

DAILY UPDATE March 20, 2025

MACROECONOMIC NEWS

US Economy - The Federal Reserve kept interest rates unchanged and maintained its forecast of two rate cuts this year, despite anticipating higher inflation. The benchmark rate remains at 4.25%-4.5%, with projections of 3.9% by year-end, and unchanged estimates for 2026 and 2027. Fed Chair Jerome Powell acknowledged weaker sentiment indicators but noted that economic conditions, including the labor market, remain solid. He also mentioned that inflation forecasts now account for tariffs. Analysts believe the Fed may tolerate short-term inflation pressures but would cut rates if labor market weakness emerges.

US Market - The S&P 500 rose 1.1% as the Fed kept rates unchanged and maintained its forecast for two cuts despite persistent inflation. The Dow gained 0.9%, and the NASDAQ climbed 1.4%. Tesla surged over 4% after securing an initial permit for its robotaxi service in California. Boeing jumped 7% on positive operational updates, while NVidia rose more than 2% as its CEO downplayed tariff concerns. General Mills, however, fell 2% after forecasting a sharp decline in annual sales and profit due to increased competition from private-label brands.

UK Economy - The Bank of England is expected to keep rates at 4.5% as it assesses economic uncertainties from US trade tariffs and a UK employer tax hike. Inflation remains above target, limiting rate cuts compared to the ECB and Fed. The BoE foresees inflation peaking at 3.7%-4% this year, raising concerns over persistent price pressures. Market pricing suggests only two rate cuts in 2024, with the next likely in May. The BoE also watches fiscal policy shifts, including potential UK spending cuts and large EU infrastructure investments that may impact growth.

CORPORATE NEWS

HATM - PT Habco Trans Maritima targets a 42% revenue growth in 2025, reaching IDR 1.06 trillion, supported by its expanding bulk carrier fleet. The company allocated IDR 400 billion in capex for two new vessels, MV Habco Lyra and MV Habco Pegasus, to meet rising market demand. In 2024, cargo volume grew 36% YoY to 5.92 million MT. HATM retains all 2024 earnings as retained earnings. A joint venture with Seacon Ships Management aims to enhance international operations.

Equity Markets

	Closing	% Change
Dow Jones	41,965	0.92
NASDAQ	17,751	1.41
S&P 500	5,675	1.08
MSCI excl. Jap	744	-0.10
Nikkei	37,752	-0.25
Shanghai Comp	3,426	-0.10
Hang Seng	24,771	0.12
STI	3,916	0.20
JCI	6,312	1.42
Indo ETF (IDX)	12	1.22
Indo ETF (EIDO)	16	1.33

Currency

	Closing	Last Trade
US\$ - IDR	16,531	16,531
US\$ - Yen	148.69	148.27
Euro - US\$	1.0903	1.0908
US\$ - SG\$	1.331	1.330

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	67.5	0.3	0.4
Oil Brent	71.1	0.35	0.5
Coal Newcastle	97.5	0.4	0.41
Nickel	16399	150	0.9
Tin	34996	-244	-0.7
Gold	3054	6.1	0.2
CPO Rott	1295	35	2.8
CPO Malay	4391	2	0.0

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.526	0.03	0.415
3 year	6.625	0.002	0.03
5 year	6.816	0.013	0.191
10 year	7.1	0.004	0.056
15 year	7.11	0.005	0.07
30 year	7.049	-0.01	-0.113

CORPORATE NEWS

MYOR – PT Mayora Indah denies conducting layoffs, stating that all permanent employees continue to work as usual. MYOR clarified that only outsourced temporary workers, hired to meet increased production demands before Eid, have completed their contracts. This does not affect permanent staff or operations. MYOR also emphasized that its stock price fluctuations align with market conditions.

MEDC - PT Medco Energi Internasional, through its subsidiary Medco E&P Grissik Ltd. and SKK Migas, has completed a 165 km² 3D seismic acquisition in Rebonjaro Field, Block Corridor, South Sumatra. Using Advanced Wireless Acquisition technology, the project enhances subsurface data for future exploration while minimizing environmental impact. Block Corridor supplies gas to key industries in Indonesia, and as of February 2025, its production exceeded targets by 5%. MEDC remains committed to operational excellence and sustainable energy development to ensure reliable gas supply and support economic growth.

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.