

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,864.19	+0.50%
STI	3,274.38	-0.03%
HSI	18,928.02	-0.13%
SSEC	3,169.52	-0.92%
FTSE	7,646.05	+0.76%
GDAX	16,204.22	+0.59%
DJI	35,225.18	+0.47%
S&P 500	4,534.87	-0.68%
NDX	14,063.31	-2.05%

10-yr Bond	Last	Bps
ID	6.19	-0.50
US	3.85	+10.2
UK	4.28	+6.20
JP	0.47	+0.10
CN	2.62	-0.40
MY	3.80	+0.00
TH	2.57	+1.70

Exchange Rate	Last	%
USD/IDR	14,988	-0.05%
EUR/IDR	16,800	-0.34%
GBP/IDR	19,371	-0.19%
HKD/IDR	1,918	-0.17%
SGD/IDR	11,327	+0.06%
AUD/IDR	10,238	+0.91%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	82.41	-0.1
VIX	13.99	+1.7

Sources : Bloomberg, MNCS

Research Analyst

Alif Ihsanario

alif.ihsanario@mncgroup.com

Global Market Updates

- Wall Street was closed in the mix after dull earnings releases from the tech sector weighed on Nasdaq Composite, while the DJI managed to garner momentum and rose to a 15-month high propped by better than expected earnings from Johnson & Johnson and IBM.
- Yesterday's US Initial Jobless Claims readings came in at 228k, beating market expectations of an increase to 240k (previously 237k), showing resilient labor market.
- Despite this, business prospects are looking dim, as indicated by July's Philadelphia Fed Business Outlook only rose to -13.5 (vs expectations of -10.0) from -13.7, backed by June leading indicators that fell 0.7% MoM or below market's projection of -0.6% MoM, while June Existing Home Sales also fell short of consensus (4.2 mn), amounting to 4.16 mn or slipped -3.3% MoM.
- The consensus remains that the Fed is most likely to pause their hawkish cycle after July's FOMC terminal hike.
- China's banks have kept their Loan Prime Rates unchanged, but will probably enact further cuts in 3Q23 ensuing the PBoC's Medium-term Lending Facility trim projected to take place in Aug-23 or Sep-23 in order to prevent a hard landing in the property sector and the economy as a whole.

Domestic Market Updates

- Indonesia's benchmark series of LCY government remained relatively flat Thursday (Jul 20, 2023). The 10-year LCY government bond's (FR0096) yield stagnated while garnering slight appreciation along with the other benchmark series.
- The spread between the 2-year and 10-year government bond slightly widened to 23 bps (vs previous day's/week's 21 bps/24 bps).
- IDR continued to edge stronger against the USD along with most other major currencies Thursday. The USD/IDR went a tad under by -0.05% to IDR14,988, in tandem with DXY's weakening by -0.07%.
- Bank Indonesia's recent lending growth survey indicated that 2Q23's new lending activities to have grown as reflected by a net weighted balance of 94% (vs 1Q23's 63.7%), and will remain strong throughout 3Q23 (86%) until the end of the year (FY23's credit growth to reach 10.9% YoY).

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 6.15-6.25% for today.
- Attractive Indo GB series to be traded today : FR0064, FR0078, FR0081, FR0082, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Jul 20, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	102.22	5.86%	102.24	5.86%
FR0096	10-year	105.77	6.19%	105.74	6.19%
FR0098	15-year	107.66	6.32%	107.63	6.33%
FR0097	20-year	107.96	6.41%	107.94	6.41%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Jul 20, 2023)

Rating	0.1	1	3	5	10
AAA	32.71	50.97	64.76	72.54	84.16
AA	54.97	103.31	125.57	150.18	185.17
A	152.36	201.86	246.47	285.89	354.01
BBB	337.49	407.73	456.71	499.64	592.14

