

DAILY UPDATE April 19, 2024

MACROECONOMIC NEWS

Japan Economy - Japan's core inflation slowed in March due to mild rises in food prices while staying comfortably above the central bank's 2% target, government data showed on Friday. The nationwide core consumer price index (CPI), which excludes fresh food items, rose 2.6% in March from a year earlier after rising 2.8% in February. It matched the median market forecast. The "core core" index, which excludes both fresh food and energy costs and is closely watched by the Bank of Japan as a key gauge of broader inflation trends, rose 2.9% after increasing 3.2% in February. It was the first time since November 2022 that the index fell below 3%.

US Economy - The U.S. is further restricting Iran's access to "low-level technology," in response to Iran's April 13 attack on Israel and its military support for Russia, according to a posting Thursday by the U.S. Department of Commerce. The U.S. is adding to the list of items that require a license for export or re-export to Iran, including items made abroad with U.S. technology, the posting said. The new restrictions build on the Commerce Department's February 2023 action targeting Iran's involvement in supplying drones to support Russia's war on Ukraine. They also add to the comprehensive export restrictions on Iran under U.S. law, and restrictions on Russia, Belarus and the occupied Crimea region of Ukraine.

US Economy - Treasury yields continued to rise due to hawkish Fed statements and robust economic data. Expectations for rate cuts have waned following cautious remarks from Fed officials advocating patience on cuts and warning of potential resumption of rate hikes if inflation accelerates. The commencement of rate cuts is unlikely until year-end, with a slow and challenging path toward reaching the 2% inflation target. Additionally, optimistic comments from the Fed, along with better-than-expected initial jobless claims data indicating a resilient labor market, and an unforeseen upturn in a critical regional manufacturing report, tempered expectations for rate cuts.

Equity Markets

	Closing	% Change
Dow Jones	37,775	0.06
NASDAQ	15,602	-0.52
S&P 500	5,011	-0.22
MSCI excl. Jap	640	0.74
Nikkei	37,208	-2.29
Shanghai Comp	3,074	0.09
Hang Seng	16,386	0.82
STI	3,195	0.24
JCI	7,167	0.50
Indo ETF (IDX)	16	0.27
Indo ETF (EIDO)	21	0.43

Currency

	Closing	Last Trade
US\$ - IDR	16,179	16,179
US\$ - Yen	154.64	154.52
Euro - US\$	1.0643	1.0629
US\$ - SG\$	1.362	1.365

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	84.3	1.7	2.1
Oil Brent	88.6	1.36	1.6
Coal Newcastle	129.6		
Nickel	18559	321	1.8
Tin	33979	1204	3.7
Gold	2391	24.9	1.1
CPO Rott	945		
CPO Malay	3979	-45	-1.1

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.762	0.00	0
3 year	6.943	-0.001	-0.014
5 year	6.902	-0.003	-0.043
10 year	6.919	-0.023	-0.331
15 year	7.037	-0.008	-0.114
30 year	7.052	0.00	0.014

US Market - The S&P 500 closed lower Thursday, marking its fifth consecutive daily decline and its longest losing streak since October, as investors assessed rising treasury yields amid diminishing hopes for rate cuts. The DJIA rose by 24 points, or 0.1%, but had surged by around 330 points earlier in the day. The S&P 500 declined by 0.3%, while the NASDAQ Composite fell by 0.5%.

CORPORATE NEWS

PRDA - PT Prodia Widyahusada has allocated IDR 200 billion for this year's capex to expand its market penetration across all business lines, including outlet expansion, renovation, relocation, and investment in IT and web development. Additionally, during the AGMS, PRDA decided to distribute IDR 155 billion (IDR 165.97 per share) in cash dividends.

DMAS - PT Puradelta Lestari achieved IDR 560 billion in Q1-2024 sales, hitting 31% of its IDR 1.81 trillion target for the year. The industrial sector led this success, selling 18 hectares of land, mainly to the data center industry. DMAS is also expanding residential and commercial areas.

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.