

DAILY UPDATE October 29, 2025

MACROECONOMIC NEWS

U.S. Market - The S&P 500 closed at a record high on Tuesday, supported by optimism over a potential U.S.–China trade deal and expectations of a Fed rate cut after Wednesday’s meeting. The Dow rose 0.3%, the S&P 500 gained 0.2%, and the NASDAQ advanced 0.8%, all ending at all-time highs. Corporate headlines drove additional momentum: Amazon announced a 14,000-job reduction to streamline operations and fund AI investments; UnitedHealth raised its annual earnings forecast; UPS posted stronger-than-expected Q3 results; and PayPal partnered with OpenAI to integrate its wallet into ChatGPT. Microsoft also deepened its collaboration with OpenAI, valuing its stake at about USD 135 billion, while NVidia surged over 5% on new partnerships with Nokia, CrowdStrike, and the U.S. Energy Department.

U.S. Tariffs Policy - The Wall Street Journal reported that the U.S. is considering cutting some tariffs on China ahead of President Donald Trump’s meeting with Chinese President Xi Jinping later this week. Washington may reduce its 20% tariff on chemicals linked to fentanyl production by up to 10% if Beijing agrees to curb exports of such substances. The report follows Trump’s recent deal with Japan’s new Prime Minister, Sanae Takaichi, to establish a framework for securing rare earth supplies—an effort to lessen global dependence on China for critical minerals used in electric vehicles and semiconductors, though neither leader explicitly mentioned China in their statements.

U.S. Economy - The Federal Reserve began its two-day policy meeting, with markets widely expecting a 25-basis-point rate cut on Wednesday—its second this year—bringing the federal funds rate to 3.75%–4.00%. Expectations were reinforced by soft September inflation data and signs of a cooling labor market. Chair Jerome Powell recently signaled readiness to end quantitative tightening amid tighter liquidity conditions. Optimism in equities remains strong, with Wells Fargo projecting an “everything rally” through year-end and the S&P 500 reaching 7,100 by end-2025, while UBS sees the rally extending into mid-2026 with a target of 7,300.

Equity Markets

	Closing	% Change
Dow Jones	47,706	0.34
NASDAQ	23,828	0.80
S&P 500	6,891	0.23
MSCI excl. Jap	918	-0.57
Nikkei	51,099	1.75
Shanghai Comp	3,996	0.18
Hang Seng	26,346	-0.33
STI	4,439	-0.25
JCI	8,093	-0.30
Indo ETF (IDX)	16	-0.12
Indo ETF (EIDO)	18	-0.22

Currency

	Closing	Last Trade
US\$ - IDR	16,608	16,608
US\$ - Yen	152.11	151.84
Euro - US\$	1.1651	1.1649
US\$ - SG\$	1.294	1.294

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	60.3	-0.8	-1.3
Oil Brent	64.6	-0.87	-1.3
Coal Newcastle	104.3		
Nickel	15296	21	0.1
Tin	36361	391	1.1
Gold	3974	-22.2	-0.6
CPO Rott	1295		
CPO Malay	4290	-86	-2.0

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	4.784	-0.01	-0.21
3 year	5.066	0.00	0.00
5 year	5.413	0.00	-0.02
10 year	6.001	0.00	0.02
15 year	6.343	0.00	0.00
30 year	6.738	0.00	-0.02

CORPORATE NEWS

AKRA - PT AKR Corporindo increased the paid-up capital of its subsidiary, PT Anugerah Krida Retailindo (AKRIDA), by about IDR 8 billion to IDR 1 trillion as of October 24, 2025. The move aims to strengthen AKRIDA's capital base and support its retail and distribution operations, with the entire additional capital funded by AKRA. Following the injection, AKRA holds 99% of AKRIDA's shares, while PT AKR Niaga Indonesia owns the remaining 0.01%. The funds will be used to finance AKRIDA's business activities and/or its subsidiaries. Management confirmed that the capital increase does not constitute a material transaction under OJK Regulation No.17/2020 but is classified as an affiliated transaction due to ownership ties between AKRA and AKRIDA.

ARII - PT Atlas Resources plans a private placement of up to 319 million new shares, equivalent to an 8.5% dilution, to be approved at an EGMS on October 29, 2025. According to its prospectus released on October 27, the shares—each valued at a nominal IDR 200—will be issued in compliance with capital market regulations. Proceeds from the placement, net of issuance costs, will be allocated to strengthen working capital, particularly for operating expenses. The company aims to complete the transaction within two years and expects the move to enhance collaboration opportunities with third parties while improving its capital structure, equity-to-debt ratio, and liquidity position.

BYAN - PT Bayan Resources has amended and extended its loan agreement with PT Bank Mandiri (BMRI), signed on October 24, 2025. The facility's maturity was extended by three years to October 24, 2028, with the revolving working capital facility increased from USD 260 million to USD 310 million, while the non-cash facility was reduced from USD 80 million to USD 25 million. BYAN also secured a USD 25 million treasury line for foreign exchange transactions. The facilities, guaranteed by subsidiaries PT Bara Tabang and PT Fajar Sakti Prima, will support working capital, operational funding, and FX needs. The amendment provides greater financial flexibility, and the transaction carries no affiliated relationship between BYAN and BMRI.

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