

DAILY UPDATE July 19, 2024

MACROECONOMIC NEWS

US - The number of liquefied natural gas (LNG) tankers waiting to load at Freeport LNG in Texas has increased since the U.S. second largest exporter of the supercooled gas halted processing ahead of Hurricane Beryl's landfall last week, according to shipping data on Thursday. Beryl made landfall on July 8 near Matagorda, on the Texas coast, lashing the state with 80-mph (130-kph) winds that caused infrastructure damages and left more than 2 million customers without electricity for days.

Oil - Oil prices settled lower Thursday, even as further signs of weakness in the labor market boosted hopes for rate cuts just a day after U.S. inventories fell much more than expected.

US Economy - Latest jobless claims show signs of a slowing labor market. New unemployment applications rose by 20,000 to 243,000 for the week ending July 13, exceeding the expected 229,000. Despite a lower revision in the prior week, the unemployment rate reached a 2.5-year high of 4.1% in June, indicating cooling due to the Federal Reserve's rate hikes in 2022 and 2023. Investors are anticipating a 25-basis point rate cut by the Fed by September, with a probability of over 91%, according to CME's FedWatch.

CORPORATE NEWS

ARKO - PT Arkora Hydro targets two new projects in West and Central Kalimantan with a total capacity of 150 megawatts. ARKO is currently participating in a PLN tender, with the timeline yet to be determined. These projects are based on PLN's need for additional power supply in the regions. The West Kalimantan project involves building a 50-megawatt hydroelectric power plant due to the area's reliance on electricity imports from Malaysia. The Central Kalimantan project has a total capacity of 100 megawatts. If approved, it will be ARKO's largest hydroelectric project.

Equity Markets

	Closing	% Change
Dow Jones	40,665	-1.29
NASDAQ	17,871	-0.70
S&P 500	5,545	-0.78
MSCI excl. Jap	708	-0.45
Nikkei	40,138	0.03
Shanghai Comp	2,977	0.48
Hang Seng	17,778	0.22
STI	3,448	-0.67
JCI	7,321	1.34
Indo ETF (IDX)	16	0.98
Indo ETF (EIDO)	20	0.70

Currency

	Closing	Last Trade
US\$ - IDR	16,155	16,155
US\$ - Yen	157.37	157.36
Euro - US\$	1.0897	1.0891
US\$ - SG\$	1.344	1.345

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	82.2	-1.1	-1.3
Oil Brent	84.6	-0.67	-0.8
Coal Newcastle	135.0	0.25	0.19
Nickel	16423	-34	-0.2
Tin	31604	-1346	-4.1
Gold	2423	-39.9	-1.6
CPO Rott	975		
CPO Malay	3929	8	0.2

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.737	0.03	0.462
3 year	6.754	-0.005	-0.074
5 year	6.823	0	0
10 year	6.922	-0.01	-0.144
15 year	7.031	0	0
30 year	7.076	0.00	-0.028

CORPORATE NEWS

EMDE - PT Megapolitan Developments plans to sell 1.65 million square meters of land in Pasir Laja, West Java, to PT Ciputra Indah Griya Asri. A conditional agreement was signed on July 9th, 2024, for IDR 1.23 trillion. The transaction aims to increase liquidity, improve profitability, enhance working capital, and reduce debt. The sale will reduce Megapolitan's developable land bank, requiring new land acquisitions for future development. Proceeds will be used to pay creditors and boost working capital. As the transaction value exceeds 50% of the company's equity, shareholder approval is needed, with an EGMS scheduled for August 26th, 2024.

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