

## DAILY UPDATE January 9, 2018

### MACROECONOMIC NEWS

**US Jobs** - Nonfarm payrolls rose a seasonally adjusted 148,000 in December, the Labor Department said. That brought employment gains for the year to 2.1 million, the seventh straight year of increases exceeding two million. It is only the second time on record, the other being in the 1990s, when the economy has produced jobs at that pace for that long. The unemployment rate remained at 4.1%, matching the lowest level since December 2000 for the third straight month, with benefits hitting a widening swath of the population. Hiring has now risen for 87 straight months, the longest uninterrupted period of job expansion on record. The second longest run of job expansion, between 1986 and 1990 was only about half as long. Average hourly earnings rose 9 cents, or 0.3%, in December after a 0.1% gain in the prior month. That lifted the annual increase in wages to 2.5%, from 2.4% in November.

**US Economy** - ISM Non-manufacturing index fell to 55.9, below the expected level of 57.6 forecast by a survey of Bloomberg economists. While the growth rate slipped, the December numbers represent the 96th consecutive month of economic growth in the service sector. New orders for U.S.made goods increased in November for a fourth straight month, but business spending on equipment appeared to be cooling after robust growth in 2017. Factory goods orders jumped 1.3% amid rising demand for transportation and electrical equipment, the Commerce Department said. October's report was revised to show orders advancing 0.4% instead of the previously reported 0.1% dip.

**Euro-zone Economy** - Euro zone inflation slowed to 1.4% in December from 1.5% the month before, bringing into question an end to the European Central Banks asset purchasing program.

### CORPORATE NEWS

**WEGE** – PT Wijaya Karya Bangunan Gedung targets IDR 7.83 trillion new contracts in 2018. In addition, WEGE allocates IDR 667 billion capex in 2018 for the purpose of expansion.

**SGRO** – PT Sampoerna Agro targets 10% sales growth in 2018, supported by a new mill which will begin operation in June 2018.

**PTPP** – PT PP Energi, subsidiary of PT PP targets IDR 1.5 trillion – IDR 3 trillion from the proceed of its plan to go public in 1H 2018.

### Equity Markets

	Closing	% Change
Dow Jones	25283	-0.1
NASDAQ	7157	0.3
S&P 500	2748	0.2
MSCI excl. Jap	742	0.6
Nikkei	23929	0.9
Shanghai Comp	3409	0.5
Hang Seng	30900	0.3
STI	3526	0.4
JCI	6385	0.5
Indo ETF (IDX)	25.5	0.1
Indo ETF (EIDO)	29.04	0.2

### Currency

	Closing	Last Trade
US\$ - IDR	13429	13434
US\$ - Yen	113.09	113.11
Euro - US\$	1.1967	1.1964
US\$ - SG\$	1.3325	1.3324

### Commodities

	Last	Price Chg	%Chg
Oil NYMEX	62.14	0.46	0.75
Oil Brent	68.12	0.29	0.43
Coal Newcastle	106.75	1.45	1.38
Nickel	12535	10	0.1
Tin	20000	25	0.1
Gold	1317	-4.29	-0.32
CPO Rott	695	1.3	0.18
CPO Malay	2541	20.5	0.81

### Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	5.07	-0.01	-0.28
3 year	5.62	-0.01	-0.14
5 year	5.72	-0.00	-0.04
10 year	6.13	-0.00	-0.02
15 year	6.69	-0.01	-0.12
30 year	7.11	-0.00	-0.06

## CORPORATE NEWS – cont'd

**DNAR** – A South Korea based company, Apro Financial Co LTD continues its plan to acquire PT Bank Dinar Indonesia. Apro Financial is currently in the process of obtaining effective license from Financial Service Authority (OJK). After it obtains the license, DNAR will be merged with PT Bank Oke Indonesia.

**TOBA** – PT Toba Bara Sejahtera will hold extraordinary shareholder meeting to obtain approval for its plan on issuing US Dollar denominated bond.

**BRPT** – PT Barito Pacific decided to delay its extraordinary shareholder meeting regarding its right issue plan and the acquisition of Star Energy Group Holding.

**SSIA** – PT Surya Semensta Internusa estimated revenue to reach IDR 3.24 trillion in 2018 (+4.5% YoY from FY17 target). Whereas net loss is expected to reach –IDR 101 billion vs FY17 estimate of IDR 1.13 trillion net income.

**SIDO** – PT Sidomulyo Selaras will hold extraordinary shareholder meeting to obtain approval for its plan on conducting a right issue (max. 10% of paid in and issued capital).

**BBNI** – PT Bank Negara Indonesia targeted volume transaction from credit card to increase by 20% this year from IDR 35 trillion in 2017.

**BBTN** – In FY17 PT Bank Tabungan Negara's credit growth reached initial target of 21-23% YoY.

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