

DAILY UPDATE October 20, 2026

MACROECONOMIC NEWS

U.S. Economy - Treasury yields rose on Monday as renewed selling in European government bonds spilled into U.S. markets. French 10-year borrowing costs surged following widespread weekend protests over living costs and underfunded public services, adding to concerns over the country's fiscal position and political uncertainty. The unrest increased pressure on an economy already constrained by elevated financing costs. The U.S. 10-year Treasury yield rose 4.3 bps to 5.143%, while the 2-year yield increased 3.2 bps to 4.768%, underscoring the sensitivity of global bond markets to sovereign fiscal risks.

U.S. Market - U.S. equities rebounded on Monday following last week's AI-led sell-off, with the S&P 500 gaining 0.4% and the NASDAQ rising 1.1%, while the DJIA edged down 0.1%. Sentiment remained cautious amid Chinese competition, rising financing costs, and growing scrutiny of AI investment returns. CoreWeave and Nebius each lost more than 25.0% last week, while the Philadelphia Semiconductor Index recorded its longest losing streak since 2008, highlighting pressure on businesses increasingly reliant on external funding. Attention now shifts to earnings from SpaceX and Netflix on Tuesday, followed by Meta Platforms and Tesla on Wednesday. Investors will assess whether revenue growth, margins, and guidance justify elevated valuations, with particular focus on AI monetization and capital-spending commitments. Strong results could support the recovery, but a widening gap between infrastructure spending and financial returns remains a key risk.

Oil Price - Brent pared earlier losses on Monday, trading 0.2% lower at USD 109.35/barrel as renewed Middle East supply concerns offset relief from U.S. measures easing restrictions on Russian oil. Prices initially fell after President Donald Trump suspended numerous sanctions on Russia and waived proposed tariffs on countries importing Russian crude, following a recent diesel supply agreement. However, geopolitical risks resurfaced after Iran-backed Houthis reported attacks on Saudi targets, including Aramco facilities in Yanbu, the Shaybah oil field, and major airports, in retaliation for Saudi-led strikes in Sanaa. The developments kept a geopolitical risk premium in crude despite prospects for improved Russian supply.

Equity Markets

	Closing	% Change
Dow Jones	51,966	-0.07
NASDAQ	26,431	1.11
S&P 500	7,691	0.41
MSCI excl. Jap	1,060	-0.10
Nikkei	64,332	-0.90
Shanghai Comp	3,712	-0.51
Hang Seng	23,941	-1.02
STI	5,406	-0.11
JCI	4,997	-3.64
Indo ETF (IDX)	9	-2.34
Indo ETF (EIDO)	10	-3.32

Currency

	Closing	Last Trade
US\$ - IDR	18,046	18,046
US\$ - Yen	158.5	158.56
Euro - US\$	1.1213	1.1219
US\$ - SG\$	1.280	1.279

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	103.9	2.9	2.9
Oil Brent	109.8	1.41	1.3
Coal Newcastle	150.7	0.3	0.2
Nickel	15529	166	1.1
Tin	50839	455	0.9
Gold	4128	-45.0	-1.1
CPO Rott	1295		
CPO Malay	4797	28	0.6

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.855	0.02	0.29
3 year	7.075	0.00	0.01
5 year	7.250	0.01	0.12
10 year	7.426	-0.01	-0.07
15 year	7.414	0.00	-0.03
30 year	7.476	0.01	0.08

CORPORATE NEWS

CUAN - PT Petrindo Jaya Kreasi Tbk plans a share buyback of up to IDR 500 billion from 19 October through 31 December, funded from internal cash and executed through BNI Sekuritas and Trimegah Sekuritas. Management expects sufficient retained earnings and liquidity to prevent a significant adverse impact on operations or earnings; post-buyback pro-forma assets and equity are estimated at USD 2.6 billion and USD 610 million, respectively.

DSSA - PT Dian Swastatika Sentosa allocated up to IDR 1 trillion for a share buyback running from 19 October 2026 to 18 January 2027. Management said existing cash flow and working capital are sufficient to fund the program alongside operations and capex, with no expected negative impact on revenue or financing.

BRPT - PT Barito Pacific allocated up to IDR 1 trillion for a share buyback between 19 October and 31 December, as part of IDR 2.5 trillion of combined programs announced with BREN and CUAN. The purchases will be funded from surplus internal cash, including transaction costs, and management expects no material effect on operations or revenue.

BREN - PT Barito Renewables Energy announced a share buyback of up to IDR 1 trillion, funded from internal cash and scheduled for 19 October–31 December. BNI Sekuritas will execute the purchases on the IDX. Assuming full deployment, management estimates total assets would decline to USD 3.98 billion from USD 4.04 billion and equity to USD 889 million from USD 944 million, indicating a meaningful but manageable balance-sheet commitment.

BIPP - PT Bhuwanatala Indah Permai secured independent-shareholder approval on 16 October for a private placement of up to 502 million Series B shares, equivalent to 10% of existing capital and implying maximum dilution of approximately 9%. The shares carry a par value of IDR 100, with proceeds intended to strengthen the capital structure and fund working capital, subsidiaries and business expansion.

BBCA - PT Bank Central Asia will conduct another buyback tranche on 19–21 October, following purchases in April and June. The existing shareholder-approved program runs through 11 March 2027 and permits spending of up to IDR 5 trillion, including transaction costs, for no more than 10% of issued capital; it is funded internally. Full deployment would reduce pro-forma CAR by 58 bps to 29%, while management expects no material operational or financial impact.

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