

DAILY UPDATE April 29, 2024

MACROECONOMIC NEWS

China's Economy - Market watchers are eyeing Chinese manufacturing data for April to gauge the momentum of the long-awaited recovery in the world's second-largest economy, following stronger-than-expected data last month. Official figures for China's Purchasing Managers' Index (PMI) are expected on Tuesday, followed by the Caixin/S&P Global Manufacturing PMI shortly after. Positive data would be a relief for policymakers aiming to bolster growth and investor sentiment. Global investment firms have become more optimistic about Chinese stocks, with the blue-chip index rising over 10% from its February low. However, Beijing faces challenges with its currency as the yuan weakens against a strong dollar but strengthens against major trading partners, posing concerns for China's export-driven economy.

Euro Economy - The eurozone is set to release inflation and economic growth data on Tuesday, likely reinforcing expectations for a June rate cut by the European Central Bank (ECB). Inflation has declined sharply in the past year, prompting the ECB's plan for a June rate cut. However, uncertainties persist due to increasing energy costs, persistent services inflation, and ongoing geopolitical tensions affecting trade. Economists anticipate a modest 0.2% year-over-year GDP growth for the bloc in Q1. Inflation progress is expected to halt, with consumer prices projected to rise 2.4% in April, matching the previous month's increase driven by higher energy costs.

US Economy - Investors are waiting for signals from the Fed regarding potential interest rate cuts this year as officials wrap up their two-day policy meeting on Wednesday. Fed Chair Jerome Powell has emphasized the need for more confidence in inflation moving towards the 2% target before considering rate cuts. March's inflation data, aligning with expectations, hasn't changed the market's anticipation of a rate cut in September. Expectations for rate cuts have diminished due to positive surprises in labor market and inflation data. Initially, markets anticipated a rate cut in March, which was later pushed to June and then to September.

Equity Markets

	Closing	% Change
Dow Jones	38,240	0.40
NASDAQ	15,928	2.03
S&P 500	5,100	1.02
MSCI excl. Jap	658	1.22
Nikkei	37,935	0.81
Shanghai Comp	3,089	1.17
Hang Seng	17,651	2.12
STI	3,280	-0.23
JCI	7,036	-1.67
Indo ETF (IDX)	16	-1.64
Indo ETF (EIDO)	20	-2.64

Currency

	Closing	Last Trade
US\$ - IDR	16,210	16,210
US\$ - Yen	158.33	158.17
Euro - US\$	1.0693	1.0710
US\$ - SG\$	1.363	1.362

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	83.2	-0.7	-0.8
Oil Brent	88.8	-0.62	-0.7
Coal Newcastle	134.5	5.25	4.06
Nickel	19100	-57	-0.3
Tin	32411	-461	-1.4
Gold	2334	5.3	0.2
CPO Rott	955	22.5	2.4
CPO Malay	3896	46	1.2

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	7.198	0.00	-0.01
3 year	7.058	0.035	0.498
5 year	7.107	0	0
10 year	7.181	0.083	1.169
15 year	7.211	0.076	1.065
30 year	7.108	0.01	0.197

MACROECONOMIC NEWS

China Economy - China's industrial profits fell in March and slowed gains for the quarter compared to the first two months, official data showed on Saturday, raising doubts about the strength of a recovery for the world's second-biggest economy. Cumulative profits of China's industrial firms rose 4.3% to 1.5 trillion yuan (\$207.0 billion) in the first quarter from a year earlier, National Bureau of Statistics (NBS) data showed, slower than a 10.2% rise in the first two months.

Russia Economy - Inflation is set to ease more slowly than previously thought, Russia's central bank said on Friday as it held its key interest rate at 16% for the third meeting running and acknowledged for the first time that inflation may not fall to its 4% target this year.

CORPORATE NEWS

UNTR - PT United Tractors will distribute a final dividend of IDR 5.7 trillion (IDR 1,569/share) in May 2024. This decision aligns with the resolution made during the Annual General Meeting of Shareholders (AMGS), where the final dividend of IDR 5.7 trillion brings the total cash dividend for the fiscal year 2023 to IDR 8.2 trillion (IDR 2,270/share). Previously, on October 24, 2023, United Tractors paid an interim dividend of IDR 2.5 trillion (IDR 701/share). The cum dividend date in the regular market is May 3rd, 2024, with dividend payment on May 22nd, 2024

TOBA - PT TBS Energi Utama is aggressively expanding its presence in renewable energy through a 46 MW Solar Power Plant (PLTS) project in Batam. They've secured a renewable energy pipeline and allocated USD 250 million (IDR 4 trillion) in capex for core businesses, including renewable energy, electric vehicles (EV), and waste management development.

TPMA - PT Trans Power Marine will distribute dividends totaling IDR 196 billion (IDR 75/share), approved by shareholders in the AGMS. In addition to the interim dividend of IDR 30/share on December 5, 2023, the remaining IDR 45/share will be paid as a final dividend per the schedule and regulations. The AGMS also approved the company's plan for the first series of a rights issue with up to 1.13 billion new shares.

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.