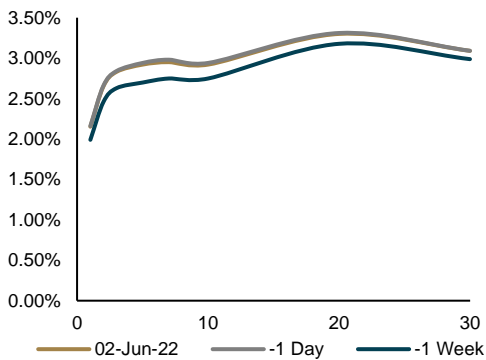


## Exhibit 1. U.S. Treasury Yield



Source : U.S Treasury Department

## Exhibit 2. Global Gov't Bond Yield

Countries	02-Jun-22	-1 Day	-1 Week
U.S	2.92%	2.91%	2.75%
U.K	2.15%	2.15%	1.91%
Germany	1.23%	1.19%	1.00%
Japan	0.23%	0.23%	0.24%
China	2.81%	2.80%	2.77%
Malaysia	4.24%	4.23%	4.14%
Thailand	2.86%	2.85%	2.95%

Source : Bloomberg

## Exhibit 3. Market Indicators

Indicators	Unit	Value
U.S. Treasury	%	2.92
Indo 5-Year CDS	bps	96.63
USD/IDR	points	14,483
BI 7DRR	%	3.50

Source : Bloomberg as of June 2, 2022

## Tirta Widi Gilang Citradi

Economist & Fixed Income Analyst  
tirta.citradi@mncgroup.com

## Global Market Update

- Yields on UST note were slightly closed slightly lower, down by 1-3 bps along the curve on Thursday (06/02/22).
- The benchmark 10-year UST stayed hovering around 2.92% last night.
- US equity market rose with DJI was up 1.33%; S&P 500 increased 1.84% and Nasdaq Composite jumped 2.69%.
- On the data front, US private sector employment only rose 128,000 in May-22 or lower than consensus estimate to add 299,000.
- US initial jobless claims fell 11,000 to a seasonally adjusted 200,000 for the period ended in May 28, 2022.
- Fed Vice Chair Lael Brainard said that US central bank is unlikely to take a break from current rate hiking cycle anytime soon given inflation rate is at 40 year highs.
- Eurozone government bond yields also jumped to a multi-year high amidst potential monetary tightening.
- ECB is expected to raise its benchmark policy rate by 120 bps by year end of FY22F.
- Germany 10-year government bond yield rose 4 bps to 1.23%, the highest level since Sep-13.

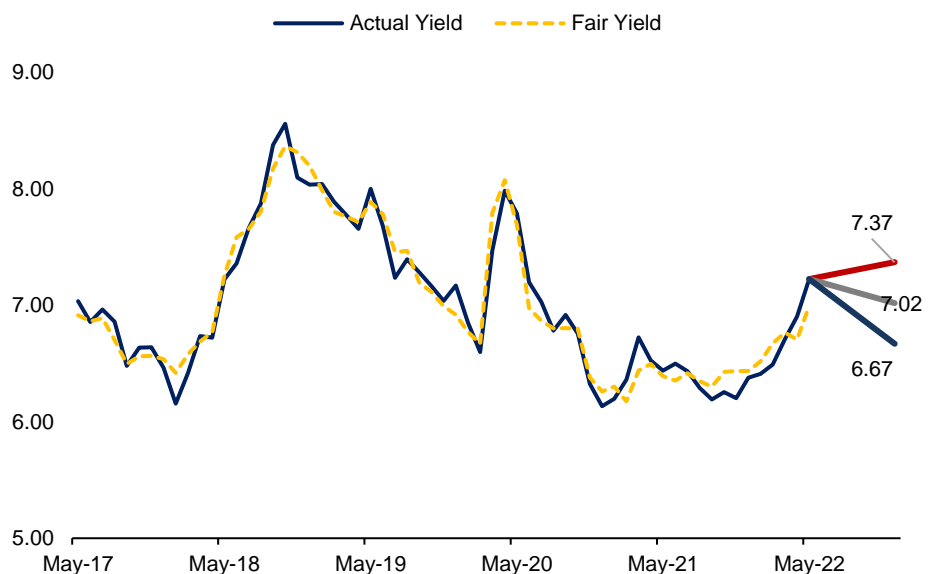
## Domestic Market Update

- The benchmark 10-year Indo GB yield (FR0091) was down by 4 bps to 6.99% on Thursday (06/02/22).
- The IDR continue to strengthen against USD to IDR 14,483/USD from 14,534/USD.
- Indonesia risk premium 5-year CDS increased and was closed at 96.63 bps on yesterday.
- Statistics Indonesia reported domestic inflation rose +0.40% MoM/+3.55% YoY in May-22, in line with our forecast.

