

DAILY UPDATE October 21, 2024

MACROECONOMIC NEWS

US Economy - This week, the U.S. economic calendar is relatively quiet, but investors will receive key updates on the housing sector through reports on both existing and new home sales, along with data on durable goods orders, consumer sentiment, and jobless claims. The Federal Reserve will release its Beige Book on Wednesday, providing insights into economic conditions across its 12 districts. Additionally, several regional Fed officials, including Presidents Neel Kashkari, Jeffrey Schmid, Mary Daly, Patrick Harker, and Thomas Barkin, are scheduled to speak.

IMF Meetings - Global central bank heads and finance ministers will meet in Washington this week for the IMF and World Bank's annual gathering, discussing strategies to manage low growth and high debt. The IMF recently projected global public debt to surpass \$100 trillion by year-end, mainly driven by the U.S. and China. High debt can trigger negative market reactions and limit responses to economic shocks. Meanwhile, Russian President Vladimir Putin will host a BRICS summit, seeking support from leaders of Brazil, India, China, South Africa, Egypt, the UAE, and Saudi Arabia, representing a third of global economic output.

Oil Prices - Oil prices remain under pressure after a 7% drop last week, as concerns grow over weak demand from top importer China and uncertainty in the Middle East. Brent fell over 7%, while U.S. crude lost 8%, marking the biggest weekly declines since early September. China's economy grew at its slowest pace this year in Q3, though September consumption and industrial output exceeded forecasts. Analysts suggest China's economic weakness and the shift toward electrification will continue to dampen demand. Meanwhile, tensions in the Middle East persist, with Hezbollah escalating its conflict with Israel, complicating hopes for a resolution.

Equity Markets

	Closing	% Change
Dow Jones	43,276	0.09
NASDAQ	18,490	0.63
S&P 500	5,865	0.40
MSCI excl. Jap	753	2.01
Nikkei	39,036	0.14
Shanghai Comp	3,262	2.91
Hang Seng	20,804	3.61
STI	3,632	-0.22
JCI	7,760	0.32
Indo ETF (IDX)	18	0.06
Indo ETF (EIDO)	23	0.36

Currency

	Closing	Last Trade
US\$ - IDR	15,481	15,481
US\$ - Yen	149.53	149.11
Euro - US\$	1.0867	1.0867
US\$ - SG\$	1.310	1.309

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	69.3	-1.6	-2.2
Oil Brent	73.1	-1.47	-2.0
Coal Newcastle	145.4	-0.35	-0.24
Nickel	16897	-108	-0.6
Tin	31313	95	0.3
Gold	2726	22.4	0.8
CPO Rott	975		
CPO Malay	4255	-37	-0.9

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.424	0.05	0.71
3 year	6.433	-0.01	-0.14
5 year	6.42	0	-0.03
10 year	6.668	0.01	0.12
15 year	6.838	0.01	0.16
30 year	6.955	0.00	-0.01

CORPORATE NEWS

PTRO - PT Petrosea plans to invest USD 400 million in capital expenditure for business expansion in 2024-2025, focusing on purchasing new mining equipment. This investment aims to support new mining service projects and ensure long-term business sustainability. PTRO will continue following its Five Pillars of Long-Term Strategy: Operational Efficiency and Stakeholder Value Enhancement, Increased Value Creation for Clients, Strategic Portfolio Diversification, Commitment to Competency Improvement, and Excellence in Safety and Health.

FILM - PT MD Entertainment plans a private placement worth IDR 661 billion, issuing 216 million new shares at IDR 3,060/ share. The new shares, with a nominal value of IDR 100, represent 10% of the company's issued and paid-up capital. Teladan Investama (TI) and Permata Surya Gitatama (PSG) will absorb the offering, subject to independent shareholder approval. Proceeds will partly fund a material transaction and support business development and expansion opportunities. The private placement will increase the company's issued shares to 9.72 billion, boosting liquidity and strengthening capital structure.

ERAL - PT Sinar Eka Selaras has strengthened MST Golf Indonesia's (MGI) capital by purchasing 15,729 shares worth IDR 15 billion on October 18th, 2024. This increased MGI's issued and paid-up capital from IDR 128 billion to IDR 160 billion, allowing ERAL to maintain its stake in the company. Following the transaction, MST Golf Group Berhad holds 51% of MGI's shares, and ERAL owns 49%. MGI operates in the retail trade of golf equipment, accessories, and apparel in Indonesia. The capital increase has no negative impact on ERAL's operations, legal standing, or financial condition.

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