

## DAILY UPDATE September 18, 2023

### MACROECONOMIC NEWS

**US Economy** – U.S. manufacturing output barely rose in August amid a decline in motor vehicle production, and activity could contract in the months ahead after the United Auto Workers (UAW) union embarked on strikes at three factories on Friday. The strikes, which for now only involve 12,700 of the affected 146,000 UAW members, were launched at a time when manufacturing is already struggling under the weight of the Federal Reserve's hefty interest rate increases, which have reduced demand for goods, typically bought on credit.

### CORPORATE NEWS

**KLBF** – PT Kalbe Farma has utilized IDR 400 billion of its capex up to June 2023. The amount represents 50% of its 2023 budgeted capex of IDR 700 – 800 billion of which will be utilized to expand distribution networks, R&D, and expand production capacity.

**INKP** - PT Indah Kiat Pulp & Paper plans to construct a new industrial paper factory with 3.9 million tons estimated annual capacity. This factory will be established in Karawang area, through the acquisition of 321 hectares of new land, with the total projected transaction value of IDR 247 billion. The industrial paper factory and its facilities are estimated to require USD 3.63 billion (IDR 57.14 trillion) as the total investment.

**LINK** – PT Link Net has obtained IDR 3 trillion worth of credit facility from PT Bank Central Asia (BBCA). The fund will be used to build supporting infrastructure for home pass.

**MTEL** - PT Dayamitra Telekomunikasi (Mitratel) is expressing interest in the opportunity to acquire the fiber optic assets of PT Indosat Tbk (ISAT), which are reported to be valued at USD 1 billion (IDR 15.35 trillion). Furthermore, MTEL still has 50% of its 2023 capital expenditure budget of IDR 7 trillion remaining and untapped.

### Equity Markets

	Closing	% Change
Dow Jones	34,618	-0.83
NASDAQ	13,708	-1.56
S&P 500	4,450	-1.22
MSCI excl. Jap	626	0.48
Nikkei	33,533	1.10
Shanghai Comp	3,118	-0.28
Hang Seng	18,069	-0.63
STI	3,272	-0.28
JCI	6,983	0.34
Indo ETF (IDX)	18	0.53
Indo ETF (EIDO)	23	0.13

### Currency

	Closing	Last Trade
US\$ - IDR	15,356	15,356
US\$ - Yen	147.85	147.78
Euro - US\$	1.0657	1.0663
US\$ - SG\$	1.364	1.364

### Commodities

	Last	Price Chg	%Chg
Oil NYMEX	91.2	0.4	0.5
Oil Brent	94.2	0.0	0.1
Coal Newcastle	160.5	0.3	0.2
Nickel	19924	-419.0	-2.1
Tin	25703	-192.0	-0.7
Gold	1924	8.5	0.4
CPO Rott	960	-2.5	-0.3
CPO Malay	3830	39.0	1.0

### Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.342	-0.06	-0.86
3 year	6.340	0.03	0.44
5 year	6.356	0.01	0.22
10 year	6.698	0.01	0.14
15 year	6.847	0.06	0.84
30 year	6.957	0.01	0.10

**PANR** - PT Panorama Sentrawisata managed to generate IDR 1.37 trillion (+222% YoY) in H1-2023 revenue and reversed a loss of IDR 16 billion in H1-2022, to a net profit of IDR 42 billion in H1-2023. PANR's robust performance can be attributed to its strategic focus on the inbound and travel-leisure (outbound) sectors, implementation of tech-enabled and combined with low operating expense B2B2C business models such as 'Panorama Agent,' and also enforced more effective alignment at its subsidiary level.

**TPIA** - PT Chandra Asri Petrochemical, through its subsidiary PT Krakatau Daya Electric (KDL), is developing a solar power plant (PLTS) development business. It aims to achieve a total new renewable energy electricity capacity of 958 kWp, and the PLTS project is targeted to reach 3 MWp in 2023. KDL also plans to initiate a floating PV project at PT Krakatau Tirta Industri's Krenceng Reservoir. Phase 1 construction is set to begin in 2024, with a capacity of 9.6 MWp, and it will continue to the next stage until the total capacity reaches 32 MWp.

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