

## DAILY UPDATE September 6, 2017

### MACROECONOMIC NEWS

**US Economy** – US Factory orders for July fell -3.3% while related shipments increased 0.3% and inventories rose 0.2%. These figures were all very close to expectations, but the report did contain some modest favorable surprises in terms of revisions to the important core capital goods data. Growth in core capital goods shipments—key source data used to estimate equipment spending—was revised up from 1.0% to 1.2% in July. Growth in core capital goods orders was revised up from 0.4% to 1.0% in July, with this revision only offset modestly by a small downward revision to the June data. Durable goods came in much weaker at -6.8% offsetting a downwardly revised 6.4 percent rise in June which was the highest gain in nearly three years.

**The Fed** – Fed Gov. Lael Brainard said the Fed may have to slow down its pace of interest-rate hikes, citing the recent low readings for inflation. She indicated that if low inflation “proves transitory,” then the central bank may continue its current expected pace, for one additional hike in 2017 and three in 2018.

### CORPORATE NEWS

**MIKA** – PT Mitra Keluarga Karyasehat plans to acquire PT Rumah Kasih Indonesia (RKI). The acquisition will be done by the issuance of new shares of RKI and purchasing of RKI’s shares from the current shareholders. This transaction is estimated to have value amounting to IDR 342.64 billion.

**PGAS** – PT Perusahaan Gas Negara revised down its net profit target to USD 150 million or IDR 2 trillion this year, from previously IDR 3.7 trillion, due to the decreasing of sales volume and sales price.

**LINK** – PT Link Net cooperates with PT Ketrosden Triasmitra to develop 2,600 km of fiber optic infrastructures which could connect 43 cities in Java. Currently, LINK has 1.9 million home passed supported by 28,000 km of cable and targets to have 2.8 million home passed by 2021.

**EXCL** – PT XL Axiata will continue to focus on transformation to data services. Hence, the company targets to construct 17,000 base transceiver station (BTS) for 4G. Up until now, the total of BTS 4G is 13,591.

### Equity Markets

	Closing	% Change
Dow Jones	21753	-1.1
NASDAQ	6376	-0.9
S&P 500	2458	-0.8
MSCI excl. Jap	660	0.1
Nikkei	19312	-0.4
Shanghai Comp	3384	0.1
Hang Seng	27741	0.0
STI	3249	-0.1
JCI	5830	0.3
Indo ETF (IDX)	23.72	-1.9
Indo ETF (EIDO)	26.55	-2.0

### Currency

	Closing	Last Trade
US\$ - IDR	13338	13336
US\$ - Yen	108.81	108.69
Euro - US\$	1.1914	1.1922
US\$ - SG\$	1.3532	1.3521

### Commodities

	Last	Price Chg	%Chg
Oil NYMEX	48.55	1.17	2.47
Oil Brent	53.14	0.98	1.88
Coal Newcastle	97.8	0.90	0.93
Nickel	12080	-170	-1.4
Tin	20730	-60	-0.3
Gold	1339.5	5.93	0.44
CPO Rott	711.25	12.5	1.79
CPO Malay	2680	-20.5	-0.76

### Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	5.76	-0.02	-0.38
3 year	6.25	0.02	0.32
5 year	6.25	-0.00	-0.02
10 year	6.61	-0.02	-0.29
15 year	7.04	0.00	0.00
30 year	7.79	0.00	0.00

## CORPORATE NEWS – cont'd

**IMJS** – PT Indomobil Multi Jasa will conduct right issue of 692 million new shares with exercise price of IDR 500/share. The total proceed is thus IDR 346 billion while the conversion ratio is 1:1.

**WSKT** – PT Waskita Karya plans to issue the maximum of IDR 3 trillion bond through the Continuous Bond III Waskita Karya Phase I Year 2017. The term period ranging from 3-5 years.

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