

DAILY UPDATE March 18, 2020

MACROECONOMIC NEWS

US Economy – American shoppers reined in their spending last month and factory production was broadly flat, signs the economy began to strain as the threat from the new coronavirus started to take hold. The Commerce Department's reading on retail sales in February showed they declined by a seasonally adjusted 0.5%, falling well short of expectations and suggesting coronavirus concerns dented consumers' appetite for spending on purchases like vehicles and electronics. While some of the retail-sales decline was attributable to a drop in gasoline prices, overall weakness suggests consumers began to pull back on spending last month as the coronavirus outbreak spread within U.S. borders. Meanwhile, the Federal Reserve said Tuesday that manufacturing production edged up 0.1% in February as disruptions at Boeing Co. continued to hold down overall factory output.

India Economy – India's trade deficit narrowed in February as exports snapped a six-month losing streak. The gap between exports and imports was USD 9.85 billion last month, compared with USD 15.2 billion in January, according to data released by the Commerce Ministry.

CORPORATE NEWS

TPIA – PT Chandra Asri Petrochemical allocates USD 430 million capex in 2020 which will be allocated to construct MTBE and Butene-1 factory.

MEDC - PT Medco Energi Internasional through Medco Straits Services Pte Ltd conducts tender offering starting 16 March 2020 for its USD 400 million worth of senior notes that will be due in FY 2022. The senior notes has 8.5% p.a. coupon rate.

SRTG - PT Saratoga Investama Sedaya recorded IDR 7.37 trillion net income for FY 2019 after booking a net loss in FY 2018 of IDR 6.19 trillion.

ISAT - PT Indosat has fully repaid the principal and also the last coupon payment for its continuous bonds III phase I year 2019 series A and also its Continuous Sukuk III phase I year 2019 series A on 16 March 2020. The total payment is amounting to IDR 1.19 trillion.

Equity Markets

	Closing	% Change
Dow Jones	21237	5.20
NASDAQ	7335	6.23
S&P 500	2529	6.00
MSCI excl. Jap	545	-0.96
Nikkei	17159	0.87
Shanghai Comp	2792	0.46
Hang Seng	23023	-1.03
STI	2503	1.97
JCI	4457	-4.99
Indo ETF (IDX)	14	1.77
Indo ETF (EIDO)	16	3.87

Currency

	Closing	Last Trade
US\$ - IDR	15173	15169
US\$ - Yen	107.7	107.2
Euro - US\$	1.0997	1.10
US\$ - SG\$	1.4292	1.43

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	26.78	-3.3	-11
Oil Brent	28.78	-2.26	-7.3
Coal Newcastle	66.05	0.5	0.8
Nickel	11780	-155	-1.3
Tin	14250	-1050	-6.9
Gold	1534.93	27.5	1.8
CPO Rott	575	-5	-0.9
CPO Malay	2250	30	1.4

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	5.185	-0.01	-0.12
3 year	6.125	-0.01	-0.08
5 year	6.798	-0.02	-0.26
10 year	7.573	0.00	0.01
15 year	7.853	0.01	0.10
30 year	7.944	-0.01	-0.10

CORPORATE NEWS – cont'd

PTPP – PT PP disclosed its FY 2019 financial results:

PTPP (IDR Bn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	25,120	24,660	-1.83%	10,333	5,339	8,597	-16.80%	61.03%
Gross Profit	3,472	3,485	0.39%	1,244	682	1,340	7.77%	96.51%
Operating Profit	2,628	2,657	1.08%	1,001	465	1,180	17.92%	153.60%
Pretax Earnings	2,003	1,240	-38.11%	868	271	466	-46.32%	71.92%
Net Income	1,502	930	-38.06%	627	181	386	-38.49%	113.07%
EPS (IDR)	242.3	150.1	-38.06%	101.2	29.2	62.2	-38.49%	113.07%
<i>Gross Profit Margin</i>	13.8%	14.1%	0.3%	12.0%	12.8%	15.6%	3.6%	2.8%
<i>Operating Profit Margin</i>	10.5%	10.8%	0.3%	9.7%	8.7%	13.7%	4.0%	5.0%
<i>Net Profit Margin</i>	6.0%	3.8%	-2.2%	6.1%	3.4%	4.5%	-1.6%	1.1%

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