

**Exhibit 1. Daily Market Updates**

Equity	Last	%
JCI	6,731.04	+0.22
STI	3,149.32	+0.31
HSI	18,479.72	+0.62
SSEC	3,203.70	+0.22
FTSE	7,273.79	+0.23
GDAX	15,673.16	+0.45
DJI	33,944.40	+0.62
S&P 500	4,409.53	+0.24
NDX	13,685.48	+0.18

10-yr Bond	Last	Bps
ID	6.24	+1.21
US	4.01	-5.00
UK	4.64	-1.00
JP	0.46	+3.40
CN	2.64	+0.00
MY	3.90	-0.60
TH	2.56	+2.00

Exchange Rate	Last	%
USD/IDR	15,195	+0.40%
EUR/IDR	16,669	+1.22%
GBP/IDR	19,484	+1.07%
HKD/IDR	1,942	+0.41%
SGD/IDR	11,275	+0.61%
AUD/IDR	10,106	+0.52%

Sources : Bloomberg, MNCS

**Exhibit 2. Risk Indicators**

Category	Last	%
5-yr CDS	87.62	+0.6
VIX	15.07	+1.6

Sources : Bloomberg, MNCS

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**Global Market Updates**

- Wall street managed to start the week in the green yesterday (Jul 10, 2023): DJI rebounded +0.62%, followed by S&P 500 and Nasdaq that edged up +0.24% and +0.18%
- Stocks were able to get a breather on the back of US Treasury note yields' retreat and anticipations of a further easing on Wednesday's June CPI data reading (forecasts: 3.1% YoY) as proxied by the recent used-car prices slump of -10.3% YoY and -4.2% MoM, the biggest annual drop since January.
- The US long-term 10-year treasury yield closed -5 bps lower, while the shorter-termed 2-year yield followed up with a -9 bps decline, narrowing the 2-10 year yield spread to -0.85 bps.
- Fed's Barr, Daly and Mester once again reiterated the focus on pinning down inflation to 2% and offers no room for doubt on July's rate hike: likelihood is now discounted at 94.2% (vs 92.4% on the previous day), with possibilities of another hike after the summer hiatus.
- Global bonds saw a mixed close; the 10-year UK Gilt fell by another -1.0 bps to 4.64%, while the 10-year German bund yield edged +0.3 bps along with the Japanese gov't's 10-year bond that rose +3.4 bps higher to 0.46%.

**Domestic Market Updates**

- Indonesia's benchmark series of LCY government bond further depreciated yesterday (Jul 10, 2023). Indonesia's benchmark 10-year LCY government bond's (FR0096) yield notched up 1 bps, whereas other benchmark yields climbed higher.
- We see the yields' uprise since last week to be in tune with foreign outflows from bonds while equities enjoy increasing inflows, and could continue into this week amid hawkish pressures.
- IDR weakened against most major currencies yesterday. The USD/IDR rate rose by +0.60% and was closed at IDR15,135.
- The Ministry of Finance (MoF) of Indonesia's government securities (SBN) auction today will showcase several reopenings (SPN12231012, SPN12240411, FR0095, FR0096, FR0098, FR0097 and FR0089), with a lower indicative target of IDR14tn and maximum target of IDR21tn as MoF reiterates their confidence of a down revised state budget deficit, ~2.3% of FY23E's GDP.

**Market Forecast**

- Given the recent developments that unfolded within the global and domestic markets, we expect the 10 year Indo GB yield to continue upwards within the range of 6.20-6.30% for today.
- Attractive Indo GB series to be traded today : FR0064, FR0081, FR0082, FR0087, FR0096.

