

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,661.88	-0.04
STI	3,205.91	-0.04
HSI	18,916.43	-0.09
SSEC	3,202.06	+0.62
FTSE	7,531.53	+0.80
GDAX	16,147.90	+1.26
DJI	34,407.60	+0.84
S&P 500	4,450.38	+1.23
NDX	13,787.92	+1.45

10-yr Bond	Last	Bps
ID	6.24	-2.91
US	3.84	-0.16
UK	4.39	+0.60
JP	0.40	+1.00
CN	2.64	-1.50
MY	3.84	+2.90
TH	2.56	-1.30

Exchange Rate	Last	%
USD/IDR	14,993	-0.15%
EUR/IDR	16,329	-0.21%
GBP/IDR	19,004	-0.34%
HKD/IDR	1,923	+0.49%
SGD/IDR	11,110	+0.30%
AUD/IDR	9,970	+0.45%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	86.12	+0.0
VIX	13.59	+0.4

Sources : Bloomberg, MNCS

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Global Market Updates

- US Equity Indices congruently strengthened last Friday (Jun 30, 2023) on the back of the encouraging cooling down of inflation despite at the expense of growth and slowed spending.
- The US bonds market might have started to lose its steam after what was a momentuous first-half as their yields jumped last week.
- The 10-year long-term Treasury yields stood at 3.84%, while the yield for 2-year short-term notes that stood at 4.90%, putting the yield curve inversion below the 100 bps mark.
- Jumping from last week's 71.9% probability, market participants have come into terms with the inevitability of July's incoming rate hike as reflected by the current 84.9% probability consensus.
- Highlights from the Asian Market came in from China's fizzling recovery as the NBS PMIs came in weaker than market forecasts.
- Lack of investment and consumer confidence further underpins the need for more government stimuli: the PBoC is set to carry out two more 10 bps key rate cuts in the third and fourth quarters, followed by 25 bps cuts for the reserve requirement ratio (RRR) for banks.

Domestic Market Updates

- All benchmark series of LCY government bond closed higher on last Tuesday (Jun 27, 2023), with the long-term yields taking most of the appreciation. Indonesia's benchmark 10-year LCY government bond yield FR0096 slid by 3 bps to 6.24% and was followed suit by the other benchmark series.
- IDR was closed mixed against other major currencies, but managed to appreciate against the USD as the USD/IDR slid -0.15% last week.
- Ahead of the Eid-al-Adha holidays, the total bids that came into Tuesday's (Jun 27, 2023) government securities auction nearly halved from that of the previous auction (Jun 13, 2023) at only IDR37.56tn.
- The bidding composition was more mixed, with investors seemingly more attracted towards the shorter-termed series (FR0095 secured the highest winning bids of IDR3.6tn) amid a still blurry economic outlook ahead.

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, FR0077, FR0082, FR0084, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Jun 27, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	102.10	5.89%	102.06	5.90%
FR0096	10-year	105.40	6.24%	105.19	6.27%
FR0098	15-year	106.31	6.46%	105.98	6.49%
FR0097	20-year	106.10	6.57%	105.86	6.59%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Jun 27, 2023)

Rating	0.1	1	3	5	10
AAA	37.88	56.46	70.14	78.83	94.55
AA	63.22	109.47	131.40	150.33	186.99
A	162.89	218.13	261.09	290.65	354.10
BBB	331.81	400.27	457.01	506.01	595.58

Sources : IBPA, MNCS

Exhibit 5. Government Bond Ownership by Type (%) (Jun 26, 2023)

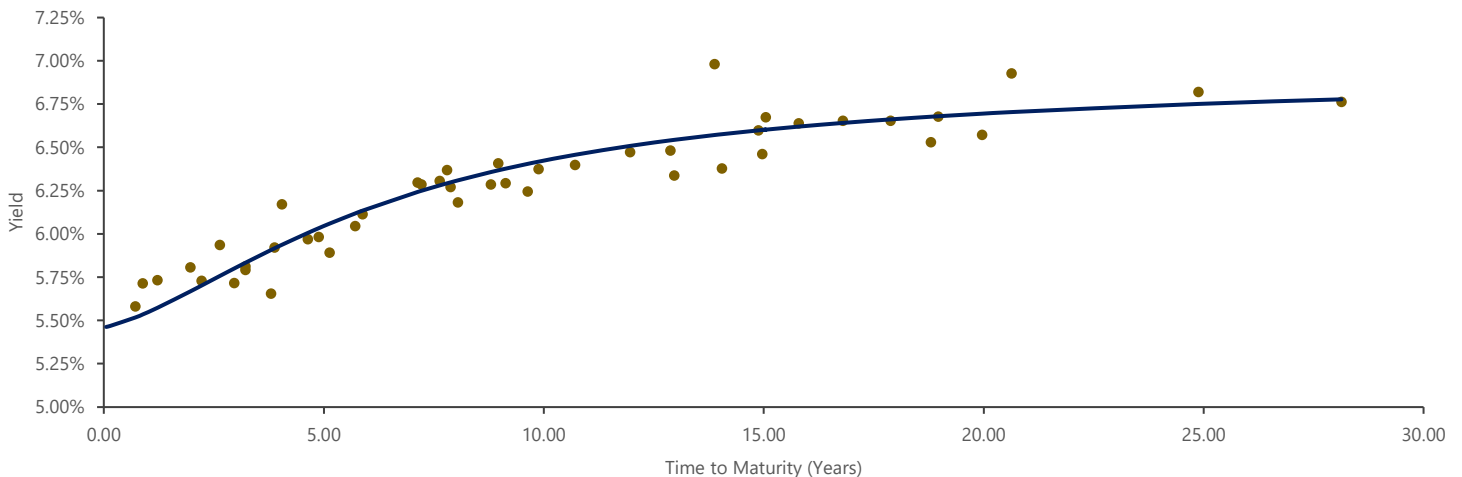
Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.60
Banks	33.51	33.24	31.93	29.82	31.72	30.98
Foreign	15.10	14.79	14.89	14.86	15.31	15.44
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.49

Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Jun 27, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR46	9.500	15-Jul-23	0.05	100.28	-0.56%	5.46%	100.19	Premium
FR39	11.750	15-Aug-23	0.13	100.84	4.14%	5.47%	100.81	Premium
FR70	8.375	15-Mar-24	0.72	101.87	5.58%	5.52%	101.97	Fair
FR77	8.125	15-May-24	0.88	101.99	5.71%	5.54%	102.19	Fair
FR44	10.000	15-Sep-24	1.22	104.85	5.73%	5.57%	105.12	Fair
FR81	6.500	15-Jun-25	1.97	101.26	5.81%	5.67%	101.52	Fair
FR40	11.000	15-Sep-25	2.22	110.71	5.73%	5.70%	110.87	Fair
FR84	7.250	15-Feb-26	2.64	103.13	5.93%	5.76%	103.59	Fair
FR86	5.500	15-Jun-26	2.97	99.45	5.71%	5.80%	99.19	Fair
FR37	12.000	15-Sep-26	3.22	117.86	5.79%	5.83%	117.83	Fair
FR56	8.375	15-Sep-26	3.22	107.36	5.81%	5.83%	107.34	Fair
FR90	5.125	15-Apr-27	3.80	98.21	5.65%	5.91%	97.36	Premium
FR59	7.000	15-May-27	3.88	103.67	5.92%	5.92%	103.70	Fair
FR42	10.250	15-Jul-27	4.05	114.35	6.17%	5.94%	115.31	Discounted
FR47	10.000	15-Feb-28	4.64	116.04	5.97%	6.01%	115.94	Fair
FR64	6.125	15-May-28	4.88	100.59	5.98%	6.03%	100.37	Fair
FR95	6.375	15-Aug-28	5.14	102.10	5.89%	6.06%	101.36	Fair
FR71	9.000	15-Mar-29	5.72	114.05	6.04%	6.12%	113.71	Fair
FR78	8.250	15-May-29	5.88	110.39	6.11%	6.14%	110.30	Fair
FR52	10.500	15-Aug-30	7.13	123.80	6.30%	6.24%	124.20	Fair
FR82	7.000	15-Sep-30	7.22	104.08	6.28%	6.25%	104.29	Fair
FR87	6.500	15-Feb-31	7.64	101.16	6.30%	6.28%	101.30	Fair
FR85	7.750	15-Apr-31	7.80	108.36	6.37%	6.29%	108.86	Fair
FR73	8.750	15-May-31	7.88	115.20	6.27%	6.30%	115.04	Fair
FR54	9.500	15-Jul-31	8.05	120.75	6.18%	6.31%	119.89	Fair
FR91	6.375	15-Apr-32	8.80	100.60	6.28%	6.36%	100.10	Fair
FR58	8.250	15-Jun-32	8.97	112.40	6.41%	6.37%	112.70	Fair
FR74	7.500	15-Aug-32	9.13	108.28	6.29%	6.38%	107.67	Fair
FR96	7.000	15-Feb-33	9.64	105.40	6.24%	6.41%	104.22	Fair
FR65	6.625	15-May-33	9.88	101.81	6.37%	6.42%	101.49	Fair
FR68	8.375	15-Mar-34	10.72	115.14	6.40%	6.46%	114.65	Fair
FR80	7.500	15-Jun-35	11.97	108.46	6.47%	6.51%	108.15	Fair
FR72	8.250	15-May-36	12.88	115.27	6.48%	6.54%	114.71	Fair
FR88	6.250	15-Jun-36	12.97	99.24	6.34%	6.54%	97.45	Premium
FR45	9.750	15-May-37	13.88	124.33	6.98%	6.57%	128.64	Discounted
FR93	6.375	15-Jul-37	14.05	99.98	6.38%	6.58%	98.17	Premium
FR75	7.500	15-May-38	14.88	108.46	6.60%	6.60%	108.45	Fair
FR50	10.500	15-Jul-38	15.05	135.97	6.67%	6.60%	136.81	Fair
FR98	7.125	15-Jun-38	14.97	106.31	6.46%	6.60%	104.93	Fair
FR79	8.375	15-Apr-39	15.80	116.82	6.64%	6.62%	117.02	Fair
FR83	7.500	15-Apr-40	16.80	108.48	6.65%	6.64%	108.60	Fair
FR57	9.500	15-May-41	17.88	129.50	6.65%	6.66%	129.39	Fair
FR62	6.375	15-Apr-42	18.80	98.35	6.53%	6.68%	96.78	Fair
FR92	7.125	15-Jun-42	18.97	104.79	6.68%	6.68%	104.74	Fair
FR97	7.125	15-Jun-43	19.97	106.10	6.57%	6.70%	104.69	Fair
FR67	8.750	15-Feb-44	20.64	119.86	6.93%	6.70%	122.67	Discounted
FR76	7.375	15-May-48	24.88	106.61	6.82%	6.75%	107.46	Fair
FR89	6.875	15-Aug-51	28.13	101.42	6.76%	6.78%	101.20	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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