

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,718.98	+0.56
STI	3,185.38	-0.57
HSI	19,110.38	-1.57
SSEC	3,222.95	-0.69
FTSE	7,442.10	-1.03
GDAX	15,937.58	-0.63
DJI	34,288.64	-0.38
S&P 500	4,446.82	-0.20
NDX	13,791.65	-0.18

10-yr Bond	Last	Bps
ID	6.16	-2.84
US	3.93	+7.70
UK	4.49	+7.80
JP	0.39	+0.60
CN	2.64	-0.80
MY	3.89	+1.30
TH	2.53	-0.20

Exchange Rate	Last	%
USD/IDR	15,015	+0.15%
EUR/IDR	16,364	+0.15%
GBP/IDR	19,100	+0.33%
HKD/IDR	1,919	+0.24%
SGD/IDR	11,113	+0.02%
AUD/IDR	10,020	+0.04%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	83.99	+0.6
VIX	14.18	+3.5

Sources : Bloomberg, MNCS

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Global Market Updates

- Upon Wednesday's reopening (Jul 5, 2023), Wall Street concurrently edged down; DJI by -0.38%, S&P 500 by -0.2% and Nasdaq by -0.18%.
- Stocks were under pressure after the Fed's FOMC minutes gave off strong hawkish tones, which showed a united agreement for pausing in June's meeting but with high expectations of more rate hikes afterward as they cited incessant tight labour markets and inflation rates.
- With the buoying hawkish sentiment, the long-term 10-year US Treasury note slipped further as its yield rocketed by 9 bps, while the shorter-termed 2-year note's yield remain unchanged at 4.94%. This puts the US yield curve spread at -0.99 bps.
- The CME Fedwatch consensus raised their expectations of a rate hike in July's FOMC meeting to 88.7% (from the previous day's 86.2%), with further hikes also expected in Sep-2023 (90.9%) and Nov-2023 (93.4%).
- We also observed global stocks to concurrently slip in tandem with their rising yield; German's 10-year bund rose +2.5 bps, UK's Gilt rose 7.9 bps and Japan's 10-year bond followed suit by +0.6 bps.

Domestic Market Updates

- The longer-termed benchmark series of LCY government bonds continued its appreciation spree yesterday (Jul 5, 2023), whilst the shorter-termed 5-year series (FR0095) depreciated.
- Indonesia's benchmark 10-year LCY government bond yield FR0096 fell by another 3 bps to 6.16%, whereas the longer-termed 15-year yield (FR0098) edged down 1 bps and the 20-year yield (FR0097) went down another 3 bps.
- The market seems to be pricing in on IMF's testimony on Indonesia's economic resiliency amid faltering western economies, though still faced with a downside risk of China's economic scramble.
- IDR weakened against most major currencies yesterday. It depreciated against the USD as the USD/IDR rate rose by +0.15%.

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 : FR0056, FR0077, FR0084, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Jul 5, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	102.17	5.87%	102.20	5.87%
FR0096	10-year	106.02	6.16%	105.83	6.19%
FR0098	15-year	107.93	6.30%	107.82	6.31%
FR0097	20-year	107.89	6.42%	107.55	6.45%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Jul 5, 2023)

Rating	0.1	1	3	5	10
AAA	37.20	55.58	69.39	77.88	93.61
AA	62.08	107.29	130.70	149.83	186.61
A	161.34	216.96	259.69	290.84	353.72
BBB	331.36	398.09	455.14	504.29	594.22

Sources : IBPA, MNCS

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

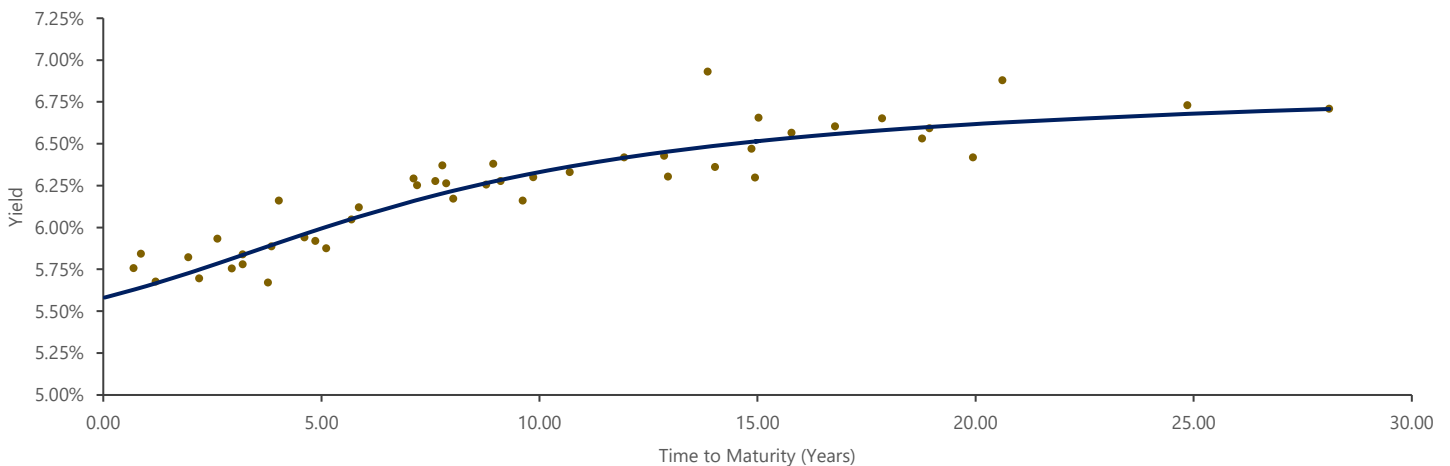
Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43
Banks	33.51	33.24	31.93	29.82	31.72	31.06
Foreign	15.10	14.79	14.89	14.86	15.31	15.51
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50

Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Jul 5, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR46	9.500	15-Jul-23	0.03	100.36	-15.88%	5.58%	100.10	Premium
FR39	11.750	15-Aug-23	0.11	100.81	3.45%	5.59%	100.66	Premium
FR70	8.375	15-Mar-24	0.69	101.71	5.76%	5.63%	101.83	Discounted
FR77	8.125	15-May-24	0.86	101.85	5.84%	5.64%	102.05	Discounted
FR44	10.000	15-Sep-24	1.20	104.86	5.68%	5.67%	104.93	Fair
FR81	6.500	15-Jun-25	1.95	101.22	5.82%	5.73%	101.40	Discounted
FR40	11.000	15-Sep-25	2.20	110.73	5.70%	5.75%	110.67	Fair
FR84	7.250	15-Feb-26	2.62	103.12	5.93%	5.79%	103.50	Discounted
FR86	5.500	15-Jun-26	2.95	99.35	5.75%	5.81%	99.16	Fair
FR37	12.000	15-Sep-26	3.20	117.83	5.78%	5.84%	117.71	Fair
FR56	8.375	15-Sep-26	3.20	107.25	5.84%	5.84%	107.29	Fair
FR90	5.125	15-Apr-27	3.78	98.17	5.67%	5.89%	97.44	Premium
FR59	7.000	15-May-27	3.86	103.78	5.89%	5.90%	103.75	Fair
FR42	10.250	15-Jul-27	4.03	114.35	6.16%	5.91%	115.35	Discounted
FR47	10.000	15-Feb-28	4.61	116.13	5.94%	5.96%	116.07	Fair
FR64	6.125	15-May-28	4.86	100.85	5.92%	5.98%	100.58	Fair
FR95	6.375	15-Aug-28	5.11	102.17	5.87%	6.00%	101.61	Premium
FR71	9.000	15-Mar-29	5.69	114.01	6.05%	6.05%	114.01	Fair
FR78	8.250	15-May-29	5.86	110.33	6.12%	6.06%	110.63	Fair
FR52	10.500	15-Aug-30	7.11	123.79	6.29%	6.16%	124.69	Discounted
FR82	7.000	15-Sep-30	7.20	104.26	6.25%	6.16%	104.78	Discounted
FR87	6.500	15-Feb-31	7.62	101.33	6.28%	6.19%	101.83	Discounted
FR85	7.750	15-Apr-31	7.78	108.33	6.37%	6.20%	109.41	Discounted
FR73	8.750	15-May-31	7.86	115.22	6.26%	6.21%	115.61	Fair
FR54	9.500	15-Jul-31	8.03	120.79	6.17%	6.22%	120.48	Fair
FR91	6.375	15-Apr-32	8.78	100.78	6.26%	6.27%	100.72	Fair
FR58	8.250	15-Jun-32	8.95	112.59	6.38%	6.27%	113.36	Discounted
FR74	7.500	15-Aug-32	9.11	108.37	6.28%	6.28%	108.33	Fair
FR96	7.000	15-Feb-33	9.62	106.02	6.16%	6.31%	104.90	Premium
FR65	6.625	15-May-33	9.86	102.35	6.30%	6.32%	102.17	Fair
FR68	8.375	15-Mar-34	10.69	115.69	6.33%	6.36%	115.41	Fair
FR80	7.500	15-Jun-35	11.95	108.93	6.42%	6.42%	108.94	Fair
FR72	8.250	15-May-36	12.86	115.76	6.43%	6.45%	115.55	Fair
FR88	6.250	15-Jun-36	12.95	99.53	6.30%	6.45%	98.23	Premium
FR45	9.750	15-May-37	13.86	124.83	6.93%	6.48%	129.57	Discounted
FR93	6.375	15-Jul-37	14.03	100.13	6.36%	6.49%	98.97	Premium
FR75	7.500	15-May-38	14.86	109.72	6.47%	6.51%	109.31	Fair
FR50	10.500	15-Jul-38	15.03	136.15	6.66%	6.52%	137.81	Discounted
FR98	7.125	15-Jun-38	14.95	107.93	6.30%	6.51%	105.77	Premium
FR79	8.375	15-Apr-39	15.78	117.61	6.56%	6.54%	117.93	Fair
FR83	7.500	15-Apr-40	16.78	109.00	6.60%	6.56%	109.48	Fair
FR57	9.500	15-May-41	17.86	129.50	6.65%	6.58%	130.39	Fair
FR62	6.375	15-Apr-42	18.78	98.31	6.53%	6.60%	97.61	Fair
FR92	7.125	15-Jun-42	18.95	105.71	6.59%	6.60%	105.62	Fair
FR97	7.125	15-Jun-43	19.95	107.89	6.42%	6.62%	105.58	Premium
FR67	8.750	15-Feb-44	20.61	120.43	6.88%	6.63%	123.67	Discounted
FR76	7.375	15-May-48	24.86	107.73	6.73%	6.68%	108.38	Fair
FR89	6.875	15-Aug-51	28.11	102.08	6.71%	6.71%	102.09	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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