## Market Projection

- Given the recent development on global and domestic market, we expect the 10 year Indo GB yield to move within a range of 6.90-7.10% for today.
- Attractive Indo GB series to be traded today : FR0070, FR0077, FR0084, FR0090, FR0078, FR0085, FR0054, FR0091.

## Exhibit 4. 10 Year Indo GB Fair Yield



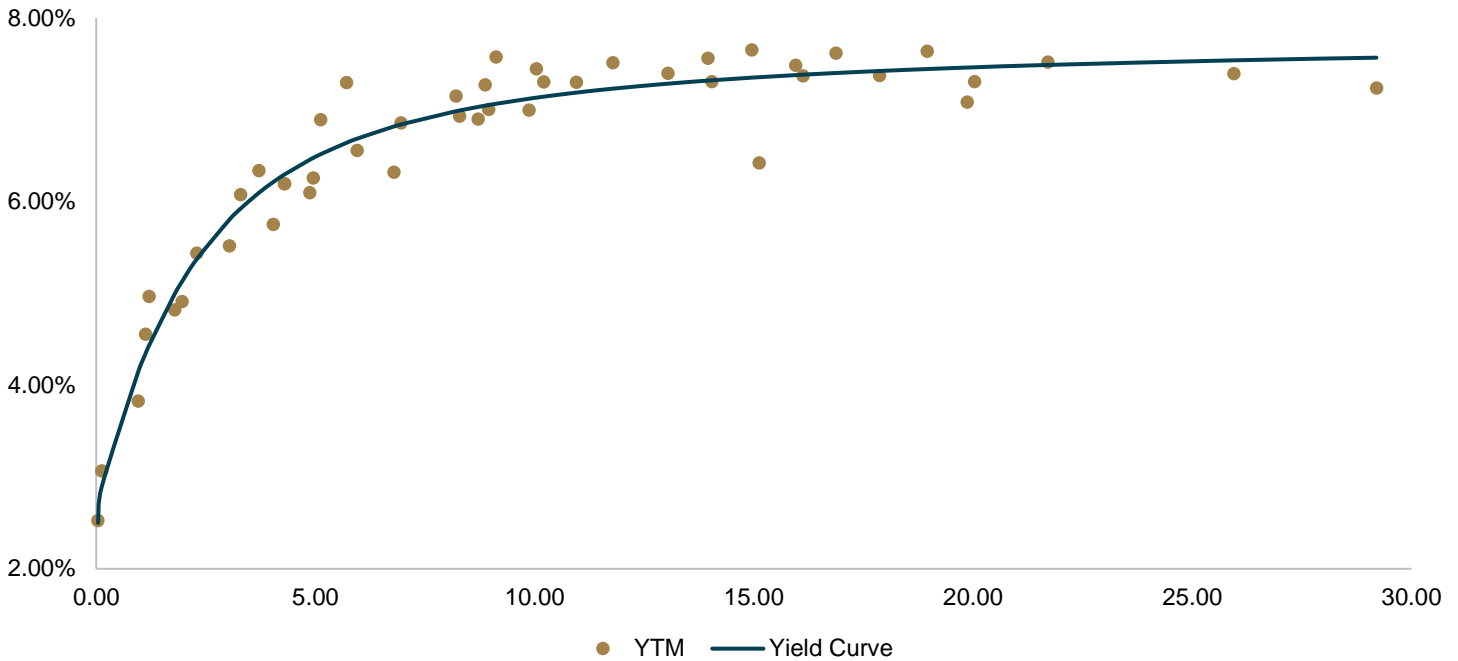
Source : Bloomberg, MNCS Calculation

## Exhibit 5. Indo GB Series Valuation

Series	Coupon (%)	Maturity	TTM (Yr.)	Last Price	YTM (%)	Yield Curve (%)	Fair Price	Notes
FR35	12.900	15-Jun-22	0.04	100.25	2.53%	2.50%	100.37	Fair
FR43	10.250	15-Jul-22	0.12	100.76	3.07%	2.89%	100.86	Fair
FR63	5.625	15-May-23	0.95	101.64	3.83%	4.14%	101.37	Premium
FR46	9.500	15-Jul-23	1.12	105.27	4.55%	4.34%	105.57	Fair
FR39	11.750	15-Aug-23	1.20	107.75	4.97%	4.43%	108.47	Discounted
FR70	8.375	15-Mar-24	1.78	105.96	4.82%	4.99%	105.70	Fair
FR77	8.125	15-May-24	1.95	105.88	4.91%	5.13%	105.49	Fair
FR44	10.000	15-Sep-24	2.29	109.63	5.44%	5.37%	109.82	Fair
FR81	6.500	15-Jun-25	3.04	102.71	5.52%	5.80%	101.91	Premium
FR40	11.000	15-Sep-25	3.29	114.40	6.08%	5.92%	114.94	Fair
FR84	7.250	15-Feb-26	3.71	102.95	6.34%	6.09%	103.77	Discounted
FR86	5.500	15-Jun-26	4.04	99.13	5.75%	6.21%	97.49	Premium
FR37	12.000	15-Sep-26	4.29	121.50	6.19%	6.29%	121.13	Fair
FR56	8.375	15-Sep-26	4.29	108.07	6.19%	6.29%	107.70	Fair
FR90	5.125	15-Apr-27	4.87	95.97	6.09%	6.45%	94.51	Premium
FR59	7.000	15-May-27	4.95	103.11	6.26%	6.47%	102.19	Fair
FR42	10.250	15-Jul-27	5.12	114.25	6.89%	6.51%	116.03	Discounted
FR47	10.000	15-Feb-28	5.71	112.40	7.29%	6.64%	115.73	Discounted
FR64	6.125	15-May-28	5.95	97.90	6.56%	6.68%	97.29	Fair
