

DAILY UPDATE September 11, 2019

MACROECONOMIC NEWS

US Economy – Foreign investment in U.S. commercial real estate plunged in the first half of 2019 as signs of a global economic slowdown made buyers more cautious. Deals totaled USD 16.9 billion, down from a record USD 32.7 billion in the same period last year, according to a report by CBRE Group Inc. Much of the decline was in spending on large mergers and acquisitions, which tumbled 83%, the brokerage said. Individual asset and portfolio sales fell 26%.

Australia Economy – Australian business sentiment tumbled in August, suggesting interest-rate cuts and tax relief are failing to rejuvenate the slowing economy. A gauge of business confidence slid to 1 from 4, while the conditions index, which measures hiring, sales and profits, slumped to an almost five-year low of 1, the National Australia Bank Ltd. survey showed. It was conducted from Aug. 20-31 and covered more than 570 firms.

China Economy – Producer price index fell further into contraction, signaling a worsening economic slowdown that threatens to add deflationary pressures to the global economy.

CORPORATE NEWS

AMRT – PT Sumber Alfaria Trijaya opened 165 new stores in 1H19. AMRT targets to open a total of 500 new stores in 2019 from a total of 13,679 stores at the end of 2018. The total capital expenditure for AMRT in 2019 is estimated to be IDR 2 trillion, to be funded from internal cash and by raising debt from banks.

AKRA – PT AKR Corporindo through its subsidiary, PT Usaha Era Pratama Nusantara (UEPN) divested 40% stake (or eqv. To 200 shares) in PT Berlian Manyar Stevedore (BMST) to PT Terminal Petikemas Surabaya. The transaction value amounts to IDR 266 million.

WSKT – PT Waskita Karya reports IDR 9.5 trillion new contracts up to 8M 2019. Additionally, WSKT revised down its FY 2019 new contracts target to IDR 45 – 50 trillion from initial IDR 56 trillion.

SMMA – PT Sinar Mas Multiartha has secured the approval of its shareholders to increase capital in its subsidiary, PT Arthamas Solusindo by IDR 232 billion. With the transaction, SMMA will have 100% stake in Arthamas Solusindo.

Equity Markets

	Closing	% Change
Dow Jones	26909	0.28
NASDAQ	8084	-0.04
S&P 500	2979	0.03
MSCI excl. Jap	624	-0.22
Nikkei	21502	0.51
Shanghai Comp	3021	-0.12
Hang Seng	26791	0.40
STI	3171	0.47
JCI	6337	0.17
Indo ETF (IDX)	23	0.21
Indo ETF (EIDO)	26	0.31

Currency

	Closing	Last Trade
US\$ - IDR	14053	14065
US\$ - Yen	107.54	107.6
Euro - US\$	1.1043	1.10
US\$ - SG\$	1.3802	1.38

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	57.67	-0.6	-1.1
Oil Brent	62.6	-0.46	-0.7
Coal Newcastle	65.8	0.25	0.4
Nickel	18045	-5	0.0
Tin	17420	120	0.7
Gold	1492.22	4.1	0.3
CPO Rott	593.75		
CPO Malay	2118	13	0.6

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.218	-0.01	-0.16
3 year	6.561	0.00	0.00
5 year	6.688	0.00	-0.05
10 year	7.262	0.00	0.01
15 year	7.696	0.00	-0.01
30 year	8.026	0.00	0.01

CORPORATE NEWS – cont'd

SMGR – PT Semen Indonesia signs a loan agreement worth IDR 2.35 trillion from a syndicate of 3 Sharia Banks. Cumulatively, within the last 3 months SMGR has received IDR 11.7 trillion worth of loan. The loan will be utilized for financing needs.

PSAB – PT J Resources Asia Pasifik plans to issue IDR 500 billion worth of bonds. The bonds will have 10.5% coupon rate p.a. and 3 years tenor. The issuance is part of its continuous bonds I program with target proceeds of IDR 3 trillion. The proceeds will be used to repay its subsidiary's debt, PT J Resources Nusantara to PT Bukit Makmur Widya.

VNRA – PT Pemeringkat Efek Indonesia affirms A rating to PT Verena Multi Finance and also for its medium term notes (MTN) II year 2017.

PTPP – PT PP signs 2 thermal power plants (PLTU) construction contracts in East Nusa Tenggara and North Sulawesi. The two contracts are estimated to require IDR 8 trillion investment.

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