

## DAILY UPDATE January 3, 2017

### MACROECONOMIC NEWS

**China Economy** – China’s factories and services both closed out 2016 on relatively robust notes that signal growth is strong enough for policy makers to keep pushing for economic reforms in 2017. The manufacturing purchasing managers index stabilized near a post-2012 high in December, edging down to 51.4 from 51.7 the prior month. The non-manufacturing PMI slipped to 54.5 from a two-year high of 54.7 in November. A gauge of factory input prices surged to a five-year high of 69.6 and services input prices rose to a three-year high of 56.2. China’s foreign reserves, the world’s largest stockpile, fell to a five-year low of USD 3.05 trillion as of November. The USD 99 billion drop in January, the largest in 2016, followed the last reset of the controls.

**India Economy** – A private gauge indicates that India’s manufacturing sector will shrink for the first time in a year as Prime Minister Narendra Modi’s unprecedented clampdown on cash hurts demand. The Nikkei India Manufacturing PMI was at 49.6 in December, the lowest since December 2015. A continued slowdown will strip India of its position as one of the world’s fastest-growing big economies and risk a political backlash against Modi. PMI data is due from India’s key services sector before focus shifts to the government’s first official growth estimate for the year through March.

**Singapore Economy** – Singapore’s economic growth quickened to the fastest pace in more than three years last quarter as manufacturing and services rebounded. GDP rose an annualized 9.1% in the three months to December from the previous quarter, when it declined a revised 1.9%, the trade ministry said. GDP rose 1.8% in the fourth quarter from a year earlier. The economy expanded 1.8% in 2016, the slowest pace since 2009.

### CORPORATE NEWS

**INAF** – PT Indofarma will strengthen revenue contribution from social health insurance, herbal medicines and export to achieve sales growth of 24% in 2017.

### Equity Markets

	Closing	% Change
Dow Jones	19763	-0.3
NASDAQ	5383	-0.9
MSCI excl. Jap	2239	-0.5
Nikkei	515	0.0
Hang Seng	19114	-0.2
Nikkei	3104	0.2
MSCI excl. Jap	22001	1.0
STI	2879	-0.1
JCI	5297	-0.1
Indo ETF (IDX)	21.23	-1.2
Indo ETF (EIDO)	24.13	-1.3

### Currency

	Closing	Last Trade
US\$ - IDR	13473	13481
US\$ - Yen	117.55	117.35
Euro - US\$	1.0455	1.0478
US\$ - SG\$	1.4507	1.4492

### Commodities

	Last	Price Chg	%Chg
Oil NYMEX	54.01	0.29	0.54
Oil BRENT	57.09	0.27	0.48
Coal NYMEX			
Coal Newcastle	94.7	0.00	0.00
Nickel	10020	-100	-1.0
Tin	21125	75	0.4
Gold	1155.2	3.05	0.27
CPO Rott	705	-45.0	-6.00
CPO Malay	3203.5	-42.5	-1.31

### Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.93	0.05	0.68
3 year	7.57	0.00	0.04
5 year	7.58	-0.02	-0.28
10 year	7.98	0.00	0.05
15 year	8.22	0.02	0.24
30 year	8.57	-0.00	-0.01

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## CORPORATE NEWS – cont'd

**PTBA** – PT Bukit Asam is in the process of due diligence for a number of coal mining company with 200 million tons reserve.

**GREN** – PT Evergreen Invesco to submit promissory notes application to OJK in 1Q 2017 to facilitate IDR 2 – 3 trillion capital injection from PT Bumiputera Life Insurance.

**APEX** – PT Apexindo Pratama Duta targets revenue growth to USD 100 – 110 million in 2017.

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