

**Exhibit 1. Daily Market Updates**

Equity	Last	%
JCI	6,722.37	+0.42
STI	3,196.07	+0.27
HSI	19,404.31	+0.07
SSEC	3,228.83	-0.08
FTSE	7,570.69	+0.11
GDAX	16,097.87	+0.93
DJI	34,066.33	+0.13
S&P 500	4,338.93	+0.93
NDX	13,461.92	+1.53

10-yr Bond	Last	bps
ID	6.30	-2.00
US	3.74	0.00
UK	4.34	+10.00
JP	0.42	0.00
CN	2.67	-2.00
MY	3.73	0.00
TH	2.57	0.00

Exchange Rate	Last	%
USD/IDR	14,863	+0.15
EUR/IDR	15,974	+0.47
GBP/IDR	18,580	+0.51
HKD/IDR	1,901	+0.17
SGD/IDR	11,059	+0.23
AUD/IDR	9,961	+0.08

Sources : Bloomberg, MNCS

**Exhibit 2. Risk Indicators**

Category	Last	%
5-yr CDS	83.62	-0.8
VIX	15.01	+8.5

Sources : Bloomberg, MNCS

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**Global Market Updates**

- US government bonds have been traded mixed yesterday with the short term rates tended to slightly decline whereas the longer ones were flattish.
- The short-term yield for 2-year benchmark fell 2 bps to 4.58% and the long-term benchmark for 10-year stayed at 3.74% on Monday (June 12, 2023).
- In response to government bond yields, US equity markets rallied with NDX came the strongest after appreciating 1.53% in a day.
- Markets await for US monetary policy decision this week. According to CME FedWatch data, there is 81.5% probability of Fed to hold rate at 5.00-5.25%.
- Furthermore, consensus also expect US annual inflation rate to continue to decline. The CPI in May-23 is expected to increase by 4.1-4.3% YoY or lower than previous month pace of 4.9% YoY.
- Outside the US, investors will also closely follow the ECB and BoJ monetary policy meetings. ECB is expected to raise another 25 bps while BoJ to maintain its policy rate at current level.

**Domestic Market Updates**

- The benchmark series of LCY government bond prices tended to strengthened in the beginning of this week.
- Indonesia's benchmark 10-year LCY government bond yield FR0096 fell 2 bps to 6.30% on Monday (Jun 12, 2023).
- This was also followed by other benchmark series that recoded price appreciation and yield decline, despite a slight decline in IDR against USD.
- Overall domestic government bond market is seen to be robust with the yield movement tended to skew on the bullish side.
- Sovereign credit risk indicator proxied by 5-year CDS also continuously improving and now hovering around 85 bps by which a month ago stood at above 90 bps.

**Market Forecast**

- Given the recent development on global and domestic market, we expect the 10 year Indo GB yield to move within a range of 6.30-6.45% for today.
- Attractive Indo GB series to be traded today : FR0070, FR0077, FR0084, FR0096.

**Exhibit 3. Benchmark LCY Government Bond Prices (Jun 12, 2023)**

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	102.01	5.92%	101.96	5.93%
FR0096	10-year	104.99	6.30%	104.86	6.32%
FR0098	15-year	105.53	6.54%	105.29	6.57%
FR0097	20-year	105.44	6.63%	105.31	6.64%

Sources : Bloomberg, MNCS

**Exhibit 4. Corporate Bond Credit Spread Matrices (Jun 12, 2023)**

Rating	0.1	1	3	5	10
AAA	41.82	56.17	64.25	69.27	77.87
AA	60.44	95.21	124.49	147.68	183.23
A	164.91	211.00	248.97	288.00	352.61
BBB	335.40	404.30	452.41	503.57	595.29

