

DAILY UPDATE July 23, 2024

MACROECONOMIC NEWS

US Economy - U.S. stocks ended Friday trading in the red, marking a week of shifting focus from megacap winners to smaller names, with the Russell 2000 down by 0.63%. The attention remained on stocks expected to benefit from potential Federal Reserve interest rate cuts, like small caps. The upcoming week will be significant with key economic indicators, including the preliminary GDP data for Q2 on Thursday, expected to show an uptick, and the PCE inflation data on Friday. JPMorgan economists forecast a growth acceleration from 1.5% in Q1 to 2.0% in Q2. Investors are also closely monitoring the presidential election after Joe Biden's withdrawal, with Vice President Kamala Harris considered the frontrunner for the nomination.

German Economy - Germany's federal and regional state governments' tax revenue rose strongly in June compared with the same month last year, the finance ministry said on Tuesday. The federal and state governments' tax revenue increased by 6.2% year-on-year to a total of 91.7 billion euros (\$99.85 billion) in June, according to the ministry's monthly report. The tax revenue rose by 3.6% in January through June, when compared with the same period last year, and reached 414.0 billion euros.

China Economy - China's fiscal revenue slid 2.8% in the first half of 2024 from a year earlier, unchanged from a 2.8% fall in the January-May period, official data showed on Monday, as prolonged weakness in domestic demand dampened the outlook for an economic recovery. Fiscal expenditure was up 2% in the first half, against a 3.4% increase in the first five months, according to finance ministry data. For June alone, fiscal revenue posted a 2.6% contraction year-on-year, versus a 3.2% drop in May, while fiscal spending skidded 3%, reversing a 2.6% gain in May, according to Reuters' calculations based on the ministry's data.

Equity Markets

	Closing	% Change
Dow Jones	40,415	0.32
NASDAQ	18,008	1.58
S&P 500	5,564	1.08
MSCI excl. Jap	692	-0.50
Nikkei	39,768	0.43
Shanghai Comp	2,964	-0.61
Hang Seng	17,680	0.25
STI	3,458	0.60
JCI	7,322	0.38
Indo ETF (IDX)	16	0.61
Indo ETF (EIDO)	20	0.74

Currency

	Closing	Last Trade
US\$ - IDR	16,220	16,220
US\$ - Yen	157.04	156.75
Euro - US\$	1.0891	1.0892
US\$ - SG\$	1.346	1.345

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	78.6	-1.9	-2.4
Oil Brent	82.6	-0.36	-0.4
Coal Newcastle	135.0	-0.1	-0.07
Nickel	16190	-66	-0.4
Tin	29888	-1162	-3.7
Gold	2402	-8.8	-0.4
CPO Rott	975		
CPO Malay	3990	29	0.7

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.726	-0.02	-0.282
3 year	6.762	-0.015	-0.221
5 year	6.892	-0.008	-0.116
10 year	6.996	-0.004	-0.057
15 year	7.132	-0.009	-0.126
30 year	7.103	0.00	0

CORPORATE NEWS

KPIG - PT MNC Land targets IDR 1 trillion in recurring income from the Lido Special Economic Zone (KEK) mega project in West Java by 2025. To achieve this, the company has invested IDR 4.67 trillion out of the total first-phase investment of IDR 14.2 trillion, reflecting over 40% of its annual target. KPIG is completing facilities like Lido Music and Art Center (LMAC), Movieland Lido, Lido Skyview Resort Hotel, and Trump International Golf Club, expected to be finished by the second half of 2024. The KEK Lido, established under Government Regulation No. 69 of 2021, spans approximately 1,000 hectares, with a total investment of USD 2.4 billion (IDR 32 trillion) and aims to employ 29,000 workers over 20 years.

BSDE - PT Bumi Serpong Damai recorded a positive performance in the first half of 2024, achieving IDR 4.84 trillion in marketing sales, which is 51% of its annual target. The flagship project, BSD City, was a major contributor, with residential and commercial sales reflecting strong consumer response. BSD City projects accounted for 71% of total presales, with residential sales contributing IDR 2.61 trillion (54%) and commercial sales IDR 1.67 trillion (34%). Additionally, land sales to joint venture companies reached IDR 565 billion (12%). BSDE management is optimistic about reaching the 2024 presales target of IDR 9.5 trillion, supported by the national sales program 'Infinite Living' and the PPN refund policy.

BMRI - PT Bank Mandiri (Persero) by the end of June 2024, had disbursed IDR 19 trillion in KUR (Kredit Usaha Rakyat) to over 122,000 debtors across Indonesia, achieving 51% of its 2024 target. The agricultural sector received the highest allocation at IDR 5.65 trillion (29% of the total), followed by the production services sector with IDR 4.12 trillion (21%). BMRI aims to meet its 2024 KUR target through an ecosystem-based acquisition strategy and enhanced digital services to accelerate debtor processing and boost SME competitiveness.

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