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

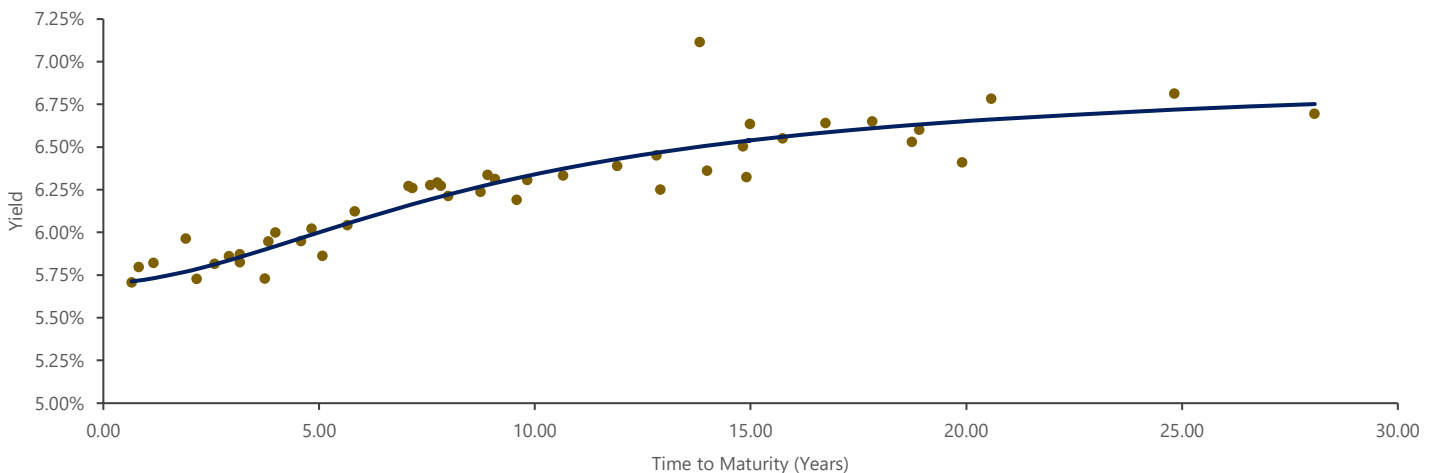
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Jul 20, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR39	11.750	15-Aug-23	0.08	100.60	1.29%	5.70%	100.44	Premium
FR70	8.375	15-Mar-24	0.66	101.65	5.71%	5.71%	101.69	Fair
FR77	8.125	15-May-24	0.83	101.80	5.80%	5.72%	101.90	Discounted
FR44	10.000	15-Sep-24	1.16	104.54	5.82%	5.73%	104.71	Discounted
FR81	6.500	15-Jun-25	1.91	100.94	5.96%	5.77%	101.30	Discounted
FR40	11.000	15-Sep-25	2.16	110.47	5.73%	5.79%	110.43	Premium
FR84	7.250	15-Feb-26	2.58	103.36	5.82%	5.81%	103.39	Fair
FR86	5.500	15-Jun-26	2.91	99.10	5.86%	5.84%	99.11	Fair
FR37	12.000	15-Sep-26	3.16	117.48	5.82%	5.86%	117.48	Fair
FR56	8.375	15-Sep-26	3.16	107.07	5.87%	5.86%	107.16	Fair
FR90	5.125	15-Apr-27	3.74	98.00	5.73%	5.90%	97.42	Premium
FR59	7.000	15-May-27	3.83	103.53	5.95%	5.91%	103.69	Discounted
FR42	10.250	15-Jul-27	3.99	114.83	6.00%	5.92%	115.20	Discounted
FR47	10.000	15-Feb-28	4.58	115.96	5.95%	5.97%	115.94	Fair
FR64	6.125	15-May-28	4.83	100.42	6.02%	5.99%	100.56	Discounted
FR95	6.375	15-Aug-28	5.08	102.22	5.86%	6.01%	101.59	Premium
FR71	9.000	15-Mar-29	5.66	113.95	6.04%	6.05%	113.94	Fair
FR78	8.250	15-May-29	5.83	110.25	6.12%	6.07%	110.57	Discounted
FR52	10.500	15-Aug-30	7.08	123.81	6.27%	6.16%	124.59	Discounted
FR82	7.000	15-Sep-30	7.16	104.20	6.26%	6.16%	104.76	Discounted
FR87	6.500	15-Feb-31	7.58	101.33	6.28%	6.19%	101.82	Discounted
FR85	7.750	15-Apr-31	7.74	108.80	6.29%	6.21%	109.37	Discounted
FR73	8.750	15-May-31	7.83	115.10	6.27%	6.21%	115.54	Discounted
FR54	9.500	15-Jul-31	7.99	120.42	6.21%	6.22%	120.40	Fair
FR91	6.375	15-Apr-32	8.74	100.91	6.24%	6.27%	100.69	Fair
FR58	8.250	15-Jun-32	8.91	112.84	6.34%	6.28%	113.29	Discounted
FR74	7.500	15-Aug-32	9.08	108.09	6.31%	6.29%	108.27	Fair
FR96	7.000	15-Feb-33	9.58	105.77	6.19%	6.32%	104.84	Premium
FR65	6.625	15-May-33	9.83	102.29	6.31%	6.33%	102.12	Fair
FR68	8.375	15-Mar-34	10.66	115.63	6.33%	6.37%	115.30	Premium
FR80	7.500	15-Jun-35	11.91	109.15	6.39%	6.43%	108.80	Premium
FR72	8.250	15-May-36	12.83	115.51	6.45%	6.47%	115.37	Fair
FR88	6.250	15-Jun-36	12.91	99.99	6.25%	6.47%	98.09	Premium
FR45	9.750	15-May-37	13.83	122.91	7.11%	6.50%	129.31	Discounted
FR93	6.375	15-Jul-37	13.99	100.13	6.36%	6.51%	98.79	Premium
FR75	7.500	15-May-38	14.83	109.37	6.50%	6.53%	109.07	Fair
FR50	10.500	15-Jul-38	14.99	136.33	6.63%	6.54%	137.48	Discounted
FR98	7.125	15-Jun-38	14.91	107.66	6.32%	6.54%	105.54	Premium
FR79	8.375	15-Apr-39	15.74	117.72	6.55%	6.56%	117.63	Fair
FR83	7.500	15-Apr-40	16.74	108.60	6.64%	6.59%	109.18	Discounted
FR57	9.500	15-May-41	17.83	129.49	6.65%	6.61%	129.98	Discounted
FR62	6.375	15-Apr-42	18.74	98.34	6.53%	6.63%	97.28	Premium
FR92	7.125	15-Jun-42	18.91	105.60	6.60%	6.63%	105.26	Fair
FR97	7.125	15-Jun-43	19.91	107.96	6.41%	6.65%	105.19	Premium
FR67	8.750	15-Feb-44	20.58	121.65	6.78%	6.66%	123.20	Discounted
FR76	7.375	15-May-48	24.83	106.67	6.81%	6.72%	107.85	Discounted
FR89	6.875	15-Aug-51	28.08	102.27	6.69%	6.75%	101.53	Premium

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

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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