

DAILY UPDATE September 19, 2023

MACROECONOMIC NEWS

US Economy - U.S. homebuilder confidence fell for a second month in September, with optimism dropping to the lowest since April as high interest rates cut into affordability for prospective buyers.

US Economy - U.S. Treasury yields rose on Monday, powered by strong economic data from the previous week and anticipation for the Federal Reserve's policy decision due this Wednesday. The recent economic indicators, such as firm inflation readings, solid retail sales, and rising oil prices, have pushed the 10-year Treasury yield towards its highest levels since the financial crisis of 2007-2008.

CORPORATE NEWS

INDR - PT Indorama Synthetics has received a USD 20 million green term loan from PT Bank HSBC Indonesia. INDR will use this financing to reduce energy consumption by installing new machines with more efficient technology and energy usage. The project is expected to increase energy efficiency by approximately 20% through the adoption of more energy-efficient machines and technology.

INKP - PT Indah Kiat Pulp & Paper is offering USD 150 million (IDR 2.3 trillion) of sustainable bonds in Phase I in 2023. INKP's management has stated that these bonds are part of a sustainable public offering of dollar-denominated bonds with a target of raising USD 300 million. The fresh funds from the bonds will be used to construct a new factory in the Karawang area, which is estimated to require a total investment of USD 3.63 billion (IDR 57.14 trillion).

MEDC - PT Medco Energi Internasional signed a term loan facility II credit agreement with PT Bank Mandiri Tbk (BMRI) on September 14th, 2023, with a principal of IDR 5.25 trillion for a 5-year loan. The loan is intended to be used by the company to fulfill its debt obligations, including bonds denominated in USD and IDR.

Equity Markets

	Closing	% Change
Dow Jones	34,624	0.02
NASDAQ	13,710	0.01
S&P 500	4,454	0.07
MSCI excl. Jap	619	-1.01
Nikkei	33,303	-0.69
Shanghai Comp	3,126	0.26
Hang Seng	17,931	-1.39
STI	3,255	-0.27
JCI	6,936	-0.67
Indo ETF (IDX)	18	-0.39
Indo ETF (EIDO)	23	-0.31

Currency

	Closing	Last Trade
US\$ - IDR	15,370	15,370
US\$ - Yen	147.61	147.74
Euro - US\$	1.0692	1.0684
US\$ - SG\$	1.363	1.364

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	92.4	1.3	1.4
Oil Brent	94.7	0.5	0.6
Coal Newcastle	160.8	0.3	0.2
Nickel	19877	-47.0	-0.2
Tin	26183	480.0	1.9
Gold	1933	9.5	0.5
CPO Rott	960		
CPO Malay	3749	-81.0	-2.1

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.368	-0.01	-0.14
3 year	6.342	0.00	0.03
5 year	6.379	0.00	0.05
10 year	6.724	0.00	0.00
15 year	6.921	0.00	0.03
30 year	6.971	0.00	0.00

Disclaimer

The analyst(s) whose work appears in this report certifies that his or her remuneration is not correlated to his or her judgment(s) on the performance of the company(ies).

The information and/or opinions contained in this report has been assembled by Panin Asset Management from sources which we deem to be reliable and in good faith, but no representation or warranty, express or implied, is made as to their accuracy, completeness or correctness. This report may not be reproduced, distributed or published by any recipient for any purpose. Any recommendations contained herein are based on a consideration of the securities alone, and as such are conditional and must not be relied upon as a solitary basis for investment decisions. Under no circumstances is this report to be used or considered as an offer to sell, or a solicitation of an offer buy.

All opinions and estimates herein reflect the author's judgment on the date of this report and are subject to change without notice. Panin Asset Management, its related companies, their officers, employees, representatives and agents expressly advise that they shall not be liable in any way whatsoever for any loss or damage, whether direct, indirect, consequential or otherwise howsoever arising (whether in negligence or otherwise) out of or in connection with the contents of and/or any omissions from this communication.

Any investments referred to herein may involve significant risk, are not necessarily available in all jurisdictions, may be illiquid and may not be suitable for all investors. Investors should make their own independent assessment and seek professional financial advice before they make their investment decisions.

Due to its nature as an asset management firm, it is very much possible that Panin Asset Management and/or persons connected with it may, to the extent permitted by law, have long or short positions or may otherwise be interested in any transactions or investments (including derivatives) referred to in this publication. In addition, Panin Asset Management and/or its parent, Panin Sekuritas, and/or its affiliated companies may provide services for or solicit business from any company referred to in this publication.

The analyst(s) named in this report certifies that all of the views expressed by the analyst(s) in this report reflect the personal views of the analyst(s) with regard to any and all of the content of this report relating to the subject securities and issuers covered by the analyst(s) and no part of the compensation of the analyst(s) was, is, or will be, directly or indirectly, related to the specific recommendation or views expressed by the analyst(s) in this report.

WE STRONGLY ADVISE INVESTORS TO CONSULT THEIR FINANCIAL ADVISOR BEFORE MAKING THEIR INVESTMENT DECISION. ALL INVESTMENT OPPORTUNITIES PRESENT SOME SORT OF RISK. INVESTORS SHOULD ASSESS THEIR RISK SENSITIVITY IN ORDER TO DETERMINE SUITABILITY OF AN INVESTMENT OPPORTUNITY ACCORDING TO THEIR RISK PROFILE.