FR71	9.000	15-Mar-29	6.78	111.82	6.32%	6.82%	111.69	Premium
FR78	8.250	15-May-29	6.95	107.59	6.86%	6.84%	107.70	Fair
FR52	10.500	15-Aug-30	8.20	120.50	7.15%	6.98%	121.67	Fair
FR82	7.000	15-Sep-30	8.29	100.43	6.93%	6.99%	100.04	Fair
FR87	6.500	15-Feb-31	8.71	97.43	6.90%	7.03%	96.59	Fair
FR85	7.750	15-Apr-31	8.87	103.07	7.27%	7.04%	104.59	Discounted
FR73	8.750	15-May-31	8.95	111.45	7.00%	7.05%	111.14	Fair
FR54	9.500	15-Jul-31	9.12	112.50	7.57%	7.06%	116.17	Discounted
FR91	6.375	15-Apr-32	9.87	95.63	6.99%	7.12%	94.78	Fair
FR58	8.250	15-Jun-32	10.04	105.60	7.45%	7.13%	107.93	Discounted
FR74	7.500	15-Aug-32	10.20	101.40	7.30%	7.14%	102.56	Fair
FR65	6.625	15-May-33	10.95	94.97	7.30%	7.18%	95.80	Fair
FR68	8.375	15-Mar-34	11.78	106.66	7.51%	7.23%	108.98	Discounted
FR80	7.500	15-Jun-35	13.04	100.87	7.39%	7.28%	101.81	Fair
FR72	8.250	15-May-36	13.95	105.87	7.56%	7.32%	108.08	Discounted
FR88	6.250	15-Jun-36	14.04	90.84	7.30%	7.32%	90.72	Fair
FR45	9.750	15-May-37	14.95	118.50	7.65%	7.35%	121.57	Discounted
FR93	6.375	15-Jul-37	15.12	99.56	6.42%	7.35%	91.16	Premium
FR75	7.500	15-May-38	15.95	100.15	7.48%	7.38%	101.15	Fair
FR50	10.500	15-Jul-38	16.12	129.25	7.37%	7.38%	129.12	Fair
FR79	8.375	15-Apr-39	16.87	107.11	7.62%	7.40%	109.31	Fair
FR83	7.500	15-Apr-40	17.87	101.23	7.37%	7.42%	100.77	Fair
FR57	9.500	15-May-41	18.95	118.50	7.64%	7.44%	120.73	Fair
FR62	6.375	15-Apr-42	19.87	92.50	7.08%	7.46%	88.86	Premium
FR92	7.125	15-Jun-42	20.04	98.09	7.31%	7.46%	96.54	Fair
FR67	8.750	15-Feb-44	21.71	113.08	7.52%	7.49%	113.44	Fair
FR76	7.375	15-May-48	25.95	99.78	7.39%	7.54%	98.17	Fair
FR89	6.875	15-Aug-51	29.20	95.61	7.24%	7.56%	91.91	Premium