**Exhibit 3. Benchmark LCY Government Bond Prices (Jul 10, 2023)**

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	101.67	5.99%	101.88	5.94%
FR0096	10-year	105.42	6.24%	105.51	6.23%
FR0098	15-year	106.86	6.41%	107.03	6.39%
FR0097	20-year	106.91	6.50%	107.27	6.47%

Sources : Bloomberg, MNCS

**Exhibit 4. Corporate Bond Credit Spread Matrices (Jul 10, 2023)**

Rating	0.1	1	3	5	10
AAA	35.73	54.09	67.62	76.09	91.38
AA	59.79	102.95	129.30	148.81	185.85
A	158.24	214.59	256.93	291.26	353.03
BBB	330.44	393.74	451.45	500.83	591.53

Sources : IBPA, MNCS

**Exhibit 5. Government Bond Ownership by Type (%) (Jun 27, 2023)**

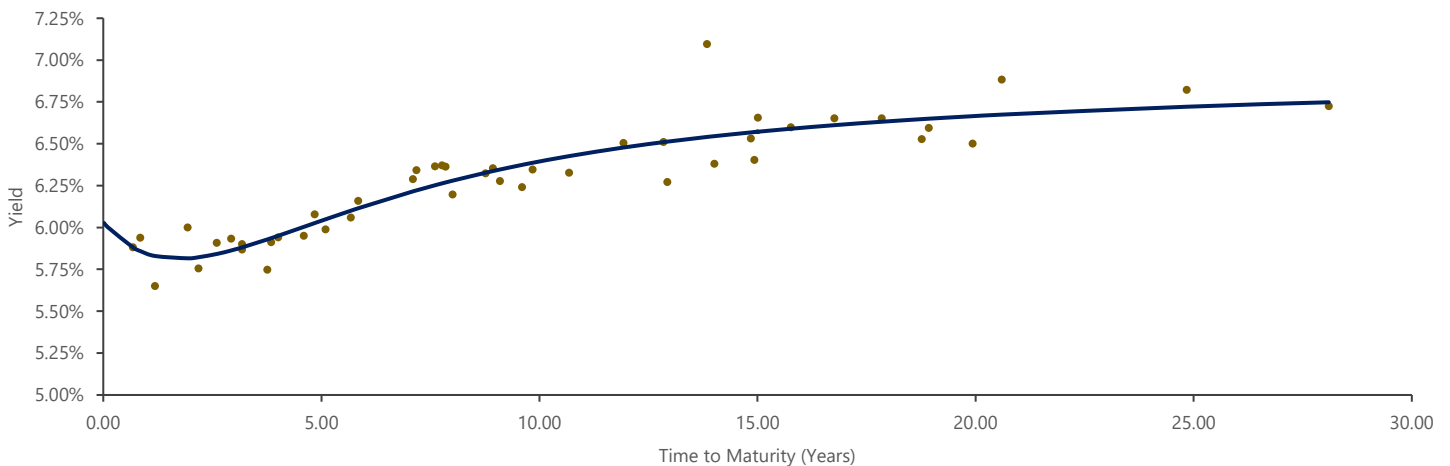
Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43
Banks	33.51	33.24	31.93	29.82	31.72	31.06
Foreign	15.10	14.79	14.89	14.86	15.31	15.51
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50

