

DAILY UPDATE July 3, 2024

MACROECONOMIC NEWS

US Economy - U.S. construction spending unexpectedly fell in May as higher mortgage rates depressed single-family homebuilding, and recovery is likely to be muted by improving housing supply. The Commerce Department's Census Bureau said on Monday that construction spending dipped 0.1% after an upwardly revised 0.3% increase in April. Economists polled by Reuters had forecast construction spending rebounding 0.2% after a previously reported 0.1% fall in April.

Euro Economy - Manufacturing activity across the euro zone took a turn for the worse last month as demand fell at a much faster pace despite factories cutting their prices, a survey showed. HCOB's final euro zone manufacturing Purchasing Managers' Index (PMI), compiled by S&P Global, fell to 45.8 in June from May's 47.3, just ahead of a 45.6 preliminary estimate. It has been below the 50 mark separating growth from contraction for two years.

US Economy - U.S. job openings rose in May after posting outsized declines in the prior two months, but the trend remained consistent with an easing in labor market conditions that could pave the way for the Federal Reserve to cut interest rates this year. The Job Openings and Labor Turnover Survey, or JOLTS report, from the Labor Department on Tuesday showed there were 1.22 vacancies for every unemployed person in May, unchanged from April and the lowest vacancy-to-unemployment ratio since 2021. April's ratio previously had been estimated at 1.24. The ratio is now not too far from its average of 1.19 in 2019.

Euro Economy - Euro zone inflation eased last month but a crucial services component remained stubbornly high, likely fuelling concern among some European Central Bank policymakers that domestic price pressures could stay at elevated levels. Consumer inflation in the 20 nations sharing the euro currency slowed to 2.5% in June from 2.6% a month earlier, in line with expectations in a Reuters poll of economists, as a rise in energy and unprocessed food costs moderated.

Equity Markets

	Closing	% Change
Dow Jones	39,332	0.41
NASDAQ	18,029	0.84
S&P 500	5,509	0.62
MSCI excl. Jap	694	-0.57
Nikkei	40,384	0.77
Shanghai Comp	2,986	-0.37
Hang Seng	17,824	0.31
STI	3,403	1.05
JCI	7,154	0.40
Indo ETF (IDX)	16	-0.25
Indo ETF (EIDO)	19	0.00

Currency

	Closing	Last Trade
US\$ - IDR	16,396	16,387
US\$ - Yen	161.44	161.62
Euro - US\$	1.0745	1.0744
US\$ - SG\$	1.356	1.357

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	83.1	-0.4	-0.4
Oil Brent	86.5	-0.16	-0.2
Coal Newcastle	132.3	0.25	0.19
Nickel	17004	-353	-2.0
Tin	32922	22	0.1
Gold	2331	-2.2	-0.1
CPO Rott	975		
CPO Malay	4067	48	1.2

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.737	0.00	0.03
3 year	6.79	0.012	0.177
5 year	6.989	-0.002	-0.029
10 year	7.128	0.004	0.056
15 year	7.106	0.002	0.028
30 year	7.133	-0.01	-0.098

CORPORATE NEWS

UNTR - PT United Tractors has provided IDR 784 billion in loans for two subsidiary power plant projects. The loans include a revolving facility of IDR 150 billion to PT Arkora Hydro Tbk (ARKO) for a hydropower plant in Pongbembe, South Sulawesi, and USD 38.75 million (IDR 634 billion) to PT Bhumi Jati Power (BJP) for a coal-fired power plant in Jepara, Central Java. The revolving loan to Arkora Hydro, through UNTR' subsidiaries PT Energia Prima Nusantara (EPN) and PT Bina Pertiwi Energi (BPE), will fund a 3x6.66 MW hydropower project in Pongbembe, South Sulawesi.

RDTX - PT Roda Vivatex will distribute the remaining final dividend for FY2023 amounting to IDR 96 billion (IDR 360/share). Previously, RDTX paid an interim dividend for FY2023 of IDR 200 billion (IDR 745/share) on January 12th, 2024. This brings the total FY2023 dividend to IDR 297 billion (IDR 1,105/share), including the remaining final dividend to be paid on July 23th at IDR 360/share. The cum-dividend date for the final IDR 360/share in the regular market is July 2nd, 2024, and the payment date is July 23th, 2024.

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