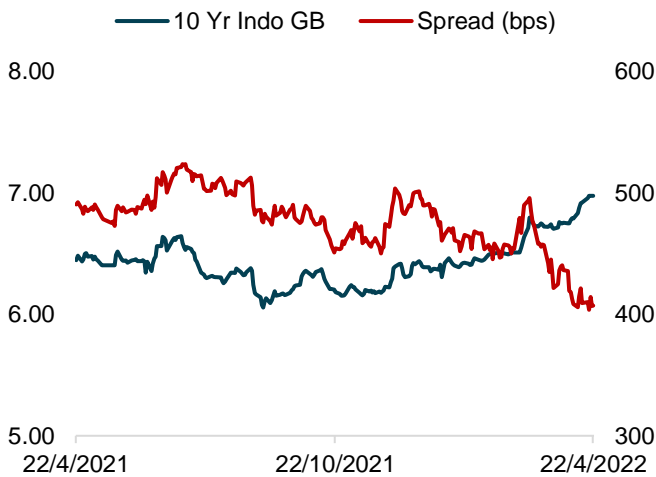
Source : Bloomberg, MNCS Calculation as of June 2, 2022

**Exhibit 6. Indo GB Yield Curve**



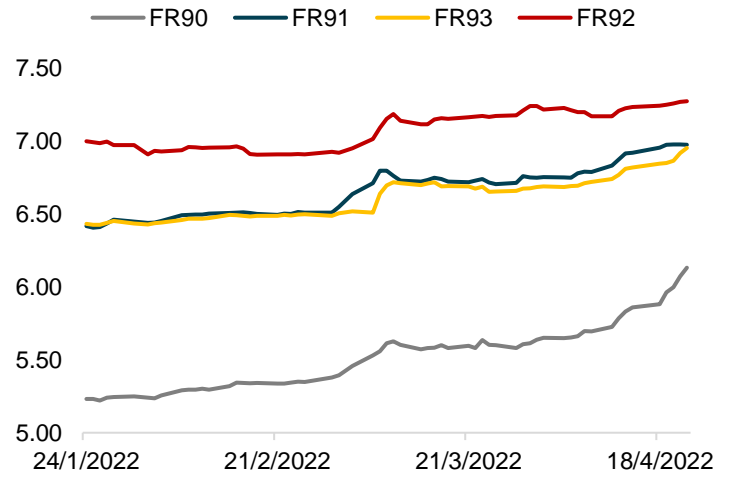
Source : Bloomberg, MNCS Calculation as of June 2, 2022

**Exhibit 7. 10 Year U.S. Treasury & Indo GB Spread**



Source : Bloomberg, MNCS Calculation

**Exhibit 8. Indo GB Benchmark Series Yield (%)**



Source : Bloomberg

**Exhibit 9. Indo GB Ownership by Type of Investors (%)**

Bond Holder	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22
Bank	36.33	32.5	31.92	33.45	33.69	34.77	35.63	34.01	35.47	35.82	35.03	33.36
Central Bank (Nett)	11.99	15.93	16.08	14.78	14.87	13.52	13.10	17.13	15.20	14.12	15.15	16.90
Mutual Fund	3.06	3.16	3.18	3.20	3.28	3.31	3.42	3.38	3.20	3.14	3.19	3.24
Insurance & Pension Fund	14.44	14.24	14.59	14.45	14.40	14.61	14.44	14.00	14.52	14.77	15.22	15.28
Foreign	22.76	22.82	22.53	22.44	21.56	21.24	20.55	19.05	18.97	18.82	17.57	17.37
Individuals	4.61	4.49	4.64	4.46	4.94	5.04	5.08	4.73	4.83	5.32	5.61	5.60
Others	6.83	6.95	7.07	7.21	7.25	7.50	7.78	7.70	7.82	8.01	8.22	8.26

Source : DJPPR as of Apr 21, 2022

## MNC Research Industry Ratings Guidance

**OVERWEIGHT:** Stock's total return is estimated to be above the average total return of our industry coverage universe over next 6-12 months

**NEUTRAL:** Stock's total return is estimated to be in line with the average total return of our industry coverage universe over next 6-12 months

**UNDERWEIGHT:** Stock's total return is estimated to be below the average total return of our industry coverage universe over next 6-12 months

## MNC Research Investment Ratings Guidance

**BUY :** Share price may exceed 10% over the next 12 months

**HOLD :** Share price may fall within the range of +/- 10% of the next 12 months

**SELL :** Share price may fall by more than 10% over the next 12 months

**Not Rated :** Stock is not within regular research coverage

## PT MNC SEKURITAS

MNC Financial Center Lt. 14 – 16

Jl. Kebon Sirih No. 21 - 27, Jakarta Pusat 10340

Telp : (021) 2980 3111

Fax : (021) 3983 6899

Call Center : 1500 899

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