Sources : DJPPR, MNCS

**Exhibit 06. LCY Government Bond Valuation (Jul 10, 2023)**

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR46	9.500	15-Jul-23	0.01	100.25	-19.93%	6.03%	100.04	Premium
FR39	11.750	15-Aug-23	0.10	100.73	3.82%	6.00%	100.54	Premium
FR70	8.375	15-Mar-24	0.68	101.62	5.88%	5.88%	101.63	Fair
FR77	8.125	15-May-24	0.85	101.76	5.94%	5.86%	101.84	Fair
FR44	10.000	15-Sep-24	1.18	104.87	5.65%	5.83%	104.68	Premium
FR81	6.500	15-Jun-25	1.93	100.89	6.00%	5.82%	101.23	Discounted
FR40	11.000	15-Sep-25	2.18	110.57	5.75%	5.82%	110.45	Fair
FR84	7.250	15-Feb-26	2.60	103.18	5.91%	5.84%	103.34	Fair
FR86	5.500	15-Jun-26	2.93	98.91	5.93%	5.86%	99.03	Fair
FR37	12.000	15-Sep-26	3.18	117.52	5.87%	5.88%	117.50	Fair
FR56	8.375	15-Sep-26	3.18	107.06	5.90%	5.88%	107.13	Fair
FR90	5.125	15-Apr-27	3.77	97.92	5.75%	5.93%	97.31	Premium
FR59	7.000	15-May-27	3.85	103.68	5.91%	5.94%	103.60	Fair
FR42	10.250	15-Jul-27	4.01	115.17	5.94%	5.95%	115.15	Fair
FR47	10.000	15-Feb-28	4.60	116.06	5.95%	6.00%	115.84	Fair
FR64	6.125	15-May-28	4.85	100.19	6.08%	6.03%	100.40	Fair
FR95	6.375	15-Aug-28	5.10	101.67	5.99%	6.05%	101.40	Fair
FR71	9.000	15-Mar-29	5.68	113.94	6.06%	6.10%	113.73	Fair
FR78	8.250	15-May-29	5.85	110.13	6.16%	6.12%	110.35	Fair
FR52	10.500	15-Aug-30	7.10	123.80	6.29%	6.22%	124.28	Fair
FR82	7.000	15-Sep-30	7.18	103.74	6.34%	6.22%	104.44	Discounted
FR87	6.500	15-Feb-31	7.60	100.80	6.36%	6.25%	101.47	Discounted
FR85	7.750	15-Apr-31	7.77	108.33	6.37%	6.26%	109.02	Discounted
FR73	8.750	15-May-31	7.85	114.55	6.36%	6.27%	115.18	Discounted
FR54	9.500	15-Jul-31	8.01	120.61	6.20%	6.28%	120.03	Fair
FR91	6.375	15-Apr-32	8.77	100.33	6.32%	6.33%	100.30	Fair
FR58	8.250	15-Jun-32	8.93	112.77	6.35%	6.34%	112.89	Fair
FR74	7.500	15-Aug-32	9.10	108.38	6.28%	6.35%	107.87	Fair
<b>FR96</b>	<b>7.000</b>	<b>15-Feb-33</b>	<b>9.60</b>	<b>105.42</b>	<b>6.24%</b>	<b>6.37%</b>	<b>104.43</b>	Premium
FR65	6.625	15-May-33	9.85	102.02	6.35%	6.39%	101.71	Fair
FR68	8.375	15-Mar-34	10.68	115.72	6.33%	6.43%	114.88	Premium
FR80	7.500	15-Jun-35	11.93	108.17	6.50%	6.48%	108.40	Fair
FR72	8.250	15-May-36	12.85	114.97	6.51%	6.51%	114.98	Fair
FR88	6.250	15-Jun-36	12.93	99.82	6.27%	6.51%	97.72	Premium
FR45	9.750	15-May-37	13.85	123.16	7.09%	6.54%	128.92	Discounted
FR93	6.375	15-Jul-37	14.01	99.96	6.38%	6.55%	98.45	Premium
FR75	7.500	15-May-38	14.85	109.12	6.53%	6.57%	108.74	Fair
FR50	10.500	15-Jul-38	15.01	136.14	6.66%	6.57%	137.13	Fair
FR98	7.125	15-Jun-38	14.93	106.86	6.40%	6.57%	105.22	Premium
FR79	8.375	15-Apr-39	15.77	117.25	6.60%	6.59%	117.32	Fair
FR83	7.500	15-Apr-40	16.77	108.48	6.65%	6.61%	108.91	Fair
FR57	9.500	15-May-41	17.85	129.50	6.65%	6.63%	129.74	Fair
FR62	6.375	15-Apr-42	18.77	98.35	6.53%	6.65%	97.09	Premium
FR92	7.125	15-Jun-42	18.93	105.70	6.59%	6.65%	105.07	Fair
FR97	7.125	15-Jun-43	19.93	106.91	6.50%	6.66%	105.03	Premium
FR67	8.750	15-Feb-44	20.60	120.39	6.88%	6.67%	123.05	Discounted
FR76	7.375	15-May-48	24.85	106.58	6.82%	6.72%	107.83	Discounted
FR89	6.875	15-Aug-51	28.10	101.89	6.72%	6.75%	101.58	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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