

DAILY UPDATE March 24, 2020

MACROECONOMIC NEWS

The Fed – While lawmakers failed to act, the Fed announced a second wave of initiatives, including buying an unlimited amount of bonds and setting up programs to ensure credit flows to corporations and state and local governments. It will buy Treasuries and agency mortgage-backed securities "in the amounts needed to support smooth market functioning and effective transmission of monetary policy." The bank will take on a slew of efforts, many aimed at directly aiding employers and households, as well as cities and states.

COVID-19 – Cases topped 367,000, deaths eclipsed 16,000. Fatalities in Italy were down for a second day and the hard-hit Lombardy region around Milan registered a decrease in cases. Angela Merkel's first test came back negative. In the U.S., governors of Michigan, Massachusetts and Wisconsin implemented stay-at-home policies. An experimental coronavirus vaccine could be available to health-care workers as soon as late 2020 on an emergency basis. The coronavirus outbreak has reached a new level and ever more "aggressive" tactics are required to combat it, the head of the World Health Organisation said.

IMF – The IMF joined the global recession chorus. The fund said it expects a downturn at least as bad as the financial crisis, followed by a recovery in 2021. Nearly 80 countries have asked it for emergency financing, Managing Director Kristalina Georgieva said in a statement Monday following a conference call between G-20 finance ministers and central bankers.

Australia Economy – Australia's pension funds fear government moves to give people early access to their retirement savings to cushion financial hardship will compound pressures caused by the market rout. People in financial stress will be allowed to access up to AUD 10,000 (USD 5,765) of their pension savings in the fiscal year ending June 30, and another AUD 10,000 the following fiscal year, effectively allowing them to withdraw AUD 20,000 in the next four months

CORPORATE NEWS

BFIN – PT BFI Finance has obtained syndicated loans worth USD 25 million with maturity ranging from 1 – 3 years, of which will be utilized for capital expenditure and also for operational financing.

Equity Markets

	Closing	% Change
Dow Jones	18592	-3.04
NASDAQ	6861	-0.27
S&P 500	2237	-2.93
MSCI excl. Jap	501	-5.66
Nikkei	17670	4.63
Shanghai Comp	2660	-3.11
Hang Seng	21696	-4.86
STI	2301	3.02
JCI	3990	-4.90
Indo ETF (IDX)	11	-6.13
Indo ETF (EIDO)	12	-7.52

Currency

	Closing	Last Trade
US\$ - IDR	16575	16493
US\$ - Yen	111.23	110.41
Euro - US\$	1.0726	1.08
US\$ - SG\$	1.461	1.46

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	24.51	1.7	7.3
Oil Brent	28.13	1.85	7.0
Coal Newcastle	66.05	-0.25	-0.4
Nickel	10880	-345	-3.1
Tin	13250	-700	-5.0
Gold	1580	88.8	6.0
CPO Rott	573.75	-11.25	-1.9
CPO Malay	2289	1	0.0

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.308	-0.04	-0.57
3 year	6.824	0.00	0.03
5 year	7.509	0.01	0.17
10 year	8.349	0.03	0.41
15 year	8.66	0.08	0.93
30 year	8.678	0.00	0.00

CORPORATE NEWS – cont'd

DMAS – PT Hyundai Motor Manufacturing Indonesia was reported to be the main contributor to PT Puradelta Lestari's FY 2019 revenue for purchasing IDR 1.36 trillion worth of land, contributing around 51.73% of DMAS' FY 2019 revenue.

Indonesia Economy – As of today, the Capital Investment Coordinating Board (BKPM) has reported IDR 202.9 trillion – IDR 204.85 trillion worth of foreign direct investment (FDI), implying +4% - +5% YoY growth in FDI from IDR 195.11 trillion). Hence, in total 23% of total direct investment target for FY 2020 (IDR 866 trillion) has been achieved.

ERAA – PT Erajaya Swasembada plans to conduct IDR 319 billion worth of shares buyback in phases, starting 20 March 2020 until 19 June 2020. The conduct will be funded using internal cash flow.

WIKA – PT Wijaya Karya targets its net income to grow by +11.41% YoY in FY 2020 to IDR 2.92 trillion, compared to last year's realization of IDR 2.62 trillion. Additionally, as of 1M 2020, WIKA has booked IDR 822.43 billion worth of new contracts. Note that WIKA targets IDR 65.5 trillion new contracts in FY 2020, a 59.7% rise compared to last year's realization.

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ASRI – PT Alam Sutera Realty through Alam Synergy Pte Ltd to accelerate the payment of global bond worth USD 60 million with an interest rate of 11.5% per annum. The bond was part of its senior notes, which amounted to USD 175 million and will mature in FY 2021. The company will redeem the bond at 102.87% exchange price of the total notes. The conduct has already been approved by the bond holder and later will be executed under The Bank of New York Mellon.

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