

4th WEEK**March 2018****❖ MACRO**

- In today's trading, it is likely that the greenback is trying to maintain its gains after North Korea's denuclearization will run and ahead of expected US inflation data to help again strengthen the dollar at the end of the first quarter of this year. As we know that in yesterday's trading, the greenback condition put pressure on other major world currencies and gold, so this resulted in EURUSD closing down at the level of 1.2307, GBPUSD closed lower at 1.4077, AUDUSD closed down at level 0, 7660 and USDJPY closed up at 106.84. At the same time to make the price of gold June contract on the New York Mercantile Exchange futures exchange division Comex closed down \$ 17.90 or 1.33% at the level of \$ 1330.00 per troy ounce.

- World Bank predicts Indonesia's economic growth will reach 5.3% by the end of 2018. However, Indonesia's challenge should be to accelerate the growth. World Bank Indonesia Lead Economist Frederico Gil Sander said Indonesia needed to boost economic growth with strong fundamentals. The government must create a policy that has a breakthrough to boost economic growth, investment and create jobs. Although the government has made 16 policy packages, but the policy has not been too berimbang to growth. In addition, the need for investment in people's living standards, where it can build the economy and impact on inclusive growth. "What is meant is an investment in health, education and where it is a component that can affect growth," he said on Tuesday (27/3).

- Review:
Previously the value of the US dollar improved in addition to the factors ahead of the end of the trading position at the end of the first quarter, the strengthening of the US currency and the weakening of gold is supported by the efforts of China and the US are secretly negotiating to agree on the granting of US flexibility in exporting to China and investment large in China's financial sector as well.

❖ **MICRO**

- Bank Indonesia (BI) admitted banks are stingy to lower lending rates. Yet since 2016, BI continues to decrease interest on deposits and funding costs. Agus Martowardojo, Governor of BI said the bank wants to keep their profit rate or net interest margin (NIM). "So the bank does not want to lower the loan interest rate," said Agus in his presentation at the book launching of economic report 2017, Wednesday (28/3). In fact, BI always asks banks to adjust lending rates with a decrease in interest on deposits. In order to decrease interest rates faster, BI encourages banks to continue to make efficiency. For BI note, from 2016 until now recorded deposit interest rate has decreased 205 bps. While the new lending rate fell 140 bps. BI wants to reduce this credit interest can be deeper.

- The Financial Services Authority (OJK) stated that until February 2018, the performance of the banking industry is still growing on target. OJK Banking Supervisory Chief Heru Kristiyana said that the total assets of banks reached Rp 7,368.45 trillion or grew 9.2 percent year-on-year (yoy). According to Heru, asset growth is among others supported by the increase in the realization of third party funding (DPK) banking. Until the end of February 2018, total bank deposits reached Rp 5,255.3 trillion. The figure grew by 8.44% yoy. As of February 2018, total assets grew 9.25% yoy. As usual, the growth of banking assets supported by deposits which rose 8.44%, "Heru said in a press conference at OJK office, Jakarta, Thursday (29/3) Not only in terms of assets and deposits, credit distribution at the beginning of the year also has begun by 8.22% to Rp 4,662.34 trillion at the end of February 2010. Meanwhile, in terms of credit quality alias non performing loan (NPL) per February 2018 was at 2.88% gross level, while NPL net was stable in position 1.2%.

- Review:
Related to the decrease in loan interest, BI will cooperate with OJK to boost efficiency in the banking industry. This is so banks can adjust the interest rate. In general, BI notes if the demand for credit increases will be followed by a decrease in loan interest rates.

❖ BANKING

- PT Bank Negara Indonesia (Persero) Tbk or BNI cooperates with Sepuluh Nopember Institute of Technology (ITS) to cooperate in financial management by utilizing integrated banking services. At the same time, the program was launched for financing in the field of education namely BNI Flex - Education. The move is in line with the direction of the President of the Republic of Indonesia Joko Widodo who wants Indonesian banks to provide special financing products to support the world of education. This special education loan product can help lecturers and students in solving their financial problems, completion of educational tasks and research projects. The launch of this special education loan product is marked by the Signing of Cooperation Agreement of Distribution of BNI Flexible Credit Facility between BNI and ITS at Rectorate Building of Ten November Institute of Technology ITS Campus, Sukolilo, Surabaya, Thursday (March 29, 2018). Attending the event were ITS Rector Joni Hermana and Director of Institutional Relations Adi Sulistyowati. The MCC was signed by the General Manager of Consumer Sales Division of BNI Hermita, and witnessed by Director of Institutional Relations Adi Sulistyowati.

PT Bank Rakyat Indonesia still determines the implementation of initial public offering (IPO) of PT Bank BRI Syariah subsidiary. Initially, the corporate action was originally planned in the first quarter of 2018. However, the President Director of Bank BRI Suprajarto said the IPO of BRI Syariah is expected to be realized in the period of April - June this year. "Insyallah, hopefully in the first half of this," he told Bisnis on Thursday (29/3/2018). He explained that the company is also still making sure the total portion of shares to be released to the public. But the calculation is not more than 30%. "The price range and the portion is still being calculated exactly how we can move up to BOOK III. Probably not up to [by 30%], "he said. For the record, at the end of December 2017, the tier 1 capital of BRI Syariah amounted to Rp2.45 trillion and tier 2 capital of Rp1.16 trillion.

Review:

The Cooperation Agreement (PKS) done with the university not only benefits the bank but also benefits the university, this is because the facilities offered can simplify and also innovate the students and lecturers as the subject of the university.

Disclaimer : Dokumen ini hanya bertujuan sebagai informasi dan diperoleh dari berbagai sumber yang terpercaya, namun bukan merupakan jaminan keakuratan atau kelengkapan dan tidak boleh diandalkan sepenuhnya. Kondisi diatas dapat berubah setiap saat. Dilarang untuk menulis ulang apapun tanpa ijin tertulis dari Bank Jatim.