

DAILY UPDATE February 4, 2025

MACROECONOMIC NEWS

US Economy - Trump temporarily paused tariffs on Mexico after a "very friendly" call with President Claudia Sheinbaum, who agreed to deploy 10,000 troops to curb illegal immigration at the U.S.-Mexico border. The one-month delay allows further negotiations on a permanent deal. Analysts see this as a sign that Trump is using tariffs as leverage rather than escalating a trade war. However, tariffs, including those on Canada (25%) and China (10%), are expected to raise U.S. inflation, reducing the likelihood of Fed rate cuts in the near future.

US Market - The S&P 500 closed lower Monday, with the Dow down 161 points (0.4%), the S&P 500 falling 0.9%, and the NASDAQ dropping 1.3%. Trade-sensitive stocks like GM, Ford, and Stellantis trimmed losses, while Constellation Brands recovered from session lows after Canadian provinces boycotted U.S. alcohol over tariffs. Meanwhile, earnings season is in full swing, with over 120 S&P 500 companies reporting this week, including Alphabet, Amazon, Alibaba, AMD, Disney, Qualcomm, and Uber.

Cryptocurrency Market - Bitcoin fell 2.5% to USD 96,749 on Monday, hitting a three-week low amid a broader crypto sell-off triggered by Trump's new tariffs on China, Canada, and Mexico. Ethereum plunged 18% to its lowest level since early November, while altcoins like XRP (-15%), Solana (-6%), and Dogecoin (-12.7%) also suffered steep losses. Analysts cite tightened global liquidity and rising inflation concerns as key drivers, with Bitcoin's short-term moves still tied to market sentiment. However, strong institutional demand is expected to provide support in the high USD 90K range.

CORPORATE NEWS

PYFA - PT Pyridam Farma announced that its subsidiary, PT Ethica Industri Farmasi (EIF), secured an IDR 120 billion investment loan from Bank Mandiri (BMRI) on Jan 31st, 2025, with an 8.25% annual interest rate and a 96-month tenure. The loan, obtained for refinancing EIF's existing land and factory in Jababeka Industrial Estate, is backed by a second-ranking mortgage on the property. EIF and Bank Mandiri have no affiliate relationship, and the loan will support production facility expansion without materially impacting PYFA's operations, aside from periodic interest and principal payments.

Equity Markets

	Closing	% Change
Dow Jones	44,422	-0.28
NASDAQ	19,392	-1.20
S&P 500	5,995	-0.76
MSCI excl. Jap	694	-2.06
Nikkei	39,157	1.65
Shanghai Comp	3,251	-0.06
Hang Seng	20,217	-0.04
STI	3,827	-0.76
JCI	7,030	-1.11
Indo ETF (IDX)	14	-1.30
Indo ETF (EIDO)	18	-0.60

Currency

	Closing	Last Trade
US\$ - IDR	16,448	16,448
US\$ - Yen	154.73	155.27
Euro - US\$	1.0344	1.0319
US\$ - SG\$	1.361	1.360

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	72.3	-1.6	-2.2
Oil Brent	76.0	-0.32	-0.4
Coal Newcastle	115.7	-2.85	-2.41
Nickel	15208	-2	0.0
Tin	29924	-178	-0.6
Gold	2817	34.5	1.2
CPO Rott	1295		
CPO Malay	4369	80	1.9

Indo Gov. Bond yields

	Last	Yield Chg	%Chg
1 year	6.875	0.02	0.233
3 year	6.848	0.007	0.102
5 year	6.915	0.001	0.014
10 year	7.07	0.008	0.113
15 year	7.175	0.004	0.056
30 year	7.168	0.00	0.042

CORPORATE NEWS

HRTA - PT Hartadinata Abadi has postponed the issuance of its IDR 100 billion Sustainable Bonds II Phase II 2025 until further notice. Initially set for issuance on Feb 6th, 2025, the bonds carried a fixed 7.60% annual interest rate, a three-year tenor, and an idAAA rating from Pefindo, according to KSEI's announcement on Feb 3rd, 2025.

DRMA - PT Dharma Polimetal is expanding its business portfolio by developing a Battery Energy Storage System (BESS) through its subsidiary, PT Dharma Controlcable Indonesia (DCI). The company has supplied 600 BESS units to a housing developer for solar panel integration, with potential applications in EV charging stations. Amid industry challenges, DRMA sees diversification as a key strategy to drive growth, supported by Indonesia's renewable energy push.

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