

DAILY UPDATE March 16, 2020

MACROECONOMIC NEWS

The Fed – The Federal Reserve swept into action to save the U.S. economy from the fallout of the coronavirus, slashing its benchmark interest rate by a full percentage point to near zero and promising to boost its bond holdings by at least USD 700 billion. In remarks underlining the sense of urgency, Fed Chairman Jerome Powell told a hastily assembled press briefing by telephone that the disruption to lives and businesses meant second quarter U.S. growth would probably be weak and it was hard to know how long the effects would last. That left a clear role for fiscal policy to help cushion the blow. The Fed pulled out some of the biggest weapons in its arsenal. It's key rate is now zero to 0.25%, matching the record low level it hit during the 2008 financial crisis and where it was held until December 2015.

CORPORATE NEWS

AMAN – PT Makmur Berkah Amanda has revised down their 2020 revenue target from IDR 120 billion to IDR 90 billion due to the impact of the coronavirus. So far in March, AMAN has seen hotel occupancy fall to 18% from a target of 48%. Occupancy rates were at 60% in the beginning of the year before declining to 40% in February.

PNBN – PT Bank Panin has allocated IDR 480 billion to conduct shares buyback of around 400 – 680 million shares with exercise price starting IDR 700 – 1,200 per share.

SRTG – PT Saratoga Investama Sedaya has allocated USD 100 million worth of investment fund for FY 2020, funded using proceeds from dividends and also bank loan.

CARE – PT Metro Healthcare Indonesia targets for IDR 221 billion revenue for FY 2020, a 45% rise compared to last year's realization of IDR 152 billion.

PTPP – PT PP has allocated IDR 250 billion to conduct shares buyback starting from 13 March – 12 June 2020. PTPP has appointed PT Danareksa Sekuritas to handle the execution.

BBRI – PT Bank Rakyat Indonesia has allocated IDR 3 trillion to conduct shares buyback, funded using internal cash flow. The shares buyback will be conducted in phases within 3 months starting from 13 March 2020

Equity Markets

	Closing	% Change
Dow Jones	23186	9.36
NASDAQ	7875	9.35
S&P 500	2711	9.29
MSCI excl. Jap	582	-0.45
Nikkei	17475	0.25
Shanghai Comp	2895	0.27
Hang Seng	23458	-2.39
STI	2566	-2.58
JCI	4908	0.24
Indo ETF (IDX)	16	6.28
Indo ETF (EIDO)	18	7.37

Currency

	Closing	Last Trade
US\$ - IDR	14778	14738
US\$ - Yen	107.62	107.11
Euro - US\$	1.1107	1.11
US\$ - SG\$	1.415	1.42

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	31.21	0.1	0.5
Oil Brent	32.9	0.15	0.5
Coal Newcastle	65.8	0.4	0.6
Nickel	12320	490	4.1
Tin	15950	-150	-0.9
Gold	1532.76	-32.0	-2.0
CPO Rott	598.75	-21.3	-3.4
CPO Malay	2270	-7	-0.3

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	5.198	0.03	0.56
3 year	5.694	-0.23	-3.82
5 year	6.618	-0.12	-1.84
10 year	7.336	0.00	-0.03
15 year	7.724	-0.01	-0.08
30 year	7.981	0.22	2.85

CORPORATE NEWS – cont'd

POWR – PT Cikarang Listrindo plans to conduct shares buyback of maximum 321.74 million shares (2% of issued and paid-up capital), worth up to USD 20 million (or eqv. To IDR 289.8 million) that will be done in phases within 18 months after the annual general meeting on 22 April 2020.

BBNI – PT Bank Negara Indonesia has allocated IDR 1.8 trillion to conduct shares buyback that will be no more than 20% of issued and paid-up capital and minimum 7.5%. The shares buyback will be conducted in phases within 3 months starting 16 March 2020. The conduct will be funded using internal cash flow.

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