Department said Thursday. Claims for the week ending March 2 were unrevised at 223,000.

US Housing – Sales of new homes in the U.S. fell in January, signaling a weak start to 2019 for the troubled U.S. housing industry. New-home sales fell 6.9% in January from a month earlier to a seasonally adjusted annual rate of 607,000, the Commerce Department said Thursday. The rate in December was revised up to 652,000 from an initial estimate of 621,000. The new-home sales figure is a rough estimate that comes with a big margin of error. The figure is often revised later. Sales of new homes were down 4.1% in January compared with a year earlier.

CORPORATE NEWS

BNGA – PT Bank CIMB Niaga seeks shareholder's approval to conduct shares buyback of up to 20 million shares.

HKMU – PT HK Metals Utama targets 93% - 95% yoy revenue growth in 2019. With the addition of new equipments, HKMU reports total production may reach 12,000 – 13,000 ton in 2019.

GMTD – PT Gowa Makassar Tourism Development to distribute IDR 2.03 billion FY 2018 cash dividend or at IDR 20 per share. The cum dividend date is on 21 March 2019.

Equity Markets

| | Closing | % Change |
|-----------------|---------|----------|
| Dow Jones | 25710 | 0.03 |
| NASDAQ | 7631 | -0.16 |
| S&P 500 | 2808 | -0.09 |
| MSCI excl. Jap | 653 | -0.19 |
| Nikkei | 21477 | 0.89 |
| Shanghai Comp | 2991 | -1.20 |
| Hang Seng | 28851 | 0.15 |
| STI | 3198 | 0.07 |
| JCI | 6413 | 0.56 |
| Indo ETF (IDX) | 22 | 0.58 |
| Indo ETF (EIDO) | 25 | 0.32 |

Currency

| | Closing | Last Trade |
|-------------|---------|------------|
| US\$ - IDR | 14278 | 14295 |
| US\$ - Yen | 111.7 | 111.87 |
| Euro - US\$ | 1.1304 | 1.1305 |
| US\$ - SG\$ | 1.3558 | 1.356 |

Commodities

| | Last | Price Chg | %Chg |
|----------------|--------|-----------|-------|
| Oil NYMEX | 58.57 | 0.3 | 0.46 |
| Oil Brent | 67.22 | -0.42 | -0.62 |
| Coal Newcastle | 94.6 | 0.1 | 0.11 |
| Nickel | 12890 | -320 | -2.4 |
| Tin | 21170 | 20 | 0.1 |
| Gold | 1295.4 | -12.9 | -0.98 |
| CPO Rott | 562.5 | -7.5 | -1.32 |
| CPO Malay | 1878.5 | -20 | -1.05 |

Indo Gov. Bond Yields

| | Last | Yield Chg | %Chg |
|---------|-------|-----------|-------|
| 1 year | 6.275 | -0.02 | -0.27 |
| 3 year | 7.108 | -0.04 | -0.53 |
| 5 year | 7.417 | -0.01 | -0.08 |
| 10 year | 7.825 | 0.00 | 0.00 |
| 15 year | 8.233 | -0.03 | -0.38 |
| 30 year | 8.578 | 0.00 | 0.00 |

CORPORATE NEWS – cont'd

CMNP – PT Citra Marga Nusaphala Nusantara to ask for their shareholders' approval to conduct rights issue with target proceed of IDR 13 trillion by 1H 2019. The proceed will primarily be used to invest in Cileunyi – Sumedang – Dawuan toll road project and also to fund the construction of North South Link (NSL) toll road in Bandung, while the remaining will be used to fund its other toll road projects.

AGII – PT Aneka Gas Industri to issue continuous bonds I phase III year 2019 and continuous Islamic bonds I phase III year 2019 with target proceed of IDR 86 billion and IDR 68 billion, each. The continuous bonds will be issued in 2 series with value ranging from IDR 8 billion – 78 billion and the term period is in the range of 3 – 5 years. The coupon rate is at 11% - 11.5% per annum.

BNLI – PT Bank Permata targets 10 – 12% credit growth in FY 2019.

ASII – Astra Financial, a business line of PT Astra International aims for the financing of all of ASII's multifinance businesses to grow by 5% in FY 2019.

PEHA – PT Phapros plans to conduct rights issue worth IDR 1 trillion by 2H 2019. The proceed will primarily be used to pay-off IDR 400 – 500 billion of its debt and also to fund capex of IDR 267 billion.

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