

DAILY UPDATE March 27, 2020

MACROECONOMIC NEWS

US Jobs – A record 3.3 million people filed claims for unemployment in the US last week as the Covid-19 pandemic shut down large parts of America’s economy and the full scale of the impact of the crisis began to emerge. Experts warned of a “catastrophic unemployment crisis” after the labor department announced jobless claims filed by individuals seeking unemployment benefits rose by more than 3 million to 3.28 million from 281,000 the previous week. The figure is the highest ever reported, beating the previous record of 695,000 claims filed the week ending 2 October 1982.

US Economy – The USD 2 trillion economic stabilization package agreed to by Congress and the Trump administration is the largest of its kind in modern American history, intended to respond to the coronavirus pandemic and provide direct payments and jobless benefits for individuals, money for states and a huge bailout fund for businesses. The measure, which the Senate approved unanimously, amounts to a government aid plan unprecedented in its sheer scope and size, touching on every facet of American life with the goal of salvaging and ultimately reviving a battered economy. The legislation would send direct payments of USD 1,200 to millions of Americans, including those earning up to USD 75,000, and an additional USD 500 per child. It would substantially expand jobless aid, providing an additional 13 weeks and a four-month enhancement of benefits, and would extend the payments for the first time to freelancers and gig workers.

CORPORATE NEWS

Palm Oil – The Indonesian palm oil association (GAPKI) recorded 2.39 million tons palm oil exports for January 2020, declined by -35.9% MoM from 3.72 million tons in December 2019. The sharp decline is mostly due to lower demand in key importing countries such as China, Europe and India (in order) amidst Covid-19 pandemic. Additionally, January 2020 palm oil production and consumption are recorded at 3.48 million tons (+0.9% MoM) and 1.47 million tons (+1.8% MoM), respectively.

Equity Markets

	Closing	% Change
Dow Jones	22552	6.38
NASDAQ	7798	5.60
S&P 500	2630	6.24
MSCI excl. Jap	555	0.96
Nikkei	19025	1.93
Shanghai Comp	2765	-0.60
Hang Seng	23352	-0.74
STI	2551	2.56
JCI	4339	10.19
Indo ETF (IDX)	13	13.38
Indo ETF (EIDO)	15	14.60

Currency

	Closing	Last Trade
US\$ - IDR	16305	16138
US\$ - Yen	109.58	108.62
Euro - US\$	1.1032	1.10
US\$ - SG\$	1.4312	1.43

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	23.23	0.6	2.8
Oil Brent	26.9	0.56	2.1
Coal Newcastle	66.5	0.15	0.2
Nickel	11211	-78	-0.7
Tin	14268	-31	-0.2
Gold	1624.2	-7.1	-0.4
CPO Rott	590	-5	-0.8
CPO Malay	2357	-26	-1.1

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.117	-0.05	-0.78
3 year	6.985	-0.04	-0.50
5 year	7.336	0.00	-0.01
10 year	8.029	-0.01	-0.09
15 year	8.459	0.00	-0.05
30 year	8.681	0.00	-0.01

CORPORATE NEWS – cont'd

BSDE – PT Bumi Serpong Damai disclosed its FY 2019 financial results:

BSDE (IDR Bn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	6,629	7,085	6.9%	1,842	1,629	1,854	0.7%	13.8%
Gross Profit	4,755	5,066	6.6%	1,245	1,096	1,324	6.4%	20.8%
Operating Profit	2,438	2,793	14.6%	678	420	753	11.0%	79.5%
Pretax Earnings	2,033	3,429	68.6%	490	326	705	43.9%	116.1%
Net Income	1,294	2,791	115.7%	240	218	481	100.4%	121.1%
EPS (IDR)	67.2	145.0	115.7%	12.5	11.3	25.0	100.4%	121.1%
<i>Gross Profit Margin</i>	71.7%	71.5%	-0.2%	67.6%	67.3%	71.4%	3.8%	4.1%
<i>Operating Profit Margin</i>	36.8%	39.4%	2.6%	36.8%	25.8%	40.6%	3.8%	14.9%
<i>Net Profit Margin</i>	19.5%	39.4%	19.9%	13.0%	13.4%	25.9%	12.9%	12.6%

SMRA – PT Summarecon Agung disclosed its FY 2019 financial results:

SMRA (IDR Bn)	2018	2019	YoY	Q4 2018	Q3 2019	Q4 2019	YoY	QoQ
Revenue	5,661	5,942	5.0%	1,643	1,733	1,530	-6.8%	-11.7%
Gross Profit	2,739	2,850	4.1%	827	763	800	-3.2%	4.8%
Operating Profit	1,540	1,580	2.6%	497	432	493	-0.9%	14.0%
Pretax Earnings	969	923	-4.8%	390	277	306	-21.5%	10.4%
Net Income	449	515	14.8%	245	166	200	-18.3%	21.0%
EPS (IDR)	31.1	35.7	14.8%	17.0	11.5	13.9	-18.3%	21.0%
<i>Gross Profit Margin</i>	48.4%	48.0%	-0.4%	50.3%	44.0%	52.3%	1.9%	8.2%
<i>Operating Profit Margin</i>	27.2%	26.6%	-0.6%	30.3%	24.9%	32.2%	1.9%	7.3%
<i>Net Profit Margin</i>	7.9%	8.7%	0.7%	14.9%	9.6%	13.1%	-1.8%	3.5%

WSKT – PT Waskita Karya is in the middle of negotiation with four strategic investors that are interested in acquiring 6 toll road concessions owned by its subsidiary, PT Waskita Toll Road. The breakdown of some of the toll road concessions are: Kanci - Pejagan, Pejagan - Pemalang, Pemalang - Probolinggo, Medan - Kualanmu, Semarang - Batang or Pemalang - Batang. No further info has been disclosed.

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