

DAILY UPDATE March 23, 2020

MACROECONOMIC NEWS

Mexico Economy – Mexico’s central bank ditched its usual caution and joined a wave of emergency interest rate cuts across the world as risks grow of a devastating recession. The bank cut its policy rate by half a percentage point to 6.5% in its first unscheduled decision in four years. It also announced emergency liquidity measures, including dollar auctions, to shore up the battered peso.

Canada Economy – The Canadian government announced it will guarantee previously uninsured mortgages, allowing it to acquire these loans in a C\$50 billion (USD 34.8 billion) state purchase program. The step is aimed at making it easier for smaller institutions, which may not have enough insured loans, to participate in the liquidity boosting plan.

Bank Indonesia – The central bank slashed its benchmark interest rate, the BI seven-day reverse repo rate, by 25 basis points to 4.50% after a cut of the same size last month. It also announced measures to calm the market rout and stabilize the rupiah, which touched levels unseen since the 1998 crisis, including intensifying bond-buying in the secondary market and cutting banks’ reserve ratio. BI also lowered its deposit facility rate to 3.75% and lending facility rate to 5.25%. The lower rates are expected to transmit into lower interest rates, affecting consumer loans, corporate loans and mortgage interest rates, as well as bond yields, among other instruments. BI also revised down Indonesia’s economic growth projection to between 4.2% and 4.6% this year, which would be the lowest levels since 2005. That compares with last month’s projection of between 5 and 5.4%.

CORPORATE NEWS

PSSI – PT Pelita Samudera Shipping recorded USD 75.3 million revenue and USD 11.3 million net income for FY 2019, rose by +19% YoY and +44% YoY, respectively

PTRO – PT Petrosea recorded USD 465.74 million revenue and USD 31.18 million net income for FY 2019, rose by +2.3% YoY and +35.8% YoY, respectively.

ARTO – PT Bank Artos Indonesia to conduct preemptive rights issuance of 9.65 billion shares with target proceeds of IDR 1.34 trillion.

Equity Markets

	Closing	% Change
Dow Jones	19174	-4.55
NASDAQ	6880	-3.79
S&P 500	2305	-4.34
MSCI excl. Jap	531	5.50
Nikkei	16524	-0.17
Shanghai Comp	2746	1.61
Hang Seng	21660	-5.02
STI	2244	-6.93
JCI	4195	2.18
Indo ETF (IDX)	11	-1.15
Indo ETF (EIDO)	13	-3.01

Currency

	Closing	Last Trade
US\$ - IDR	15960	16375
US\$ - Yen	110.93	110.38
Euro - US\$	1.0688	1.07
US\$ - SG\$	1.4506	1.46

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	22.85	-2.9	-11.4
Oil Brent	26.28	-1.9	-6.7
Coal Newcastle	66.3	0.15	0.2
Nickel	11225	-25	-0.2
Tin	13950	50	0.4
Gold	1491.2	10.4	0.7
CPO Rott	585	13.75	2.4
CPO Malay	2288	72	3.2

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	5.869	0.02	0.34
3 year	6.655	0.11	1.60
5 year	7.267	0.03	0.36
10 year	8.082	-0.04	-0.52
15 year	8.456	0.00	-0.01
30 year	8.523	0.00	0.01

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CORPORATE NEWS – cont'd

INKP – PT Indah Kiat Pulp & Paper disclosed its FY 2019 financial results:

INKP (USD Mn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	3,335	3,223	-3.4%	828	892	756	-8.7%	-15.2%
Gross Profit	1,204	876	-27.2%	284	243	210	-26.2%	-13.6%
Operating Profit	894	560	-37.3%	190	160	121	-36.4%	-24.2%
Pretax Earnings	736	398	-45.9%	111	122	76	-31.6%	-38.0%
Net Income	588	274	-53.3%	72	91	36	-49.5%	-60.2%
EPS (USD)	0.107	0.050	-53.3%	0.013	0.017	0.007	-49.5%	-60.2%
<i>Gross Profit Margin</i>	36.1%	27.2%	-8.9%	34.3%	27.2%	27.7%	-6.6%	0.5%
<i>Operating Profit Margin</i>	26.8%	17.4%	-9.4%	23.0%	17.9%	16.0%	-7.0%	-1.9%
<i>Net Profit Margin</i>	17.6%	8.5%	-9.1%	8.7%	10.2%	4.8%	-3.9%	-5.4%

MDKA – PT Merdeka Copper Gold disclosed its FY 2019 financial results:

MDKA (USD Mn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	294	402	36.8%	78	132	78	0.4%	-41.0%
Gross Profit	139	155	12.0%	33	51	17	-46.6%	-66.1%
Operating Profit	123	135	9.8%	30	46	11	-62.1%	-75.3%
Pretax Earnings	87	108	25.0%	12	38	3	-72.2%	-91.0%
Net Income	52	71	34.9%	-1	24	5	-79.7%	-79.7%
EPS (USD)	0.0024	0.0032	34.9%	0.0000	0.0011	0.0002	-79.7%	-79.7%
<i>Gross Profit Margin</i>	47.2%	38.7%	-8.6%	42.1%	38.9%	22.4%	-19.7%	-16.5%
<i>Operating Profit Margin</i>	41.9%	33.7%	-8.3%	38.4%	34.7%	14.5%	-23.9%	-20.2%
<i>Net Profit Margin</i>	17.9%	17.6%	-0.2%	-0.8%	18.0%	6.2%	7.0%	-11.8%

PGAS – PT Perusahaan Gas Negara disclosed its FY 2019 financial results:

