

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,893.28	+0.26%
STI	3,322.93	+0.28%
HSI	19,248.26	+0.01%
SSEC	3,254.56	+0.31%
FTSE	7,618.60	+0.41%
GDAX	15,996.52	+0.91%
DJI	35,176.15	+0.15%
S&P 500	4,468.83	+0.03%
NDX	13,737.99	+0.12%

10-yr Bond	Last	Bps
ID	6.31	-0.01
US	4.11	+9.74
UK	4.36	-0.10
JP	0.58	+0.00
CN	2.66	+0.00
MY	3.84	-1.20
TH	2.60	-0.50

Exchange Rate	Last	%
USD/IDR	15,185	-0.04%
EUR/IDR	16,732	+0.25%
GBP/IDR	19,377	+0.01%
HKD/IDR	1,943	-0.01%
SGD/IDR	11,282	-0.18%
AUD/IDR	9,950	-0.11%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	80.25	+0.00%
VIX	15.85	-0.7%

Sources : Bloomberg, MNCS

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Global Market Updates

- US equity indexes closed higher Thursday (Aug 10, 2023) while at the same time US Treasuries saw a rebound after having declined for several days prior as markets discerned inflation readings, unemployment readings and Treasury auction results.
- US July CPI tamed down to +3.2% YoY or below expectations of +3.3% YoY, while core CPI hit the bullseye with the consensus at +4.7% YoY, showing disinflationary progress to be right on track.
- Weekly Initial Jobless Claims rose beyond consensus of 230k to 248k, indicating that the tightness in the labor market has started to unwind, further shown by the 4-week Jobless Claims have risen to 231k vs 228k previously.
- So far the soft-landing narrative seems likely to preserve, with markets pricing in an 89% probability of a rate hold in Sep-23 FOMC meeting.
- The 30-year UST auction showed investors, in particular pension and insurance funds, lacked the eagerness to take on the long term risk amid soft landing narrative, lingering uncertainty and a vacation season, pushing the 2-yr, 10-yr and 30-yr yields by +3 bps, +9 bps and +6 bps.

Domestic Market Updates

- Indonesia's benchmark series of LCY government remained muted Thursday (Aug 10, 2023), where the 10-year (FR0096) yield stood flat at 6.31%, leaving the 2s10s Indo GB curve at 32 bps.
- The IDR stood firm against the USD yesterday (USD/IDR edged down by -0.04%).
- As of Aug 9, 2023, Indonesian government securities saw a muted total daily net flow, but has shown noticeable net foreign outflows of IDR956bn, which possibly could have been relocated to the USTs, whereby the Treasury refunding auctions showed strong demand.
- The newly founded slump in USTs pulled the 10-yr UST and Indo GB curve to 217 bps, and we might see further foreign outflows to ensue.

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 6.30-6.35% for today.
- Attractive Indo GB series to be traded today : FR0059, FR0081, FR0082, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Aug 10, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	101.52	6.02%	101.51	6.02%
FR0096	10-year	104.90	6.31%	104.89	6.31%
FR0098	15-year	106.25	6.46%	106.18	6.47%
FR0097	20-year	106.15	6.56%	106.09	6.57%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Aug 10, 2023)

Rating	0.1	1	3	5	10
AAA	32.71	51.33	60.03	67.72	80.34
AA	59.32	96.42	127.25	150.03	182.93
A	143.23	202.86	246.73	288.05	354.13
BBB	345.65	406.07	456.72	504.19	590.81