Sources : IBPA, MNCS

**Exhibit 5. Government Bond Ownership by Type (%) (May 29, 2023)**

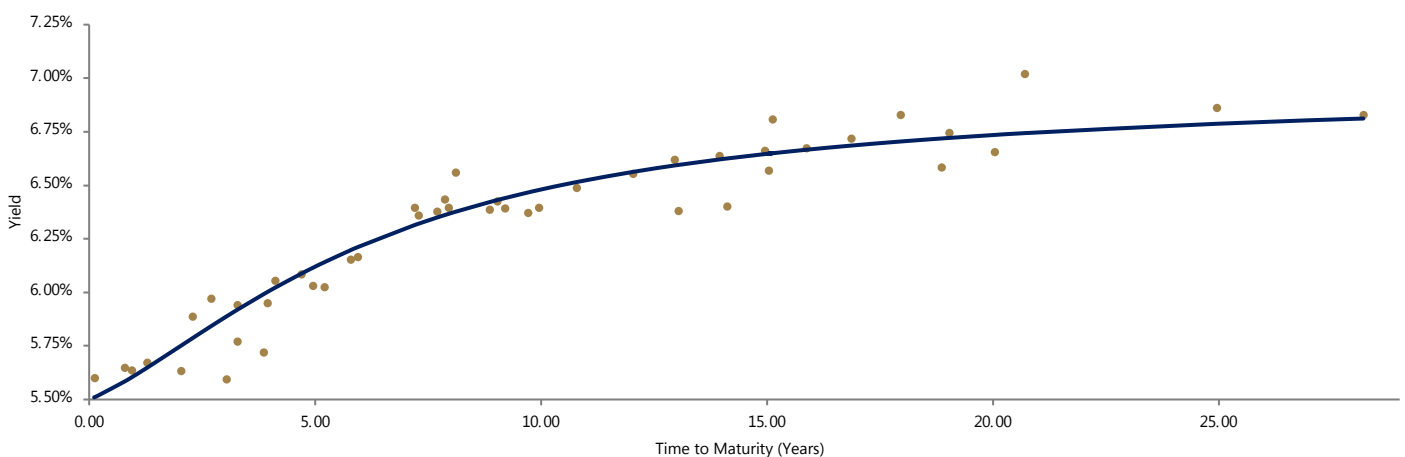
Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23
Central Bank	17.28	17.49	18.27	20.10	17.22
Banks	33.51	33.24	31.93	29.82	31.72
Foreign	15.10	14.79	14.89	14.86	15.31
MF, IF & PF	18.99	19.39	19.86	19.81	20.28

