

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,808.21	+0.17
STI	3,175.36	+0.36
HSI	18,860.95	+1.08
SSEC	3,196.13	-0.78
FTSE	7,416.11	+1.83
GDAX	15,790.34	+1.47
DJI	34,347.43	+0.25
S&P 500	4,472.16	+0.74
NDX	13,918.96	+1.15

10-yr Bond	Last	Bps
ID	6.18	-2.53
US	3.85	-0.59
UK	4.66	+2.30
JP	0.47	+1.50
CN	2.64	+0.20
MY	3.88	-2.60
TH	2.57	+0.10

Exchange Rate	Last	%
USD/IDR	15,078	-0.41%
EUR/IDR	16,623	-0.31%
GBP/IDR	19,503	-0.13%
HKD/IDR	1,925	-0.54%
SGD/IDR	11,267	-0.20%
AUD/IDR	10,083	-0.16%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	84.01	-1.1
VIX	13.54	-8.8

Sources : Bloomberg, MNCS

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Global Market Updates

- Wall street garnered more push Wednesday (Jul 12, 2023) following a better-than-expected, two-year low CPI reading, hoisting the S&P 500 to a new high since Apr-22 by +0.74%, the tech-heavy Nasdaq by +1.15% and DJI by +0.25%.
- As the market discerns the new finding, stocks volatility tamed, indicated by a -8.8% fall in VIX.
- The tumble in dollar strength across to a one-year low will provide relief for central banks around the world as inflationary pressures are set to subside and that means further monetary tightening to be off the table.
- The US long-term 10-year treasury yield slipped another -0.6 bps, while the more imminent policy-sensitive 2-year Treasury yield slumped 13 bps, widening the 2-10 year yield spread to -0.87 bps.
- While markets remain convinced that July's hike is inevitable at this juncture (94.2% probability vs previous day's 91.8%), likelihood of further rate hikes beyond the summer gap is starting to waiver.
- Expectations of faltering China trade performance reading for June will reiterate the urgency for more policy support; exports are likely to fall (-15.3%) due to weak external demand and high-base-effect, while sluggish imports (-4.6%) reflect struggling domestic demand.

Domestic Market Updates

- Indonesia's benchmark series of LCY government bond mostly appreciated yesterday (Jul 12, 2023). The 10-year LCY government bond's (FR0096) yield fell by -2.5 bps.
- The spread between 2-year and 10-year government bond slightly widened, now standing at 0.24% (vs previous day's/week's 0.21%/0.34%).
- IDR appreciated against the USD yesterday, and closed stronger against other major currencies. The USD/IDR rate further declined by -0.41% to IDR15,078.
- As the Fed's terminal rate looks more apparent now, more foreign liquidity is getting redirected from the Gov't bonds asset class in tandem with increasing equity foreign inflow, as the Ministry of Finance (MoF) recorded a -IDR2.6tn foreign outflow as of Jul 11, 2023.

Market Forecast

- Given the recent developments that unfolded within the global and domestic markets, we expect the 10 year Indo GB yield to move within the range of 6.10-6.30% for today.
- Attractive Indo GB series to be traded today : FR0070, FR0081, FR0082, FR0086, FR0087, FR0096.

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

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	102.17	5.87%	101.99	5.92%
FR0096	10-year	105.89	6.18%	105.66	6.21%
FR0098	15-year	107.47	6.34%	107.02	6.39%
FR0097	20-year	107.48	6.45%	107.08	6.49%

Sources : Bloomberg, MNCS

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

Rating	0.1	1	3	5	10
AAA	34.12	53.05	66.92	75.17	89.62
AA	57.75	103.52	127.21	148.42	185.29
A	157.09	211.15	253.95	289.82	353.29
BBB	330.18	393.67	453.26	500.95	591.83

Sources : IBPA, MNCS

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

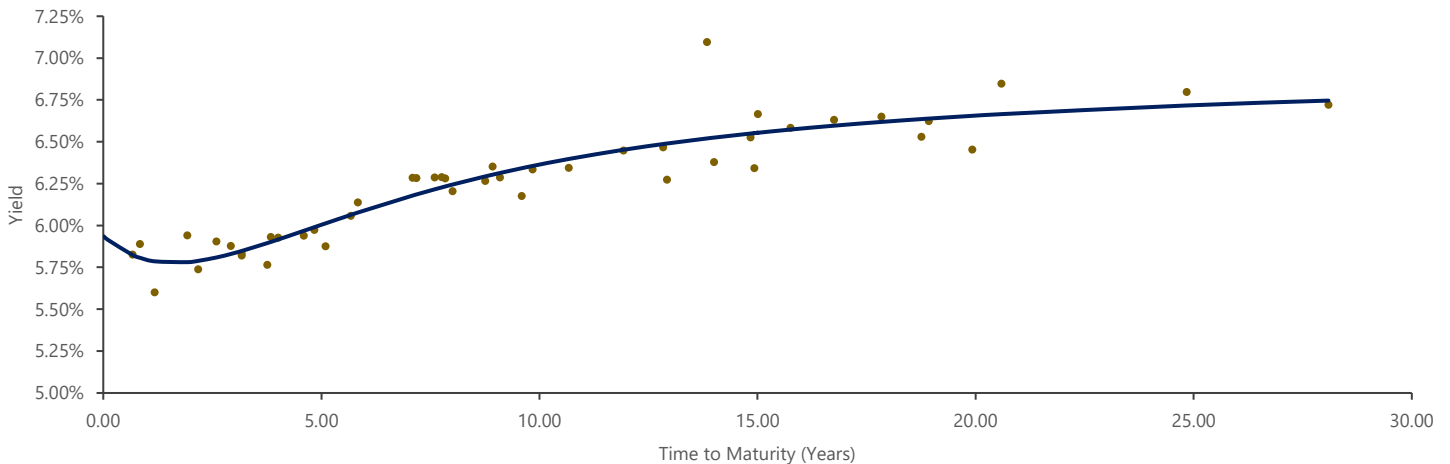
Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43
Banks	33.51	33.24	31.93	29.82	31.72	31.06
Foreign	15.10	14.79	14.89	14.86	15.31	15.51
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50

Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Jul 12, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR39	11.750	15-Aug-23	0.09	100.81	2.41%	5.92%	100.52	Premium
FR70	8.375	15-Mar-24	0.67	101.64	5.82%	5.82%	101.66	Fair
FR77	8.125	15-May-24	0.84	101.79	5.89%	5.81%	101.87	Fair
FR44	10.000	15-Sep-24	1.18	104.91	5.60%	5.79%	104.71	Premium
FR81	6.500	15-Jun-25	1.93	101.00	5.94%	5.78%	101.29	Discounted
FR40	11.000	15-Sep-25	2.18	110.59	5.74%	5.79%	110.50	Fair
FR84	7.250	15-Feb-26	2.60	103.18	5.90%	5.81%	103.42	Fair
FR86	5.500	15-Jun-26	2.93	99.05	5.88%	5.83%	99.12	Fair
FR37	12.000	15-Sep-26	3.18	117.61	5.83%	5.85%	117.58	Fair
FR56	8.375	15-Sep-26	3.18	107.29	5.82%	5.85%	107.22	Fair
FR90	5.125	15-Apr-27	3.76	97.86	5.76%	5.89%	97.43	Premium
FR59	7.000	15-May-27	3.84	103.61	5.93%	5.90%	103.72	Fair
FR42	10.250	15-Jul-27	4.01	115.21	5.93%	5.92%	115.26	Fair
FR47	10.000	15-Feb-28	4.60	116.10	5.94%	5.97%	115.98	Fair
FR64	6.125	15-May-28	4.84	100.62	5.97%	5.99%	100.55	Fair
FR95	6.375	15-Aug-28	5.09	102.17	5.87%	6.01%	101.56	Premium
FR71	9.000	15-Mar-29	5.68	113.94	6.06%	6.06%	113.91	Fair
FR78	8.250	15-May-29	5.84	110.23	6.14%	6.08%	110.54	Fair
FR52	10.500	15-Aug-30	7.09	123.81	6.28%	6.18%	124.51	Fair
FR82	7.000	15-Sep-30	7.18	104.08	6.28%	6.19%	104.65	Fair
FR87	6.500	15-Feb-31	7.60	101.26	6.29%	6.22%	101.69	Fair
FR85	7.750	15-Apr-31	7.76	108.86	6.29%	6.23%	109.24	Fair
FR73	8.750	15-May-31	7.84	115.09	6.28%	6.23%	115.41	Fair
FR54	9.500	15-Jul-31	8.01	120.55	6.20%	6.24%	120.27	Fair
FR91	6.375	15-Apr-32	8.76	100.72	6.26%	6.29%	100.53	Fair
FR58	8.250	15-Jun-32	8.93	112.78	6.35%	6.30%	113.13	Fair
FR74	7.500	15-Aug-32	9.09	108.31	6.29%	6.31%	108.11	Fair
FR96	7.000	15-Feb-33	9.60	105.89	6.18%	6.34%	104.67	Premium
FR65	6.625	15-May-33	9.84	102.10	6.33%	6.36%	101.94	Fair
FR68	8.375	15-Mar-34	10.67	115.56	6.34%	6.40%	115.12	Fair
FR80	7.500	15-Jun-35	11.93	108.66	6.45%	6.45%	108.62	Fair
FR72	8.250	15-May-36	12.84	115.39	6.47%	6.49%	115.19	Fair
FR88	6.250	15-Jun-36	12.93	99.79	6.27%	6.49%	97.92	Premium
FR45	9.750	15-May-37	13.84	123.15	7.09%	6.52%	129.14	Discounted
FR93	6.375	15-Jul-37	14.01	99.97	6.38%	6.53%	98.63	Premium
FR75	7.500	15-May-38	14.84	109.17	6.52%	6.55%	108.93	Fair
FR50	10.500	15-Jul-38	15.01	136.02	6.67%	6.55%	137.34	Fair
FR98	7.125	15-Jun-38	14.93	107.48	6.34%	6.55%	105.40	Premium
FR79	8.375	15-Apr-39	15.76	117.39	6.58%	6.57%	117.50	Fair
FR83	7.500	15-Apr-40	16.76	108.71	6.63%	6.60%	109.07	Fair
FR57	9.500	15-May-41	17.84	129.50	6.65%	6.62%	129.90	Fair
FR62	6.375	15-Apr-42	18.76	98.34	6.53%	6.64%	97.21	Fair
FR92	7.125	15-Jun-42	18.93	105.36	6.62%	6.64%	105.19	Fair
FR97	7.125	15-Jun-43	19.93	107.47	6.45%	6.65%	105.14	Premium
FR67	8.750	15-Feb-44	20.60	120.83	6.85%	6.67%	123.16	Discounted
FR76	7.375	15-May-48	24.84	106.89	6.80%	6.72%	107.89	Fair
FR89	6.875	15-Aug-51	28.09	101.95	6.72%	6.75%	101.61	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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