

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,875.11	+0.09%
STI	3,313.79	+0.12%
HSI	19,246.03	+0.32%
SSEC	3,244.49	-0.49%
FTSE	7,587.30	+0.80%
GDAX	15,852.58	+0.49%
DJI	35,123.36	-0.54%
S&P 500	4,467.71	-0.70%
NDX	13,722.02	-1.17%

10-yr Bond	Last	Bps
ID	6.31	-1.24
US	4.01	-1.39
UK	4.37	-2.00
JP	0.58	-2.60
CN	2.66	+0.10
MY	3.85	-0.50
TH	2.61	+0.90

Exchange Rate	Last	%
USD/IDR	15,191	-0.18%
EUR/IDR	16,690	-0.14%
GBP/IDR	19,374	-0.13%
HKD/IDR	1,943	-0.31%
SGD/IDR	11,303	-0.08%
AUD/IDR	9,961	+0.29%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	79.80	+0.07%
VIX	15.96	-0.2%

Sources : Bloomberg, MNCS

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Global Market Updates

- Investor's wait-and-see stance carried on to Wednesday's (Aug 9, 2023) equities sell-off led by the tech sector (Nasdaq composite down -1.17%), followed by DJI (-0.54%) and S&P 500 (-0.70%), as they await Thursday's monthly inflation readings that might shed some color on the Fed's next move.
- Market consensus prices in a rather conservative forecast for the inflation rate (to remain 0.2% MoM but uptick 3.3% YoY) and core inflation rate (to remain 0.2% MoM and remain 4.8% YoY), whilst expecting the US labor market to start loosening (Initial Jobless Claims expected to reach 230k).
- Long-dated Treasury yields continued its retreat as investors exhibited solid demand for the 10-year papers: 10-year UST auction of USD38bn yesterday was awarded at 3.99%. The interest rate-sensitive 2-year UST, on the other hand, rose almost 5 bps, putting the 2s10s UST curve at -79 bps.
- Thursday's 30-year UST auction, the last auction of the week, might turn out the same way as its preceding auctions, but it all ultimately depends on investors' perception of near and long term risk, which has been shown to be a bigger deciding factor for yield movements compared to supply.

Domestic Market Updates

- Indonesia's benchmark series of LCY government closed mixed Wednesday (Aug 9, 2023), where the 10-year (FR0096) yield continued to trend lower 6.31%, leaving the 2s10s Indo GB curve at 32 bps.
- The IDR regained strength against the USD (USD/IDR down by -0.18%).
- As of Aug 8, 2023, Indonesian government securities saw a daily total net outflow of IDR1.6tn, with daily/weekly foreign net outflows reaching -IDR1.4tn/-IDR690bn, which was expected due to the culmination of historically low 10-yr UST and Indo GB spread (207 bps in Aug 3), BoJ's YCC concerns and the recent, still evidently solid appetite for the UST auctions post Fitch's derating of US credit.
- That shock effect, in our view, should not linger and inflow should be able to return as Indonesia's estimate-beating 2Q23 GDP shows dormant economic strength, coupled with the 10-year UST returning back to below 4% levels.

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 6.25-6.30% for today.
- Attractive Indo GB series to be traded today : FR0059, FR0081, FR0082, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Aug 9, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	101.51	6.02%	101.50	6.02%
FR0096	10-year	104.89	6.31%	104.81	6.32%
FR0098	15-year	106.18	6.47%	106.14	6.47%
FR0097	20-year	106.09	6.57%	105.98	6.58%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Aug 9, 2023)

Rating	0.1	1	3	5	10
AAA	33.73	52.23	60.89	68.51	80.95
AA	59.16	97.25	128.38	150.58	183.07
A	144.40	203.47	245.96	287.98	354.23
BBB	345.81	406.21	455.35	502.83	590.48

Sources : IBPA, MNCS

Exhibit 5. Government Bond Ownership by Type (%) (Jul 31, 2023)

Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43	16.16
Banks	33.51	33.24	31.93	29.82	31.72	31.06	31.45
Foreign	15.10	14.79	14.89	14.86	15.31	15.51	15.56
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50	20.92