Sources : DJPPR, MNCS

**Exhibit 06. LCY Government Bond Valuation (Jun 6, 2023)**

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR46	9.500	15-Jul-23	0.11	100.39	5.60%	5.51%	100.42	Discounted
FR39	11.750	15-Aug-23	0.19	101.20	5.20%	5.52%	101.17	Premium
FR70	8.375	15-Mar-24	0.78	102.02	5.65%	5.58%	102.08	Discounted
FR77	8.125	15-May-24	0.94	102.23	5.64%	5.60%	102.28	Fair
FR44	10.000	15-Sep-24	1.28	105.22	5.67%	5.65%	105.27	Fair
FR81	6.500	15-Jun-25	2.03	101.63	5.64%	5.75%	101.41	Premium
FR40	11.000	15-Sep-25	2.28	110.70	5.89%	5.79%	110.96	Discounted
FR84	7.250	15-Feb-26	2.70	103.12	5.97%	5.84%	103.45	Discounted
FR86	5.500	15-Jun-26	3.03	99.75	5.60%	5.89%	98.94	Premium
FR37	12.000	15-Sep-26	3.28	117.75	5.94%	5.92%	117.85	Fair
FR56	8.375	15-Sep-26	3.28	107.65	5.77%	5.92%	107.20	Premium
FR90	5.125	15-Apr-27	3.86	97.96	5.72%	5.99%	97.04	Premium
FR59	7.000	15-May-27	3.94	103.63	5.95%	6.00%	103.45	Fair
FR42	10.250	15-Jul-27	4.11	115.03	6.06%	6.02%	115.18	Fair
FR47	10.000	15-Feb-28	4.70	115.75	6.09%	6.09%	115.76	Fair
FR64	6.125	15-May-28	4.94	100.39	6.03%	6.11%	100.04	Premium
FR95	6.375	15-Aug-28	5.20	101.53	6.03%	6.14%	101.02	Premium
FR71	9.000	15-Mar-29	5.78	113.63	6.15%	6.20%	113.43	Fair
FR78	8.250	15-May-29	5.94	110.22	6.17%	6.21%	110.00	Fair
FR52	10.500	15-Aug-30	7.20	123.33	6.40%	6.31%	123.89	Discounted
FR82	7.000	15-Sep-30	7.28	103.67	6.36%	6.32%	103.90	Fair
FR87	6.500	15-Feb-31	7.70	100.72	6.38%	6.35%	100.89	Fair
FR85	7.750	15-Apr-31	7.86	108.00	6.43%	6.36%	108.48	Discounted
FR73	8.750	15-May-31	7.94	114.46	6.40%	6.37%	114.68	Fair
FR54	9.500	15-Jul-31	8.11	118.24	6.56%	6.38%	119.53	Discounted
FR91	6.375	15-Apr-32	8.86	99.90	6.39%	6.42%	99.68	Fair
FR58	8.250	15-Jun-32	9.03	112.32	6.43%	6.43%	112.31	Fair
FR74	7.500	15-Aug-32	9.20	107.58	6.39%	6.44%	107.26	Fair
<b>FR96</b>	<b>7.000</b>	<b>15-Feb-33</b>	<b>9.70</b>	<b>104.47</b>	<b>6.37%</b>	<b>6.47%</b>	<b>103.79</b>	<b>Premium</b>
FR65	6.625	15-May-33	9.94	101.66	6.40%	6.48%	101.06	Premium
FR68	8.375	15-Mar-34	10.78	114.44	6.49%	6.51%	114.23	Fair
FR80	7.500	15-Jun-35	12.03	107.76	6.56%	6.56%	107.71	Fair
FR72	8.250	15-May-36	12.94	114.01	6.62%	6.59%	114.28	Fair
FR88	6.250	15-Jun-36	13.03	98.85	6.38%	6.59%	97.01	Premium
FR45	9.750	15-May-37	13.94	128.00	6.64%	6.62%	128.20	Fair
FR93	6.375	15-Jul-37	14.11	99.73	6.40%	6.62%	97.72	Premium
FR75	7.500	15-May-38	14.94	107.84	6.66%	6.65%	108.01	Fair
FR50	10.500	15-Jul-38	15.11	134.48	6.81%	6.65%	136.34	Discounted
FR98	7.125	15-Jun-38	15.03	105.22	6.57%	6.65%	104.49	Premium
FR79	8.375	15-Apr-39	15.86	116.45	6.68%	6.67%	116.57	Fair
FR83	7.500	15-Apr-40	16.86	107.80	6.72%	6.69%	108.15	Fair
FR57	9.500	15-May-41	17.94	127.36	6.83%	6.70%	128.92	Discounted
FR62	6.375	15-Apr-42	18.86	97.75	6.58%	6.72%	96.35	Premium
FR92	7.125	15-Jun-42	19.03	104.02	6.75%	6.72%	104.30	Fair
FR97	7.125	15-Jun-43	20.03	105.13	6.66%	6.73%	104.25	Premium
FR67	8.750	15-Feb-44	20.70	118.70	7.02%	6.74%	122.20	Discounted
FR76	7.375	15-May-48	24.94	106.07	6.86%	6.79%	107.02	Discounted
FR89	6.875	15-Aug-51	28.20	100.56	6.83%	6.81%	100.78	Fair

Sources : Bloomberg, MNCS

**Exhibit 07. Indonesia Government Bond Yield Curve**


Sources : Bloomberg, MNCS

### 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

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