PGAS (USD Mn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	3,870	3,849	-0.6%	981	1,022	1,037	5.7%	1.4%
Gross Profit	1,310	1,227	-6.3%	337	307	340	0.9%	10.9%
Operating Profit	620	518	-16.4%	158	143	119	-24.9%	-16.9%
Pretax Earnings	585	280	-52.1%	150	140	11	-92.4%	-91.8%
Net Income	305	68	-77.8%	61	75	-62	-77.8%	-77.8%
EPS (USD)	0.013	0.003	-77.8%	0.003	0.003	-0.003	-77.8%	-77.8%
<i>Gross Profit Margin</i>	33.8%	31.9%	-1.9%	34.4%	30.0%	32.8%	-1.6%	2.8%
<i>Operating Profit Margin</i>	16.0%	13.5%	-2.6%	16.1%	13.9%	11.4%	-4.7%	-2.5%
<i>Net Profit Margin</i>	7.9%	1.8%	-6.1%	6.2%	7.3%	-5.9%	-12.1%	-13.3%

WSKT – PT Waskita Karya disclosed its FY 2019 financial results:

WSKT (IDR Bn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	48,788	31,387	-35.7%	12,555	7,220	9,372	-25.4%	29.8%
Gross Profit	8,862	5,605	-36.8%	1,788	1,243	1,448	-19.0%	16.5%
Operating Profit	7,195	4,233	-41.2%	1,287	927	852	-33.8%	-8.2%
Pretax Earnings	5,539	1,329	-76.0%	252	243	27	-89.3%	-88.9%
Net Income	3,962	938	-76.3%	217	152	-212	-76.3%	-76.3%
EPS (IDR)	292	69	-76.3%	16	11	-16	-76.3%	-76.3%
<i>Gross Profit Margin</i>	18.2%	17.9%	-0.3%	14.2%	17.2%	15.5%	1.2%	-1.8%
<i>Operating Profit Margin</i>	14.7%	13.5%	-1.3%	10.3%	12.8%	9.1%	-1.2%	-3.8%
<i>Net Profit Margin</i>	8.1%	3.0%	-5.1%	1.7%	2.1%	-2.3%	-4.0%	-4.4%

CORPORATE NEWS – cont'd

INTP – PT Indocement Tunggal Prakarsa disclosed its FY 2019 financial results:

INTP (IDR Bn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	15,190	15,939	4.9%	4,417	4,365	4,591	3.9%	5.2%
Gross Profit	4,369	5,500	25.9%	1,490	1,535	1,822	22.3%	18.7%
Operating Profit	1,046	1,997	90.8%	549	600	812	47.8%	35.4%
Pretax Earnings	1,401	2,274	62.4%	640	693	784	22.6%	13.2%
Net Income	1,146	1,835	60.2%	528	536	659	24.9%	23.0%
EPS (IDR)	311	499	60.2%	143	145	180	25.1%	23.7%
<i>Gross Profit Margin</i>	28.8%	34.5%	5.7%	33.7%	35.2%	39.7%	6.0%	4.5%
<i>Operating Profit Margin</i>	6.9%	12.5%	5.6%	12.4%	13.7%	17.7%	5.2%	4.0%
<i>Net Profit Margin</i>	7.5%	11.5%	4.0%	12.0%	12.3%	14.4%	2.4%	2.1%

DMAS – PT Puradelta Lestari disclosed its FY 2019 financial results:

DMAS (IDR Bn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	1,036	2,650	155.76%	640	285	1,380	115.65%	385.00%
Gross Profit	581	1,483	155.35%	340	169	658	93.44%	288.92%
Operating Profit	442	1,288	191.73%	309	117	586	89.79%	399.45%
Pretax Earnings	514	1,350	162.52%	329	136	580	76.26%	324.83%
Net Income	496	1,335	169.00%	322	133	576	79.03%	331.83%
EPS (IDR)	10	28	169.00%	7	3	12	79.03%	331.83%
<i>Gross Profit Margin</i>	56.1%	56.0%	-0.1%	53.1%	59.4%	47.7%	-5.5%	-11.8%
<i>Operating Profit Margin</i>	42.6%	48.6%	6.0%	48.2%	41.2%	42.5%	-5.8%	1.2%
<i>Net Profit Margin</i>	47.9%	50.4%	2.5%	50.2%	46.8%	41.7%	-8.5%	-5.1%

ICBP – PT Indofood CBP Sukses Makmur disclosed its FY 2019 financial results:

ICBP (IDR Bn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	38,413	42,297	10.11%	8,935	10,660	9,506	6.39%	-10.82%
Gross Profit	12,266	14,404	17.43%	2,674	3,747	3,145	17.61%	-16.06%
Operating Profit	5,772	7,278	26.10%	1,265	1,893	1,606	26.96%	-15.14%
Pretax Earnings	6,447	7,437	15.36%	1,499	1,925	1,685	12.37%	-12.51%
Net Income	4,576	5,039	10.12%	1,091	1,311	1,153	5.71%	-12.03%
EPS (IDR)	392	432	10.12%	94	112	99	5.71%	-12.03%
<i>Gross Profit Margin</i>	31.9%	34.1%	2.1%	29.9%	35.1%	33.1%	3.2%	-2.1%
<i>Operating Profit Margin</i>	15.0%	17.2%	2.2%	14.2%	17.8%	16.9%	2.7%	-0.9%
<i>Net Profit Margin</i>	11.9%	11.9%	0.0%	12.2%	12.3%	12.1%	-0.1%	-0.2%

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