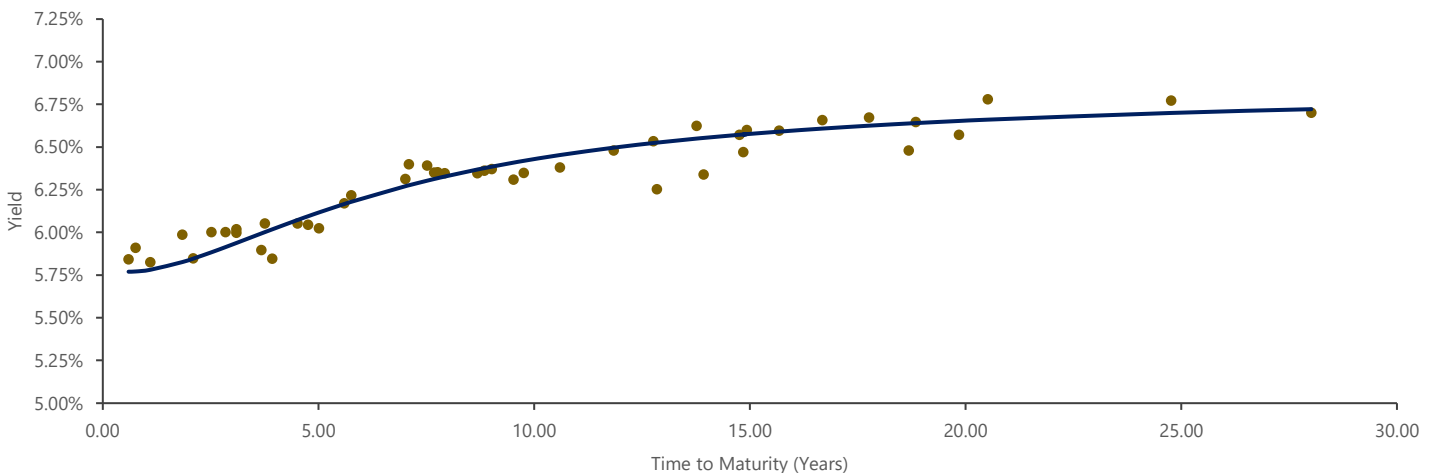
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Aug 9, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR39	11.750	15-Aug-23	0.02	100.12	0.88%	5.79%	100.09	Premium
FR70	8.375	15-Mar-24	0.60	101.45	5.84%	5.77%	101.51	Discounted
FR77	8.125	15-May-24	0.77	101.61	5.91%	5.77%	101.73	Discounted
FR44	10.000	15-Sep-24	1.10	104.36	5.82%	5.78%	104.42	Discounted
FR81	6.500	15-Jun-25	1.85	100.88	5.99%	5.83%	101.15	Discounted
FR40	11.000	15-Sep-25	2.10	110.01	5.85%	5.85%	110.04	Premium
FR84	7.250	15-Feb-26	2.52	102.87	6.00%	5.88%	103.15	Discounted
FR86	5.500	15-Jun-26	2.85	98.77	6.00%	5.91%	98.92	Discounted
FR37	12.000	15-Sep-26	3.10	116.72	6.00%	5.94%	116.92	Discounted
FR56	8.375	15-Sep-26	3.10	106.56	6.02%	5.94%	106.80	Discounted
FR90	5.125	15-Apr-27	3.68	97.48	5.90%	5.99%	97.15	Premium
FR59	7.000	15-May-27	3.77	103.13	6.05%	6.00%	103.31	Discounted
FR42	10.250	15-Jul-27	3.93	115.25	5.84%	6.02%	114.61	Premium
FR47	10.000	15-Feb-28	4.52	115.38	6.05%	6.07%	115.31	Fair
FR64	6.125	15-May-28	4.77	100.32	6.04%	6.10%	100.11	Fair
FR95	6.375	15-Aug-28	5.02	101.51	6.02%	6.12%	101.10	Premium
FR71	9.000	15-Mar-29	5.60	113.21	6.17%	6.17%	113.24	Fair
FR78	8.250	15-May-29	5.77	109.71	6.22%	6.18%	109.90	Discounted
FR52	10.500	15-Aug-30	7.02	123.44	6.31%	6.27%	123.71	Fair
FR82	7.000	15-Sep-30	7.10	103.38	6.40%	6.28%	104.08	Discounted
FR87	6.500	15-Feb-31	7.52	100.65	6.39%	6.30%	101.16	Discounted
FR85	7.750	15-Apr-31	7.68	108.39	6.35%	6.31%	108.63	Discounted
FR73	8.750	15-May-31	7.77	114.50	6.35%	6.32%	114.73	Discounted
FR54	9.500	15-Jul-31	7.93	119.41	6.34%	6.33%	119.54	Discounted
FR91	6.375	15-Apr-32	8.68	100.18	6.35%	6.37%	100.03	Fair
FR58	8.250	15-Jun-32	8.85	112.62	6.36%	6.38%	112.50	Fair
FR74	7.500	15-Aug-32	9.02	107.66	6.37%	6.39%	107.55	Fair
FR96	7.000	15-Feb-33	9.52	104.89	6.31%	6.41%	104.16	Premium
FR65	6.625	15-May-33	9.77	101.98	6.35%	6.42%	101.46	Fair
FR68	8.375	15-Mar-34	10.60	115.19	6.38%	6.45%	114.58	Fair
FR80	7.500	15-Jun-35	11.85	108.35	6.48%	6.50%	108.19	Fair
FR72	8.250	15-May-36	12.77	114.70	6.53%	6.52%	114.78	Discounted
FR88	6.250	15-Jun-36	12.85	99.98	6.25%	6.53%	97.61	Premium
FR45	9.750	15-May-37	13.77	127.94	6.62%	6.55%	128.72	Discounted
FR93	6.375	15-Jul-37	13.93	100.33	6.34%	6.55%	98.37	Premium
FR75	7.500	15-May-38	14.77	108.69	6.57%	6.57%	108.66	Fair
FR50	10.500	15-Jul-38	14.93	136.68	6.60%	6.58%	136.95	Discounted
FR98	7.125	15-Jun-38	14.85	106.18	6.47%	6.57%	105.16	Premium
FR79	8.375	15-Apr-39	15.68	117.21	6.60%	6.59%	117.26	Fair
FR83	7.500	15-Apr-40	16.68	108.39	6.66%	6.61%	108.91	Discounted
FR57	9.500	15-May-41	17.77	129.15	6.67%	6.63%	129.73	Discounted
FR62	6.375	15-Apr-42	18.68	98.86	6.48%	6.64%	97.19	Premium
FR92	7.125	15-Jun-42	18.85	105.10	6.65%	6.64%	105.15	Discounted
FR97	7.125	15-Jun-43	19.85	106.09	6.57%	6.65%	105.14	Premium
FR67	8.750	15-Feb-44	20.52	121.67	6.78%	6.66%	123.18	Discounted
FR76	7.375	15-May-48	24.77	107.17	6.77%	6.70%	108.08	Discounted
FR89	6.875	15-Aug-51	28.02	102.19	6.70%	6.72%	101.91	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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