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

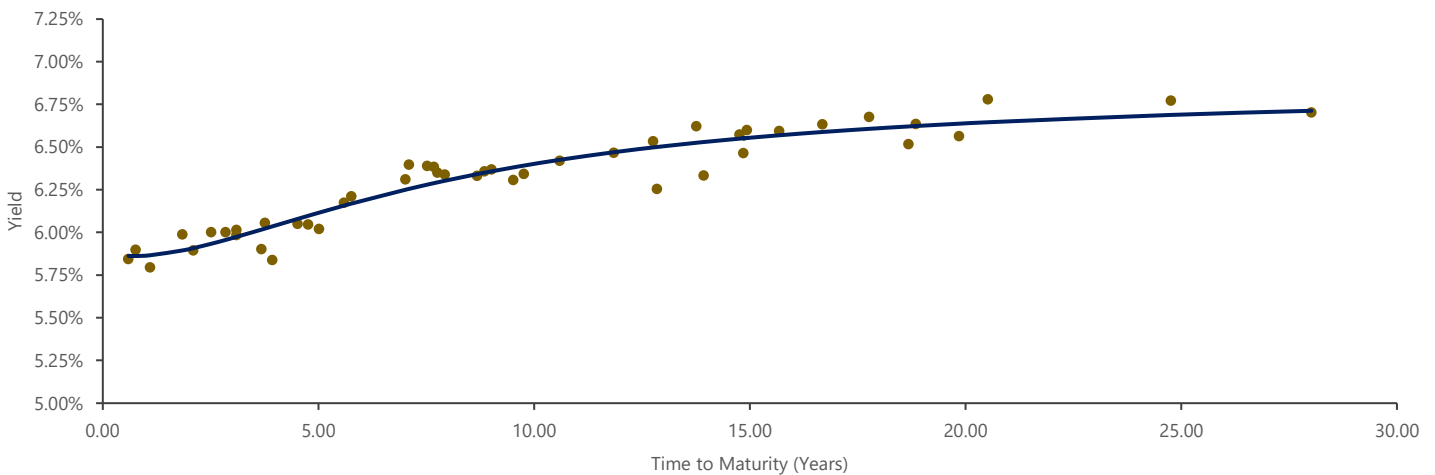
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Aug 10, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR39	11.750	15-Aug-23	0.01	100.10	-22.22%	5.88%	100.08	Premium
FR70	8.375	15-Mar-24	0.60	101.43	5.84%	5.86%	101.45	Fair
FR77	8.125	15-May-24	0.76	101.60	5.90%	5.86%	101.65	Fair
FR44	10.000	15-Sep-24	1.10	104.36	5.79%	5.87%	104.32	Fair
FR81	6.500	15-Jun-25	1.85	100.87	5.99%	5.89%	101.04	Fair
FR40	11.000	15-Sep-25	2.10	109.88	5.89%	5.91%	109.90	Fair
FR84	7.250	15-Feb-26	2.52	102.86	6.00%	5.93%	103.03	Fair
FR86	5.500	15-Jun-26	2.85	98.77	6.00%	5.96%	98.81	Fair
FR37	12.000	15-Sep-26	3.10	116.72	5.98%	5.97%	116.80	Fair
FR56	8.375	15-Sep-26	3.10	106.55	6.01%	5.97%	106.69	Fair
FR90	5.125	15-Apr-27	3.68	97.46	5.90%	6.02%	97.09	Fair
FR59	7.000	15-May-27	3.76	103.12	6.06%	6.02%	103.24	Fair
FR42	10.250	15-Jul-27	3.93	115.25	5.84%	6.03%	114.54	Premium
FR47	10.000	15-Feb-28	4.52	115.37	6.05%	6.08%	115.28	Fair
FR64	6.125	15-May-28	4.76	100.31	6.05%	6.10%	100.10	Fair
FR95	6.375	15-Aug-28	5.01	101.51	6.02%	6.12%	101.10	Fair
FR71	9.000	15-Mar-29	5.60	113.18	6.17%	6.16%	113.28	Fair
FR78	8.250	15-May-29	5.76	109.73	6.21%	6.17%	109.95	Fair
FR52	10.500	15-Aug-30	7.01	123.42	6.31%	6.25%	123.84	Fair
FR82	7.000	15-Sep-30	7.10	103.39	6.40%	6.26%	104.21	Fair
FR87	6.500	15-Feb-31	7.52	100.65	6.39%	6.28%	101.30	Fair
FR85	7.750	15-Apr-31	7.68	108.17	6.38%	6.29%	108.78	Fair
FR73	8.750	15-May-31	7.76	114.51	6.35%	6.29%	114.89	Fair
FR54	9.500	15-Jul-31	7.93	119.44	6.34%	6.30%	119.71	Fair
FR91	6.375	15-Apr-32	8.68	100.29	6.33%	6.34%	100.21	Fair
FR58	8.250	15-Jun-32	8.85	112.64	6.36%	6.35%	112.70	Fair
FR74	7.500	15-Aug-32	9.01	107.66	6.37%	6.36%	107.74	Fair
FR96	7.000	15-Feb-33	9.52	104.90	6.31%	6.38%	104.36	Fair
FR65	6.625	15-May-33	9.76	102.03	6.34%	6.39%	101.66	Fair
FR68	8.375	15-Mar-34	10.60	114.86	6.42%	6.43%	114.81	Fair
FR80	7.500	15-Jun-35	11.85	108.45	6.47%	6.47%	108.42	Fair
FR72	8.250	15-May-36	12.76	114.68	6.53%	6.50%	115.02	Fair
FR88	6.250	15-Jun-36	12.85	99.96	6.25%	6.50%	97.83	Premium
FR45	9.750	15-May-37	13.76	127.95	6.62%	6.53%	128.98	Fair
FR93	6.375	15-Jul-37	13.93	100.38	6.33%	6.53%	98.59	Premium
FR75	7.500	15-May-38	14.76	108.66	6.57%	6.55%	108.89	Fair
FR50	10.500	15-Jul-38	14.93	136.66	6.60%	6.55%	137.22	Fair
FR98	7.125	15-Jun-38	14.85	106.23	6.46%	6.55%	105.38	Fair
FR79	8.375	15-Apr-39	15.68	117.24	6.59%	6.57%	117.50	Fair
FR83	7.500	15-Apr-40	16.68	108.65	6.63%	6.59%	109.13	Fair
FR57	9.500	15-May-41	17.76	129.10	6.68%	6.61%	129.97	Fair
FR62	6.375	15-Apr-42	18.68	98.48	6.52%	6.62%	97.37	Fair
FR92	7.125	15-Jun-42	18.85	105.22	6.63%	6.62%	105.34	Fair
FR97	7.125	15-Jun-43	19.85	106.17	6.56%	6.64%	105.33	Fair
FR67	8.750	15-Feb-44	20.52	121.67	6.78%	6.65%	123.38	Fair
FR76	7.375	15-May-48	24.76	107.19	6.77%	6.69%	108.23	Fair
FR89	6.875	15-Aug-51	28.01	102.17	6.70%	6.71%	102.03	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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