

Friday  
28  
May 2021



Stock Market Indexes	Last	Change	1 Month	YTD	1 Year
Indonesia - JCI	5,841.83	▲ 0.45%	▼ -2.06%	▼ -2.30%	▲ 26.26%
Indonesia - LQ45	863.75	▼ -0.14%	▼ -3.19%	▼ -7.61%	▲ 25.30%
Indonesia - JII	555.16	▲ 1.52%	▼ -4.95%	▼ -11.94%	▲ 6.36%
US - Dow Jones	34,464.64	▲ 0.41%	▲ 1.42%	▲ 12.61%	▲ 37.89%
Europe - Stoxx 600	446.44	▲ 0.27%	▲ 1.42%	▲ 11.88%	▲ 27.95%
Asia ex. Japan - MXFEJ	829.89	▼ -0.02%	▼ -2.37%	▲ 3.72%	▲ 44.37%
Hong Kong - Hang Seng	29,113.20	▼ -0.18%	▲ 0.55%	▲ 6.91%	▲ 24.50%
Malaysia - KLCI	1,593.90	▲ 1.02%	▼ -1.82%	▼ -2.05%	▲ 9.79%
Philippines - PCOMP	6,665.14	▲ 5.11%	▲ 4.32%	▼ -6.42%	▲ 21.25%
Singapore - STI	3,164.82	▲ 0.60%	▼ -1.25%	▲ 11.29%	▲ 25.08%
South Korea - KOSPI	3,165.51	▼ -0.09%	▼ -1.62%	▲ 10.16%	▲ 55.95%
Taiwan - TWSE	16,601.61	▼ -0.25%	▼ -5.52%	▲ 12.69%	▲ 50.96%
Thailand - SET	1,582.96	▲ 0.92%	▲ 1.50%	▲ 8.97%	▲ 18.48%
<b>Bond Index</b>					
IBPA Indonesia Government Bond Total Return Index	343.36	▲ 0.08%	▲ 0.86%	▲ 0.17%	▲ 14.01%
<b>Exchange Rate</b>					
USD-IDR	14,288.00	▲ 0.28%	▲ 1.36%	▼ -2.83%	▲ 3.17%

Source: Bloomberg. Data as of 27 May 2021.



## Even though the Manufacturing PMI has Strengthened, the Upstream Industry is Still Not Recovering

The number of purchasing managers index (PMI) for manufacturing in total continues to be above 50, indicating expansion. Even so, there are still elements that are below 50 points. Based on the analysis of economists Mohamad Revindo and Cania Adinda Sinaga from the Center for Business Climate and Global Value Chain Study of LPEM FEB UI, the global manufacturing PMI recorded a strengthening and reached 55.8 or the highest since April 2010. This belief, explained Revindo and Cania, is due to the need from the production division to respond to rising consumer demand or simply to pile up supplies because of optimism in anticipating an increase in production needs. In line with the Global PMI, Indonesia's manufacturing PMI also recorded a positive sentiment with a value of 54.6 in April.

Bisnis Indonesia

## Economist: Budget Flexibility Will Make State Expenditures Effective

Rector of the University of Indonesia (UI) Ari Kuncoro said the government needed to operate the budget flexibly. Where the remaining budget can be used for the following year. So that spending activities do not need to be carried out in a hurry at the end of the year. According to him, there are other countries that have allocated a certain amount of the remaining budget to be used for the following year. Several governments in developed countries have implemented flexible budgeting. The budget is not annual but intertemporal, some are multiyears not only that year. Ari said there must be budget policy reforms so that budgeting can be carried out more dynamically. During the fiscal year Ministries / Agencies usually find it difficult to change the Budget Implementation List (DIPA) if there is a sudden need. Each Ministry / Agency must have the ability to view data and carry out future projections. The capacity of the work unit must be increased to view financial projections, projected revenue projections of expenditures, and economic projections.

Investor Daily

## Wall Street rose despite pressures on technology shares

Wall Street is mixed with a tendency to strengthen on Thursday (27/5). Data showing improvement in the labor market helped raise expectations for an economic recovery and prompted a small rotation of stocks thought to be more likely to benefit from an economic rebound. The number of Americans filing new jobless claims last week was 406,000, down more than expected to a 14-month low. Pandemic restrictions continue to be lifted, while a separate report shows business spending on equipment is accelerating. The data helped lift US Treasury yields. The benchmark 10-year US Treasury yield reached 1.625%. Yields hike back above 1.6% put pressure on technology stocks and in fact lifted stocks that benefited from the improving economy and small market cap stocks.

Kontan

Disclaimer : This document is made only as public information, and on specific investment target, individuals specific preference and allocation has not included in this document. You don't have to depend on this document as investment recommendation. If you have interest of anything about investment product, or if you do not have confidence on investment decision, you have to search financial recommendation from your professional advisor. Information that provided in this document are from trustable source, however, Allianz does not guarantee data accuracy. Opinion or prediction can changed without any prior information, and for that Allianz strictly refuse each and every responsibility on statement and guarantation, imply or not imply, stated in here or not stated.