

DAILY UPDATE October 30, 2024

MACROECONOMIC NEWS

Oil Price - Oil prices fell on Tuesday following news that Israeli Prime Minister Netanyahu would discuss a diplomatic resolution to the Lebanon conflict. Brent crude dropped to USD 71.03/barrel, and WTI fell to USD 67.05. The market remains under pressure from low Chinese demand, although BP's CEO expects growth to stabilize once new economic stimulus is introduced. Meanwhile, U.S. oil inventories likely rose, adding to supply concerns. The Federal Reserve is anticipated to cut interest rates on November 7th, potentially supporting economic activity and oil demand.

Gold Price - Gold prices hit a new high on Tuesday, rising 1% to USD 2,769.02/ounce, as demand surged amid weaker U.S. economic data and pre-election uncertainty. With polls showing a tight race between Donald Trump and Kamala Harris, gold's appeal grew, especially given predictions that a Trump victory could drive U.S. debt up by USD 7.5 trillion over a decade. Safe-haven demand was further boosted by key economic data this week, including falling job openings, hinting at a slowing labor market that could support a Federal Reserve rate cut in November.

US Economy - U.S. labor demand eased in September as job openings fell, though hiring rose, suggesting potential upside for October payrolls, according to Oxford Economics. The decline in the quits rate signals slowing wage growth, helping to ease inflation pressures. Consumer confidence, however, hit its highest level since 2021 despite election uncertainty, with polls favoring Donald Trump in a close race against Vice President Kamala Harris. This week's inflation and labor data, ahead of the Fed's likely 25-basis-point rate cut, will be closely watched.

CORPORATE NEWS

EXCL - PT XL Axiata strengthens its telecom presence by collaborating with Huawei Indonesia on network automation, achieving AOMM Level 3.0, an advanced standard by TM Forum. This positions XL Axiata as an international leader in autonomous networking in Indonesia, enhancing real-time network monitoring, response, and efficiency. Leveraging AI and machine learning, this partnership boosts operational precision and customer experience through automated, resilient services.

Equity Markets

	Closing	% Change
Dow Jones	42,233	-0.36
NASDAQ	18,713	0.78
S&P 500	5,833	0.16
MSCI excl. Jap	739	-0.14
Nikkei	39,214	0.80
Shanghai Comp	3,286	-1.08
Hang Seng	20,701	0.49
STI	3,587	-0.10
JCI	7,607	-0.37
Indo ETF (IDX)	17	-0.23
Indo ETF (EIDO)	22	-0.87

Currency

	Closing	Last Trade
US\$ - IDR	15,771	15,771
US\$ - Yen	153.36	153.27
Euro - US\$	1.0819	1.0821
US\$ - SG\$	1.324	1.324

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	67.4	-2.8	-3.9
Oil Brent	71.2	-2.91	-3.9
Coal Newcastle	145.3	-1	-0.69
Nickel	15873	-280	-1.7
Tin	31084	294	0.9
Gold	2778	17.0	0.6
CPO Rott	1200	225	23.1
CPO Malay	4621	-54	-1.2

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.531	-0.06	-0.955
3 year	6.598	0.071	1.088
5 year	6.715	-0.011	-0.164
10 year	6.863	0.002	0.029
15 year	7.083	0.013	0.184
30 year	7.017	0.00	-0.014

CORPORATE NEWS

GMFI - PT Garuda Maintenance Facility Aero Asia held an EGM on November 28th, 2024, approving a capital increase via a rights issue. GMFI will issue up to 11.7 billion Series B shares at IDR 25 each, with PT Garuda Indonesia Tbk (GIAA) contributing non-cash assets valued at IDR 418 billion, including hangars and facilities at Soekarno Hatta Airport. This strategy aims to strengthen GMFI's equity and asset management flexibility, especially in Maintenance, Repair, and Overhaul (MRO) activities. The capital increase will boost GMFI's financial capacity, with potential savings from former lease costs, though shareholders who opt out may face a dilution of up to 29%.

CMRY – PT Cisarua Mountain Dairy has announced its 9M 2024 results:

CMRY (IDR bn)	9m 2023	9m 2024	YoY	3Q 2023	2Q 2023	3Q 2024	YoY	QoQ
Revenue	5,742	6,637	15.60%	1,964	2,247	2,221	13.10%	-1.20%
Gross Profit	2,375	2,985	25.70%	833	1,005	1,010	21.20%	0.40%
Operating Profit	1,117	1,372	22.80%	400	448	496	24.00%	10.90%
Pretax Earnings	1,220	1,452	19.00%	437	530	433	-0.90%	-18.30%
Net Income	967	1,156	19.60%	345	416	353	2.60%	-15.10%
EPS (IDR)	122	146	19.60%	43	52	45	2.60%	-15.10%
<i>Gross Profit Margin</i>	<i>41.40%</i>	<i>45.00%</i>	<i>3.60%</i>	<i>42.40%</i>	<i>44.70%</i>	<i>45.50%</i>	<i>3.10%</i>	<i>0.70%</i>
<i>Operating Profit Margin</i>	<i>19.50%</i>	<i>20.70%</i>	<i>1.20%</i>	<i>20.40%</i>	<i>19.90%</i>	<i>22.30%</i>	<i>2.00%</i>	<i>2.40%</i>
<i>Net Profit Margin</i>	<i>16.80%</i>	<i>17.40%</i>	<i>0.60%</i>	<i>17.50%</i>	<i>18.50%</i>	<i>15.90%</i>	<i>-1.60%</i>	<i>-2.60%</i>

JPFA - PT Japfa Comfeed Indonesia has announced its 9M 2024 results:

JPFA (IDR bn)	9m 2023	9m 2024	YoY	3Q 2023	2Q 2023	3Q 2024	YoY	QoQ
Revenue	37,767	41,280	9.30%	13,612	13,723	13,631	0.10%	-0.70%
Gross Profit	5,922	7,944	34.20%	2,563	2,882	2,587	0.90%	-10.20%
Operating Profit	2,044	3,783	85.10%	1,361	1,535	1,134	-16.70%	-26.10%
Pretax Earnings	1,293	3,026	134.00%	1,114	1,281	850	-23.70%	-33.70%
Net Income	937	2,096	123.60%	855	814	617	-27.90%	-24.30%
EPS (IDR)	81	180	122.20%	74	70	53	-28.40%	-24.30%
<i>Gross Profit Margin</i>	<i>15.70%</i>	<i>19.20%</i>	<i>3.60%</i>	<i>18.80%</i>	<i>21.00%</i>	<i>19.00%</i>	<i>0.10%</i>	<i>-2.00%</i>
<i>Operating Profit Margin</i>	<i>5.40%</i>	<i>9.20%</i>	<i>3.80%</i>	<i>10.00%</i>	<i>11.20%</i>	<i>8.30%</i>	<i>-1.70%</i>	<i>-2.90%</i>
<i>Net Profit Margin</i>	<i>2.50%</i>	<i>5.10%</i>	<i>2.60%</i>	<i>6.30%</i>	<i>5.90%</i>	<i>4.50%</i>	<i>-1.80%</i>	<i>-1.40%</i>

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