

DAILY UPDATE January 3, 2018

MACROECONOMIC NEWS

Indonesia Inflation - Indonesia's inflation rate increased in December, mainly on higher demand for basic food commodities during the festive month, which may indicate rising confidence among households. The Consumer Price Index, which is used to gauge the inflation rate, rose 3.61% year over year in December, faster than November's 3.30%. From a month earlier, consumer prices of goods and services rose 0.71% after rising by 0.20% in November, as prices of basic food commodities increased 2.26% in December.

Year-over-year core inflation, which does not include volatile food prices and costs determined by the government, slowed to 2.95% from 3.05% in November. The year-end inflation in 2017 was on the lower side of Bank Indonesia's 3%-5% target. For 2018, a base effect in 2017 and the government's promise not to raise energy prices this year is likely to result in a lower inflation reading within the central bank's target of 2.5% to 4.5%.

Singapore Housing - Singapore home prices rose for a second straight quarter, reinforcing signs the city-state's property market is emerging from a four-year slump. An index tracking private residential prices rose 0.7% in the three months ended Dec. 31, building on a 0.7% gain the previous quarter, according to preliminary data from the Urban Redevelopment Authority. For 2017, prices rose 1% compared to a 3.1% decline in 2016, the data showed.

CORPORATE NEWS

TLKM – PT Telekomunikasi Indonesia will allocate 60% of its total capex in 2018 to develop cellular infrastructure.

Equity Markets

	Closing	% Change
Dow Jones	24824	0.4
NASDAQ	7007	1.5
S&P 500	2696	0.8
MSCI excl. Jap	725	1.7
Nikkei	22765	-0.1
Shanghai Comp	3348	1.2
Hang Seng	30515	2.0
STI	3430	0.8
JCI	6339	-0.3
Indo ETF (IDX)	25.05	0.8
Indo ETF (EIDO)	28.55	0.4

Currency

	Closing	Last Trade
US\$ - IDR	13514	13487
US\$ - Yen	112.29	112.3
Euro - US\$	1.2059	1.2061
US\$ - SG\$	1.3293	1.3293

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	60.42	-0.25	-0.41
Oil Brent	66.54	-0.66	-0.98
Coal Newcastle	102.65	1.00	0.98
Nickel	12620	-140	-1.1
Tin	20040	15	0.1
Gold	1320.2	13.32	1.02
CPO Rott	690		
CPO Malay	2390		

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	5.26	-0.10	-1.83
3 year	5.78	-0.01	-0.14
5 year	5.94	-0.00	-0.02
10 year	6.29	-0.01	-0.08
15 year	6.90	0.00	0.03
30 year	7.15	-0.01	-0.15

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